

NY Disaster Interfaith Services, Inc.

Audited Financial Statements

December 31, 2024

NY Disaster Interfaith Services, Inc.

Audited Financial Statements

December 31, 2024

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Independent Auditor's Report

To the Board of Directors of
NY Disaster Interfaith Services, Inc.

Opinion

We have audited the accompanying financial statements of NY Disaster Interfaith Services, Inc. ("NYDIS"), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of NYDIS as of December 31, 2024, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of NYDIS and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

As discussed in Note 2 to the financial statements, the opening balance for the financial statements has been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about NYDIS' ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 NYDIS' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about NYDIS' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with Those Charged with Governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the NYDIS' 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 17, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Sax LLP

New York, NY
August 27, 2025

NY Disaster Interfaith Services, Inc.

Statement of Financial Position

At December 31, 2024
(With comparative totals at December 31, 2023)

	December 31,	
	2024	2023*
ASSETS		
Cash and cash equivalents	\$ 466,082	\$ 679,493
Contract revenue receivable, net	19,023	38,083
Government grants and contributions receivable	415,374	860,573
Prepaid site fees	696,058	191,229
Prepaid expenses and security deposits	424,469	103,004
Restricted cash - escrow	169,959	42,983
Property and equipment, net	55,396	64,633
Operating lease right-of-use asset	2,717,154	-
Investments - deferred compensation plan	139,161	93,062
TOTAL ASSETS	\$ 5,102,676	\$ 2,073,060
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 612,695	\$ 878,680
Grant advances	1,853,091	1,296,053
Deferred compensation payable	139,161	93,062
Operating lease liability	2,729,932	-
Total liabilities	5,334,879	2,267,795
NET ASSETS		
Without donor restrictions	(839,053)	(741,951)
With donor restrictions	606,850	547,216
Total net assets	(232,203)	(194,735)
TOTAL LIABILITIES AND NET ASSETS	\$ 5,102,676	\$ 2,073,060

*Restated

The attached notes and auditor's report are an integral part of these financial statements.

NY Disaster Interfaith Services, Inc.

Statement of Activities

For the Year Ended December 31, 2024
(With comparative totals for the year ended December 31, 2023)

	Without Donor Restrictions	With Donor Restrictions	Total 12/31/24	Total 12/31/23*
PUBLIC SUPPORT AND REVENUE				
Government grants	\$ 14,537,519	\$ 65,200	\$ 14,602,719	\$ 4,911,995
Contributions	5,858	550,279	556,137	320,962
Donated goods	235,145	-	235,145	4,537,456
Other income	26,929	-	26,929	19,670
Net assets released from restrictions	555,845	(555,845)	-	-
Total public support and revenue	<u>15,361,296</u>	<u>59,634</u>	<u>15,420,930</u>	<u>9,790,083</u>
EXPENSES				
Program services	13,847,514	-	13,847,514	9,704,963
Supporting services:				
Management and general	1,261,579	-	1,261,579	1,185,054
Fundraising	<u>349,305</u>	<u>-</u>	<u>349,305</u>	<u>69,365</u>
Total supporting services	<u>1,610,884</u>	<u>-</u>	<u>1,610,884</u>	<u>1,254,419</u>
Total expenses	<u>15,458,398</u>	<u>-</u>	<u>15,458,398</u>	<u>10,959,382</u>
Change in net assets	<u>(97,102)</u>	<u>59,634</u>	<u>(37,468)</u>	<u>(1,169,299)</u>
NET ASSETS, beginning of year	<u>(741,951)</u>	<u>547,216</u>	<u>(194,735)</u>	<u>974,564</u>
NET ASSETS, end of year	<u>\$ (839,053)</u>	<u>\$ 606,850</u>	<u>\$ (232,203)</u>	<u>\$ (194,735)</u>

*Restated

The attached notes and auditor's report are an integral part of these financial statements.

NY Disaster Interfaith Services, Inc.

Statement of Functional Expenses

For the Year Ended December 31, 2024
(With comparative totals for the year ended December 31, 2023)

	Program Services	Management and General	Fundraising	Total Expenses 12/31/24	Total Expenses 12/31/23
Salaries	\$ 2,003,858	\$ 278,598	\$ 169,400	\$ 2,451,856	\$ 2,318,678
Payroll taxes and benefits	398,034	55,339	33,649	487,022	472,085
Total personnel services	2,401,892	333,937	203,049	2,938,878	2,790,763
Cash assistance	249,606	-	-	249,606	519,827
Donated clothing	235,145	-	-	235,145	4,537,456
Shelter expenses	8,049,091	-	-	8,049,091	1,002,125
Professional fees	440,587	656,548	66,598	1,163,733	307,985
Subcontractor fees	-	-	-	-	564,958
Rent	564,610	71,269	43,335	679,214	350,330
Telephone	42,682	5,935	3,608	52,225	58,717
Computers	41,200	24,971	2,469	68,640	53,670
Office supplies	78,364	17,765	5,044	101,173	121,077
Insurance	64,784	9,007	5,477	79,268	100,439
Travel	250,343	3,450	1,359	255,152	96,245
Conferences and training	17,599	57,977	301	75,877	61,559
Repairs and maintenance	37,084	5,157	3,135	45,376	70,096
Food	1,085,710	2,161	1,314	1,089,185	99,435
Other expenses	224,193	28,567	8,154	260,914	187,893
Events and sponsorships	53,024	7,372	4,482	64,878	31,299
Bad debt	-	35,850	-	35,850	-
Depreciation	11,600	1,613	980	14,193	5,508
Total expenses	\$ 13,847,514	\$ 1,261,579	\$ 349,305	\$ 15,458,398	\$ 10,959,382

The attached notes and auditor's report are an integral part of these financial statements.

NY Disaster Interfaith Services, Inc.

Statement of Cash Flows

For the Year Ended December 31, 2024
(With comparative totals for the year ended December 31, 2023)

	December 31,	
	2024	2023*
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (37,468)	\$ (1,169,299)
Adjustments to reconcile change in net assets to net cash flows (used for)/provided by operating activities:		
Depreciation	14,193	5,508
Change in operating lease right-of-use asset and liability	12,778	-
Changes in assets and liabilities:		
Contract revenue receivable	19,060	9,316
Government grants and contributions receivable	445,199	(261,417)
Advance site fees	(504,829)	(191,229)
Prepaid expenses	(321,465)	(65,819)
Accounts payable and accrued expenses	(265,985)	697,233
Grant advances	557,038	1,296,053
Net cash flows (used for)/provided by operating activities	<u>(81,479)</u>	<u>320,346</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>(4,956)</u>	<u>(70,141)</u>
Net cash flows used for investing activities	<u>(4,956)</u>	<u>(70,141)</u>
Net increase (decrease) in cash and cash equivalents	(86,435)	250,205
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, beginning of year	<u>722,476</u>	<u>472,271</u>
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, end of year	<u><u>\$ 636,041</u></u>	<u><u>\$ 722,476</u></u>
Cash, cash equivalents and restricted cash consists of:		
Cash and cash equivalents	\$ 466,082	\$ 679,493
Restricted cash	169,959	42,983
Total cash, cash equivalents and restricted cash	<u><u>\$ 636,041</u></u>	<u><u>\$ 722,476</u></u>

SUPPLEMENTAL CASH FLOW INFORMATION

No interest or taxes were paid.

*Restated

The attached notes and auditor's report are an integral part of these financial statements.

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 1 - Nature of the Organization

New York Disaster Interfaith Services ("NYDIS") was incorporated in 2013 in New York State. NYDIS is a faith-based federation of service providers and charitable organizations 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 NYDIS is to provide services to New York City victims of public health emergencies and other natural disasters. NYDIS primarily receives support from grant contributions and government grants.

NYDIS has been notified by the Internal Revenue Service that it is a not-for-profit organization exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and has not been determined to be a private foundation.

Note 2 - Summary of Significant Accounting Policies

a. Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred rather than received or paid.

b. Basis of Presentation

The financial statements are presented in accordance with the provisions of the FASB Accounting Standards Codification ("ASC") 958 - *Presentation of Financial Statements of Not-For-Profit Entities*. FASB ASC 958 requires NYDIS to report information regarding its financial position and activities according to the following specific classes of net assets:

- *Net Assets without Donor Restrictions* - represents all activity without donor-imposed restrictions.
- *Net Assets with Donor Restrictions* - represents those resources, the uses of which have been restricted by donors to specific purposes or the passage of time and/or must remain intact in perpetuity. The release from restrictions results from the satisfaction of the restricted purposes specified by the donor.

c. Revenue Recognition

NYDIS follows FASB ASC 958-605 for recording contributions, which are recognized when they become unconditional in nature. Contributions that do not contain donor restrictions are recorded in the class of net assets without donor restrictions. Contributions that contain donor restrictions are recorded in the class of net assets with donor restrictions. When a restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received, they are classified in the class of net assets without donor restrictions.

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 2 - Summary of Significant Accounting Policies - Continued

c. Revenue Recognition - Continued

Contributions may be subject to conditions which are defined as both a barrier to entitlement and a right of return of payments or release from obligations and are recognized as income once the conditions have been substantially met.

Government grants are primarily conditional, non-exchange transactions and fall under the scope of FASB ASC 958-605. Revenue from these transactions is recognized when qualifying expenditures are incurred, performance-related outcomes are achieved, and other conditions under the agreements are met. Payments received in advance of conditions being met are recorded as government grants advances.

Unconditional promises to give are recorded at net realizable value if expected to be received in less than one year, or at fair value using a risk-adjusted discount rate if expected to be received in greater than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met. At December 31, 2024, all receivables are expected to be collected within one year.

Management has reviewed the collectability of all receivables, factoring in judgement about the creditworthiness and age of the receivable, as well as historical experience. Based on that evaluation, management has established a reserve for uncollectible contract revenue receivables of \$20,000 for the years ended December 31, 2024 and 2023.

d. Cash and Cash Equivalents

NYDIS considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

e. Significant Concentrations

Financial instruments, which potentially subject NYDIS to a concentration of credit risk consist of cash, money market accounts and investment securities which have been placed with financial institutions that management deems to be creditworthy. At year end and at certain times during the year, NYDIS had material uninsured balances; however, they have not suffered any losses due to the failure of any of these institutions.

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 2 - Summary of Significant Accounting Policies - Continued

e. Significant Concentrations - Continued

Funding from the New York City Department of Housing Preservation & Development ("HPD") cumulatively amounted to \$13,808,202 or approximately 90% of NYDIS' total support and revenue (excluding in-kind) for the year ended December 31, 2024. As at December 31, 2024, HPD made up approximately 92% of government grants and contributions receivable. Continued HPD funding is not certain, and the discontinuation could have a significant impact on NYDIS' future sustainability. NYDIS' current asylum seekers grant runs through June 30, 2025.

Funding from the City of New York Department of Health and Mental Hygiene ("DOHMH") cumulatively amounted to \$742,500 of NYDIS' total support and revenue (excluding in-kind) for the year ended December 31, 2024. The total contract amount is \$30,375,000 and runs through July 31, 2033. Continued DOHMH funding is not certain, and the discontinuation could have a significant impact on NYDIS' future sustainability.

f. Property and Equipment

Property and equipment that exceed \$1,000 and that have a useful life of greater than one year are recorded at cost or at fair value on the date of gift, if donated. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets.

g. Investments - Deferred Compensation Plan

Accounting standards have established a fair value hierarchy giving the highest priority to quoted prices in active markets and the lowest to unobservable data. The fair value hierarchy is categorized into three levels based on the inputs as follows:

- Level 1 - Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that NYDIS has the ability to access.
- Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are not observable, either directly or indirectly.
- Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

All investments consist of annuity contracts that are considered Level 2 securities within the fair value hierarchy. Level 2 securities are valued using observable market inputs for securities that are similar to those owned. This method produces a fair value calculation that may not be indicative of net realizable value or reflective of future values. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurements.

h. Leases

NYDIS determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use ("ROU") assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. Due to materiality, NYDIS elected not to recognize ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less).

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 2 - Summary of Significant Accounting Policies - Continued

h. Leases - Continued

Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that NYDIS will exercise that option.

i. In-kind Goods and Services

Donated goods and services that create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided in-kind, are recognized at fair value. During 2024 and 2023, NYDIS received donated clothing totaling \$235,145 and \$4,537,456, respectively. The clothing was valued at the estimated fair value based on current rates for similar products.

j. Functional Allocation of Expenses

The costs of providing various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

The following expenses were allocated using time and effort as the basis:

- Salaries
- Payroll taxes and benefits
- Rent
- Telephone
- Computers
- Office supplies
- Insurance
- Travel
- Repairs and maintenance
- Other expenses
- Depreciation

All other expenses have been charged directly to the applicable program or supporting services.

k. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

l. Accounting for Uncertainty of Income Taxes

NYDIS does not believe its financial statements include any uncertain tax positions. Tax filings for periods ending December 31, 2021 and later are subject to examination by applicable taxing authorities.

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 2 - Summary of Significant Accounting Policies - Continued

m. Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with NYDIS' financial statements for the year ended December 31, 2023, from which the summarized information was derived.

n. Restatement of Prior Period

The financial statements of the prior year did not properly reflect a refundable grant of \$519,687. As such the December 31, 2023 balances for contributions, grant advances and net assets have been restated to reflect this adjustment.

Note 3 - Restricted Cash

An escrow account has been established to meet the requirement of the City of New York Department of Mayor's Office of Housing Recovery ("NYC HRO"). The purpose of this account is to ensure the funds are used for housing and housing assistance payments. At December 31, 2024 and 2023, this account had a balance of \$169,959 and \$42,983, respectively

Note 4 - Property and Equipment

Property and equipment consist of the following:

	December 31,	
	2024	2023
Computers - 5 years	\$ 46,684	\$ 46,684
Office Equipment - 5 years	33,674	33,674
Vehicles - 5 years	75,097	70,141
Furniture - 7 years	16,572	16,572
	172,027	167,071
Less: accumulated depreciation	(116,631)	(102,438)
Total property and equipment, net	\$ 55,396	\$ 64,633

Note 5 - Operating Lease Right-of-Use Asset and Operating Lease Liability

NYDIS evaluated current contracts to determine which met the criteria of a lease under FASB ASC 842. NYDIS occupies the following spaces in New York:

- a) 80 39th Street, Brooklyn, New York 11232, Suite 502 - NYDIS entered into a lease agreement with 19-20 Bush Terminal Owner LP for the Asylum Seeker Shelter Services program that expires on May 31, 2026. The monthly rent is \$8,000 from June 22, 2023 to May 31, 2024, \$8,320 from June 1, 2024 to May 31, 2025 and \$8,653 from June 1, 2025 to May 31, 2026.

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 5 - Operating Lease Right-of-Use Asset and Operating Lease Liability - Continued

- b) 80 39th Street, Brooklyn, New York 11232, Suite 501 - NYDIS entered into lease agreement with 19-20 Bush Terminal Owner LP for the Asylum Seeker Shelter Services program that started on April 1, 2024 and expires on June 30, 2026. The monthly rent is \$16,500 from April 1, 2024 to June 30, 2025 and \$17,160 from July 1, 2025 to June 30, 2026.
- c) The Episcopal Church of Our Savior, located at 48 Henry Street, New York, NY 10002 - NYDIS entered into lease agreement with the Recto, Wardens and Vestry of the Protestant Episcopal Church of Our Savior, with offices at 48 Henry St, New York, NY 10002 for the Department of Health and Mental Hygiene Clubhouse Program that started on October 1, 2024 and expires on June 30, 2033. The lease may be terminated in its entirety prior to the expiration of the term if the Department of Health and Mental Hygiene exercises the rights it has with respect to early termination of the contract. During each of the first 12 months of the term, the monthly rental payment under the lease shall be \$20,000 per month and increase at an annual rate of 2%.

All the above leases were determined to meet the criteria of an operating lease under FASB ASC 842. The ROU asset represents NYDIS's right to use the underlying asset for the lease term, and the lease liabilities represent the NYDIS's obligation to make lease payments arising from this lease. The ROU asset and lease liability were calculated based on the present value of future lease payments over the lease terms. As of December 31, 2024, the weighted average remaining lease term for NYDIS's operating leases was approximately 9 years. NYDIS has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of December 31, 2024 was 3.86%.

For the year ended December 31, 2024, total operating lease cost was \$350,224. There were short-term lease costs related to the month-to-month cost for office space in New York City, which expires June 30, 2026, totaling \$271,085 and \$51,480 for the years ended December 31, 2024 and 2023, respectively.

Cash paid for operating leases for the year ended December 31, 2024 was \$337,447. There were no noncash investing and financing transactions related to leasing.

Future minimum annual lease payments are as follows:

Year ending:	
12/31/2025	\$ 545,330
12/31/2026	392,248
12/31/2027	250,944
12/31/2028	255,963
12/31/2029	261,083
Thereafter	1,532,138
	<hr/> 3,237,706
Less present value discount	(507,774)
Total Lease Obligation	<hr/> \$ 2,729,932 <hr/>

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 6 - Deferred Compensation Payable

NYDIS established a deferred compensation plan for eligible executives as described under Section 457(b) of the Internal Revenue Code. The funds are maintained in a segregated investment account and payable under the terms of the agreement. The amount contributed into the plan during the years ended December 31, 2024 and 2023 totaled \$42,615 and \$18,462, respectively.

Note 7 - Net Assets With Donor Restrictions

Activity in the with donor restriction class of net assets is as follows:

December 31, 2024				
	Beginning Balance 1/1/24	Contributions	Released from Restrictions	Ending Balance 12/31/24
Program restricted:				
COVID-19 Assistance	\$ 139,012	\$ -	\$ (139,012)	\$ -
Hurricane Ida Recovery	128,712	-	(128,712)	-
Vaccine Education Outreach	5,497	-	(5,497)	-
Climate Resilience	-	550,279	-	550,279
Emergency Food & Shelter	273,995	65,200	(282,624)	56,571
Total	<u>\$ 547,216</u>	<u>\$ 615,479</u>	<u>\$ (555,845)</u>	<u>\$ 606,850</u>
December 31, 2023				
	Beginning Balance 1/1/23	Contributions	Released from Restrictions/ Return of Funds	Ending Balance 12/31/23
Program restricted:				
COVID-19 Assistance	\$ 139,012	\$ -	\$ -	\$ 139,012
Hurricane Ida Recovery	190,057	300,000	(361,345)	128,712
Vaccine Education Outreach	2,497	3,000	-	5,497
Emergency Food & Shelter	287,810	250,000	(263,815)	273,995
Total	<u>\$ 619,376</u>	<u>\$ 553,000</u>	<u>\$ (625,160)</u>	<u>\$ 547,216</u>

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 8 - Commitments and Contingencies

- a. Government grants are subject to audit by the grantor and other oversight agencies. Management is of the opinion that any potential disallowances that may result from an audit will not be material and has not set aside a reserve for this. Any future disallowances will be recorded when they become known, and the amount is probable that it will be paid.
- b. During the year ended December 31, 2023, NYDIS was awarded a judgement in the amount of \$37,635 in connection with legal proceedings it had brought against an outside party. In connection with these proceedings, NYDIS had incurred \$57,141 and \$102,270 in legal fees for the years ended December 31, 2024 and 2023. NYDIS is anticipating that a portion of these legal fees will be reimbursed by the outside party in connection with the final legal settlement.

Note 9 - Retirement Plan

NYDIS has a 403(b)-retirement plan for all eligible employees. After one year of service, NYDIS provides a contribution of 3% of an employee's salary. In addition, NYDIS matches up to 2% of salary for voluntary contributions made by employees. Total contributions made by NYDIS were \$102,018 and \$49,628 for the years ended December 31, 2024 and 2023, respectively.

Note 10 - Availability and Liquidity

The following reflects NYDIS' financial assets at December 31, 2024, reduced by amounts that have donor-imposed or board-designated restrictions within one year of the statement of financial position date.

Cash and cash equivalents	\$	466,082	
Contract revenue receivable, net		19,023	
Government and contributions receivable		<u>415,374</u>	
Total financial assets	\$		900,479
Less amounts not available to be used within one year:			
Contributions restricted - purpose restrictions			<u>(606,850)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$		<u><u>293,629</u></u>

NY Disaster Interfaith Services, Inc.

Notes to Financial Statements

December 31, 2024

Note 11 - Management Action Plan to Alleviate Adverse Conditions

Under US GAAP all entities are required to evaluate whether they can continue as a going concern into the future. At December 31, 2024, NYDIS had negative net assets of \$232,203. NYDIS' management has identified several plans to address these issues:

- In July 2024, NYDIS secured a nine-year contract with the City of New York Department of Health and Mental Hygiene in the amount a \$30,375,000.
- Subsequent to year end, NYDIS was invited to submit a proposal for a new City human services contract amount of \$110,000,000.
- Subsequent to year end, NYDIS received pledges for multiple capital grants in excess of \$2,000,000 from various elected officials.

Note 12 - Subsequent Events

Subsequent events have been evaluated through August 27, 2025, the date the financial statements were available to be issued. All material events that have occurred that require adjustment to, or disclosure in the financial statements have been made.

In February 2025, NYDIS obtained a line of credit from a not-for-profit corporation for a maximum amount of \$1,500,000 to cover expenses. Interest is at a fixed rate of 2.50% per annum to be paid in quarterly installments and the full amount of the line of credit is due on December 31, 2025. As of the date of these financial statements, the full amount of the line of credit was drawn down.