

BLACK HILLS VISION, INC.

ACCOUNTANTS' COMPILATION REPORT

FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

JUNE 30, 2013 AND 2012



**CASEY PETERSON
& ASSOCIATES, LTD.**
CPAs & FINANCIAL ADVISORS

RAPID CITY, SOUTH DAKOTA
GILLETTE, WYOMING

BLACK HILLS VISION, INC.
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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Black Hills Vision, Inc.
Rapid City, South Dakota

We have compiled the accompanying statements of financial position for Black Hills Vision, Inc. (a non-profit corporation), as of June 30, 2013, and 2012, and the related statements of activities for the three months and six months then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements. During our compilation we did become aware of a departure from accounting principles generally accepted in the United States of America that is described in the following paragraph.

Accounting principles generally accepted in the United States of America require that pledges receivable be recorded at a discounted value to represent the present-value of the pledges to be received. The Company has not discounted pledges receivables in the accompanying financial statements. The effect of this departure on the financial statements has not been determined.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Black Hills Vision, Inc.

A handwritten signature in cursive script that reads "Casey Peterson & Associates, Ltd." The signature is written in black ink and is positioned above the printed name of the firm.

Casey Peterson & Associates, Ltd.
September 24, 2013

BLACK HILLS VISION, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2013 AND 2012

ASSETS

	2013	2012
ASSETS		
Cash and Cash Equivalents:		
Petty Cash	\$ 100.00	\$ 100.00
US Bank Checking	35,161.93	39,413.47
US Bank Money Market	330,458.80	275,773.58
Total Cash and Cash Equivalents	365,720.73	315,287.05
 Receivables:		
Pledges Receivable	643,200.00	672,950.00
Total Receivables	643,200.00	672,950.00
 Property and Equipment:		
Office Equipment	3,092.38	3,092.38
Accumulated Depreciation	(1,288.50)	(670.02)
Net Property and Equipment	1,803.88	2,422.36
 TOTAL ASSETS	\$ 1,010,724.61	\$ 990,659.41

NET ASSETS

NET ASSETS		
Unrestricted	\$ 367,524.61	\$ 317,709.41
Temporarily Restricted	643,200.00	672,950.00
Total Net Assets	1,010,724.61	990,659.41
 TOTAL NET ASSETS	\$ 1,010,724.61	\$ 990,659.41

BLACK HILLS VISION, INC.
STATEMENTS OF ACTIVITIES
FOR THE THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2013 AND 2012

	<u>3 Months Ended June 30, 2013</u>	<u>3 Months Ended June 30, 2012</u>	<u>6 Months Ended June 30, 2013</u>	<u>6 Months Ended June 30, 2012</u>
UNRESTRICTED NET ASSETS				
Unrestricted Revenues				
Contributions	\$ 20,000.00	\$ 14,500.00	\$ 20,000.00	\$ 90,600.00
Interest Income	127.05	171.35	295.07	313.22
Net Assets Released From Restrictions	<u>31,500.00</u>	<u>19,250.00</u>	<u>49,500.00</u>	<u>132,000.00</u>
 Total Unrestricted Revenues	 <u>51,627.05</u>	 <u>33,921.35</u>	 <u>69,795.07</u>	 <u>222,913.22</u>
 Administrative Expenses				
Accounting	2,332.00	965.03	2,332.00	1,024.39
Business Licenses and Fees	-	-	-	80.00
Consulting	-	3,498.00	-	6,996.00
Depreciation	154.62	154.62	309.24	309.24
Insurance	-	-	85.60	403.00
Meals	-	72.65	-	191.30
Meetings	-	106.23	-	208.16
Miscellaneous	250.00	250.00	250.00	250.00
Office Supplies	-	106.62	-	283.19
Postage and Delivery	-	-	-	44.44
Printing and Reproduction	-	250.82	-	250.82
Travel	-	249.59	-	590.20
Total Administrative Expenses	<u>2,736.62</u>	<u>5,653.56</u>	<u>2,976.84</u>	<u>10,630.74</u>
 Program Expenses				
BHCED 2013 Regional Mktng Plan	24,338.00	-	24,338.00	-
Black Hills Knowledge Network	-	10,000.00	-	10,000.00
RC Economic Dev. Partnership	-	9,799.42	-	9,799.42
SD EPSCoR	15,000.00	-	15,000.00	-
Sponsorships	30,000.00	30,000.00	30,000.00	30,000.00
TRE Membership/Expense	-	1,506.29	-	1,506.29
Total Program Expenses	<u>69,338.00</u>	<u>51,305.71</u>	<u>69,338.00</u>	<u>51,305.71</u>
 Fundraising Expenses				
Consulting	-	13,992.00	-	27,984.00
Marketing	-	2,619.18	-	2,619.18
Office Supplies	-	-	-	525.32
Total Fundraising Expenses	<u>-</u>	<u>16,611.18</u>	<u>-</u>	<u>31,128.50</u>
 Total Expenses	 <u>72,074.62</u>	 <u>73,570.45</u>	 <u>72,314.84</u>	 <u>93,064.95</u>
 INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	 <u>(20,447.57)</u>	 <u>(39,649.10)</u>	 <u>(2,519.77)</u>	 <u>129,848.27</u>
TEMPORARILY RESTRICTED NET ASSETS				
Pledges	-	54,200.00	-	173,200.00
Net Assets Released From Restrictions	<u>(31,500.00)</u>	<u>(19,250.00)</u>	<u>(49,500.00)</u>	<u>(132,000.00)</u>
 INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	 <u>(31,500.00)</u>	 <u>34,950.00</u>	 <u>(49,500.00)</u>	 <u>41,200.00</u>
 INCREASE (DECREASE) IN NET ASSETS	 <u>(51,947.57)</u>	 <u>(4,699.10)</u>	 <u>(52,019.77)</u>	 <u>171,048.27</u>
 NET ASSETS - BEGINNING	 <u>1,062,672.18</u>	 <u>995,358.51</u>	 <u>1,062,744.38</u>	 <u>819,611.14</u>
 NET ASSETS - ENDING	 <u>\$ 1,010,724.61</u>	 <u>\$ 990,659.41</u>	 <u>\$ 1,010,724.61</u>	 <u>\$ 990,659.41</u>

See Accountants' Compilation Report

SUPPLEMENTARY INFORMATION

BLACK HILLS VISION, INC.
PLEDGE ACTIVITY
FOR THE SIX MONTHS ENDED
JUNE 30, 2013

Contributor	Pledges Receivable As of 12/31/12	(Payments Received) Net Assets Released 01/01/13- 3/31/13	(Payments Received) Net Assets Released 04/01/13- 6/30/13	Pledges Receivable As of 06/30/13
<u>Vision Round II</u>				
Bank West	\$ 24,000.00	\$ 6,000.00	\$ -	\$ 18,000.00
Black Hills Community Economic Dev.	40,000.00	-	-	40,000.00
Black Hills Power	37,500.00	-	12,500.00	25,000.00
City of Rapid City-2012 Funds	300,000.00	-	-	300,000.00
Dacotah Bank	2,000.00	-	1,000.00	1,000.00
Derby Enterprises	50,000.00	-	-	50,000.00
Highmark FCU	8,000.00	-	2,000.00	6,000.00
Ketel Thorstenson, LLP	4,000.00	1,000.00	-	3,000.00
Montana Dakota Utilities	25,000.00	-	-	25,000.00
Northwest Pipe Fittings	20,000.00	-	4,000.00	16,000.00
Ramkota Companies	5,000.00	-	-	5,000.00
Rapid City Area Chamber of Commerce	40,000.00	-	-	40,000.00
Rapid City Economic Dev Foundation	4,000.00	-	1,000.00	3,000.00
Rapid City Journal	4,200.00	-	-	4,200.00
Rapid City Regional Health	25,000.00	-	-	25,000.00
Sentinel FCU	4,000.00	1,000.00	-	3,000.00
US Bank	20,000.00	-	-	20,000.00
Wells Fargo Bank	40,000.00	10,000.00	-	30,000.00
West Plains Engineering	2,000.00	-	1,000.00	1,000.00
Western River Foundation	30,000.00	-	10,000.00	20,000.00
	<u>684,700.00</u>	<u>18,000.00</u>	<u>31,500.00</u>	<u>635,200.00</u>
<u>Vision Round I</u>				
Derby Enterprises	<u>8,000.00</u>	<u>-</u>	<u>-</u>	<u>8,000.00</u>
	<u>\$ 692,700.00</u>	<u>\$ 18,000.00</u>	<u>\$ 31,500.00</u>	<u>\$ 643,200.00</u>