



NEW LIFE VILLAGE, INC.
FINANCIAL STATEMENTS
AUGUST 31, 2016 AND 2015

NEW LIFE VILLAGE, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED AUGUST 31, 2016 AND 2015

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To The Board of Directors
New Life Village, Inc.
Tampa, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of New Life Village, Inc. (the Organization), which comprise the statements of financial position as of August 31, 2016 and 2015, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the New Life Village, Inc. as of August 31, 2016 and 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Beeder & Associates, PA

Certified Public Accountants
December 9, 2016

NEW LIFE VILLAGE, INC.
STATEMENTS OF FINANCIAL POSITION
AUGUST 31, 2016 AND 2015

	2016	2015
ASSETS		
Current Assets		
Cash	\$ 248,406	\$ 174,724
Total Current Assets	248,406	174,724
Property and equipment, net of accumulated depreciation of \$269,639 and \$200,597	2,450,235	2,519,277
Deposits	4,099	3,754
TOTAL ASSETS	\$ 2,702,740	\$ 2,697,755
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 8,699	\$ 8,467
Total Current Liabilities	8,699	8,467
Rental deposits	14,798	8,558
TOTAL LIABILITIES	23,497	17,025
Net Assets		
Unrestricted, undesignated	177,198	161,453
Unrestricted, invested in property and equipment	2,450,235	2,519,277
Temporarily restricted	51,810	-
Permanently restricted	-	-
Total Net Assets	2,679,243	2,680,730
TOTAL LIABILITIES AND NET ASSETS	\$ 2,702,740	\$ 2,697,755

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part of these financial statements.

NEW LIFE VILLAGE, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED AUGUST 31, 2016 AND 2015

	2016	2015
<i>Changes in Unrestricted Net Assets</i>		
SUPPORT AND REVENUE		
Rental income	\$ 199,266	\$ 180,812
Contributions	114,077	114,873
Grant revenue	4,893	13,200
	<u>318,236</u>	<u>308,885</u>
Special events	-	8,091
Less direct costs of special events	-	(6,015)
	<u>-</u>	<u>2,076</u>
Total Support and Revenue	<u>318,236</u>	<u>310,961</u>
EXPENSES		
Program services	320,152	277,435
<i>Support Services:</i>		
Administrative	24,061	26,418
Fundraising	27,320	20,906
	<u>51,381</u>	<u>47,324</u>
<i>Total Support Services</i>	<u>51,381</u>	<u>47,324</u>
Total Expenses	<u>371,533</u>	<u>324,759</u>
Change in Unrestricted Net Assets	<u>(53,297)</u>	<u>(13,798)</u>
<i>Changes in Temporarily Restricted Net Assets</i>		
Contributions	51,810	-
Change in Temporarily Restricted Net Assets	<u>51,810</u>	<u>-</u>
Change in Net Assets	<u>(1,487)</u>	<u>(13,798)</u>
Net Assets, beginning of year	<u>2,680,730</u>	<u>2,694,528</u>
Net Assets, end of year	<u>\$ 2,679,243</u>	<u>\$ 2,680,730</u>

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NEW LIFE VILLAGE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED AUGUST 31, 2016

	Program Services	Support Services		Total Support Services	Total Expenses
		Administrative	Fundraising		
Salaries	\$ 77,189	\$ 8,265	\$ 12,364	\$ 20,629	\$ 97,818
Employee benefits	7,357	745	1,211	1,956	9,313
Payroll taxes	5,797	587	954	1,541	7,338
	<u>90,343</u>	<u>9,597</u>	<u>14,529</u>	<u>24,126</u>	<u>114,469</u>
Occupancy costs	131,886	4,165	2,776	6,941	138,827
Professional fees	9,065	6,774	-	6,774	15,839
Office expenses	9,901	1,003	1,629	2,632	12,533
Program supplies	11,604	-	-	-	11,604
Mileage and travel	841	85	139	224	1,065
Volunteer management	270	-	-	-	270
Other fundraising expenses	-	-	6,489	6,489	6,489
Fees and licenses	161	16	27	43	204
Meetings	491	350	350	700	1,191
	<u>254,562</u>	<u>21,990</u>	<u>25,939</u>	<u>47,929</u>	<u>302,491</u>
Total expenses before depreciation					
Depreciation	65,590	2,071	1,381	3,452	69,042
	<u>320,152</u>	<u>24,061</u>	<u>27,320</u>	<u>51,381</u>	<u>371,533</u>
Total expenses					

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NEW LIFE VILLAGE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED AUGUST 31, 2015

	Program Services	Support Services		Total Support Services	Total Expenses
		Administrative	Fundraising		
Salaries	\$ 57,144	\$ 6,000	\$ 9,143	\$ 15,143	\$ 72,287
Employee benefits	8,693	880	1,430	2,310	11,003
Payroll taxes	4,787	485	788	1,273	6,060
	70,624	7,365	11,361	18,726	89,350
Occupancy costs	120,865	3,817	2,545	6,362	127,227
Professional fees	-	12,104	942	13,046	13,046
Office expenses	4,787	696	1,393	2,089	6,876
Insurance	4,919	155	104	259	5,178
Program supplies	3,897	-	-	-	3,897
Mileage and travel	855	27	18	45	900
Volunteer management	2,311	-	-	-	2,311
Other fundraising expenses	-	-	2,945	2,945	2,945
Fees and licenses	988	100	163	263	1,251
Total expenses before depreciation and interest	209,246	24,264	19,471	43,735	252,981
Depreciation	65,131	2,057	1,371	3,428	68,559
Interest	3,058	97	64	161	3,219
Total expenses	\$ 277,435	\$ 26,418	\$ 20,906	\$ 47,324	\$ 324,759

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part of these financial statements.

NEW LIFE VILLAGE, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED AUGUST 31, 2016 AND 2015

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (1,487)	\$ (13,798)
<i>Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:</i>		
Depreciation	69,042	68,559
(Increase) decrease in deposits	(345)	6,768
Increase (decrease) in accounts payable	232	6,403
Increase (decrease) in rental deposits	6,240	3,249
Total Adjustments	75,169	84,979
Net Cash Provided by (Used in) Operating Activities	73,682	71,181
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	-	(9,493)
Net Cash Provided by (Used in) Investing Activities	-	(9,493)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on long term debt	-	(6,782)
Net Cash Provided by (Used in) Financing Activities	-	(6,782)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	73,682	54,906
CASH, beginning of year	174,724	119,818
CASH, end of year	\$ 248,406	\$ 174,724
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid for interest	\$ -	\$ 3,219

Read Report of Independent Certified Public Accountants.
The accompanying notes are an integral part of these financial statements.

NEW LIFE VILLAGE, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2016 AND 2015

NOTE A - DESCRIPTION OF ORGANIZATION

New Life Village, Inc. (the Organization) is a nonprofit entity incorporated on December 1, 2008 under the laws of the State of Florida to provide an intergenerational community where children and youth can be adopted into permanent homes within which they are wanted and loved.

The Organization is a unique inter-generational community conceived to encourage more people to adopt children who have been languishing in the foster care system. The Organization offers eligible families a home and a supportive community with activities, programs, and services; it also offers eligible older adult resident volunteers a home to provide basic support for the families and to engage in activities within the village.

It is the mission of the families and older residents to make the village their own and to provide the network and support that is so missing in many communities and households.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations, including restricted contributions whose restrictions are met in the same reporting period.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

The Organization had no permanently restricted net assets at August 31, 2016 and 2015.

Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Read Report of Independent Certified Public Accountants.

NEW LIFE VILLAGE, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2016 AND 2015

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash, money market funds, and certificates of deposit. The Organization places its deposits with creditworthy, high quality financial institutions. The Organization has not experienced any losses from its deposits. The Organization's deposits held with financial institutions did not exceed federally insured limits of \$250,000 as of August 31, 2016 and 2015.

Property and Equipment

Acquisitions of property and equipment are capitalized, recorded at historical cost, and depreciated using the straight-line method over the estimated useful lives ranging from 5 to 39 years. Acquisitions of property and equipment with a cost in excess of \$1,000 are capitalized. Maintenance and repairs are charged to operations when incurred. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in earnings. Depreciation expense for the years ended August 31, 2016 and 2015 was \$69,042 and \$68,559, respectively.

Functional Allocation of Expenses

The costs of providing the various programs have been summarized on a functional basis in the statement of functional expenses. Salaries and other expenses that are associated with a specific program are charged directly to that program. Salaries and other expenses that benefit more than one program are allocated to the various programs based on the relative benefit provided.

Volunteer Contributions

A substantial number of unpaid volunteers have made significant contributions of their time to develop and maintain the Organization's programs. No amounts have been reported in the financial statements for voluntary donation of services because no objective basis is available to measure the value of such donations.

Fair Value of Financial Instruments

Professional standards require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash and cash equivalents, and the current portion of mortgage payable. For these financial instruments, carrying values approximate fair value due to the short term nature of these instruments.

Income Tax Status

Income taxes are not provided for in the financial statements since the Organization is exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Organization is treated as a public supported organization, and not as a private foundation. Management is not aware of any activities that would jeopardize the Organization's tax exempt status.

**NEW LIFE VILLAGE, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2016 AND 2015**

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Tax Status (continued)

The Organization accounts for uncertain tax positions, if any, in accordance with FASB Accounting Standards Codification (ASC) 740. In accordance with these professional standards, the Organization recognizes tax positions only to the extent that Management believes it is “more likely than not” that its tax positions will be sustained upon IRS examination. Management believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements for the years ended August 31, 2016 and 2015.

The Organization believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse affect on the Organization’s financial condition, change in net assets or cash flows. Accordingly, the Organization has not recorded any reserves or related accruals for interest and penalties for uncertain income tax positions at August 31, 2016 and 2015.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to August 31, 2013.

Reclassification

Certain 2015 amounts have been reclassified to conform to the 2016 presentation.

NOTE C- PROPERTY AND EQUIPMENT

Property and equipment, at cost, at August 31,:

	<u>2016</u>	<u>2015</u>
Land and Building	\$2,560,102	\$2,560,102
Building Improvements	156,624	156,624
Furniture and Fixtures	<u>3,148</u>	<u>3,148</u>
 Total Property and Equipment	 2,719,874	 2,719,874
 Less: Accumulated Depreciation	 <u>(269,639)</u>	 <u>(200,597)</u>
 Net Property and Equipment	 <u><u>\$2,450,235</u></u>	 <u><u>\$2,519,277</u></u>

**NEW LIFE VILLAGE, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2016 AND 2015**

NOTE D- TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at August 31, 2016 (\$0 at August 31, 2015):

Capital Projects	\$27,752
Learning Center	3,088
Adoption Support	20,000
Program Supplies	<u>970</u>
	<u>\$51,810</u>

NOTE E - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 9, 2016 the date the financial statements were available to be issued.