

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2015**

(Unaudited)

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**

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# Loketch & Partners LLP

*Certified Public Accountants*

1560 Broadway, Suite 1005  
New York, New York 10036  
Telephone: 212.869.2316  
Fax: 212.869.1140

12 College Road, suite 101  
Monsey, New York 10952  
Telephone: 845.357.5344  
Fax: 845.357.5345

## **Independent Accountant's Review Report**

**Board of Trustees**  
**The Halachic Organ Donor Society, Inc.**  
**New York, NY**

We have reviewed the accompanying financial statements of The Halachic Organ Donor Society, Inc. which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion

### **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.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion

### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

*Loketch & Partners, LLP*  
Certified Public Accountants

New York, New York  
August 15, 2016

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**  
**STATEMENT OF NET ASSETS**  
**DECEMBER 31, 2015**

**Assets**

**Current assets**

Cash in bank \$ 39,342

**Total current assets** **\$ 39,342**

**Fixed assets**

Equipment (net of accumulated  
depreciation of \$28,464) 251

**Total fixed assets** 251

**Total assets** **\$ 39,593**

**Liabilities**

**Current liabilities**

Accounts payable and accrued expenses \$ 2,939  
Payroll taxes payable 65

**Total current liabilities** **\$ 3,004**

**Net assets** 36,589

**Total liabilities and net assets (Unrestricted)** **\$ 39,593**

See notes and independent accountant's review report.

**THE HALACHIC ORGAN DONOR SOCIETY, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**Revenues**

Contributions		\$	<u>467,224</u>
<b>Total revenues</b>			<b>467,224</b>

**Expenses**

Program expenses			211,772
Administrative expenses			178,294
Fundraising expenses			<u>61,026</u>
<b>Total expenses</b>			<b><u>451,092</u></b>

**Change in net assets** **16,132**

**Net assets (unrestricted) - beginning of year** **20,457**

**Net assets (unrestricted) - end of year** **\$ 36,589**

See notes and independent accountant's review report.

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

<b>Expenses</b>	<b><u>Program</u></b>	<b><u>Administrative</u></b>	<b><u>Fundraising</u></b>	<b><u>Total</u></b>
Bank and credit card charges	\$ -	\$ 1,304	\$ -	\$ 1,304
Business gifts	-	-	489	489
Computer consulting and expense:	9,703	9,702	-	19,405
Computer Software	-	8,947	-	8,947
Depreciation and amortization	434	1,743	-	2,177
Donations	700	-	-	700
Dues and subscriptions	-	736	-	736
Fundraising consulting	-	-	4,700	4,700
Fundraising seimar and expenses	-	-	5,317	5,317
Health insurance	4,484	11,209	2,242	17,935
Insurance	1,831	1,831	-	3,662
Lecture travel	15,083	-	6,288	21,371
Life insurance	558	279	279	1,116
Local travel	1,386	1,386	1,386	4,158
Meals	847	847	846	2,540
Occupancy	19,190	19,189	-	38,379
Office expense	-	6,405	-	6,405
Payroll taxes	7,232	7,663	2,876	17,771
Petty cash	1,868	934	933	3,735
Postage and shipping	953	953	-	1,906
Professional fees	-	11,856	-	11,856
Public education	45,817	-	-	45,817
Salaries	96,436	88,061	33,045	217,542
Telephone	5,250	5,249	2,625	13,124
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total expenses</b>	<b>\$ 211,772</b>	<b>\$ 178,294</b>	<b>\$ 61,026</b>	<b>\$ 451,092</b>

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

Cash flows from operating activities:		
Increase in net assets		\$ 16,132
Adjustments to reconcile change in net assets to net cash provided from operating activities:		
Depreciation	\$ 2,177	
Decrease in payroll taxes payable	(20,173)	
Increase in accounts payable and accrued expenses	<u>885</u>	
Total adjustments		<u>(17,111)</u>
Net cash used by operating activities		(979)
<b>Decrease in cash</b>		<b>(979)</b>
Cash at beginning of year		<u>40,321</u>
<b>Cash at end of year</b>		<b><u><u>\$ 39,342</u></u></b>

See notes and independent accountant's review report.

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE 1 - NATURE AND PURPOSE OF ORGANIZATION**

The Halachic Organ Donor Society, Inc. (HOD Society) was founded in 2001, in New York State, as a not-for-profit organization. The mission of the HOD Society is to save lives by encouraging organ donation.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Accounting

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. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards (SFAS) No. 117, Financial Statements for Not-for-Profit Organizations. Under SFAS NO. 117, 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.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expense during the reporting period. Actual results could differ from those estimates.

Restricted and Unrestricted Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or when purpose of the restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets.

Cash and Cash Equivalents

Cash and cash equivalents consist of bank accounts and all highly liquid investments purchased with an initial maturity of three months or less. Cash balances at December 31, 2015 consisted of various bank accounts that totaled \$39,342. The organization places its cash with financial institutions, balances of which may at times exceed the Federal Deposit Insurance Corporation insurance limit.

**THE HALACHIC ORGAN DONOR SOCIETY, INC.**  
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Income Taxes

The Organization is exempt from federal and state income taxes under the provisions of Internal Revenue Code Section 501(c)(3). The Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

**NOTE 3 - RESTRICTION OF ASSETS**

As of December 31, 2015, there were no restrictions placed on the assets.

**NOTE 4 - UNCERTAIN TAX POSITIONS**

The organization files Form 990, Return of Organization Exempt From Taxes. Years ended December 31, 2013 and thereafter are open for examination. There are no uncertain tax positions and no prospect of assessment for those years.

**NOTE 5 - SUBSEQUENT EVENTS**

Management has evaluated subsequent events for possible recognition or disclosure in the financial statements through August 15, 2016, the date the financial statements are issued. Management has determined that there are no material events that would require disclosure in The Organization's financial statements.