

THE LONG COMMUNITY

Statements of Financial Position

March 31, 2017 and December 31, 2016

Assets	March 31, 2017	December 31, 2016
Cash and cash equivalents	\$ 254,329	262,152
Investments	9,223,431	8,845,919
Accounts receivable, net	30,444	36,503
Prepaid expenses	150,661	133,560
Property and equipment (net of accumulated depreciation of \$5,178,086 and \$4,905,328)	39,360,155	39,619,270
Assets under capital lease (net of accumulated depreciation of \$32,740 and \$30,335)	10,423	12,829
Assets held in trust by others	801,399	787,774
Total assets	<u>\$ 49,830,843</u>	<u>49,698,007</u>

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Statements of Financial Position

March 31, 2017 and December 31, 2016

Liabilities and Net Assets	March 31, 2017	December 31, 2016
Accounts payable	\$ 165,119	112,282
Accrued expenses	386,345	423,913
Resident deposits	15,800	17,200
Due to affiliated entities	13,795,173	13,433,590
Annuities payable	73,147	73,147
Obligations under capital lease	10,755	13,194
Long-term debt	<u>30,367,539</u>	<u>30,880,228</u>
Total liabilities	<u>44,813,877</u>	<u>44,953,554</u>
Net assets:		
Unrestricted	4,205,087	3,949,456
Temporarily restricted	10,480	7,223
Permanently restricted	<u>801,399</u>	<u>787,774</u>
Total net assets	<u>5,016,966</u>	<u>4,744,453</u>
Total liabilities and net assets	<u>\$ 49,830,843</u>	<u>49,698,007</u>

See accompanying notes to financial statements.

THE LONG COMMUNITY

Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2017 and year ended December 31, 2016

	March 31, 2017	December 31, 2016
Operating revenues, gains, and other support:		
Resident services	\$ 1,263,793	4,936,761
Interest and dividend income	48,475	339,336
Realized gain on investments	–	136,011
Contributions, gifts and bequests	60,524	82,608
Net assets released from restrictions	832	17,055
Total operating revenues, gains, and other support	1,373,624	5,511,771
Expenses:		
Nursing services	175,885	654,884
Recreation and special services	24,893	114,532
Pharmacy	2,214	11,190
Physician services	2,250	9,000
Food services	150,558	603,081
Building operations and maintenance	275,040	1,141,330
Housekeeping	14,789	63,455
Laundry and linen	–	412
General and administrative	473,057	874,250
Employee benefits	52,100	191,093
Interest	270,239	1,103,629
Depreciation	24,779	1,103,165
Fundraising and investment fee	3,501	47,022
Total expenses	1,469,317	5,917,072
Loss from continuing operations	(95,693)	(405,301)
Other changes:		
Unrealized gain on investments	351,323	85,073
Total other changes	351,323	85,073
Increase (decrease) in unrestricted net assets	255,630	(320,228)

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Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2017 and year ended December 31, 2016

	March 31, 2017	December 31, 2016
Temporarily restricted net assets:		
Contributions, gifts and bequests	4,090	20,963
Interest and dividend income	–	–
Unrealized gain on investments	–	–
Net assets released from restrictions	(832)	(17,055)
Change in temporarily restricted net assets	3,258	3,908
Permanently restricted net assets:		
Change in fair value of assets held in trust by others	13,625	(25,427)
Change in permanently restricted net assets	13,625	(25,427)
Change in net assets	272,513	(341,747)
Net assets, beginning of year	4,744,453	5,086,200
Net assets, end of year	\$ 5,016,966	4,744,453

See accompanying notes to consolidated financial statements.

THE LONG COMMUNITY

Statements of Cash Flows

Quarter ended March 31, 2017 and year ended December 31, 2016

	March 31, 2017	December 31, 2016
Cash flows from operating activities:		
Change in net assets	\$ 272,513	(341,747)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	24,779	1,103,165
Provision for bad debt	662	1,506
Proceeds from entrance fees and deposits	(1,400)	1,200
Unrealized gain on investments	(364,948)	(59,646)
Realized gain on investments	—	(136,011)
Change in assets and liabilities:		
Accounts receivable	5,397	22,977
Other assets	(17,101)	(2,729)
Accounts payable	52,837	(45,486)
Accrued expenses and deferred revenue other	(37,568)	4,638
Net cash provided by operating activities	(64,830)	547,868
Cash flows used in investing activities:		
Acquisition of property and equipment	236,742	(85,728)
Net proceeds from purchases of investments	(26,189)	(247,428)
Net cash used in investing activities	210,553	(333,156)
Cash flows for financing activities:		
Principal payments on long-term debt	(512,689)	(1,423,428)
Repayments on captial lease obligations	(2,439)	(10,547)
Due from affiliated entity	361,583	1,231,152
Change in annuities payable	—	(3,671)
Net cash used in financing activities	(153,545)	(206,495)
Net (decrease) increase in cash and cash equivalents	(7,823)	8,217
Cash and cash equivalents, beginning of year	262,152	253,935
Cash and cash equivalents, end of year	\$ 254,329	262,152

See accompanying notes to financial statements.