

**EVICTON INTERVENTION SERVICES;
HOMELESSNESS PREVENTION, INC.**

FINANCIAL STATEMENTS

JUNE 30, 2015

(WITH INDEPENDENT ACCOUNTANT'S COMPILATION REPORT)

EVICTION INTERVENTION SERVICES,
HOMELESSNESS PREVENTION, INC.
JUNE 30, 2015

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

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

Management is responsible for the accompanying financial statements of Eviction Intervention Services, Homelessness Prevention, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Lipsky, Goodkin & Co., P.C.

September 30, 2015

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2015

ASSETS

Cash	\$ 73,928
Certificate of deposit	<u>71,013</u>
Total cash and cash equivalent	144,941
Receivable	
Government contracts	44,555
Security deposit	1,500
Prepaid expenses	<u>3,110</u>
Total assets	<u>\$ 194,106</u>

LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable and accrued expenses	<u>\$ 3,603</u>
Total liabilities	<u>3,603</u>
Net Assets	
Unrestricted	40,503
Permanently restricted	<u>150,000</u>
Total net assets	<u>190,503</u>
Total liabilities and net assets	<u>\$ 194,106</u>

See Independent Accountant's Compilation Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS

YEAR ENDED JUNE 30, 2015

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>			
Contributions			
Individual	\$ 15,946	\$ -	\$ 15,946
Corporations	10,500	-	10,500
Foundations	56,982	-	56,982
Government contracts	72,555	-	72,555
Interest and investment income	-	988	988
Net assets released from restrictions	<u>988</u>	<u>(988)</u>	<u>-</u>
Total support and revenue	<u>156,971</u>	<u>-</u>	<u>156,971</u>
<u>EXPENSES</u>			
Program services	132,452	-	132,452
Support services	<u>12,172</u>	<u>-</u>	<u>12,172</u>
Total expenses	<u>144,624</u>	<u>-</u>	<u>144,624</u>
Increase in net assets	12,347	-	12,347
Net assets - beginning of year	<u>28,156</u>	<u>150,000</u>	<u>178,156</u>
Net assets - end of year	<u>\$ 40,503</u>	<u>\$150,000</u>	<u>\$ 190,503</u>

See Independent Accountant's Compilation Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2015

	<u>Program Services</u>	<u>Support Services</u>	<u>Total</u>
Salaries	\$ 65,618	\$ 8,382	\$ 74,000
Employee benefits	26,895	3,442	30,337
Temporary help	2,795	1,505	4,300
Accounting fees	2,025	1,090	3,115
Rent	17,540	460	18,000
Communication	-	-	-
Postage	-	-	-
Supplies and equipment	8,352	1,346	9,698
Fees, dues and subscriptions	154	1,781	1,935
Printing and publications	-	-	-
Travel	430	372	802
Insurance	1,904	458	2,362
Meetings and seminars	-	-	-
Administrative overhead	6,739	(6,739)	-
Bank charges	<u>-</u>	<u>75</u>	<u>75</u>
Total	<u>\$ 132,452</u>	<u>\$ 12,172</u>	<u>\$ 144,624</u>

See Independent Accountant's Compilation Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in net assets	\$ <u>12,347</u>
Adjustments to reconcile increase in net assets to net cash used in operating activities:	
(Increase) decrease in:	
Government contracts receivable	(35,335)
Prepaid expenses	368
Increase (decrease) in:	
Accounts payable and accrued expenses	<u>(2,937)</u>
Total adjustments	<u>(37,904)</u>
Net cash used in operating activities	<u>(25,557)</u>
<u>NET DECREASE IN CASH</u>	<u>(25,557)</u>
<u>CASH - BEGINNING OF YEAR</u>	<u>170,498</u>
<u>CASH - END OF YEAR</u>	<u>\$ 144,941</u>

See Independent Accountant's Compilation Report and Notes to Financial Statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

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, 2015

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.

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 2011 through 2014.

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.

Subsequent Events - The Organization has evaluated subsequent events through September 30, 2015, which is the date the financial statements were available to be issued, and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

EVICTION INTERVENTION SERVICES, HOMELESSNESS PREVENTION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

Note 3 Government contracts

The revenue from government contracts are as follows:

	<u>June 30, 2015</u>
New York City Department for the Aging	\$ 10,000
New York City Housing Preservation Development	27,000
New York City Human Resources Administration, Department of Social Services	<u>35,555</u>
	<u>\$ 72,555</u>

Note 4 Permanently Restricted Net Assets

Permanently restricted net assets are to provide a permanent endowment. In March 2014, the Organization received a \$150,000 contribution from a foundation whereby the principal is to be invested in perpetuity and the income earned annually is to be released to unrestricted net assets for operational use. The donor reserves the right to reassign the endowment principal to any qualified charitable institution every five years.

Note 5 Commitments

The Organization subleases office space in New York, NY on month to month basis at a monthly rent of \$1,500.