

VOICES OF SEPTEMBER 11, INC.
FINANCIAL STATEMENTS
AT DECEMBER 31, 2016
AND FOR THE YEAR THEN ENDED

VOICES OF SEPTEMBER 11, INC.

TABLE OF CONTENTS

Independent Auditors' Report

Statement of Financial Position
at December 31, 2016

Exhibit A

Statement of Activities
for the Year Ended December 31, 2016

Exhibit B

Statement of Functional Expenses
for the Year Ended December 31, 2016

Exhibit C

Statement of Cash Flows
for the Year Ended December 31, 2016

Exhibit D

Notes to Financial Statements

VAN BRUNT, DUBIAGO & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

NICHOLAS DUBIAGO, CPA, CT
DINO L. REDA, CPA, CT, NY
STEPHEN J. TIBERIO, CPA, CT
WILLIAM W. WILSON, CPA, CT

ANTHONY M. FERRO, CPA, CT
ANNA M. GECA, CPA, CT

1100 SUMMER STREET
STAMFORD, CT 06905

TEL: (203) 359-0700
FAX: (203) 323-9811
Info@vbd-cpa.com

INDEPENDENT AUDITORS' REPORT

**TO THE BOARD OF DIRECTORS OF
VOICES OF SEPTEMBER 11, INC.**

We have audited the accompanying financial statements of Voices of September 11, Inc. (a non-profit organization), which comprise the statement of financial position as of December 31, 2016, and the related statements of activities, functional expenses and cash flows for the year 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 audit. We conducted our audit 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 auditor's 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 Voices of September 11, Inc. as of December 31, 2016, 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.

Report on Summarized Comparative Information

We have previously audited the Voices of September 11, Inc.'s 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 30, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Van Brunt, Dubiago & Company, LLC

Stamford, Connecticut
November 3, 2017

VOICES OF SEPTEMBER 11, INC.

STATEMENT OF FINANCIAL POSITION
AT DECEMBER 31, 2016
(With Comparative Totals at December 31, 2015)

ASSETS

	<u>2016</u>	<u>2015</u>
CURRENT ASSETS		
Cash	\$ 44,894	\$ 146,041
Grants Receivable	150,000	379,043
Accounts Receivable	<u>160</u>	<u>160</u>
Total Current Assets	<u>195,054</u>	<u>525,244</u>
PROPERTY AND EQUIPMENT		
Computer Equipment	140,886	139,189
Phone System	6,017	6,017
Furniture and Fixtures	<u>4,704</u>	<u>4,704</u>
	151,607	149,910
Less: Accumulated Depreciation	<u>(148,497)</u>	<u>(145,018)</u>
Net Property and Equipment	<u>3,110</u>	<u>4,892</u>
OTHER ASSETS		
Rent Deposit	<u>8,940</u>	<u>8,940</u>
TOTAL ASSETS	<u>\$ 207,104</u>	<u>\$ 539,076</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses	<u>\$ 3,681</u>	<u>\$ 41,530</u>
NET ASSETS		
Unrestricted	61,757	59,495
Temporarily Restricted	<u>141,666</u>	<u>438,051</u>
Total Net Assets	<u>203,423</u>	<u>497,546</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 207,104</u>	<u>\$ 539,076</u>

VOICES OF SEPTEMBER 11, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016
(With Comparative Totals for the Year Ended December 31, 2015)

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>2016 TOTAL</u>	<u>2015 TOTAL</u>
SUPPORT AND REVENUE				
Grants	\$ 99,831	\$ 141,666	\$ 241,497	\$ 715,307
Special Events, (Net of Expenses of \$54,022 in 2016, and \$141,079 in 2015)	107,497	-	107,497	180,051
Sales of Commemorative Book, Flags, Misc.	-	-	-	20
Other Income - Forums	5,510	-	5,510	8,525
Interest Income	49	-	49	122
Net Assets Released From Restriction	<u>438,051</u>	<u>(438,051)</u>	<u>-</u>	<u>-</u>
	<u>650,938</u>	<u>(296,385)</u>	<u>354,553</u>	<u>904,025</u>
Contributions:				
Individuals and Corporations	<u>154,068</u>	<u>-</u>	<u>154,068</u>	<u>97,956</u>
TOTAL SUPPORT AND REVENUE	<u>805,006</u>	<u>(296,385)</u>	<u>508,621</u>	<u>1,001,981</u>
EXPENSES				
Program Expense	727,123	-	727,123	776,810
Management and General	<u>75,621</u>	<u>-</u>	<u>75,621</u>	<u>77,584</u>
TOTAL EXPENSES	<u>802,744</u>	<u>-</u>	<u>802,744</u>	<u>854,394</u>
CHANGE IN NET ASSETS	2,262	(296,385)	(294,123)	147,587
NET ASSETS AT BEGINNING OF YEAR	<u>59,495</u>	<u>438,051</u>	<u>497,546</u>	<u>349,959</u>
NET ASSETS AT END OF YEAR	<u>\$ 61,757</u>	<u>\$ 141,666</u>	<u>\$ 203,423</u>	<u>\$ 497,546</u>

THE ACCOMPANYING NOTES SHOULD BE READ IN
CONJUNCTION WITH THESE FINANCIAL STATEMENTS

VOICES OF SEPTEMBER 11, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2016
 (With Comparative Totals for the Year Ended December 31, 2015)

	<u>PROGRAM EXPENSE</u>	<u>MANAGEMENT AND GENERAL</u>	<u>2016 TOTAL</u>	<u>2015 TOTAL</u>
Forums and Symposiums	\$ 38,367	\$ -	\$ 38,367	\$ 69,591
Website	8,176	-	8,176	8,944
Payroll Expense – Officer/Director	90,000	10,000	100,000	100,000
Payroll Expense – Other	179,595	19,955	199,550	213,083
Contract Employees – Salaries	174,787	19,421	194,208	186,250
Payroll and Other Taxes	24,638	2,738	27,376	30,644
Bank and Payroll Fees	3,725	414	4,139	4,233
Occupancy	91,838	10,204	102,042	92,099
Professional Fees	40,994	4,555	45,549	51,823
Postage and Shipping	1,798	200	1,998	1,214
Printing and Copying	12,877	1,431	14,308	22,952
Travel and Meetings	14,589	1,621	16,210	10,712
Insurance	20,515	2,279	22,794	24,737
Supplies, Furnishings and Equipment	7,407	823	8,230	8,774
Bad Debt Expense	-	-	-	4,309
Depreciation	3,131	348	3,479	4,928
Other Expenses	<u>14,686</u>	<u>1,632</u>	<u>16,318</u>	<u>20,101</u>
TOTALS	<u>\$ 727,123</u>	<u>\$ 75,621</u>	<u>\$ 802,744</u>	<u>\$ 854,394</u>

VOICES OF SEPTEMBER 11, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016
 (With Comparative Totals for the Year Ended December 31, 2015)

	<u>2016</u>	<u>2015</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (294,123)	\$ 147,587
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by (Used for) Operating Activities:		
Depreciation	3,479	4,928
(Increase) Decrease in:		
Grants Receivable	229,043	(53,711)
Accounts Receivable	-	7,008
Employee Receivables	-	1,886
Prepaid Insurance	-	1,097
Rent Deposit	-	-
Increase (Decrease) in:		
Accounts Payable and Accrued Expenses	<u>(37,849)</u>	<u>(16,000)</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>(99,450)</u>	<u>92,795</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Computer Equipment	<u>(1,697)</u>	<u>(2,595)</u>
NET CASH USED FOR INVESTING ACTIVITIES	<u>(1,697)</u>	<u>(2,595)</u>
NET INCREASE (DECREASE) IN CASH	(101,147)	90,200
CASH AT BEGINNING OF YEAR	<u>146,041</u>	<u>55,841</u>
CASH AT END OF YEAR	<u>\$ 44,894</u>	<u>\$ 146,041</u>

THE ACCOMPANYING NOTES SHOULD BE READ IN
 CONJUNCTION WITH THESE FINANCIAL STATEMENTS

VOICES OF SEPTEMBER 11, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - ORGANIZATION

Voices of September 11, Inc. ("Voices") is a non-profit Organization which supports those impacted by the events of September 11, 2001, including families of victims, survivors, and first responders. This support includes mental health programs led by Voices' counseling professionals, as well as nationwide outreach to and support for those impacted through the Organization's work on the 9/11 Living Memorial digital archive. The 9/11 Living Memorial, located online at www.911livingmemorial.org, commemorates the lives and stories of September 11, 2001 and the 1993 World Trade Center bombing and is the core digital component of the National September 11 Memorial & Museum at the World Trade Center. Voices continues its work of advocacy for implementation of legislation based on the 9/11 Commissions' recommendations, and in promoting preparedness at federal, state and local levels. Voices of September 11th derives most of its funding through grants from Foundations and the U.S. Government, through corporations and its membership. Voices is led by Founding Director and clinical social worker Mary Fetchet, whose son Brad (24), perished in the World Trade Center attacks.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies of Voices of September 11, Inc. is presented to assist in understanding the financial statements. These financial statements and notes are the representation of the management, who is responsible for their integrity and objectivity. These accounting policies conform to the United States of America generally accepted accounting principles.

Financial Statement Presentation

Voices prepares its financial statements using standards established by the Financial Accounting Standards Board. Accounting standards require that a not-for-profit organization provide information regarding the net assets of the organization based on the existence or absence of donor-imposed restrictions.

The type of restrictions are described as follows:

Permanently restricted net assets - The part of the net assets of a not-for-profit organization resulting from contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the organization.

Temporarily restricted net assets - The part of net assets of a not-for-profit organization resulting from contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the organizations pursuant to those stipulations.

Unrestricted net assets - The part of net assets of a not-for-profit organization that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

VOICES OF SEPTEMBER 11, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Cash and Cash Equivalents

For the purposes of the statement of cash flows, Voices considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Grants Receivable

Grants receivable represent the amount management expects to collect from grantors in fulfillment of their contract obligations. All amounts are considered to be fully collectible. Accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Property and Equipment

Property and equipment are stated at cost. Depreciation is computed on a modified accelerated method over the estimated lives of the assets, which range from 5 to 7 years. The cost of maintenance and repairs is charged to expense as incurred; significant improvements are capitalized.

Donated Materials and Services

Donated materials and equipment, when received, are reflected as contributions in the accompanying statements at their estimated fair value at date of receipt. No amounts have been reflected in the statements for 2015 for donated services since no objective basis is available to measure the value of such service; however, a substantial number of volunteers have donated significant amounts of their time in Voices program services and in its fund-raising appeals.

Comparative Financial Data

The financial statements include certain prior year summarized information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Voices of September 11, Inc.'s financial statements for the year ended December 31, 2015 from which the summarized information was derived.

NOTE 3 - INCOME TAXES

Voices of September 11, Inc. is a "not-for-profit" organization as described in Section 509(a)(1) and 170(b)(1)(A) of the Internal Revenue Code and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Voices of September 11, Inc. accounts for uncertainty in income tax positions in the financial statements by applying a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. Management has analyzed the tax positions taken and has concluded that as of December 31, 2016, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. Voices of September 11, Inc. is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Federal information returns are subject to examination for a period of three years from the filing date of the return; fiscal years ending December 31, 2013-2015 remain open.

Continued . . .

VOICES OF SEPTEMBER 11, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 4 - LEASE COMMITMENTS

On October 22, 2010, Voices entered into a lease agreement with TEC Associates for office space at 161 Cherry Street, New Canaan, Connecticut for a term of one year, commencing November 1, 2010 and ending October 31, 2011. Voices then entered into a new agreement with TEC Associates commencing on November 1, 2011 and ending on October 31, 2013, at a monthly rent of \$5,558 for the first twelve months and then increasing to \$5,725 for the next twelve months. Voices continued to pay \$5,725 a month until May 1, 2014 when Voices entered into a new agreement with TEC Associates. The new agreement commenced on May 1, 2014 and will run on a month to month basis with a six month written notice of intent to terminate the lease. The rent will be \$4,340 per month for the first twelve months and then increasing to \$4,470 for the next twelve months.

On May 31, 2010, Voices entered into a lease agreement with Regency Urban Renewal Associates for office space at 84 Albany Street, New Brunswick, New Jersey for a term of 15 months ending August 31, 2011. Commencing September 1, 2011, Voices continued to pay \$2,596 a month on a month to month basis until April 30, 2013. Beginning May 1, 2014 Voices began paying \$1,298 a month on a month to month basis. During 2015 Voices reverted back to paying \$2,596 a month on a month to month basis.

NOTE 5 - CONCENTRATION OF RISK

Voices relies significantly on a grant from the Department of Health and Human Services as well as revenue resulting from annual fund-raising events.

NOTE 6 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

For Use in Future Periods	<u>\$ 141,666</u>
---------------------------	-------------------

NOTE 7 - NET ASSETS RELEASED FROM DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes.

Purpose Restrictions Accomplished:	
For Use in Future Periods	<u>\$ 438,051</u>

NOTE 8 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 3, 2017, the date which the financial statements were available for issue.