

**HOUSING OPPORTUNITIES AND MAINTENANCE
FOR THE ELDERLY, INC.**

FINANCIAL STATEMENTS

YEARS ENDED SEPTEMBER 30, 2015 AND 2014



CliftonLarsonAllen

**HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
TABLE OF CONTENTS
YEARS ENDED SEPTEMBER 30, 2015 AND 2014**

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	3
STATEMENTS OF ACTIVITIES	4
STATEMENTS OF FUNCTIONAL EXPENSES	5
STATEMENTS OF CASH FLOWS	6
NOTES TO FINANCIAL STATEMENTS	7

INDEPENDENT AUDITORS' REPORT

Board of Directors
Housing Opportunities and Maintenance for the Elderly, Inc.
Chicago, Illinois

We have audited the accompanying financial statements of Housing Opportunities and Maintenance for the Elderly, Inc. (the Organization), which comprise the statements of financial position as of September 30, 2015 and 2014, 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.

Board of Directors
Housing Opportunities and Maintenance for the Elderly, Inc.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2015 and 2014, 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Oak Brook, Illinois
January 19, 2016

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2015 AND 2014

	2015	2014
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 390,160	\$ 199,069
Certificates of Deposit	113,443	113,395
Accounts Receivable	160,460	140,048
Prepaid Expenses	18,362	27,568
Total Current Assets	682,425	480,080
PROPERTY AND EQUIPMENT (NET)	3,307,477	3,137,273
OTHER ASSETS		
Escrow Accounts	23,429	51,581
Security Deposits	2,500	2,500
Loan Fees, Net	9,740	10,054
Total Other Assets	35,669	64,135
Total Assets	\$ 4,025,571	\$ 3,681,488
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 27,228	\$ 35,726
Current Portion of Long-Term Debt	8,250	8,250
Accrued Expenses	61,576	59,744
Deferred Revenue - Grants	3,200	3,200
Total Current Liabilities	100,254	106,920
LONG-TERM LIABILITIES		
Deferred Revenue - Grants, Long-Term	9,600	12,800
Notes Payable, Net of Current Portion	2,767,041	2,775,291
Total Long-Term Liabilities	2,776,641	2,788,091
Total Liabilities	2,876,895	2,895,011
NET ASSETS		
Unrestricted		
Board-Designated Building Reserve	288,903	273,867
Board-Designated Special Projects Reserve	223,754	-
Unrestricted, Undesignated	577,569	466,853
Total Unrestricted	1,090,226	740,720
Temporarily Restricted	58,450	45,757
Total Net Assets	1,148,676	786,477
Total Liabilities and Net Assets	\$ 4,025,571	\$ 3,681,488

See Accompanying Notes to Financial Statements.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED SEPTEMBER 30, 2015 AND 2014

	2015			2014		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
REVENUES AND OTHER SUPPORT						
Contributions	\$ 326,292	\$ 48,938	\$ 375,230	\$ 331,471	\$ -	\$ 331,471
Grants	252,500	105,000	357,500	375,010	75,250	450,260
Bequests	238,281	-	238,281	53,695	-	53,695
In-Kind Contributions	296,660	-	296,660	-	-	-
Rent from Housing Facilities and Rental Subsidies	617,544	-	617,544	477,834	-	477,834
Government Contracts	94,436	-	94,436	50,936	-	50,936
Investment Income, including Loss from Joint Venture	(22,289)	-	(22,289)	(14,827)	-	(14,827)
Special Event, Net of Costs of \$31,409 and \$16,824 in 2015 and 2014, Respectively	54,270	-	54,270	39,099	-	39,099
Other Income	62,756	-	62,756	67,475	-	67,475
Net Assets Released from Restrictions	141,245	(141,245)	-	37,693	(37,693)	-
Total Revenues and Other Support	<u>2,061,695</u>	<u>12,693</u>	<u>2,074,388</u>	<u>1,418,386</u>	<u>37,557</u>	<u>1,455,943</u>
EXPENSES						
Program Services	1,429,805	-	1,429,805	1,240,034	-	1,240,034
Management and General	140,198	-	140,198	127,326	-	127,326
Fundraising Expenses	142,186	-	142,186	171,442	-	171,442
Total Expenses	<u>1,712,189</u>	<u>-</u>	<u>1,712,189</u>	<u>1,538,802</u>	<u>-</u>	<u>1,538,802</u>
CHANGE IN NET ASSETS	349,506	12,693	362,199	(120,416)	37,557	(82,859)
Net Assets - Beginning of Year	<u>740,720</u>	<u>45,757</u>	<u>786,477</u>	<u>861,136</u>	<u>8,200</u>	<u>869,336</u>
NET ASSETS - END OF YEAR	<u>\$ 1,090,226</u>	<u>\$ 58,450</u>	<u>\$ 1,148,676</u>	<u>\$ 740,720</u>	<u>\$ 45,757</u>	<u>\$ 786,477</u>

See Accompanying Notes to Financial Statements.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED SEPTEMBER 30, 2015 AND 2014

	2015				2014			
	Program Services	Management and General	Fundraising Expenses	Total	Program Services	Management and General	Fundraising Expenses	Total
Employment Costs (Excluding Housing Facilities):								
Salaries	\$ 286,396	\$ 74,953	\$ 90,665	\$ 452,014	\$ 272,884	\$ 73,980	\$ 97,044	\$ 443,908
Payroll Taxes	21,419	5,396	6,779	33,594	20,153	5,694	6,661	32,508
Other Benefits	8,365	535	3,730	12,630	7,310	561	4,301	12,172
Other	6,628	1,176	668	8,472	2,112	417	3,258	5,787
Salaries, Maintenance and Programs at Housing Facilities	748,233	-	-	748,233	606,097	-	-	606,097
Program Supplies	87,033	-	-	87,033	75,285	-	-	75,285
Depreciation Expense	140,322	-	-	140,322	144,122	-	-	144,122
Telephone	10,194	1,955	1,695	13,844	8,463	1,783	1,465	11,711
Maintenance	5,207	1,058	1,220	7,485	4,779	1,284	1,308	7,371
General and Administrative	13,984	12,378	9,643	36,005	7,844	10,734	15,755	34,333
Outside Services	715	31,243	184	32,142	658	20,578	2,194	23,430
Fundraising and Promotion	-	-	14,541	14,541	-	-	25,657	25,657
Transportation	39,519	209	271	39,999	36,750	172	345	37,267
Rent	20,735	4,124	4,784	29,643	18,543	4,610	5,000	28,153
Insurance	27,150	6,266	6,962	40,378	29,655	6,863	7,749	44,267
Utilities	4,456	905	1,044	6,405	2,611	650	705	3,966
Bad Debt Expense	9,449	-	-	9,449	2,768	-	-	2,768
	<u>\$ 1,429,805</u>	<u>\$ 140,198</u>	<u>\$ 142,186</u>	<u>\$ 1,712,189</u>	<u>\$ 1,240,034</u>	<u>\$ 127,326</u>	<u>\$ 171,442</u>	<u>\$ 1,538,802</u>

See Accompanying Notes to Financial Statements.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2015 AND 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 362,199	\$ (82,859)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	140,322	144,122
Amortization of Loan Fees	314	314
Donated Assets	(261,088)	-
Provision for Bad Debts	9,449	2,768
(Gain) Loss on Sale of Fixed Assets	7,188	(8,506)
Loss on investments	(22,289)	(14,827)
Reinvested Interest	(48)	-
(Increase) Decrease in:		
Accounts Receivable	(29,861)	(110,396)
Prepaid Expenses	9,206	(6,203)
Escrow Accounts	28,152	(11,549)
Increase (Decrease) in:		
Accounts Payable	(8,498)	(1,159)
Accrued Expenses	24,121	50,332
Deferred Revenue	(3,200)	(3,200)
Net Cash Provided (Used) by Operating Activities	255,967	(41,163)
CASH FLOWS FROM INVESTING ACTIVITIES		
Redemption of Certificates of Deposit	-	151,657
Purchase of Property and Equipment	(56,626)	(32,902)
Proceeds on Sale of Property and Equipment	-	8,506
Net Cash Provided (Used) by Investing Activities	(56,626)	127,261
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal Payments on Long-Term Debt	(8,250)	(8,250)
NET INCREASE IN CASH AND CASH EQUIVALENTS	191,091	77,848
Cash and Cash Equivalents - Beginning of Year	199,069	121,221
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 390,160	\$ 199,069
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest Paid	\$ -	\$ 6

See Accompanying Notes to Financial Statements.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Housing Opportunities and Maintenance for the Elderly, Inc. (the Organization) is a nonprofit organization that provides housing and housing support services for low-income elderly in the city of Chicago. The Organization owns and operates three intergenerational apartment buildings, operates an upkeep and repair program for low-income homeowners, and provides a handicapped accessible shopping bus that serves senior citizens citywide.

Presentation of Financial Statements

Net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted – Net assets that are not subject to donor-imposed stipulations. Unrestricted net assets include net assets subject to designations that may be imposed or removed at the discretion of the Organization's board of directors (board).

Temporarily restricted – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or by the passage of time.

Permanently restricted – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donor of these assets permits the use of all or part of the income earned on any related investments for general or specific purposes. At September 30, 2015 and 2014, the Organization had no permanently restricted net assets.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization considers all short-term investments with an initial maturity of less than three months to be cash equivalents. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At times, cash in the bank may exceed FDIC insurable limits.

Certificates of Deposit

Certificates of Deposit consist of certificates with an initial maturity of more than three months and are recorded at cost, which approximates fair value.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense based on its assessment of the current status of individual receivables from rents, contracts, and others. There was an allowance of \$1,055 as of September 30, 2015 and 2014.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions are recognized when the donor makes a gift to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Property, Equipment, and Depreciation

The Organization capitalizes all expenditures for property and equipment costing \$1,000 or more that have an estimated useful life of more than one year. All property and equipment are recorded at cost. Depreciation is calculated using the straight-line method over the estimated useful lives of the individual assets as follows:

Equipment and Vehicles	3 - 7 Years
Furniture and Fixtures	3 - 10 Years
Buildings and Improvements	10 - 40 Years

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or the fair value less costs to sell.

Loan Fees

Loan fees are amortized over the term of the mortgage loan using the straight-line method. Accumulated amortization at September 30, 2015 and 2014 was \$2,198 and \$1,884, respectively.

Donated Services, Materials, and Supplies

Donated services are recognized as contributions if the services: (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs, campaign solicitations, and various committee assignments that are not recognized as contributions in the financial statements since the recognition criteria were not met.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services, Materials, and Supplies (Continued)

Donated materials and supplies are recorded at fair market value. For the fiscal year ended September 30, 2015, the Organization received approximately \$261,000 of materials and installation of heating and cooling systems and upgraded common area lighting in their low-income housing. No in-kind donations were received for the fiscal year ended September 30, 2014.

Functional Expense Allocation

Functional expenses have been allocated between program services, management and general, and fundraising based on an analysis of personnel time and space utilized for the related activities.

Investment in PrimeLife Home Improvement Project

During 2013, the Organization invested in PrimeLife Home Improvement (PLHI), a 501(c)(3) exempt entity established by three members to provide improvements, maintenance, and repairs to residential homes for older adults and 501(c)(3) exempt institutional organizations. PLHI surplus revenue and losses are determined in accordance with accounting principles generally accepted in the United States of America for nonprofit organizations using the accrual method of accounting. The Organization invested a total of \$50,000 to earn a one-third interest in the net assets of PLHI. In July 2015, PLHI discontinued operations due to consistent losses. As PLHI has negative net assets as of September 30, 2015, the Organization's investment is valued at \$-0- and a related obligation of \$21,150 is recorded to cover the Organization's share of the current loss of PLHI. The Organization is responsible for a portion of any remaining losses.

Board-Designated Unrestricted Net Assets

The board has designated a portion of unrestricted net assets in 2015 and 2014 as a Special Projects Reserve designed to cover costs of special projects that could not be financed from normal sources of revenue and as a Building Reserve designated for improving and replacing capital equipment and other facilities improvements. These designations are at the board's discretion and all or any part of these designations may be re-designated for the general purpose of the Organization.

Income Tax Status

The Organization is a nonprofit organization exempt from paying corporate federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC). It has been classified as an organization that is not a private foundation under the IRC and charitable contributions by donors are tax deductible.

The Organization has evaluated its tax positions and determined it has no uncertain tax positions at September 30, 2015.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications have been made to the September 30, 2014 financial statements in order to present them in conformity with the September 30, 2015 financial statements. These reclassifications had no effect on net assets as previously reported.

NOTE 2 PROPERTY AND EQUIPMENT

Property and equipment as of September 30, 2015 and 2014 consisted of the following:

	2015	2014
Land	\$ 676,828	\$ 676,828
Buildings and Improvements	4,984,071	4,984,071
Furniture and Fixtures	373,805	373,805
Equipment and Automobiles	658,993	458,155
	<u>6,693,697</u>	<u>6,492,859</u>
Less: Accumulated Depreciation	<u>(3,386,220)</u>	<u>(3,355,586)</u>
Total Property and Equipment	<u>\$ 3,307,477</u>	<u>\$ 3,137,273</u>

NOTE 3 ESCROW ACCOUNTS

Escrow accounts at September 30, 2015 and 2014 consist of the following:

	2015	2014
Resources for Repair and Maintenance	\$ 13,185	\$ 14,691
Insurance Escrow	6,104	32,750
Real Estate Tax Escrow	4,140	4,140
	<u>\$ 23,429</u>	<u>\$ 51,581</u>

The Organization makes monthly deposits into the insurance and repairs and maintenance escrow accounts.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 4 DEFERRED REVENUE

During 2006, the Organization received a grant for \$48,000 for the construction and rehabilitation of Blackhawk Manor for the Affordable Housing Program (AHP). The Organization's liability is reduced annually over a period of 15 years based on a pro rata share of the grant provided that no defaults occur under the grant agreement. Should a default occur under the agreement, the Organization is liable for the remaining portion of the grant.

Deferred revenue consisted of \$12,800 and \$16,000 from AHP at September 30, 2015 and 2014, respectively.

NOTE 5 NOTES PAYABLE

Notes payable as of September 30, 2015 and 2014 consisted of the following:

<u>Description</u>	<u>2015</u>	<u>2014</u>
Interest-free note payable to the city of Chicago single payment, maturing on May 12, 2033, collateralized by a first mortgage on the related building and land.	\$ 2,518,854	\$ 2,518,854
Interest-free note payable to the Illinois Housing Development Authority, due in monthly payments of \$688, maturing in September of 2046, secured by the related land and buildings.	256,437	264,687
	<u>2,775,291</u>	<u>2,783,541</u>
Less: Current Portion	(8,250)	(8,250)
Total	<u>\$ 2,767,041</u>	<u>\$ 2,775,291</u>

Future scheduled maturities of long-term debt are as follows:

<u>Years Ending September 30,</u>	<u>Amount</u>
2016	\$ 8,250
2017	8,250
2018	8,250
2019	8,250
2020	8,250
Thereafter	2,734,041
Total	<u>\$ 2,775,291</u>

Interest expense was \$-0- and \$6 at September 30, 2015 and 2014, respectively.

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 6 UNRESTRICTED NET ASSETS

Unrestricted net assets consisted of the following at September 30, 2015:

	Beginning Balance	Increases/ (Decreases)	Uses of Board- Designated Funds	Transfers In (Out)	Ending Balance
Unrestricted, Undesignated	\$ 466,853	\$ 125,752	\$ -	\$ (15,036)	\$ 577,569
Board-Designated Building Reserve	273,867	-	-	15,036	288,903
Board-Designated Special Projects Reserve	-	243,754	(20,000)	-	223,754
Total Unrestricted Net Assets	\$ 740,720	\$ 369,506	\$ (20,000)	\$ -	\$ 1,090,226

The board designated the use of \$20,000 from the board-designated special projects reserve to make a contribution to PLHI.

Unrestricted net assets consisted of the following at September 30, 2014.

	Beginning Balance	Increases/ (Decreases)	Uses of Board- Designated Funds	Transfers In (Out)	Ending Balance
Unrestricted, Undesignated	\$ 499,061	\$ (109,617)	\$ -	\$ 77,409	\$ 466,853
Board-Designated Building Reserve	299,726	-	(10,799)	(15,060)	273,867
Board-Designated Special Projects Reserve	62,349	-	-	(62,349)	-
Total Unrestricted Net Assets	\$ 861,136	\$ (109,617)	\$ (10,799)	\$ -	\$ 740,720

The board designated the use of \$10,799 from the board-designated building reserve. The Organization used \$77,409 from the board-designated special projects reserve and building reserve for operating expenses as of September 30, 2014.

NOTE 7 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at September 30, 2015 and 2014:

	2015	2014
Field Foundation grant for Moving Coordinator	\$ -	\$ 10,002
RRF Grant for Moving Program	58,450	35,755
Total	\$ 58,450	\$ 45,757

HOUSING OPPORTUNITIES AND MAINTENANCE FOR THE ELDERLY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 AND 2014

NOTE 8 OPERATING LEASE COMMITMENT

The Organization was committed under a lease agreement for office space through July 2015. The Organization signed a lease extension for office space through July 2018. The lease provides for a base monthly rental, plus a percentage of the property taxes based on the Organization's proportionate share of the lease space. Rent expense was \$32,194 and \$31,248, respectively, for the years ended September 30, 2015 and 2014.

Future minimum payments on the lease are as follows:

<u>Years Ending September 30:</u>	<u>Amount</u>
2016	\$ 34,952
2017	36,001
2018	30,747
Total	<u>\$ 101,700</u>

NOTE 9 RETIREMENT PLAN

The Organization has a contributory, defined contribution retirement plan covering full-time employees who have met certain requirements as to length of service and age. Annual contributions to the plan are made at the discretion of the board. Total retirement plan expense for the years ended September 30, 2015 and 2014 was \$1,350 and \$1,250, respectively.

NOTE 10 RELATED PARTY TRANSACTIONS

At September 30, 2015 and 2014, the Organization received \$24,576 and \$8,860, respectively, in individual contributions from its board members.

NOTE 11 SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 19, 2016, the date the financial statements were available to be issued.

Subsequent to September 30, 2015, the Organization received a bequest in the amount of approximately \$1,300,000. This will be included in fiscal year 2016 revenue.