

**BLACK VETERANS FOR  
SOCIAL JUSTICE, INC**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2010  
(With report of Independent Auditor)**

**Audited Financial Statements**

**BLACK VETERANS FOR SOCIAL JUSTICE, INC**

**As of December 31, 2010**

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Schedule of Federal Awards

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Schedule of Question Cost



**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Black Veterans For Social Justice, Inc  
Brooklyn, N.Y

I have audited the accompanying statement of financial position of Black Veterans For Social Justice, Inc as of December 31, 2010 and the related statements of activities and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audit contained in **Government Auditing Standards**, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, I express no such opinion.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Black Veterans For Social Justice, Inc as of December 31, 2010 and the results of its operations and its cash flows for the year ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with **Government Auditing Standards**, I have also issued reports dated August 5, 2011 on my consideration of the organization's internal control and my test of its compliance with certain provisions of laws, regulations, contracts and grants. These reports are an integral part of the audit performed in accordance with **Government Auditing Standards** and should be read in conjunction with this report in considering the results of my audit.

Brooklyn, N.Y  
August 5, 2011

# BLACK VETERANS FOR SOCIAL JUSTICE, INC

## STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2010

(With Comparative Totals for 2009)

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 958,095	\$ 1,156,310
Tenants and other related receivable- Note 4	497,900	876,136
Grants receivable- Note 5	510,307	432,152
Due from affiliates- Note 7	1,639,556	1,628,935
Prepaid expenses	47,384	-
	<hr/>	<hr/>
<b>Total current assets</b>	3,653,242	4,093,533
Investment in affiliates- Note 10	56	56
Fixed assets - net- Notes 2 and 3	1,482,842	1,579,459
Utility deposits	5,871	5,871
	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<u>\$ 5,142,011</u>	<u>\$ 5,678,919</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities</b>		
Accrued expenses payable	\$ 321,535	\$ 564,036
Advances payable- Note 6	816,905	854,231
Due to NYCDHMH-Note 9	78,460	123,451
	<hr/>	<hr/>
<b>Total Current Liabilities</b>	1,216,900	1,541,718
Rent security payable	90,110	90,110
	<hr/>	<hr/>
<b>Total Liabilities</b>	1,307,010	1,631,828
<b>NET ASSETS</b>		
Unrestricted	1,567,784	1,779,874
Temporarily restricted- Note 8	2,267,217	2,267,217
	<hr/>	<hr/>
<b>Total Net Assets</b>	3,835,001	4,047,091
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<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 5,142,011</u>	<u>\$ 5,678,919</u>

See notes to financial statements.

**BLACK VETERANS FOR SOCIAL JUSTICE, INC**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**(With Comparative Totals for 2009)**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2010 Totals</u>	<u>2009 Totals</u>
<b>SUPPORT AND REVENUES</b>				
Government grants	\$ -	\$ 6,174,824	\$ 6,174,824	\$ 6,633,939
Contributions and other grants	30,944		30,944	280,923
Rental income	804,865		804,865	792,418
Program income	119,774		119,774	100,542
Developer's fee and other related fees	498,325		498,325	518,379
Interest income	190		190	275
Other income	14,567		14,567	37,210
<b>Total Support and Revenues</b>	<u>1,468,665</u>	<u>6,174,824</u>	<u>7,643,489</u>	<u>8,363,686</u>
<b>Net assets released from restrictions</b>	<u>6,174,824</u>	<u>(6,174,824)</u>		
<b>TOTAL SUPPORT AND REVENUES</b>	<u>7,643,489</u>	<u>-</u>	<u>7,643,489</u>	<u>8,363,686</u>
<b>EXPENSES</b>				
Program services	7,119,995		7,119,995	7,998,462
Management and general	735,584		735,584	820,330
<b>TOTAL EXPENSES</b>	<u>7,855,579</u>	<u>-</u>	<u>7,855,579</u>	<u>8,818,792</u>
<b>CHANGES IN NET ASSETS</b>	<u>(212,090)</u>	<u>-</u>	<u>(212,090)</u>	<u>(455,106)</u>
<b>Net assets at beginning of year-as restated</b>	<u>1,779,874</u>	<u>2,267,217</u>	<u>4,047,091</u>	<u>4,502,197</u>
<b>Net assets at end of the year</b>	<u>\$ 1,567,784</u>	<u>\$ 2,267,217</u>	<u>\$ 3,835,001</u>	<u>\$ 4,047,091</u>

See notes to financial statements.

**BLACK VETERANS FOR SOCIAL JUSTICE, INC****STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED SEPTEMBER 30, 2010**  
**(With Comparative Totals for 2009)**

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ (212,090)	\$ (455,106)
<b>Adjustments to reconcile changes in net assets to net cash used in operating activities:</b>		
Depreciation	96,617	76,173
Bad debts	44,580	651,266
Prior prior adjustment		(123,451)
<b>Decrease (increase) in operating assets:</b>		
Grants receivable	(78,155)	1,398,699
Tenants and other related receivable	333,656	(375,194)
Due from affiliates	(10,621)	(386,929)
Prepaid expenses	(47,384)	1,848
Utility deposits		(1,051)
<b>Increase (decrease) in operating liabilities:</b>		
Accrued expenses payable	(242,501)	118,660
Advances payable	(37,326)	(1,309,737)
Rent security payable		3,217
Due to affiliates		(69,213)
Due to NYCDHMH	(44,991)	123,451
<b>Net Cash (Used In)/Provided By Operating Activities</b>	<u>(198,215)</u>	<u>(347,367)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in affiliates		(56)
Fixed asset acquisition		(5,966)
<b>Net Cash (Used In)/Provided By Operating Activities</b>	<u>-</u>	<u>(6,022)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(198,215)	(353,389)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>1,156,310</u>	<u>1,509,699</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 958,095</u>	<u>\$ 1,156,310</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b>		
Interest expense paid	<u>\$ -</u>	<u>-</u>

See notes to financial statements.

