

EVICTION INTERVENTION SERVICES,
HOMELESSNESS PREVENTION, INC.

FINANCIAL STATEMENTS

JUNE 30, 2013

(WITH INDEPENDENT ACCOUNTANTS' REVIEW REPORT)

EVICTION INTERVENTION SERVICES,
HOMELESSNESS PREVENTION, INC.
JUNE 30, 2013

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
Eviction Intervention Services, Homelessness Prevention, Inc.

We have reviewed the accompanying statement of financial position of Eviction Intervention Services, Homelessness Prevention, Inc. (a non profit organization) as of June 30, 2013, and the related statements of activities, functional expenses and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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 review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be conformity with accounting principles generally accepted in the United States of America.

October 17, 2013

Lipsky, Goodkin & Co., P.C.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2013

ASSETS

Cash and cash equivalent	\$ 38,308
Receivable	
Government contracts	9,220
Security deposit	4,366
Equipment, net of accumulated depreciation of of \$36,932	<u>548</u>
Total assets	<u>\$ 52,442</u>

LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable and accrued expenses	\$ 5,086
Deferred revenues	<u>8,078</u>
Total liabilities	<u>13,164</u>
Net Assets	
Unrestricted	39,278
Temporarily restricted	<u>-</u>
Total net assets	<u>39,278</u>
Total liabilities and net assets	<u>\$ 52,442</u>

See Independent Accountants' Review Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS

YEAR ENDED JUNE 30, 2013

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>			
Contributions			
Individual	\$ 5,766	\$ -	\$ 5,766
Bequests	13,841	-	13,841
Corporations	46,700	-	46,700
Foundations	9,850	-	9,850
Government contracts	41,682	-	41,682
Rent assistance programs			
Federal entitlement payments	-	760	760
Interest and investment income	59	-	59
Other income	13,196	-	13,196
Net assets released from restrictions	<u>760</u>	<u>(760)</u>	<u>-</u>
Total support and revenue	<u>131,854</u>	<u>-</u>	<u>131,854</u>
<u>EXPENSES</u>			
Program services	143,048	-	143,048
Support services	<u>14,610</u>	<u>-</u>	<u>14,610</u>
Total expenses	<u>157,658</u>	<u>-</u>	<u>157,658</u>
Decrease in net assets	(25,804)	-	(25,804)
Net assets - beginning of year	<u>65,082</u>	<u>-</u>	<u>65,082</u>
Net assets - end of year	<u>\$ 39,278</u>	<u>\$ -</u>	<u>\$ 39,278</u>

See Independent Accountants' Review Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2013

	<u>Program Services</u>	<u>Support Services</u>	<u>Total</u>
Salaries	\$ 82,268	\$ 10,508	\$ 92,776
Employee benefits	23,171	2,965	26,136
Temporary help	2,218	1,194	3,412
Accounting fees	2,944	2,056	5,000
Rent	15,833	415	16,248
Communication	1,053	53	1,106
Postage	-	-	-
Supplies and equipment	4,881	787	5,668
Fees, dues and subscriptions	166	1,929	2,095
Printing and publications	-	-	-
Travel	-	-	-
Insurance	2,409	579	2,988
Meetings and seminars	-	-	-
Miscellaneous	-	60	60
Administrative overhead	7,345	(7,345)	-
Rent assistance payments	-	-	-
Clients' stipends	760	-	760
Bank charges	-	210	210
Depreciation	-	1,199	1,199
Total	<u>\$ 143,048</u>	<u>\$ 14,610</u>	<u>\$ 157,658</u>

See Independent Accountants' Review Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2013

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ (25,804)
Adjustments to reconcile decrease in net assets to net cash used in operating activities:	
Depreciation	1,199
(Increase) decrease in:	
Accounts receivable	9,453
Prepaid expenses	1,508
Increase (decrease) in:	
Accounts payable and accrued expenses	(3,727)
Deferred revenues	<u>(3,983)</u>
Total adjustments	<u>4,450</u>
Net cash used in operating activities	<u>(21,354)</u>
<u>NET DECREASE IN CASH</u>	(21,354)
<u>CASH - BEGINNING OF YEAR</u>	<u>59,662</u>
<u>CASH - END OF YEAR</u>	<u>\$ 38,308</u>

See Independent Accountants' Review Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2013

Note 1 Organization

Eviction Intervention Services, Homelessness Prevention, Inc. (the "Organization") was incorporated under the not-for-profit law of the State of New York. The mission is to prevent homelessness. It is accomplished by keeping residents in their communities, preserving existing affordable housing, and promoting and supporting the construction of affordable housing for low income families.

Note 2 Summary of Significant Accounting Principles

Accrual basis- The financial statements have been prepared on the accrual basis of accounting and conform to accounting principles generally accepted in the United States as applicable to not-for-profit entities.

Contributions - Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Gifts of cash and other are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designed as support for future periods when a donor restriction is accomplished. Temporarily restricted net assets are reclassified to unrestricted net assets in the accounting period in which the restriction is complied with and reported in the statement of activity as net assets released from restrictions.

Gifts of goods and equipment are reported as unrestricted support unless explicit donor stipulations specify how the donated assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted contributions. In the absence of explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed into service.

Classification of net assets - Unrestricted: these are assets from unrestricted contributions and from other resources not subject to donor-imposed restrictions. Temporarily restricted: these are assets whose donor-imposed restrictions have not been met due to actions of the Organization and/or the passage of time.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses, and disclosure of contingencies. Actual results may differ from those estimates.

Cash and cash equivalents - The Organization considers all liquid investments with maturities, when purchased, of three months or less to be cash equivalent.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2013

Note 2 Summary of Significant Accounting Principles

Government contracts receivable - They are reported at their outstanding unpaid principal balances. The organization writes off the balance when it is determined to be uncollectible.

Fixed assets - Furniture, fixtures and equipment are stated at cost and depreciated over the estimated useful lives of the assets using the straight line method.

Income taxes - The Organization is exempt from federal taxes under section 501 (c)(3) of the U.S. Internal Revenue Code and from state and local taxes under comparable laws. The organization is required to file and does file tax returns with the Internal Revenue Service and other taxing authorities and has years open for examination by the taxing authorities from 2009 through 2012.

Functional allocations of expenses - The cost of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefitted.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2013

Note 3 Government contracts

The revenue from government contracts are as follows:

	<u>June 30, 2013</u>
New York City Department for the Aging	\$ 10,000
New York City Department of Youth and Community Development	<u>31,682</u>
	<u>\$ 41,682</u>

Note 4 Temporarily restricted assets

The temporarily restricted net assets at the fiscal year ended are the result of time restrictions.

June 30,

	<u>June 30, 2012</u>			<u>June 30, 2013</u>
	<u>Balance</u>	<u>Addition</u>	<u>Released</u>	<u>Balance</u>
Rent assistance programs				
Federal entitlement				
payments	\$ -	\$ 760	\$ (760)	\$ -
	<u>\$ -</u>	<u>\$ 760</u>	<u>\$ (760)</u>	<u>\$ -</u>

EVICITION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2013

Note 5 Functional Expenses

	Program Services			Support Services			Total Program and Support Services
	Family Services	Senior Services	Single Adult Services	Administration	Fund-Raising	Total Support Services	
Salaries	\$ 76,193	\$ 5,429	\$ 646	\$ 10,508	\$ -	\$ 10,508	\$ 92,776
Employee benefits	21,461	1,528	182	2,965	-	2,965	26,136
Subtotal	<u>97,654</u>	<u>6,957</u>	<u>828</u>	<u>13,473</u>	<u>-</u>	<u>13,473</u>	<u>118,912</u>
Temporary help	2,218	-	-	1,194	-	1,194	3,412
Accounting fees	2,611	333	-	2,056	-	2,056	5,000
Rent	13,838	1,995	-	415	-	415	16,248
Telephone / Communication	1,053	-	-	53	-	53	1,106
Postage	-	-	-	-	-	-	-
Supplies and equipment	4,881	-	-	787	-	787	5,668
Fees, dues and subscriptions	166	-	-	1,929	-	1,929	2,095
Printing and publications	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-
Insurance	2,409	-	-	579	-	579	2,988
Meetings and seminars	-	-	-	-	-	-	-
Miscellaneous	-	-	-	60	-	60	60
Administrative overhead	7,345	-	-	(7,345)	-	(7,345)	-
Rent assistance payments	-	-	-	-	-	-	-
Clients' stipends	37	694	29	-	-	-	760
Bank charges	-	-	-	210	-	210	210
Depreciation	-	-	-	1,199	-	1,199	1,199
Subtotal	<u>34,558</u>	<u>3,022</u>	<u>29</u>	<u>1,137</u>	<u>-</u>	<u>1,137</u>	<u>38,746</u>
Total expenses	\$ 132,212	\$ 9,979	\$ 857	\$ 14,610	\$ -	\$ 14,610	\$ 157,658