

**NEW YORK DISASTER
INTERFAITH SERVICES**

DECEMBER 31, 2015

OWEN J. FLANAGAN & COMPANY, LLP

**CERTIFIED PUBLIC ACCOUNTANTS
60 EAST 42ND STREET, SUITE 1536
NEW YORK, NEW YORK 10165**

**OWEN J. FLANAGAN, CPA
(1925-1996)**

**KEVIN C. SUNKEL, CPA
JOHN L. CORCORAN, CPA
MEREDITH A.F. KORN, CPA**

**(212) 682-2783
FACSIMILE (212) 697-5843**

WWW.OJFLANAGAN.COM

**MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC
ACCOUNTANTS**

DONALD F. SCHERER

Independent Auditor's Report

The Board of Directors
New York Disaster Interfaith Services
4 West 43rd Street
New York, NY 10036

We have audited the accompanying financial statements of New York Disaster Interfaith Services, which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses and cash flows for the year 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of New York Disaster Interfaith Services as of December 31, 2015 and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on summarized Comparative Information

We have previously audited the New York Disaster Interfaith Service's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 9, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in cursive script that reads "PwC". The signature is written in dark ink and is positioned to the right of the main text block.

New York, NY
April 27, 2016

NEW YORK DISASTER INTERFAITH SERVICES
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>		
Cash	\$492,792	\$ 611,294
Prepaid expenses	6,041	9,400
Grants receivable	<u>50,530</u>	<u>414,587</u>
<u>TOTAL ASSETS</u>	<u>\$549,363</u>	<u>\$1,035,281</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>LIABILITIES</u>		
Accounts payable and accrued expenses	\$ 59,268	\$ 352,980
<u>TOTAL LIABILITIES</u>	<u>59,268</u>	<u>352,980</u>
<u>NET ASSETS</u>		
Unrestricted	47,642	42,086
Temporarily restricted	<u>442,453</u>	<u>640,215</u>
<u>TOTAL NET ASSETS</u>	<u>490,095</u>	<u>682,301</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$549,363</u>	<u>\$1,035,281</u>

The accompanying notes are an integral part of these financial statements.

NEW YORK DISASTER INTERFAITH SERVICES
STATEMENT OF ACTIVITIES
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	
			<u>2015</u>	<u>2014</u>
<u>REVENUES</u>				
Grants		\$1,920,515	\$1,920,515	\$4,656,623
Membership dues	\$ 21,000		21,000	29,750
Donations	2,250		2,250	2,030
Interest	649		649	913
Rental income	-		-	2,400
Other revenue	<u>110,114</u>		<u>110,114</u>	<u>55,917</u>
<u>Total Revenues</u>	<u>134,013</u>	<u>1,920,515</u>	<u>2,054,528</u>	<u>4,747,633</u>
Net Assets Released from Restriction	<u>2,118,277</u>	<u>(2,118,277)</u>	<u>-</u>	<u>-</u>
<u>Total Revenue and Support</u>	<u>2,252,290</u>	<u>(197,762)</u>	<u>2,054,528</u>	<u>4,747,633</u>
<u>EXPENSES</u>				
Program	1,994,264	-	1,994,264	4,561,666
Management and General	236,840	-	236,840	204,719
Fundraising	<u>15,630</u>	<u>-</u>	<u>15,630</u>	<u>14,853</u>
<u>Total Expenses</u>	<u>2,246,734</u>	<u>-</u>	<u>2,246,734</u>	<u>4,781,238</u>
<u>Changes in Net Assets for Year</u>	5,556	(197,762)	(192,206)	(33,605)
Net Assets, January 1	<u>42,086</u>	<u>640,215</u>	<u>682,301</u>	<u>715,906</u>
Net Assets, December 31	<u>\$ 47,642</u>	<u>\$ 442,453</u>	<u>\$ 490,095</u>	<u>\$ 682,301</u>

The accompanying notes are an integral part of these financial statements.

NEW YORK DISASTER INTERFAITH SERVICES
STATEMENT OF CASH FLOWS
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	<u>2015</u>	<u>2014</u>
<u>Cash Flows Provided (Used)</u>		
FROM OPERATING ACTIVITIES:		
Change in Net Assets for year (Exhibit B)	\$ (192,206)	\$ (33,605)
Change in grant receivable	364,057	(299,866)
Change in accounts payable	(293,712)	224,712
Change in prepaid expenses	<u>3,359</u>	<u>7,152</u>
Net Cash Flows Provided (Used) by Operating Activities	<u>(118,502)</u>	<u>(101,607)</u>
Net increase (decrease) in cash	(118,502)	(101,607)
Cash, January 1	<u>611,294</u>	<u>712,901</u>
Cash, December 31	<u>\$ 492,792</u>	<u>\$ 611,294</u>

The accompanying notes are an integral part of these financial statements.

NEW YORK DISASTER INTERFAITH SERVICES

STATEMENT OF FUNCTIONAL EXPENSES

DECEMBER 31, 2015

(WITH COMPARATIVE TOTALS FOR 2014)

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2015</u>	<u>2014</u>
Cash assistance	\$1,447,232			\$1,447,232	\$3,873,303
Personnel	434,043	\$115,233	\$15,542	564,818	695,355
Payroll fees	2,442	412	88	2,942	3,306
Telephone	10,649	2,181	-	12,830	13,898
Insurance	-	12,499	-	12,499	8,336
Office equipment expensed		5,702	-	5,702	4,418
Office supplies	4,592	941	-	5,533	7,346
Postage and printing	-	231	-	231	102
Consultants	-	8,911	-	8,911	2,536
Travel and meetings	-	22,581	-	22,581	20,802
Rent	37,418	7,664	-	45,082	43,723
Database	29,612	6,065	-	35,677	39,264
Information Technology	7,818	1,601	-	9,419	6,333
PayPal/bank fees	-	1,181	-	1,181	1,444
Membership fees	-	275	-	275	480
Meals	-	9,373	-	9,373	4,123
Board meetings	-	19,415	-	19,415	5,216
Uniforms	-	-	-	-	1,042
Conference training	19,865	-	-	19,865	21,186
Miscellaneous	-	-	-	-	189
Accounting	-	17,375	-	17,375	18,750
Maintenance	-	5,200	-	5,200	5,300
Marketing	-	-	-	-	1,964
Program support	<u>593</u>	<u>-</u>	<u>-</u>	<u>593</u>	<u>2,822</u>
<u>Total</u>	<u>\$1,994,264</u>	<u>\$236,840</u>	<u>\$15,630</u>	<u>\$2,246,734</u>	<u>\$4,781,238</u>

The accompanying notes are an integral part of these financial statements.

NEW YORK DISASTER INTERFAITH SERVICES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 1 Accounting Policies

New York Disaster Interfaith Services is a faith based federation of service providers and charitable organization who work in partnership to provide disaster readiness, response, and recovery services to New York City. The Organization and its members seek to mitigate human suffering caused by catastrophes and serve the most vulnerable and under resourced households and communities affected by disaster. Currently the main program of the Organization is to provide services to New York City victims of Hurricane Sandy.

The Organization primarily receives support from membership dues and grant contributions.

The Organization follows the accrual basis of accounting; revenues are recorded when earned, and expenses are recorded in the period to which they pertain.

Net assets are recorded based on donor restriction or lack thereof.

Unrestricted Net Assets - These assets are free from donor restriction and can be used to carry out the operations of the Organization in accordance with its by-laws.

Temporarily Restricted Net Assets - These assets are either restricted for a specific purpose or a future time period.

Permanently Restricted Net Assets - These assets are restricted by the donor to be invested perpetuity.

Cash is defined as balances in checking accounts, money market funds.

Furniture and equipment are capitalized and depreciated over estimated useful lives of five to seven years. The costs of website and database development are expensed when incurred. Furniture and equipment under grant agreements is expensed when purchased.

The Management of the Organization uses estimates and assumptions in preparing these financial statements. Actual results could vary from the estimates that management uses.

In connection with the preparation of the financial statements, management evaluated subsequent events after the statement of financial position date of December 31, 2015 through April 27, 2016 which was the date the financial statements were able to be issued.

NOTE 2 Lease Commitment

The Organization rents space in New York City under a lease that began May 1, 2013 and ran through December 31, 2014. The Organization renewed their lease from January 1, 2015 through December 31, 2015. In 2016 the Organization has extended their lease for only one of their main rooms through December 31, 2016. The other additional two rooms have only been extended through July 31, 2016. The minimum lease commitment at December 31, 2015 is \$24,742.

NEW YORK DISASTER INTERFAITH SERVICES
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 3 Grants Receivable

Management estimates that grants receivable are fully collectible and will be collected in 2016.

NOTE 4 Temporarily Restricted Net Assets

The temporarily restricted net assets at December 31, 2015 and the net assets released from restriction during the year were for Hurricane Sandy relief and the Harlem explosion.

	<u>2014</u> <u>Balance</u>	<u>Additions</u>	<u>Releases</u>	<u>2015</u> <u>Balance</u>
Hurricane Sandy Relief	\$640,215	\$1,919,515	\$2,117,277	\$442,453
Harlem Explosion	<u>-</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
	<u>\$640,215</u>	<u>\$1,920,515</u>	<u>\$2,118,277</u>	<u>\$442,453</u>

NOTE 5 Tax Status

The Organization is exempt from Federal income taxes as a public charity under section 501(c)(3) of the Internal Revenue Code.

NOTE 6 Concentration of Risk

At times during the year, the Organization's cash balances exceed federally insured limits. Management uses a large national bank to minimize this risk.

NOTE 7 Retirement

The Organization sponsors a 403(b) for all eligible employees. After 1 year of service, employees receive a contribution of 3% of salary. In addition, the Organization matches up to 2% of salary for voluntary contributions made by the employee.

The Chief Executive Officer of the Organization receives additional salary payments to allow him to contribute the maximum employee contribution to the plan.