



BIKERS AGAINST HEROIN USA™



Public Organizational Disclosure Statement

Revised:03/12/18

Affidavit:

My name is Lacy E. Tilley Jr. I have served as the Business Agent for Bikers Against Heroin U.S.A. (BAH) since February, 1 2018. I have been provided access to the bank account used to transact business by BAH, and I have been provided access to all vendors and suppliers records to review all that has been purchased. As part of my administrative project I was tasked to establish a retroactive accounting system, in which all transactions are entered only upon receiving a transactional record to process. (Every transaction has a document describing it.)

Although my work encompasses a much larger scope than merely the accounting system, recent events has caused the board of directors to shift one particular priority to get the first *Public Organizational Disclosure Statement* completed. Originally this project completion was not due to until calendar 2018 year end. Thereafter, the organization would publish their financial disclosures 30 days after each quarterly accounting period (4 times per year). Given that there are a number of people who are involved with the organization, publication of erroneous information would result in scutney and cause for a criminal fraud investigation if being provided to solicit charitable donations - it keeps everyone honest and confident.

Legal Consideration

The organization IS NOT required by law to provide public disclosure, certainly not in the manner of comprehensive details provided here. The board of directors thinks it is in the best interest of the organization to provide disclosure in this manner, at this time and in the future. There are negative community elements that, at this time we will not address directly, but in due time will be addressed through legal recourse when individuals engaged in defamation of this organization attempt to cause it and its benefactors injury. BAH is a corporate entity unto itself and not a reflection of any personal attributes of anyone involved with the organization. The personal history of its volunteers, directors or officers or its benefactors is not relevant to the integrity of the organization. The benefactors who receive relief from funds provided by BAH deserve to do so without scrutiny generated by those who engage in slander and defamation, apparently motivated by personal feelings having nothing to do with the facts of this organization.

Any person making false statements of fact regarding these 'True Statement of facts' are hereby advised that attorneys representing BAH are obligated to take actions to protect the reputation of the organization against fraudulent claimants seeking to injure the organization through malice or negligence.

Relevant History

The local charity that came into existence during February, 2017 organized only one major event, which was a poker run that took place during July of 2017. The financial details provided here pertain to transactions from the origination of the organization through July, 31 2107.

On July, 18 2017 a deposit for the amount of \$5,267.00 was made into the only bank account controlled by the organization. Those funds were derived from \$2,519.00 (Deposit made on April, 10 2017 \$2,119.00 and on July, 6 2017 for \$400.00) An amount of \$2,587.00 was deposited in five separate cash deposits resulting from product sales. Another total amount of \$5,785.00 was deposited as local sponsors supported the poker run. A grand income total of \$16,558 has been received as of July, 31 2017. Total expenses for the same period was \$7,145.73.

**BIKERS AGAINST HEROIN FINANCIAL DISCLOSURE REPORT
FROM FEBRUARY, 1 2017 - JULY, 31 2017**

REVENUE

Charitable Contributions	5,785.00
Event Cash Donations	2,519.00
Exhibition Product Sales	2,587.00
Event Registration	<u>5,267.00</u>

Total Revenue **16,158.00**

EXPENSE

ADMIN

ORG FUNCTION

Bank Fees	9.00
Advertisement and Marketing	384.77
Fund Raising	94.96
Office Supplies	213.46
Software & Subscriptions	12.00
Permits & License	<u>44.00</u>

Total ORG FUNCTION **758.19**

Total ADMIN **758.19**

OPERATION

EXHIBITOR SALES

Equipment & Booth	1,644.75
Resell Products	3,913.16
Attendant Costs	250.00
Fuel & Mileage	24.62
Supplies	<u>27.75</u>

Total EXHIBITOR SALES **5,860.28**

EVENTS

Meals & Lodging	151.78
Advertisement & Marketing	367.48
Other Costs	<u>8.00</u>

Total EVENTS **527.26**

Total OPERATION **6,387.54**

Total Expense **7,145.73**

Net Surplus Revenue **8,755.24**

Analysis

The details are listed on the *Financial Disclosure Report*, none of which are unnecessary or inappropriate. These expenses were incurred during a time whereas there was no money in the bank account. The cash had been loaned to the organization from its founder, which provided the money needed to purchase everything when there was no money available for purchases. Therefore, it is known that the cost to establish BAH as a local charity was over \$7,000.00 and was not repaid to the founder until after July, 31 2017.

Given that it is now known how much money it takes to organize the annual poker run event, the organization is not relying upon the cofounder to fund it out of his pocket through the next year (through July of 2018). Clearly, the 'Net Income' or 'Surplus Revenue' of \$8,755.24 are adequate funds to assure the poker run of 2018 will be properly promoted and prepared without financial burden to the founder or to anyone else. The decision to maintain these operational funds was prudent and competent.

From those funds, \$3,380.00 went to the *Begin Again Program* managed by the Lodi Chief of Police. The suddo balance remaining from the July, 31 2017 surplus revenue is \$8,755.24 (Net Income on report) - 3,380.78 given to the Begin Again Program.

Projection and programs

From August,1 2017 through August, 1 2018 the organization will show an increase in its product sales as the founder has taken to the road with a merchant exhibitor tent. There are expenses associated with the physical retail sales and events registration fees. However, any surplus revenue generated from this effort would otherwise not be generated at all if it were not for the fact that it is taking place. When we post future disclosures they will pick up where this report left off. Large sums of money are being invested in product inventory at this time. The retail prices are basically double the cost paid to have products made. Generally, if we spend \$5,000.00 on products we anticipate \$10,000.00 gross sales eventually from that investment, netting \$5,000.00 in surplus revenue. However, when giving away products during events and incurring the Pay Pal and shipping fees associated with the online store, surplus revenue margins may vary... all of which will be transparent on future disclosures.

During the cross-country adventures of the BAH Exhibitor Tent events, the founder has embarked upon promoting the organizational brand with National Corporate Contributors, many of which will be making contributions in a private grant manner, to fund a particular program. The grantor/ contributors have expectations to see the productivity of their contributions at work. Currently we are funding only two programs, as follows;

1. The Free Ride Program

This program at the moment is in coalition with the Village of Lodi, Police Chief's *Begin Again Program*. The local chapter of Bikers Against Heroin will fund the *Free Ride Program*, which will be administered by Bikers Against Heroin U.S.A. (The National Organization). Details on this program will be published soon. Generally BAH USA, working with rehabilitation facilities and other organizations will provide transportation for those enrolling in rehabilitation programs facilities across the country. Our goal from July, 31 2018 through July 31 2019 is to fund the program with \$100,000.00 and provide assistance to about 350 people needing assistance. The average cost of transportation per client is about \$250.00.

So, how will we ever generate \$100,000.00 over the next year when we could barely generate \$8,755.24 in 2017?

Given that we now know the cost of organizational setup, through its first event, to be about \$7,000.00 - we have examined closely how we could assist others in doing exactly what we have accomplished for less than half that cost. First we assure that they do not have to pay out of pocket to acquire products to sell. We also assure that they do not spend time creating organizational programs to guide their efforts. We have already done that. Therefore, that energy can be directed towards fundraising. If we could stumble our way to \$8,755.25 we feel it is a very conservative estimate that a new chapter can easily generate over \$10,000.00 during the first year of existence, probably much more.

2. The National Affiliate Program (NAP)

As our National Contributors fund this program. They expect to see one chapter created for every \$3,000.00 of funding. Therefore, each chapter can contribute \$10,000.00 to the Free Ride Program. Basically we spend \$3,000.00 to generate \$10,000.00 through each affiliate chapter.

General Summary

The National Contributors fund NAP and the affiliate chapters created by NAP fund *The Free Ride Program*, unless a contributor specifies otherwise. We estimate that one chapter per month will be added to our national coalition, but our system is prepared to accommodate much more than that. If one chapter can be added per month national funding will generate a minimum of \$120,000.00 per year and every year thereafter. All cash donations from chapter supporters, combined with funds from events and product sales go to fund the *Free Ride Program*. There are two more client benefit programs currently unfunded. When the *Free Ride Program* reaches its sustained annual funding goal the other programs will be funded and activated.

As of March, 30 2018 the organization still has no paid employees. Everyone involved, including the founders, work with no compensation for their efforts. In the future all funds generated by affiliate chapters will remain as a voluntary work force. Future paid employees will work only as grant funds dictate. All of which will be subject to future public disclosure.

This disclosure has been provided in good-faith to our supporters and critics. We even have an audit program currently being developed, which will allows individuals or organizations interested in our financial activity to engage us for a physical audit of our books. The required contribution to do so will cost far less than the legal fees required to pay for a defence attorney when being sued for slander or defamation. Therefore, anyone who wants factual information about our organization has no reason to guess or manufacture theories. We welcome your inquiries and we offer virtual organizational transparency.



The above statement, including transactional details, is accurate and true according to records I have physically handled and processed into the Bikers Against Heroin accounting system. I author and publish this report under legal penalty of perjury.

-SIGNATURE ON FILE-
Lacy E. Tilley Jr., Business Agent
Bikers Against Heroin U.S.A.