PENNSYLVANIA HOME OF THE SPARROW

FINANCIAL STATEMENTS

Years Ended June 30, 2016 and 2015

Maillie®

Expertise Beyond The Numbers®

Certified Public Accountants and Business Consultants

PENNSYLVANIA HOME OF THE SPARROW
TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2016 AND 2015

PO Box 680, Oaks, PA 19456-0680 | 610.935.1420 | Fax: 610.935.1632
624 Willowbrook Lane, West Chester, PA 19382 | 610.696.4353 | Fax: 610.430.8811
Maillie LLP | www.maillie.com

Maillie®
Expertise Beyond The Numbers®

Independent Auditors' Report

To the Board of Directors
Pennsylvania Home of the Sparrow
Exton, Pennsylvania

We have audited the accompanying financial statements of the Pennsylvania Home of the Sparrow, which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities, 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.

Auditors' 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 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 auditors' 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 that 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 Pennsylvania Home of the Sparrow as of June 30, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Maillie LLP

West Chester, Pennsylvania
December 5, 2016

PENNSYLVANIA HOME OF THE SPARROW

STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2016 AND 2015

	2016	2015
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 438,662	$ 765,199
Certificate of deposit	252,735	-
Investments, current portion	1,237	1,288
Accounts receivable	65,027	123,870
Prepaid expenses	26,716	12,820
TOTAL CURRENT ASSETS	784,377	903,177
NONCURRENT ASSETS		
Investments, net of current portion	23,479	24,455
Property and equipment, net	498,316	416,059
TOTAL NONCURRENT ASSETS	521,795	440,514
TOTAL ASSETS	$ 1,306,172	$ 1,343,691
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 14,927	$ 15,111
NET ASSETS		
Unrestricted		
Board designated	37,174	33,000
Unreserved	770,753	783,564
Temporarily restricted	458,602	486,273
Permanently restricted	24,716	25,743
TOTAL NET ASSETS	1,291,245	1,328,580
TOTAL LIABILITIES AND NET ASSETS	$ 1,306,172	$ 1,343,691

See accompanying notes.

PENNSYLVANIA HOME OF THE SPARROW
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2016 AND 2015

	2016			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
REVENUES AND OTHER SUPPORT				
Contributions	$ 418,508	$ 286,250	$ -	$ 704,758
Grants	-	61,179	-	61,179
Special events, net of expense of $124,282 (2016) and $131,532 (2015)	325,150	-	-	325,150
Net investment income (loss)	3,614	-	(1,027)	2,587
Miscellaneous income	14,904	-	-	14,904
Cash transferred to permanently restricted endowment fund	-	-	-	-
Net assets released from restrictions	375,100	(375,100)	-	-
TOTAL REVENUES AND OTHER SUPPORT	1,137,276	(27,671)	(1,027)	1,108,578
EXPENSES				
Program services	947,163	-	-	947,163
Supporting services				
Management and general	57,199	-	-	57,199
Fund-raising	141,551	-	-	141,551
TOTAL EXPENSES	1,145,913	-	-	1,145,913
CHANGE IN NET ASSETS FROM OPERATIONS	(8,637)	(27,671)	(1,027)	(37,335)
NET ASSETS AT BEGINNING OF YEAR	816,564	486,273	25,743	1,328,580
NET ASSETS AT END OF YEAR	$ 807,927	$ 458,602	$ 24,716	$ 1,291,245

See accompanying notes.

2015			
Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
$ 226,300	$ 573,971	$ -	$ 800,271
-	72,616	-	72,616
270,661	-	-	270,661
760	-	(459)	301
9,877	-	-	9,877
(13,000)	-	13,000	-
386,351	(386,351)	-	-
880,949	260,236	12,541	1,153,726
842,664	-	-	842,664
45,331	-	-	45,331
84,930	-	-	84,930
972,925	-	-	972,925
(91,976)	260,236	12,541	180,801
908,540	226,037	13,202	1,147,779
$ 816,564	$ 486,273	$ 25,743	$ 1,328,580

PENNSYLVANIA HOME OF THE SPARROW

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED JUNE 30, 2016 AND 2015

	2016			
	Program Services (Housing)	Supporting Services: Management and General	Supporting Services: Fund-Raising	Totals
FUNCTIONAL EXPENSES				
Employee compensation				
Salaries	$ 510,805	$ 35,146	$ 103,059	$ 649,010
Employee benefits	26,840	527	3,293	30,660
Payroll taxes	46,948	2,657	8,905	58,510
TOTAL EMPLOYEE COMPENSATION	584,593	38,330	115,257	738,180
Advertising	7,219	548	1,371	9,138
Depreciation	22,440	-	-	22,440
Dues and subscriptions	2,273	117	294	2,684
Equipment rental	5,937	451	1,127	7,515
Fund-raising expenses	-	-	1,085	1,085
Insurance	1,627	124	309	2,060
Meeting expenses	1,251	2,343	-	3,594
Miscellaneous	8,408	422	809	9,639
Occupancy	180,195	3,074	7,686	190,955
Outside services	44,767	2,349	5,871	52,987
Printing and postage	3,618	263	657	4,538
Professional fees	6,439	489	1,222	8,150
Repairs and maintenance	18,265	513	356	19,134
Staff development	1,553	-	500	2,053
Supplies	34,627	7,396	3,414	45,437
Telephone	11,221	618	1,545	13,384
Travel	12,730	162	48	12,940
TOTAL FUNCTIONAL EXPENSES	$ 947,163	$ 57,199	$ 141,551	$ 1,145,913

See accompanying notes.

2015			
Program Services (Housing)	Supporting Services		
	Management and General	Fund-Raising	Totals
$ 464,790	$ 33,454	$ 46,165	$ 544,409
31,483	490	4,481	36,454
44,518	2,875	4,108	51,501
540,791	36,819	54,754	632,364
8,744	-	-	8,744
16,276	-	-	16,276
1,759	126	175	2,060
5,315	380	529	6,224
-	-	-	-
1,759	126	175	2,060
1,905	16	-	1,921
5,886	269	525	6,680
138,626	2,898	3,942	145,466
44,823	2,273	11,147	58,243
2,911	205	3,140	6,256
6,725	480	670	7,875
24,008	180	249	24,437
682	36	49	767
26,471	1,143	8,979	36,593
4,901	350	487	5,738
11,082	30	109	11,221
$ 842,664	$ 45,331	$ 84,930	$ 972,925

PENNSYLVANIA HOME OF THE SPARROW

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2016 AND 2015

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (37,335)	$ 180,801
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	22,440	16,276
Loss on permanently restricted investments	1,027	459
Donated securities sold	-	42,670
(Increase) decrease in		
Accounts receivable	58,843	(81,443)
Prepaid expenses	(13,896)	2,520
Increase (decrease) in accounts payable and accrued expenses	(184)	3,258
NET CASH PROVIDED BY OPERATING ACTIVITIES	30,895	164,541
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash transferred to permanently restricted endowment fund	-	(13,000)
Purchase of certificate of deposit	(252,735)	-
Purchase of property and equipment	(104,697)	(231,101)
NET CASH USED BY INVESTING ACTIVITIES	(357,432)	(244,101)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(326,537)	(79,560)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	765,199	844,759
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 438,662	$ 765,199

See accompanying notes.

NOTE A - NATURE OF ACTIVITIES

Pennsylvania Home of the Sparrow (the "Organization") is a not-for-profit corporation organized under the laws of the Commonwealth of Pennsylvania for the purpose of providing housing, supportive services and educational programs for homeless and low income women and their children. The Organization accepts clients from Chester, Delaware, Montgomery, Bucks and Philadelphia Counties in Pennsylvania. Until May 31, 2013, as part of the Organization's highly successful Transitional Housing Program, clients resided in agency-owned residences where they worked with Organization case managers to achieve their goal to become independent and self-sufficient.

Beginning June 1, 2013, the Organization changed its programming to better align with Chester County's Decade to Doorways, a ten-year plan to end homelessness. To that end, the Organization eliminated the Transitional Housing Program, changing it instead to a "bridge housing" approach, with clients living in their own apartments while receiving rental subsidies and intensive case management services in an effort to stabilize the families and their financial responsibilities. Rent subsidies are offered on a sliding scale basis and are gradually reduced as the family becomes more stable. Families may reside in this program for up to one year, after which they may be considered for the Organization's Supportive Housing Program.

The Supportive Housing Program was initiated in November 2008. In addition to Bridge Housing candidates, this program is also open to women who are in jeopardy of losing their housing and could be helped with a modest rent subsidy and supportive services, with a major emphasis on budgeting, for up to one year.

The implementation of this program has enabled the Organization to service more families and help them to achieve independence and self-sufficiency more quickly.

The Organization marked its 20th year of operation in 2014. A special campaign to raise $500,000 for the expansion of the Supportive Housing Program was undertaken by the Organization's Board of Directors. During the fiscal year ending June 30, 2016, the Organization surpassed that goal. This funding will allow the Organization to serve an additional 20 families in the Supportive Housing Program each year for the next five years, beginning July 1, 2015. These funds are temporarily restricted and will be released from restriction on a monthly basis, as the Organization accepts new families into the Supportive Housing Program.

The Organization continues to operate its Shared Housing Program, which matches low-income women in need of affordable housing with Chester County homeowners who have a room in their home that they are willing to rent at a reasonable rate. While this program is beneficial to women in a variety of situations, it has been particularly helpful to senior citizens who can no longer afford to live on their own. Additionally, many senior citizens in danger of losing their homes for financial reasons have opened their homes to women seeking housing. The Organization's Program Coordinator matches home seekers and home providers based on applications submitted by both parties. Each participant is subject to a Pennsylvania state police background check and a child abuse clearance, if applicable. This program has been operating from the Organization's administrative office since January 2007.

NOTE A - NATURE OF ACTIVITIES (Continued)

During July 2015, the Organization began a complete renovation project on a home in Coatesville, PA. The funding to purchase the home, as well as to cover partial cost of renovation, was provided by an individual donor. As of the date of this report, renovations are nearly complete. The facility is named The Catherine Twomey House, in memory of the donor's aunt, and will house 6 women ages 55 to 62 in the Organization's new Senior Bridge Housing program. The Organization will provide housing at an affordable rent, supportive services and connections to jobs and other services as these women work to stabilize their lives. The Organization expects to begin accepting participants into this home during October 2016.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

Under Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-225-45, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Temporarily Restricted Net Assets

Temporarily restricted net assets represent grants and contributions received with donor stipulation that limit the use of the donated asset. When a donor restriction is fulfilled, temporarily restricted net assets are transferred to unrestricted net assets.

Permanently Restricted Net Assets

Permanently restricted net assets consist of an endowment fund managed by the Chester County Community Foundation. Up to 5% of the investment value at year-end may be used to fund the ongoing future operations of the Organization.

Contributions and Grants

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Grant revenues are recognized when received or when spent, whichever occurs first. All donor/grantor-restricted contributions and grants are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily or permanently restricted net assets are reclassified to unrestricted net assets. Contributions are recorded at fair value, which is net of estimated uncollectible amounts.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services

The Organization enjoys a vibrant volunteer program. Its 17-member Board of Directors serve as a governing board, as well as the Organization's principal fund raisers. All board members serve on at least one of the Organization's standing committees, which include governance and nominating, finance and development. All board members contribute to the Organization's annual appeal.

In addition, community volunteers serve on special event committees, complete necessary maintenance and repairs on the Organization's residences, assist clients with childcare and transportation and perform clerical tasks in the administrative office.

As part of the Organization's volunteer program, local community members, service clubs, church groups and corporations, as well as Boy Scouts working toward their Eagle Awards and Girl Scouts working toward their Silver and Gold Awards, complete maintenance, repair and landscaping projects at the Organization's two residences. In many cases, these individuals and groups donate funds to offset the cost of these projects. Funds received from these sources are recorded as unrestricted contributions.

Accounting standards require that only volunteer services that (1) create or enforce long-lived assets or (2) require specialized skills provided by individuals possessing skills that would typically need to be purchased if not donated must be recorded. The value of these services does not meet these requirements.

Management estimates that approximately 8,500 and 7,500 hours have been contributed in 2016 and 2015, respectively.

Property and Equipment

Property and equipment are stated at cost. Donations of property and equipment are recorded as support at their estimated fair value at the time of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Property and equipment are depreciated using the straight-line method over their estimated useful lives as follows:

	Years
Buildings and building improvements	30-39
Equipment and fixtures	3-7

The Organization follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of $500.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

The costs of providing the program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated between the program and supporting services. Housing and education program costs include utilities, supplies, rent expenses and education expenses to provide a support network and family services. Fund-raising expenses are costs related to campaigns, development and other fund-raising efforts. Management and general expenses are costs directly related to the overall operation of the Organization, which are not associated with program or fund-raising services. Certain management and general expenses, such as payroll, employee benefits and payroll taxes, are allocated to program and fund-raising based on the employees' use of their time.

Reclassifications

Certain comparative balances for the year ended June 30, 2015, have been reclassified to make them consistent with the current year presentation. The reclassifications had no effect on the change in net assets for the year ended June 30, 2015.

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.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers cash in operating bank accounts, cash on hand and all highly liquid securities purchased with an original maturity of three months or less to be cash and cash equivalents.

Investments

Investments in marketable securities with readily determinable fair values (Level 1 input) are carried at fair value in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Income Taxes and Uncertain Tax Positions

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 not classified as a private foundation.

The Organization takes the position that it has no net income derived from unrelated business activities and believes it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to the financial statements.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising Costs

The Organization expenses advertising costs as they are incurred. Total advertising costs for the years ended June 30, 2016 and 2015, were $9,138 and $8,744, respectively.

Date of Management's Review

Management has evaluated subsequent events through December 5, 2016, the date which the financial statements were available to be issued.

NOTE C - CERTIFICATE OF DEPOSIT

Certificates of deposit are valued at cost, which approximates fair value. At June 30, 2016, maturity of the certificate of deposit is September 29, 2017. At June 30, 2016, the value was $252,735.

NOTE D - INVESTMENTS

FASB ASC 820-10 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels.

Level 1 inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access. *Level 2* inputs are other than quoted prices that are observable for the asset or liability, either directly or indirectly through market corroboration, for substantially the full term of the financial instrument. *Level 3* inputs are unobservable inputs based on the assumptions used to measure assets and liabilities at fair value. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Assets of the Organization for which fair values are determined on a recurring basis are summarized as follows:

	2016	2015
Beneficial interest in perpetual trust (Level 3)	$ 24,716	$ 25,743

NOTE D - INVESTMENTS (Continued)

Investment income consists of the following:

	2016	2015
UNRESTRICTED		
Interest and dividends	$ 4,045	$ 1,205
Realized gain (loss) on sale of investments	(431)	(138)
	$ 3,614	$ 1,067
PERMANENTLY RESTRICTED		
Interest and dividends	$ 599	$ 521
Unrealized gain (loss) on investments	(2,151)	(1,367)
Realized gain on sale of investments	902	606
Management fees	(377)	(219)
	$ (1,027)	$ (459)

The Organization received donated securities in the amount of $116,582 and $69,110 for the years ended June 30, 2016 and 2015, respectively. The securities were recorded at fair market value based on Level 1 quoted market prices. Subsequently, and in accordance with board policy, all investments held by the Organization were sold. There are no Level 2 assets included in the total investment assets at June 30, 2016 or 2015.

The beneficial interest in perpetual trust is valued at the fair value of the assets in the trust at year-end.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different value measurement at the reporting date.

NOTE D - INVESTMENTS (Continued)

Beneficial Interest in Perpetual Trust

The beneficial interest in perpetual trust consists of the Organization's investment in a permanent designated fund managed by the Chester County Community Foundation (the "Foundation"). The Foundation has sole discretion over the ability to retain, invest and reinvest the funds and the power to commingle the endowed assets with those of other funds for investment purposes. At the end of each fiscal year, 5% of the trust's value can be distributed and used for the purpose of supporting the nonprofit operating, program and capital needs of the Organization. The distributable amount of trust assets at June 30, 2016, is $1,237. The Organization makes appropriations from the trust up to the distributable amount as deemed necessary. The Organization considers the market rate of return and the amount of available funds in the trust when determining its annual spending. No appropriations have been made as of June 30, 2016.

Changes in the beneficial interest in perpetual trust as of June 30, 2016, are as follows:

BALANCE AT BEGINNING OF YEAR	$ 25,743
Investment loss	(1,027)
BALANCE AT END OF YEAR	$ 24,716

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment are as follows:

	2016	2015
Land	$ 30,000	$ 30,000
Buildings and building improvements	658,822	559,806
Equipment and fixtures	106,146	100,465
	794,968	690,271
Accumulated depreciation	(296,652)	(274,212)
	$ 498,316	$ 416,059

NOTE E - PROPERTY AND EQUIPMENT (Continued)

A summary of property and equipment by location is as follows:

	2016			2015		
	Cost	Accumulated Depreciation	Net	Cost	Accumulated Depreciation	Net
REAL ESTATE						
West Chester, Pennsylvania						
Land	$ 15,000	$ -	$ 15,000	$ 15,000	$ -	$ 15,000
Building	271,579	(173,819)	97,760	271,579	(164,915)	106,664
Building improvements	81,346	(19,034)	62,312	74,227	(17,033)	57,194
Coatesville, Pennsylvania						
Land	15,000	-	15,000	15,000	-	15,000
Building	210,000	(5,834)	204,166	210,000	(449)	209,551
Building improvements	95,897	(1,385)	94,512	4,000	(4)	3,996
TOTAL REAL ESTATE	688,822	(200,072)	488,750	589,806	(182,401)	407,405
EQUIPMENT AND FIXTURES	106,146	(96,580)	9,566	100,465	(91,811)	8,654
	$ 794,968	$ (296,652)	$ 498,316	$ 690,271	$ (274,212)	$ 416,059

NOTE F - LINE OF CREDIT

In December 2002, the Organization received a $65,000 line of credit from a bank with interest at the bank's prime rate plus 1/2% (3.75% at June 30, 2016 and 2015). The line of credit is collateralized by real estate owned by the Organization and expired December 5, 2015. No borrowings occurred in the years ended June 30, 2016 and 2015. In May 2016, the Organization received a $100,000 line of credit from a bank with a variable interest rate equal to the Wall Street Journal's prime rate (3.5% at June 30, 2016). The line of credit is collateralized by real estate owned by the Organization and expires May 1, 2019. No borrowings occurred in the year ended June 30, 2016 and there were no balances on the lines of credit at June 30, 2016 or 2015.

NOTE G - LEASE COMMITMENTS

Operating Leases

The Organization signed a noncancelable operating lease agreement renewal effective January 1, 2013, for a term of five years. Required monthly payments under the renewal are $2,500 effective January 1, 2013, $2,600 effective January 1, 2015, $2,750 effective January 1, 2016, and $2,900 effective January 1, 2017.

NOTE G - LEASE COMMITMENTS (Continued)

The Organization signed an operating lease agreement effective May 1, 2015, for a term of two years. Required monthly payments under the lease are $2,300.

In July 2013, the Organization entered into a 36-month operating lease for a new photocopier. The lease requires monthly payments of $265 per month.

Rent expense for 2016 and 2015 for all operating leases was $66,850 and $39,450, respectively.

Future minimum rental payments under operating leases are as follows:

Year Ending June 30,	
2017	$ 54,865
2018	17,400
	$ 72,265

NOTE H - CONCENTRATIONS OF CREDIT RISK

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Organization's deposits may not be returned to it. Deposits in each bank are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of $250,000. The Organization's money market account is covered under the Securities Investor Protection Corporation (SIPC) in the amount of $250,000.

As of June 30, 2016, all of the Organization's bank balance of $450,867 was insured by FDIC/SIPC.

NOTE I - BOARD-DESIGNATED NET ASSETS

The Board of Directors approved the designation of the following amount at June 30, 2016:

Board designated for Homeless Prevention Programs	$ 37,174

NOTE J - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets represent assets whose use by the Organization is subject to grantor- or donor-imposed restrictions that can be fulfilled through the actions of the Organization or by the passage of time. Temporarily restricted net assets at June 30, 2016 and 2015, consist of grants and donations received but not yet spent for their intended purpose as follows:

	2016	2015
20th anniversary fund	$ 448,802	$ 471,973
Strategic plan	9,800	14,300
	$ 458,602	$ 486,273