

**Selfhelp Community Services, Inc.
and Affiliates**

Consolidated Financial Statements

June 30, 2022 and 2021

Independent Auditors' Report

Board of Directors Selfhelp Community Services, Inc. and Affiliates

Opinion

We have audited the accompanying consolidated financial statements of Selfhelp Community Services, Inc. and Affiliates which comprise the consolidated statements of financial position as of June 30, 2022 and 2021, and the related consolidated statements of operations and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Selfhelp Community Services, Inc. and Affiliates as of June 30, 2022 and 2021, and the consolidated changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Selfhelp Community Services, Inc. and Affiliates to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Selfhelp Community Services, Inc. and Affiliates' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of the internal control relevant to the audit 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 Selfhelp Community Services, Inc. and Affiliates' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Selfhelp Community Services, Inc. and Affiliates' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information on pages 41 through 42 is presented for the purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

PKF O'Connor Davies, LLP

New York, New York
January 26, 2023

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statements of Financial Position

	June 30,	
	2022	2021
ASSETS		
Current Assets		
Cash	\$ 9,540,622	\$ 10,169,811
Investments	21,874,681	22,584,187
Accounts receivable, net	19,060,326	17,338,487
Due from related party	640,351	-
Other current assets	1,768,950	2,084,201
Tenant deposits held in trust	769,960	780,955
Guardianship assets held in trust	<u>28,203,483</u>	<u>29,103,426</u>
Total Current Assets	<u>81,858,373</u>	<u>82,061,067</u>
Restricted assets and funded reserves - cash	<u>11,339,503</u>	<u>8,033,072</u>
Assets held for deferred compensation	2,649,235	3,361,300
Deferred development fee receivable	71,076	69,123
Property and equipment, net	<u>147,999,741</u>	<u>144,546,048</u>
	<u>150,720,052</u>	<u>147,976,471</u>
 Total Assets	 <u>\$ 243,917,928</u>	 <u>\$ 238,070,610</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable and accrued expenses	\$ 11,561,774	\$ 9,339,657
Accrued salaries and related benefits	5,067,322	4,607,835
Other current liabilities	317,980	317,202
Accrued interest payable	2,603,046	2,443,454
Estimated amounts claimed by third-party payors	1,930,122	2,025,194
Advances payable	2,690,963	4,319,475
Tenant deposits	769,960	780,955
Due to related party	2,000,000	192,129
Line of credit	3,500,000	2,500,000
Mortgages payable	902,971	692,928
Guardianship assets held in trust	<u>28,203,483</u>	<u>29,103,426</u>
Total Current Liabilities	<u>59,547,621</u>	<u>56,322,255</u>
Deferred compensation payable	3,256,656	3,320,811
Deferred rent	2,235,573	2,264,800
Refundable subsidies	187,636	215,831
Developer fee payable	628,383	752,832
Notes payable	1,139,425	926,638
Loan payable, net	22,002	22,002
Capital advance	14,403,600	14,403,600
Construction loan	11,650,842	8,995,014
Mortgages payable, net	<u>66,918,029</u>	<u>50,161,777</u>
	<u>100,442,146</u>	<u>81,063,305</u>
 Total Liabilities	 <u>159,989,767</u>	 <u>137,385,560</u>
Net Assets (See Notes 14 and 15)		
Without donor restrictions	77,194,065	93,112,913
With donor restrictions	<u>6,734,096</u>	<u>7,572,137</u>
Total Net Assets	<u>83,928,161</u>	<u>100,685,050</u>
 Total Liabilities and Net Assets	 <u>\$ 243,917,928</u>	 <u>\$ 238,070,610</u>

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statement of Operations and Changes in Net Assets Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUE			
Home care revenue	\$ 44,465,995	\$ -	\$ 44,465,995
Government revenue	19,452,188	-	19,452,188
Contributions and program grants	22,094,842	-	22,094,842
Rental revenue	15,948,937	-	15,948,937
Program revenue	2,684,819	-	2,684,819
Real estate development fees	961,065	-	961,065
Other tenant charges	6,985	-	6,985
Miscellaneous revenue	746,233	-	746,233
Investment return	(2,726,207)	(567,892)	(3,294,099)
Net assets released from restrictions	270,149	(270,149)	-
Total Operating Revenue	103,905,006	(838,041)	103,066,965
OPERATING EXPENSES			
Home care programs	46,375,800	-	46,375,800
Community programs	18,060,799	-	18,060,799
Residential programs	14,324,581	-	14,324,581
Holocaust survivor programs	16,919,162	-	16,919,162
Management and general	15,870,905	-	15,870,905
Total Operating Expenses	111,551,247	-	111,551,247
Deficiency of Operating Revenue Over Operating Expenses Before Other Changes	(7,646,241)	(838,041)	(8,484,282)
OTHER CHANGES			
Depreciation and amortization	(5,248,765)	-	(5,248,765)
Equity contributions	3,842,309	-	3,842,309
Equity distributions	(6,866,151)	-	(6,866,151)
Total Other Changes	(8,272,607)	(838,041)	(9,110,648)
Change in Net Assets	(15,918,848)	(838,041)	(16,756,889)
NET ASSETS (See Notes 15 and 16)			
Beginning of year	93,112,913	7,572,137	100,685,050
End of year	\$ 77,194,065	\$ 6,734,096	\$ 83,928,161

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statement of Operations and Changes in Net Assets Year Ended June 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
OPERATING REVENUE			
Home care revenue	\$ 49,610,909	\$ -	\$ 49,610,909
Government revenue	17,761,496	-	17,761,496
Contributions and program grants	26,815,193	-	26,815,193
Rental revenue	15,830,851	-	15,830,851
Program revenue	2,687,799	-	2,687,799
Real estate development fees	1,074,918	-	1,074,918
Other tenant charges	9,025	-	9,025
Miscellaneous revenue	1,255,473	-	1,255,473
Investment return	4,100,304	1,291,242	5,391,546
Net assets released from restrictions	<u>67,219</u>	<u>(67,219)</u>	<u>-</u>
Total Operating Revenue	<u>119,213,187</u>	<u>1,224,023</u>	<u>120,437,210</u>
OPERATING EXPENSES			
Home care programs	54,121,576	-	54,121,576
Community programs	15,854,528	-	15,854,528
Residential programs	11,633,557	-	11,633,557
Holocaust survivor programs	16,656,962	-	16,656,962
Management and general	<u>18,122,574</u>	<u>-</u>	<u>18,122,574</u>
Total Operating Expenses	<u>116,389,197</u>	<u>-</u>	<u>116,389,197</u>
Excess of Operating Revenue Over Operating Expenses Before Other Changes	<u>2,823,990</u>	<u>1,224,023</u>	<u>4,048,013</u>
OTHER CHANGES			
Depreciation and amortization	(4,581,522)	-	(4,581,522)
Equity contributions	654,652	-	654,652
Equity distributions	(351,999)	-	(351,999)
Other adjustments	<u>12,423</u>	<u>-</u>	<u>12,423</u>
Total Other Changes	<u>(4,266,446)</u>	<u>-</u>	<u>(4,266,446)</u>
Change in Net Assets	(1,442,456)	1,224,023	(218,433)
NET ASSETS (See Notes 15 and 16)			
Beginning of year	<u>94,555,369</u>	<u>6,348,114</u>	<u>100,903,483</u>
End of year	<u>\$ 93,112,913</u>	<u>\$ 7,572,137</u>	<u>\$ 100,685,050</u>

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statement of Functional Expenses Year Ended June 30, 2022

	Program Services				Total	Supporting Services	
	Home Care Programs	Community Programs	Residential Programs	Holocaust Survivor Programs		Management and General	Total
Salaries	\$ 33,663,870	\$ 10,785,279	\$ 3,495,928	\$ 4,289,525	\$ 52,234,602	\$ 5,542,712	\$ 57,777,314
Fringe benefits	9,576,050	4,075,666	914,102	1,606,990	16,172,808	1,632,354	17,805,162
	<u>43,239,920</u>	<u>14,860,945</u>	<u>4,410,030</u>	<u>5,896,515</u>	<u>68,407,410</u>	<u>7,175,066</u>	<u>75,582,476</u>
Management fee	-	-	-	-	-	42,771	42,771
Real estate tax	-	-	655,802	-	655,802	-	655,802
Utilities	-	-	2,275,854	-	2,275,854	-	2,275,854
Repairs and maintenance	-	-	1,401,910	-	1,401,910	-	1,401,910
Security	-	-	640,407	-	640,407	-	640,407
Computer expense	328,993	127,561	33,970	83,704	574,228	761,671	1,335,899
Meetings and conferences	8,250	750	-	25,816	34,816	39,409	74,225
Dues and subscriptions	22,166	19,866	-	5,841	47,873	116,626	164,499
Postage	15,806	15,830	-	12,532	44,168	60,824	104,992
Telephone	133,102	133,962	39,005	56,291	362,360	109,677	472,037
Travel expenses	18,644	55,789	-	8,409	82,842	33,961	116,803
Participant travel	17,245	324,680	-	6,693	348,618	-	348,618
Provider carfare	47,324	-	-	-	47,324	-	47,324
Advertising	8,312	1,421	-	3,847	13,580	65,829	79,409
Temporary services	305,719	198,586	60,803	11,940	577,048	64,388	641,436
Insurance expense	760,368	120,982	643,975	35,643	1,560,968	1,764,698	3,325,666
Professional and consulting	27,045	283,564	952,607	123,025	1,386,241	2,543,187	3,929,428
Accounting and legal fees	41,304	308,683	-	31,589	381,576	328,396	709,972
Training and supplies	178,068	11,223	449,734	1,845	640,870	198,663	839,533
Physicals and uniforms	833,054	-	-	-	833,054	-	833,054
Rent and occupancy	18,282	352,716	119,658	619,620	1,110,276	1,498,022	2,608,298
Printing and office supplies	69,778	150,215	9,617	11,706	241,316	125,537	366,853
Office maintenance and cleaning	-	320,157	369,646	80,818	770,621	351,674	1,122,295
Cash assessment program	101,373	750	-	-	102,123	-	102,123
Bank charges	6,737	371	2,270	211	9,589	271,342	280,931
Food, kitchen repairs and supplies	1,287	560,658	-	9,982	571,927	22,397	594,324
Emergency assistance	-	63,194	-	1,963,738	2,026,932	-	2,026,932
Criminal background fees	31,799	11,998	-	3,502	47,299	13,252	60,551
Client wellness	-	101,501	116,458	7,909,281	8,127,240	4,247	8,131,487
Bad debt expense	-	-	-	-	-	80,675	80,675
Group activity rentals expenses	-	32,678	-	12,338	45,016	-	45,016
Interest	-	-	1,906,184	-	1,906,184	-	1,906,184
Debt issuance amortization interest	-	-	144,121	-	144,121	-	144,121
Miscellaneous expenses	88,585	2,719	92,530	4,276	188,110	198,593	386,703
Total Expenses before Depreciation and Amortization	46,375,800	18,060,799	14,324,581	16,919,162	95,680,342	15,870,905	111,551,247
Depreciation and amortization	60,730	130,889	4,794,508	231,571	5,217,698	31,067	5,248,765
Total Expenses	<u>\$ 46,436,530</u>	<u>\$ 18,191,688</u>	<u>\$ 19,119,089</u>	<u>\$ 17,150,733</u>	<u>\$ 100,898,040</u>	<u>\$ 15,901,972</u>	<u>\$ 116,800,012</u>

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statement of Functional Expenses Year Ended June 30, 2021

	Program Services				Supporting Services		
	Home Care Programs	Community Programs	Residential Programs	Holocaust Survivor Programs	Total	Management and General	Total
Salaries	\$ 37,135,072	\$ 9,904,226	\$ 2,325,199	\$ 4,576,702	\$ 53,941,199	\$ 5,833,068	\$ 59,774,267
Fringe benefits	9,813,386	3,630,661	821,558	1,403,721	15,669,326	1,904,921	17,574,247
	46,948,458	13,534,887	3,146,757	5,980,423	69,610,525	7,737,989	77,348,514
Management fee	-	-	368,005	-	368,005	714,507	1,082,512
Real estate tax	-	-	623,756	-	623,756	-	623,756
Utilities	-	-	1,937,986	-	1,937,986	-	1,937,986
Repairs and maintenance	-	-	1,160,705	-	1,160,705	-	1,160,705
Security	-	-	655,138	-	655,138	-	655,138
Computer expense	362,518	102,406	592	86,772	552,288	364,799	917,087
Meetings and conferences	1,912	4,771	-	3,876	10,559	28,004	38,563
Dues and subscriptions	26,170	27,641	-	15,566	69,377	91,542	160,919
Postage	19,215	14,860	-	7,989	42,064	59,613	101,677
Telephone	177,903	148,231	12,371	56,482	394,987	189,131	584,118
Travel expenses	31,071	61,279	-	2,065	94,415	37,212	131,627
Participant travel	-	243,967	-	1,736	245,703	-	245,703
Provider carfare	186,854	-	-	4,482	191,336	-	191,336
Advertising	15,874	673	-	6,226	22,773	104,719	127,492
Temporary services	320,776	282,941	312,851	85,468	1,002,036	66,344	1,068,380
Insurance expense	14,834	96,190	607,518	23,011	741,553	1,340,499	2,082,052
Professional and consulting	4,345,372	195,274	-	172,452	4,713,098	2,616,641	7,329,739
Accounting and legal fees	962	375,718	-	25,000	401,680	275,898	677,578
Training and supplies	267,845	3,151	204,028	24,743	499,767	308,346	808,113
Physicals and uniforms	231,764	652	-	-	232,416	-	232,416
Rent and occupancy	825,826	299,851	117,493	396,155	1,639,325	1,462,492	3,101,817
Printing and office supplies	44,668	82,084	1,413	7,016	135,181	104,660	239,841
Office maintenance and cleaning	57,341	192,095	301,621	78,625	629,682	431,782	1,061,464
Cash assessment program	108,501	-	-	-	108,501	-	108,501
Bank charges	1,804	41	2,455	653	4,953	202,664	207,617
Food, kitchen repairs and supplies	2,101	26,299	-	17,553	45,953	19,442	65,395
Emergency assistance	-	56,718	-	2,564,072	2,620,790	11,347	2,632,137
Criminal background fees	37,685	9,241	-	1,546	48,472	15,483	63,955
Client wellness	-	61,796	146,484	7,086,240	7,294,520	-	7,294,520
Bad debt expense	-	-	-	-	-	178,455	178,455
Grant expense	-	-	-	-	-	50,000	50,000
Group activity rentals expenses	-	800	-	6,597	7,397	168	7,565
Interest	-	-	1,874,699	-	1,874,699	61,027	1,935,726
Debt issuance amortization interest	-	-	78,619	-	78,619	-	78,619
Miscellaneous expenses	92,122	32,962	81,066	2,214	208,364	1,649,810	1,858,174
Total Expenses before Depreciation and Amortization	54,121,576	15,854,528	11,633,557	16,656,962	98,266,623	18,122,574	116,389,197
Depreciation and amortization	75,660	99,204	4,203,669	200,311	4,578,844	2,678	4,581,522
Total Expenses	\$ 54,197,236	\$ 15,953,732	\$ 15,837,226	\$ 16,857,273	\$ 102,845,467	\$ 18,125,252	\$ 120,970,719

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Consolidated Statements of Cash Flows

	Year Ended June 30	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (16,756,889)	\$ (218,433)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Realized and unrealized losses (gains) on investments	3,986,946	(5,066,039)
Depreciation	5,248,765	4,581,522
Deferred rent	(29,227)	(781)
Bad debt expense	80,675	178,455
Debt issuance amortization	144,121	78,619
Debt issuance write off	29,802	-
Gain on sale of property and equipment	-	(401,083)
Equity contributions	(3,842,309)	(654,652)
Equity distributions	6,866,151	351,999
Changes in operating assets and liabilities:		
Accounts receivable	(1,802,514)	(3,013,715)
Other current assets	315,251	14,477
Due from related party	(640,351)	341,330
Deferred developer fee receivable	(1,953)	(1,899)
Accounts payable and accrued expenses	2,222,117	1,767,802
Accrued salaries and related benefits	459,487	(2,904,268)
Other current liabilities	778	(85,080)
Accrued interest payable	159,592	(59,316)
Estimated amounts claimed by third-party payors	(95,072)	(132,277)
Advances payable	(1,628,512)	(8,218,797)
Deferred compensation payable	(64,155)	200,000
Refundable subsidies	(28,195)	(97,706)
Due to related party	1,807,871	192,129
Developer fee payable	(124,449)	(633,304)
Net Cash from Operating Activities	(3,692,070)	(13,781,017)
CASH FLOWS FROM INVESTING ACTIVITIES		
Change in assets held for deferred compensation	712,065	(697,646)
Proceeds from sale of investments	769,804	4,534,781
Purchase of investments	(4,047,244)	(1,973,177)
Proceeds from sale of property	-	1,215,000
Purchase of property and equipment	(8,702,458)	(7,376,887)
Net Cash from Investing Activities	(11,267,833)	(4,297,929)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds (payments) on line of credit	1,000,000	(2,500,000)
Proceeds from note payable	360,000	-
Payments on notes payable	(147,213)	-
Borrowings on mortgage	22,400,000	-
Principal payments on mortgage	(4,930,662)	(667,152)
Debt issuance costs payments	(676,966)	-
Borrowings on construction loan	2,655,828	5,717,665
Equity contributions	3,842,309	654,652
Equity distributions	(6,866,151)	(351,999)
Net Cash from Financing Activities	17,637,145	2,853,166
Change in Cash and Restricted Cash	2,677,242	(15,225,780)
CASH AND RESTRICTED CASH		
Beginning of year	18,202,883	33,428,663
End of year	\$ 20,880,125	\$ 18,202,883
CASH AND RESTRICTED CASH		
Cash	\$ 9,540,622	\$ 10,169,811
Restricted cash	11,339,503	8,033,072
	\$ 20,880,125	\$ 18,202,883
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid for interest	\$ 1,746,593	\$ 1,963,333

See notes to consolidated financial statements

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

1. Description of Organization and Tax Status

Selfhelp Community Services, Inc. ("Selfhelp") is a not-for-profit organization incorporated under the laws of the State of New York. Selfhelp provides social services, home care and other community-based services for the elderly and families and children at risk in New York City and Nassau and Suffolk counties. Selfhelp is primarily funded by home care revenue, government revenue, contributions and program grants and is exempt from income tax under Section 501 (c)(3) of the Internal Revenue Code.

To achieve its goals and strengthen its mission, Selfhelp has investments in various low-income housing entities through general partner interest in limited partnerships, and managing member interests in limited liability companies, and control of other affordable housing organizations.

These consolidated financial statements include Selfhelp Community Services, Inc. and the affiliated organizations listed below. In preparing the consolidated financial statements, all material intercompany balances and transactions have been eliminated.

Selfhelp is affiliated through ownership and/or common board control (collectively referred to as the "Organization") as follows:

- Selfhelp is the sole member of Kensington Church Avenue Properties, LLC and is not required to file corporate tax returns.
- Selfhelp is the sole member of Kimmel Housing Development Foundation, Inc., ("Kimmel"). Kimmel's purpose is to create affordable housing for individuals, families and for people with special needs in Long Island, New York. The existing affordable housing projects are known as Apex I and Apex II. Kimmel is not required to file corporate tax returns.
- Selfhelp Realty Group, Inc. ("Realty Group") serves as a holding company to facilitate the structuring and overseeing of Selfhelp Community Services, Inc.'s future housing development projects. The Realty Group is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. Bergen Place, LLC; Bergen Place, GP, Inc.; and Selfhelp Bergen Housing Development Fund Company, Inc. affiliates of the Selfhelp Realty Group, Inc. is included with Selfhelp Realty Group, Inc. in consolidation.
- Apex Community Housing Development Organization, Inc. was formed as a corporation under the laws of the State of New York on December 8, 2006. The sole member of the corporation is the Kimmel Housing Development Foundation, Inc. and serves as the general partner to Apex Senior Citizen Housing Limited Partnership, Inc. Apex Community Housing Development Organization, Inc. is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code.
- Apex Senior Citizen Housing Limited Partnership was formed as a Limited Partnership under the laws of the State of New York on October 27, 2000, for the purpose of acquiring, constructing, owning, operating and leasing a 38-unit, low-income housing project for elderly and disabled individuals in New Cassel, New York. The limited partnership is treated as a partnership for tax purposes.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

1. Description of Organization and Tax Status (*continued*)

- 333 Lenox Associates, LLC was formed as a limited liability company under the laws of the State of New York, on December 17, 2012, for the purpose of acquiring, owning, developing and rehabilitating certain real property consisting of 58 rental units, located in Brooklyn, New York. The property was placed in service on August 1, 2018. The entity is a limited partnership for tax purposes.
- 6469 Broadway Selfhelp, LLC was formed as a limited liability company under the laws of the State of Delaware on August 7, 2012, for the purpose of acquiring, owning, developing and rehabilitating certain real property consisting of 85 rental units, and approximately 4,574 square feet of commercial space and parking spaces located in Bronx, New York. The land was acquired on June 27, 2013 and placed in service April 20, 2016. The entity is treated as a partnership for tax purposes.
- Selfhelp Family Home Care, Inc. (“CHHA”) was organized as a not-for-profit corporation in New York State on September 14, 1994 as a licensed special needs certified home health agency and began operations on May 1, 1995. On October 2, 2013, CHHA filed a certificate to do business as Selfhelp Family Home Care, Inc. when CHHA received its approval to become a generic certified home health agency. CHHA is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code.
- Selfhelp (KI-KII) Associates, LLC (“Selfhelp KI-KII”) was formed as an investor membership under the laws of the State of New York on May 13, 2009, for the purpose of acquiring, owning, developing, rehabilitating and leasing certain real property. The project consists of 424 rental units spread over two buildings, approximately 21,215 square feet of commercial space and parking spaces located in Flushing, New York. Selfhelp KI-KII acquired the project on October 29, 2009, in a transaction accounted for as a business combination. Selfhelp KI-KII is under a development services agreement with Selfhelp, an affiliate of the managing member. The entity is treated as a partnership for tax purposes.
- Selfhelp Associates (KIII), LP was formed as a limited partnership under the laws of the State of New York on March 1, 2006, for the purpose of acquiring, developing, rehabilitating, and owning certain real property regulated by the United States Department of Housing and Urban Development (“HUD”) under Section 8 of the National Housing Act. The project consists of 150 multi-family rental units, approximately 12,000 square feet of commercial space and parking spaces located in Bayside, New York. The limited partnership pays a monthly social service fee to Selfhelp, an affiliate of the general partner. The entity is treated as a partnership for tax purposes.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

1. Description of Organization and Tax Status *(continued)*

- Selfhelp (KIV) Associates, LP was formed as a limited partnership under the laws of the State of New York on January 26, 2007, for the purpose of acquiring, developing, rehabilitating and owning certain real property. The project was acquired on April 26, 2007. It consists of 159 rental units and approximately 5,809 square feet of commercial space and parking spaces located in Queens, New York. The limited partnership pays a monthly social service fee to Selfhelp, an affiliate of the general partner. Selfhelp KIV Associates, LP is treated as a partnership for tax purposes.
- Sponsored by Selfhelp, United Help/Selfhelp Housing for the Elderly Housing Development Fund Company, Inc. ("KV"), was organized as a not-for-profit corporation under the laws of the State of New York, to operate a housing project for elderly or disabled persons of very low income, including the provision of housing facilities and services specially designed to meet their physical, social and psychological needs and to promote their health, security, happiness and usefulness in longer living. The entity is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code.
- Sponsored by Selfhelp and United Help, Inc., Selfhelp United Help Kissena Apts. HDFC, Inc. ("KVI") was organized in 1998 under the provisions of the New York Not-for-Profit Law for the purpose of developing, constructing and operating housing and related facilities for the elderly and handicapped. The entity is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code.
- Selfhelp KVII Associates, LLC was formed as a limited liability company under the laws of the State of New York on September 20, 2010 for the purpose of acquiring, owning, developing, constructing and leasing certain real property, consisting of 92 rental units, approximately 12,212 square feet of commercial space and 18 parking spaces located in Queens, New York. The entity is considered a partnership for tax purposes.
- Selfhelp Community Services, Inc. is the sole member of Selfhelp Housing Development Fund Corporation, United Help/Selfhelp Sheltered Extension, Inc. and 45th Avenue and Fellowship Fund for the Aged Housing. These entities are exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Policies

Basis of Accounting and Use of Estimates

The consolidated financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). U.S. GAAP 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 consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Non-Controlling Interest in For-Profit Affiliates

The portion of the limited partnerships not owned by Selfhelp Community Services, Inc. and affiliated entities are presented in the consolidated financial statements as non-controlling ownership interests, in an aggregate amount. (See note 15)

Net Assets

Net Assets Without Donor Restrictions - are available for use at the discretion of the Board of Directors (the “Board”) and/or management for general operating purposes. From time to time, the Board may designate a portion of these net assets for specific purposes which makes them unavailable for general operations at management’s discretion. At June 30, 2022 and 2021, the Organization had no Board designated funds.

Net Assets With Donor Restrictions - consist of assets whose use is limited by donor imposed time and/or purpose restrictions. The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of operations and changes in net assets as net assets released from restrictions.

From time to time, the Organization may receive gifts of net assets with donor restrictions that contain a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor imposed stipulations or a Board approved spending policy. At June 30, 2022 and 2021, the Organization had no assets maintained permanently.

Fair Value Measurement

The Organization follows U.S. GAAP guidance on fair value measurements, which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices that are observable, either directly or indirectly, with fair value being determined through the use of models or other valuation methodologies. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Policies (continued)

Fair Value Measurement (continued)

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

The classification of investments in the fair value hierarchy is not necessarily an indication of the risks or liquidity of each investment or the underlying assets and liabilities of such investments.

Pursuant to U.S. GAAP guidance, alternative investments where fair value is measured using the Net Asset Value ("NAV") per share as a practical expedient are not recognized within the fair value hierarchy.

Investment Asset Valuation

Investments are carried at fair value.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Conditional promises to give are not included as support until the conditions are substantially met.

The Organization provides an allowance for doubtful contributions based upon prior experience and management's assessment of the collectability of specific accounts. There was no allowance for contributions receivable as of June 30, 2022 and 2021.

Guardianship Assets Held in Trust

Guardianship assets held in trust include cash, investments and real estate held by the Organization in its capacity as guardian by appointment of the Supreme Court of the State of New York, and as representative payee with power of attorney for numerous elderly and needy persons ("Guardianship clients"). Disbursements are made by court mandate requiring the Organization to pay expenditures on behalf of the Guardianship clients. These assets are maintained in separate accounts and, accordingly, a corresponding liability is reflected in the consolidated statements of financial position.

Professional and Similar Liabilities

The Organization discloses insurance claims and related recoveries on a gross basis and any estimated insurance recovery is reflected as a receivable on the same basis as the liabilities, subject to the need for a valuation allowance for uncollectible accounts. Professional and workers' compensation liability claims are covered through commercial insurance. At June 30, 2022 and 2021, the liability and related asset of approximately \$228,000 and \$781,000 related to these claims are not presented in the consolidated statements of financial position.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Principles *(continued)*

Property and Equipment

Items in excess of \$1,000 are capitalized as part of property and equipment, and are stated at cost or fair value if contributed. Routine maintenance and repairs are expensed, while those that extend the life of existing properties are capitalized. Depreciation is provided over the estimated useful lives of each class of depreciable asset and is computed utilizing the straight-line method over 5 to 39 years. Leasehold improvements are amortized over the lesser of the term of the lease or the estimated useful life of the equipment.

Impairment of Long-Lived Assets

Long-lived assets, such as property and equipment, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The Organization records impairment losses on long-lived assets used in operations when the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of those assets. There were no impairment charges required to be recognized for the years ended June 30, 2022 and 2021.

Conditional Asset Retirement Obligations

The Organization accounts for Conditional Asset Retirement Obligations ("CARO") in accordance with U.S. GAAP, which defines a conditional asset retirement obligation as a legal obligation to perform an asset retirement activity in which the timing and/or method of settlement are conditional on a future event that may or may not be within the control of the entity. Uncertainty with respect to the timing and/or method of settlement of the asset retirement obligation does not defer recognition of a liability. The fair value of the CARO is recorded on a discounted basis and accreted over time for the change in fair value. Management has determined that there are no CARO liabilities that are required to be accrued at June 30, 2022 and 2021.

Estimated Amounts Claimed by Third-Party Payors

Estimated amounts claimed by third-party payors include accruals by the Organization of estimates of retroactive revenue adjustments.

Advances Payable

Payments from government agencies in excess of expenses qualifying under the terms of the contract are reflected on the consolidated statements of financial position as advances payable.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Principles *(continued)*

Debt Issuance Costs

Debt issuance costs are reported on the consolidated statements of financial position as a direct deduction from the face amount of the debt. The debt issuance costs are being amortized over the term of the debt on a method that approximates the interest method.

Operating Measure

The consolidated statements of operations and changes in net assets include excess (deficiency) of operating revenue over operating expenses before other changes. Peripheral or incidental transactions such as equity contributions, equity distributions, and depreciation are reported as other changes and are excluded from the operating measure.

Operating Leases

Operating leases are classified in accordance with the terms of the underlying agreements. Operating lease payments are charged to rental expense. Deferred rent is recorded when there are material differences between the fixed payment and the rent expense as reported on the straight-line method based on the entire lease term.

Revenue Recognition – Home Care Revenue

Home care revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing home care. The table below summarizes the sources of revenue for home care services for the years ended June 30:

	2022	2021
Medicaid, MLTC, Managed Care	\$ 15,737,181	\$ 21,709,191
Private Pay	19,593,975	18,306,328
Provider Contracts	936,111	996,263
Other Contracts	4,821,911	4,624,048
Homemaking	3,376,817	3,975,079
	<u>\$ 44,465,995</u>	<u>\$ 49,610,909</u>

The Organization bills third-party payors, such as Medicaid and Medicare, at the beginning and end of an episode. Managed care contracts are billed shortly after services have been performed. Revenues are recognized as performance obligations are satisfied. The Organization determines performance obligations based on the nature of the services provided. The Organization recognizes revenues for performance obligations satisfied at a point in time based on actual charges incurred in relation to total expected charges. The Organization recognizes revenue at a point in time when services are performed and when visits are completed.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Policies *(continued)*

Revenue Recognition – Home Care Revenue (continued)

The Organization determines the transaction price associated with services provided to patients who have third-party payor coverage on the basis of contractual or formula-driven rates for the services rendered. The estimates for contractual allowances are based on contractual agreements and historical experience. Implicit price concessions included in the estimation of the transaction price are based on the Organization's historical collection experience for applicable portfolios.

Subsequent changes to the estimate of the transaction price (determined on a portfolio basis when applicable) are generally recorded as adjustments to home care revenue in the period of change. For the years ended June 30, 2022 and 2021, changes in the estimates of implicit price contractual adjustments and other reductions to expected payments for performance obligations satisfied in prior years were not significant. Portfolio collection estimates are updated based on collection trends. Subsequent changes that are determined to be the result of an adverse change in the patient's ability to pay (determined on a portfolio basis, when applicable) are recorded as bad debt expense.

Accounts receivable and home care revenue result from health care services provided by the Organization and are reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing home care. These amounts are due from third-party payors (including health insurers and government programs), and others and includes variable consideration for retroactive revenue adjustments due to settlement of ongoing and future audits, reviews, and investigations.

The Organization uses a portfolio approach as a practical expedient to account for categories of home care contracts as collective groups, rather than recognizing revenue on an individual contract basis. The portfolio consists of major payor classes for home health aide, skilled nursing, and therapy visits. The consolidated financial statement effects of using this practical expedient are not materially different from an individual contract approach.

The Organization has elected the practical expedient and does not adjust the promised amount of consideration from third-party payors for the effects of a significant financing component due to the Organization's expectation that the period between the time the home care service is provided to a patient and the time that the third-party payor pays for that service will be one year or less.

As substantially all of its performance obligations relate to contracts with a duration of less than one year, the Organization has elected to apply the optional exemption and therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Policies (*continued*)

Government Revenue

Government revenue is recognized when reimbursable expenses are incurred under the terms of the grants and contracts and all barriers to performance have been overcome without any right of return. Payments in excess of or for amounts less than qualifying expenses are accounted for as advances payable or receivables, respectively, as applicable.

Contributions and Program Grants

Unconditional contributions and program grants, including promises to give cash and other assets, are reported at fair value at the date the contribution is received. The gifts are recorded as with donor restrictions if they are received with donor restrictions that are temporary or permanent in nature. When donor restrictions expire, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the consolidated statements of operations and changes in net assets as net assets released from restrictions.

Rental Revenue

Rental revenue is recognized as it accrues. Advance receipts of rental income are deferred and classified as liabilities until earned or recouped. All leases between the Organization and the tenants of the properties are short-term operating leases.

Program Revenue

Program revenue consists of reimbursements related to insurance, social and management services and other revenues. The revenues are earned as services are provided or reimbursements are billed for expenses incurred.

Gain on Sale of Property and Equipment

The gain on the sale of property is recorded as the proceeds from the sale less the related book value of the properties and equipment sold. The gain on the sale of the property and equipment is included in the miscellaneous revenue in the consolidated statements of operations and changes in net assets

Investment Income Recognition

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

2. Summary of Significant Accounting Policies *(continued)*

Functional Allocation of Expenses

The costs of providing the Organization's services have been summarized on a functional basis. Common costs incurred for the administration of the various programs are allocated directly to respective programs as incurred and/or utilizing predetermined allocation rates established by management. Such allocation rates may be based on square footage for shared office space and census or expense ratios for program management costs.

Advertising Costs

Advertising costs are expensed as incurred. Advertising expense for the years ended June 30, 2022 and 2021 was \$79,409 and \$127,492.

Accounting for Uncertainty in Income Taxes

The Organization recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that the Organization had no uncertain tax positions that would require financial statement recognition or disclosure. The Organization is no longer subject to examinations by the applicable taxing jurisdictions for periods prior to June 30, 2019.

Other affiliates of the Organization are treated as partnerships and corporations for federal, state and local income tax purposes. Taxable partnership income or loss passes through to, and is reportable by, the partners, individually. The corporations either have had zero taxable income or have been carrying losses that are available for future netting against taxable income. Net operating losses from 2019 and prior periods expire in various years through 2039. Losses carried forward should be computed as assets using the applicable tax rate and reported on the consolidated statements of financial position, subject to valuation allowance. In the case of the corporations, it is more likely than not that the respective asset will never be realized as the possibility of net income or gain is unlikely. Therefore, no asset has been recognized in these consolidated financial statements, as the valuation allowance would equal 100% of the asset value.

Reclassifications

Certain amounts reported for 2021 have been reclassified to conform to the 2022 presentation.

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the consolidated financial statements through the date that the consolidated financial statements were available to be issued, which is January 26, 2023.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

3. Investments

Major categories of investments categorized by the fair value hierarchy are as follows at June 30:

	2022		2021	
	Quoted Price in Active Markets for Identical Assets (Level 1)	Total	Quoted Price in Active Markets for Identical Assets (Level 1)	Total
Money market funds	\$ 3,428,468	\$ 3,428,468	\$ 1,682,710	\$ 1,682,710
Agency securities	1,419,311	1,419,311	1,741,592	1,741,592
Corporate bonds	119,488	119,488	221,610	221,610
Mutual funds	14,511,305	14,511,305	16,290,987	16,290,987
UJA - Federation of New York, Inc. ("UJA") pooled investment account *	-	2,396,109	-	2,647,288
	<u>\$ 19,478,572</u>	<u>\$ 21,874,681</u>	<u>\$ 19,936,899</u>	<u>\$ 22,584,187</u>

* As discussed in Note 2, investments valued at NAV are excluded from the fair value hierarchy. Amounts presented in the total column are shown to permit reconciliation to the amounts reported on the consolidated statements of financial position.

Total investment return earned on investments is comprised of the following for the years ended June 30:

	2022	2021
Realized and unrealized losses (gains) on investments	\$ (3,986,946)	\$ 5,066,039
Interest and dividends	692,847	326,496
Change in investment in SinglePoint Care Network, LLC	-	(989)
	<u>\$ (3,294,099)</u>	<u>\$ 5,391,546</u>

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

3. Investments *(continued)*

There were no transfers in or out of Levels 1, 2 or 3 of the fair value hierarchy during the years ended June 30, 2022 and 2021. Information regarding investments valued at NAV using the practical expedient is as follows at June 30:

	2022			
	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
UJA pooled investment account	\$ 2,396,109	None	Unlimited	30 days

	2021			
	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
UJA pooled investment account	\$ 2,647,288	None	Unlimited	30 days

UJA pooled investment account - a share in the pooled investments of UJA to benefit from the various diversified strategies that UJA invests in, including cash and bonds, multi-strategy hedge funds, long equity, private equity and real estate. The purpose is to generate appreciation while managing risk through diversification.

4. Accounts Receivable

Accounts receivable are comprised of the following at June 30:

	2022	2021
Home care	\$ 3,547,175	\$ 4,589,341
Tenant receivables	957,538	1,539,399
Contributions receivable	375,883	381,073
Other programs	16,259,700	14,012,120
Total Accounts Receivable	21,140,296	20,521,933
Less allowance for doubtful accounts	(2,079,970)	(3,183,446)
Accounts Receivable, net	\$ 19,060,326	\$ 17,338,487

Contributions receivable included in accounts receivable are all current and fully collectible. At July 1, 2020, contract assets and contract liabilities amounted to \$5,556,539 and \$0, respectively.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

5. Guardianship Assets Held in Trust

Guardianship assets held in trust are as follows at June 30:

	2022		2021	
	Quoted Price in Active Markets for Identical Assets (Level 1)	Total	Quoted Price in Active Markets for Identical Assets (Level 1)	Total
Equity securities and mutual funds	<u>\$ 2,149,037</u>	\$ 2,149,037	<u>\$ 2,149,037</u>	\$ 2,149,037
Cash and other assets, at cost		<u>26,054,446</u>		<u>26,954,389</u>
		<u>\$ 28,203,483</u>		<u>\$ 29,103,426</u>

6. Restricted Assets and Funded Reserves

Replacement Reserve

Pursuant to the terms indicated in the operating agreements for certain entities included in these consolidated financial statements, the Organization has established a replacement reserve to be used to fund major repairs, capital expenditures and replacement of capital items.

Operating Reserve

Certain entities have established operating reserves that should be used to fund operating deficits after the later of stabilization, loan conversion, or consent of the investor member and shall be maintained so long as the investor member remains the member.

Escrow

The Organization established escrow accounts to fund insurance, water and sewer expenses.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

7. Assets Held for Deferred Compensation

Assets held for deferred compensation are as follows at June 30:

	2022		2021	
	Quoted Price in Active Markets for Identical Assets (Level 1)	Total	Quoted Price in Active Markets for Identical Assets (Level 1)	Total
Money market funds	\$ 28,014	\$ 28,014	\$ 141,304	\$ 141,304
Corporate bonds	25,035	25,035	-	-
Mutual funds	2,332,946	2,332,946	3,168,138	3,168,138
Electronic traded products	263,240	263,240	-	-
Fixed income	-	-	51,858	51,858
Total Assets Held for Deferred Compensation	<u>\$ 2,649,235</u>	<u>\$ 2,649,235</u>	<u>\$ 3,361,300</u>	<u>\$ 3,361,300</u>

8. Property and Equipment

Property and equipment consist of the following at June 30:

	2022	2021
Land and building	\$ 174,934,895	\$ 174,560,013
Telephone equipment	651,967	651,967
Computer equipment	4,086,777	3,494,216
Leasehold improvements	8,077,467	7,989,467
Office furniture and equipment	7,720,518	7,391,191
Construction in progress	19,317,056	11,999,368
	<u>214,788,680</u>	<u>206,086,222</u>
Accumulated depreciation and amortization	(66,788,939)	(61,540,174)
	<u>\$ 147,999,741</u>	<u>\$ 144,546,048</u>

In 2021, Kensington Church Avenue Properties, LLC sold a building and related leasehold improvements with a historical cost of \$1,391,241 and related accumulated depreciation of \$577,324 for proceeds of \$1,215,000. This resulted in a gross gain on the sale of \$401,083, net of closing costs of \$100,491, which is included in miscellaneous revenue in the 2021 consolidated statement of operations and changes in net assets.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

9. Notes Payable

- a) Selfhelp Associates (KIII), LP entered into a purchase money note with the New York City Department of Housing Preservation and Development (“HPD”) in the original commitment amount of \$171,456 on June 27, 2011, which is secured by the project. The note accrues and compounds interest at 1% per annum. All outstanding principal and accrued interest is due in full on July 1, 2026. As of June 30, 2021, the outstanding principal balance was \$147,213. The note payable was paid in full during the year ended June 30, 2022. For the years ended June 30, 2022 and 2021, interest expense was \$23,022 and \$1,596. Accrued interest at June 30, 2022 and 2021 was \$1,612 and \$14,230.
- b) Selfhelp (KIV) Associates, LLP entered into a note payable agreement with the New York City Department of Housing Preservation and Development (“HPD”), in the original commitment amount of \$333,485 on June 27, 2011. The note accrues interest at 1% per annum and is secured by a mortgage loan note. All outstanding principal and interest is due at maturity on June 1, 2026. As of June 30, 2022 and 2021, the outstanding principal was \$259,425. For the years ended June 30, 2022 and 2021, interest expense was \$2,594 and \$1,297. Accrued interest at June 30, 2022 and 2021 was \$16,181 and \$18,775.
- c) Selfhelp Community Services, Inc. (the “Sponsor”) has received an Affordable Housing Program (“AHP”) subsidy from a bank through the Federal Home Loan Bank Program in the amount of \$520,000 with a term of 15 years from August 23, 2018. The Sponsor will loan the funds to the Company, which were used as a source of construction financing. The construction loan is secured by the Company’s investment in real estate.
- d) On May 21, 2020, Bergen Place, LLC, entered into an agreement with the County of Nassau’s Office of Community Development (the “County”) to provide funding for the under the Home Investment Partnership Program (“HOME”). The funds have been provided to the Bergen, Place LLC pursuant to a non-recourse mortgage note payable to the County dated May 21, 2020, in the amount of \$700,000. The note matures May 21, 2040, bears interest at the rate of 1.0% per annum. As of June 30, 2022 \$360,000 has been drawn against the note. No funds were drawn for the year ended June 30, 2021.

10. Line of Credit

Selfhelp has a line of credit (“LOC”) up to \$7,000,000 with JP Morgan Chase bank maturing April 1, 2023. Interest is charged at the adjusted LIBOR rate on any outstanding balance. At June 30, 2022 and 2021, the interest rate is 4.29% and 2.33%. The collateral for the LOC is Selfhelp’s eligible accounts receivable subject to a borrowing base computation, as established by the bank. The LOC balance as of June 30, 2022 and 2021 was \$3,500,000 and \$2,500,000. Related interest expense on the line of credit amounted to \$88,513 and \$92,551 for the years ended June 30, 2022 and 2021.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

11. Construction Loan

	2022	2021
<p>On May 21, 2020, Bergen Place, LP obtained a construction to permanent loan from Capital One National Association to provide financing totaling \$11,651,950. The loan is collateralized by a performance bond with the general contractor. The terms of the financing include \$6,931,950 (the "Short Term Loan"), which bears interest at 3.25% per annum through the maturity date of February 19, 2023 and \$4,720,000 (the "Long Term Loan"), which bears interest at the United States Treasury rate plus 311 basis points. A portion of the principal will be repaid with proceeds from the conversion and stabilization capital contributions with the balance converted to permanent financing. The Long Term Loan is secured by guarantee from Selfhelp.</p>	<p><u>\$ 11,650,842</u></p>	<p><u>\$ 8,995,014</u></p>

12. Mortgages Payable

	2022	2021
<p>a) The affiliate 6469 Broadway Selfhelp, LLC obtained a construction to permanent loan from New York State Housing Finance Agency ("HFA") to provide financing totaling \$13,200,000 from proceeds of exempt bonds. The loan is collateralized by a mortgage on the rental property. The terms of the financing are as follows: A \$13,200,000 note was issued, of which \$9,440,000 (the "Short Term Loan") bore interest at 2.00% per annum through and including the last day for the construction term (the "Conversion Date"), and \$3,760,000 (the "Long Term Loan") bears interest at 5% per annum through maturity, November 1, 2046, plus an additional 0.25% for servicing fees. The repayment of principal of \$9,222,976 was made with proceeds from capital contributions as of December 31, 2016. Principal and interest payments on the Long Term Loan are due in monthly installments of \$20,185 through maturity. The Long Term Loan is secured by a Mortgage Agency (SONYMA) beginning on the Conversion Date, April 3, 2017. An annual SONYMA premium of .5% of the outstanding loan balance shall be due.</p>	<p>\$ 3,387,992</p>	<p>\$ 3,452,760</p>
<p>b) The affiliate 6469 Broadway Selfhelp, LLC has entered into a second note agreement ("HCR Subsidy Loan") with HFA in the original amount of \$8,850,000. The note bore interest at 6% per annum through the Conversion Date, at which point interest reduced to 1% per annum. Commencing on the earlier of the first day for the first month following the end of 6469 Broadway Selfhelp, LLC's 15th tax credit year, or the first day of the month following the last payment of the deferred development fee and reserve note, the entity shall make payments on the outstanding principal and accrued interest equal to 50% of its annual Surplus Income, as defined. The entire outstanding principal and interest due are to be paid in full November 1, 2046. The HCR Subsidy Loan is secured by a mortgage on the building.</p>	<p>8,850,000</p>	<p>8,850,000</p>
<p>c) The affiliate 6469 Broadway Selfhelp, LLC has entered into a note payable agreement with New York City Department of Housing Preservation and Development, ("HPD"), in the amount of \$500,000. The note accrues interest at 1% per annum and is secured by a mortgage on the building. All outstanding principal and interest are due on the maturity date, November 1, 2046.</p>	<p>500,000</p>	<p>500,000</p>

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

12. Mortgages Payable *(continued)*

<p>d) The affiliate Selfhelp KI-KII Associates, LLC entered into a loan agreement on October 29, 2009, with the NYSHFA in the amount of \$8,260,000. The note bears interest at 5.4% per annum through and including the last day of the construction term (as defined in the "note agreement"), plus an additional .75% for servicing and insurance fees. Commencing on the conversion date and thereafter (as defined in the "note agreement"), the note shall bear interest at a rate of 5.4%. Selfhelp KI-KII shall pay an annual mortgage insurance premium at 0.5% of the principal balance. The note will be amortized over the term of the bond and will mature on December 1, 2040, at which point all outstanding principal and interest will be due and payable. Monthly principal and interest payments are scheduled to be \$46,382.</p>	\$ 6,503,090	\$ 6,702,628
<p>e) The affiliate Selfhelp (KI-KII) Associates, LP has entered into an additional loan with the NYSHFA (the "TCAP Loan") on October 29, 2009, which is secured by a subordinate interest in the property. The note is noninterest-bearing through and including the last day of the construction term (as defined in the notes) and bears interest at 1% per annum commencing on January 1, 2013. The loan is to be repaid from 25% of the surplus cash after the payment of the operating deficit contribution. All principal and interest is due on the loan maturity date of December 1, 2040. As of June 30, 2022 and 2021 no repayments of the loan have been made.</p>	5,820,000	5,820,000
<p>f) The affiliate Selfhelp Associates, L.P. has entered into a senior project loan mortgage and senior building mortgage with New York City Housing Development Corporation ("HDC") totaling \$9,100,000 in the original amounts of \$5,794,801 and \$3,305,199, respectively, from proceeds of tax-exempt bonds and collateralized by a lien on the rental property and a letter of credit. The mortgages bear interest at 5.15% and 5.5%, respectively, per annum through and including the last day of the construction term. Prior to the first permanent term, a mandatory prepayment of principal in the amount of \$3,120,355 was paid. Commencing on the conversion date and thereafter (as defined in the mortgage) the two mortgages have been combined into a single mortgage with a blended interest rate of 5.35%, which requires monthly principal and interest payments of \$33,505 and matures on January 31, 2038. On March 18, 2022, the property was refinanced with a bridge loan in the amount of \$22,400,000. The funds were used to pay all existing debts and provide funding for renovation and repairs to the property. The initial interest rate is 3.79% adjustable monthly based on the Secured Overnight Financing Rate (SOFR) plus the applicable margin or alternate rate, as described in the loan documents. The loan matures on April 5, 2023 and has an extension option date of October 5, 2023, subject to the terms described in the note. The loan is expected to be converted to long term permanent financing at the completion of construction renovations. Interest incurred during 2022 and 2021 was \$187,058 and \$0.</p>	22,400,000	4,414,246

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

12. Mortgages Payable *(continued)*

<p>g) A \$3,420,000 note was issued by the New York City Housing Development Corporation ("HDC") to Selfhelp KIV Associates, LP that bore interest at 5.10% per annum through and including the last day of the construction term (as defined in the note), plus an additional 0.80% for servicing fees. Commencing on the conversion date and thereafter (as defined in the note), the note bore interest at a rate of 5.1%, plus an additional 0.20% for servicing and insurance fees. The note was amortized over a period of nine years with monthly principal and interest payments of \$39,886. In addition, a \$3,480,000 note was issued that bore interest at 5.10% per annum through and including the last day of the construction term (as defined in the notes), plus an additional 0.80% for servicing fees. On November 1, 2016, Selfhelp KIV Associates, LP entered into an agreement with HDC to consolidate the notes. In doing so, the new principal balance became \$3,618,946. The modified note bears interest at a rate of 5.66% per annum and is amortized over a period of 22 years. Monthly principal and interest payments of \$23,907 are due until maturity on December 1, 2038. The mortgage is secured by the partnership's investment in real estate.</p>	\$	3,072,216	\$	3,181,827
<p>h) The affiliate, Selfhelp KVII Associates, LP has entered into a \$5,475,000 note payable with HDC bearing interest at 5.15% per annum commencing on the conversion date and thereafter (as defined in the note) which is secured by a first mortgage on the property. Principal and interest payments are due in monthly installments of \$29,895 through the maturity date of September 30, 2043.</p>	4,687,838	4,801,945		
<p>i) The affiliate Selfhelp KVII Associates, LLC has entered into a second note agreement with HDC in the original amount of \$5,980,000 on December 22, 2010 which is secured by a second mortgage on the property. The note bears interest at 1% per annum. Monthly payments of interest only are due through the maturity date of September 30, 2043, at which point all outstanding principal and interest is due.</p>	5,980,000	5,980,000		
<p>j) The affiliate Selfhelp KVII Associates, LLC has entered into a note agreement with the New York City Department of Housing, Preservation and Development ("HPD") in the original amount of \$2,360,083 on December 22, 2010, which is secured by a third mortgage on the property. The note bears interest at 1% per annum plus an additional .25% for a servicing fee. All principal and interest are due on the loan maturity date of September 30, 2043.</p>	2,360,083	2,360,083		

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements June 30, 2022 and 2021

12. Mortgage Payable (continued)

k) The affiliate Selfhelp KVII Associates, LLC has entered into a note agreement with HPD in the original amount of \$1,587,905 on December 22, 2010, which is secured by a fourth mortgage on the property. The note bears interest at 1% per annum plus an additional .25% for a servicing fee. All principal and interest are due on the loan maturity date of September 30, 2043.	\$ 1,587,905	\$ 1,587,905
l) The affiliate, Selfhelp KVII Associates, LLC has entered into a note agreement with HPD in the original amount of \$400,000 on December 22, 2010, which is secured by a fifth mortgage on the property. The note is interest free and due on the loan maturity date of September 30, 2043.	400,000	400,000
m) Under the terms of the nonrecourse promissory mortgage note with New York Housing Trust Fund ("HTF") dated September 30, 2003, HTF provided a 30-year, \$1,173,321 loan to the Apex Senior Citizen Housing, Limited Partnership. The loan is secured by a first mortgage on the property and subject to a Regulatory Agreement. Interest only is payable at 1% un compounded, until maturity. Interest is payable annually on April 30 from excess income prior to the distribution of return on equity in accordance with the Regulatory Agreement. Any interest unpaid will not bear interest but will be due and payable on the next payment date. There has not been excess income available to pay the interest accrued since 2017. Pursuant to this agreement, the property is subject to certain use restrictions for the purpose of providing housing to low-income elderly and disabled individuals for 30 years, and limitations on return of equity. All principal and unpaid interest will be due and payable September 30, 2033. The principal and interest of this note may not be prepaid in whole or part at any time unless agreed to in writing by HTF.	1,173,321	1,173,321
n) 333 Lennox Associates, LLC entered into a mortgage in the maximum amount of \$10,838,734 that is held by Bank of America, N.A. (the "Bank"). During the construction financing period interest only payments were due monthly, which bore interest at a fluctuating rate of interest per annum equal to the London Inter-bank Offered Rate ("LIBOR") daily floating rate for that day plus 225 basis points, through and including the last day of the construction term (the "Conversion Date"), and \$3,750,000 (the "Long Term Loan") bore interest at 5.25% per annum, plus an additional 0.25% for servicing fees. Upon conversion to permanent financing, which occurred on July 17, 2019, the mortgage was paid down and the interest is 5.57% with monthly principal and interest payments of \$19,730 until the maturity date of August 1, 2049.	3,673,999	3,702,391
Less unamortized debt issuance costs	70,396,444	52,927,106
Total Mortgages Payable	(2,575,444)	(2,072,401)
	<u>\$ 67,821,000</u>	<u>\$ 50,854,705</u>

During the year ended June 30, 2022, Selfhelp Associates (KIII), L.P. entered into a bridge loan and incurred additional debt issuance costs in the amount of \$676,966. Debt issuance costs related to the previous loan in the amount of \$29,802 were written off.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

12. Mortgage Payable (continued)

Total interest expense on the mortgages for the years ended June 30, 2022 and 2021 amounted to \$1,803,102 and \$1,840,282. Accrued interest on the mortgages amounted to \$1,930,122 and \$2,471,361.

Principal payments for the next five years and thereafter are as follows:

2023	\$	902,971
2024		932,328
2025		962,659
2026		994,215
2027		1,024,897
Thereafter		<u>65,579,374</u>
		70,396,444
Unamortized debt issuance costs		<u>(2,575,444)</u>
	\$	<u>67,821,000</u>

Debt issuance costs will be amortized as follows over the next five years and thereafter:

2023	\$	111,293
2024		111,293
2025		111,293
2026		111,293
2027		111,293
Thereafter		<u>2,018,979</u>
	\$	<u>2,575,444</u>

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

13. Capital Advance

Financing for Selfhelp United Help Kissena Apts. HDFC, Inc. and for United Help/Selfhelp Housing for the Elderly Housing Development Fund Company was provided by HUD under the terms of a Firm Commitment for Capital Advance Financing. Total capital advances of \$7,984,600 and \$6,419,000 have been made to fund the entities, respectively, at June 30, 2022 and 2021. The capital advances will become re-payable with interest at a rate of 6.25%, only if the entities do not remain available for very low-income eligible individuals as approved by HUD for no less than 40 years which period lapses in 2036 and 2041. It is the intention of the entities to keep this property occupied by very low-income eligible individuals.

14. Changes in Consolidated Net Assets without Donor Restrictions

	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>Non- Controlling Interest</u>
Balance, June 30, 2020	\$ 94,555,369	\$ 62,908,327	\$ 31,647,042
Change in net assets	<u>(1,442,456)</u>	<u>1,227,893</u>	<u>(2,670,349)</u>
Balance, June 30, 2021	93,112,913	64,136,220	28,976,693
Change in net assets	<u>(15,918,848)</u>	<u>(10,829,949)</u>	<u>(5,088,899)</u>
Balance, June 30, 2022	<u>\$ 77,194,065</u>	<u>\$ 53,306,271</u>	<u>\$ 23,887,794</u>

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

15. Net Assets with Donor Restrictions

Net assets with donor restrictions activity consisted of the following for the years ended June 30:

	2022			
	Net Assets July 1, 2021	Additions and Other Changes	Net Assets Released	Net Assets June 30, 2022
Holocaust Survivor Program and Project Legacy	\$ 6,276,538	\$ (585,353)	\$ -	\$ 5,691,185
Alzheimer Fund	580,352	(127,009)	-	453,343
Time restricted	270,000	-	(270,000)	-
Other	445,247	144,470	(149)	589,568
	\$ 7,572,137	\$ (567,892)	\$ (270,149)	\$ 6,734,096
	2021			
	Net Assets July 1, 2020	Additions and Other Changes	Net Assets Released	Net Assets June 30, 2021
Holocaust Survivor Program and Project Legacy	\$ 5,206,528	\$ 1,137,080	\$ (67,070)	\$ 6,276,538
Alzheimer Fund	415,274	165,078	-	580,352
Time restricted	270,000	-	-	270,000
Other	456,312	(10,916)	(149)	445,247
	\$ 6,348,114	\$ 1,291,242	\$ (67,219)	\$ 7,572,137

16. Operating Leases

The Organization leases office space under various lease agreements with expiration dates between fiscal 2023 and 2031. Rent under these leases was \$2,198,944 and \$1,772,674 for each of the years ended June 30, 2022 and 2021. Deferred rent was \$2,318,372 and \$2,264,800 as of June 30, 2022 and 2021. Future minimum annual lease payments due as of June 30, 2022 are as follows:

2023	\$ 2,382,230
2024	2,437,503
2025	2,487,230
2026	934,223
2027	601,017
Thereafter	2,313,853
	\$ 11,156,056

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

16. Operating Leases (*continued*)

Certain of these future minimum annual rental payments are subject to escalations based upon increases in real estate taxes, electricity, and other operating expenses.

17. Pension Plans

Selfhelp contributes to the following pension plans for its employees: the UJA Federation of New York Plan (the "Nonunion Pension Plan"), the Union Pension Plan and the Deferred Compensation Plans.

a. *Nonunion Pension Plan*

Participation in the Nonunion Pension Plan is limited to eligible non-union employees meeting the age (21) and one year of service requirements of the plan. Pension expense approximated \$1,355,000 and \$1,703,000 for the years ended June 30, 2022 and 2021.

Selfhelp is a participating member of the UJA-Federation multiemployer defined benefit pension plan. Participation in the Nonunion Pension Plan is limited to eligible non-union employees meeting the age (21) and one year of service requirements of the plan. An employer's risks of participating in a multiemployer plan are different from a single employer plan in that the assets contributed to a multiemployer plan may be used to provide benefits to employees of other participating employers; and if a participating employer stops contributing to the plan, unfunded obligations, if any, of the plan may be borne by the remaining participating employers. If an employer chooses to stop participating in some of its multiemployer plans, the employer may be required to pay those plans an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The actuarial present value of accumulated plan benefits and net assets available for benefits relating to Selfhelp's employees is not available because such information is not accumulated for each participating organization. Selfhelp's employees are all non-union. The Nonunion Pension Plan, Retirement Plan for Employees of United Jewish Appeal-Federation of Jewish Philanthropies of New York, Inc. and Affiliated Agencies and Institutions, is filed under the Employer Identification Number 51-0172429 and the three-digit Pension Plan Number 333. The Nonunion Pension Plan is not required to file an annual zone certification under the Pension Protection Act of 2006 (PPA) and disclosures concerning a financial improvement plan or a rehabilitation plan are not applicable. The Nonunion Pension Plan is at least 80 percent funded using the most recent financial information as of October 1, 2020, the beginning of the plan year. Selfhelp's contributions to the Nonunion Pension Plan were not more than 5% of total contributions to the Nonunion Pension Plan.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

17. Pension Plans (*continued*)

b. *Union Pension Plan*

Selfhelp contributes to the Union Pension Plan (the “Plan”) pursuant to a collective bargaining agreement that covers its union-represented employees. All union employees of the Organization are covered by a multiemployer contributory pension plan administered by the union. The risks of participating in a multiemployer plan are different from a single-employer plan in the following aspects:

- a.) Assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers.
- b.) If a participating employer stops contributing to the multi-employer plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
- c.) If an employer chooses to stop participating in a multi-employer plan, the employer may be required to pay those plans an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The Organization’s participation in the Plan for the years ended June 30, 2022 and 2021 is outlined in the table below. The most recent Pension Protection Act (“PPA”) zone status available in 2022 is for the Plan’s year-end at January 1, 2021. The zone status is based on information that the Organization received from the Plan and is certified by the actuaries of the Plan. Among other factors, plans in the red zone are generally less than 65% funded, plans in the yellow zone are less than 80% funded, and plans in the green zone are at least 80% funded. The “FIP/RP Status Pending/Implemented” column indicates plans for which a financial improvement plan (“FIP”) or a rehabilitation plan (“RP”) is pending or has been implemented. The last column lists the expiration dates of the collective bargaining agreement to which the Plan is subject. Selfhelp’s contributions to the Plan were not more than 5% of total contributions to the Plan.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

17. Pension Plans (continued)

b. Union Pension Plan (continued)

Pension Fund	EIN Number	Plan Number	Pension Protection Act Zone Status	
			2022	2021
DC 1707 Local Home Care & Professional Employees Pension Fund	13-3698650	001	Green as of 1/1/21	Green as of 1/1/20
FIP / RP Status	Contributions		Surcharge Imposed	Expiration Date of Collective- Bargaining Agreement
Pending/Implemented	2022	2021		
Yes	\$ 352,401	\$ 412,269	No	December 2020- See Note 18

Form 5500 was not yet available for the Plan's year ended in 2022.

c. Deferred Compensation Plans

Selfhelp provides three deferred compensation plans to certain of its employees. Liability and annual expense are based on actuarial assumptions. The two 457(f) plans are to give the tax-exempt employer an opportunity to supplement the retirement income of its select management group by contributing to a plan that will be paid to executives at retirement.

The 457(b) plan is to provide non-elective tax deferred compensation benefits payable at retirement, severance from employment, death, or in the event of financial hardship due to unforeseeable emergencies. Selfhelp has set aside \$2,649,235 and \$3,361,300 as assets held for deferred compensation as of June 30, 2022 and 2021. The expense for each fiscal year 2022 and 2021 was \$200,000. The liability at June 30, 2022 and 2021 is \$3,256,656 and \$3,320,811 is recorded as deferred compensation payable on the consolidated statements of financial position.

d. Multi-Employer Union Pension Plan

Selfhelp United Help Kissena Apts. HDFC, Inc. and United Help/Selfhelp Housing for the Elderly Housing Development Fund Company, Inc. participate in the Building Service 32BJ Pension Fund (the "the multi-employer plan").

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

17. Pension Plans (continued)

d. Multi-Employer Union Pension Plan (continued)

The above referenced entities' participation in the multi-employer plan for 2022 and 2021 is outlined in the table below. The "EIN Number" column provides the Employer Identification Number ("EIN"). The most recent Pension Protection Act ("PPA") zone status available is for the multi-employer plan year-end at June 30, 2021. The zone status is based on information that the entities received from the multi-employer plan and is certified by the actuaries of the multi-employer plan. Among other factors, pension plans in the "red zone" are generally less than 65% funded, pension plans in the "yellow zone" are less than 80% funded, and pension plans in the "green zone" are at least 80% funded. The "FIP/RP Status Pending/Implemented" column indicates pension plans for which a financial improvement plan ("FIP") or a rehabilitation plan ("RP") is pending or has been implemented.

The last column lists the expiration date of the collective bargaining agreement to which the plan is subject. The above referenced entities' contributions to the plan for the years ended June 30, 2022 and 2021 did not exceed 5% of the total employer contributions.

On September 28, 2021, the multi-employer plan's actuaries certified that, for the multi-employer plan year beginning July 1, 2021, the multi-employer plan is in "critical" status, as defined in the PPA. As required by the PPA, the multi-employer plan has notified all affected parties, including multi-employer plan participants that the multi-employer plan is in critical status.

Pension Fund	EIN Plan Number	Pension Protection Act Zone Status		FIP/RP Status Pending/Implemented	Contribution by the Entity		Surcharge Imposed	Expiration Date of Collective Bargaining Agreement
		2022	2021		2022	2021		
		Building Service 32BJ Pension Fund	13-1879376 001		Red as of 7/1/21	Red as of 7/1/20		

Form 5500 is not available for the plan year ended June 30, 2022.

In an effort to improve the multi-employer plan's funding situation, the trustees adopted a Rehabilitation Plan on September 28, 2010 based on a rehabilitation period of 10 plan years beginning July 1, 2013. The Rehabilitation Plan describes the actions to be taken by the multi-employer plan's Trustees, and the benefit and contribution changes to be bargained by the bargaining parties to achieve a timely emergence from critical status. On July 17, 2013, the multi-employer plan's Board of Trustees adopted an update to the multi-employer plan's RP and an amendment to the plan's withdrawal liability rules.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

18. Commitments and Contingencies

Commitments

The Organization has provided certain pledges, guarantees, and indemnifications to third parties in connection with various real estate development projects.

Collective Bargaining Agreement

The labor contract with the DC 1707 Local Home Care & Professional Employees expired December 31, 2020. The agreement covers predominantly non-management employees of Selfhelp. Management has not calculated the effect of the ongoing union negotiations, but believes the effect will not have a material effect on the consolidated financial statements or future operations.

Contingencies

Health Care Revenue and Regulatory Compliance

The health care industry is subject to numerous laws and regulations imposed by federal, state, and local governments. Compliance with these laws and regulations, specifically those relating to the Medicare and Medicaid programs, can be subject to government review and interpretation, as well as regulatory actions unknown and unasserted at this time. In addition, certain cost reports, which serve as the basis for final settlement with the Medicare program, remain open for audit and settlement, as are New York State Medicaid cost reports for prior years.

The Organization is not aware of any allegations of noncompliance that could have a material adverse effect on the amounts recorded in the consolidated financial statements. In addition, management believes that the Organization has an effective compliance program in place to assist in complying with current laws and regulations and is in compliance, in all material respects, with applicable laws and regulations.

The New York State Department of Health (“DOH”) has the right to audit the Organization and adjust assigned rates of Medicaid reimbursement for current and prior periods. No provision has been made for possible adjustments that may arise from these audits, since management anticipates no material adjustments.

Estimated amounts claimed by DOH at June 30, 2022 and 2021 approximated \$1,854,000 and \$1,948,000. Such amounts are included in estimated amounts claimed by third-party payors in the consolidated statements of financial position.

The Organization has recorded a third party liability (“TPL”) to Medicaid for home healthcare participants for which it has received (duplicate) payments from Medicare. The estimated amount of the TPL at June 30, 2022 and 2021 is \$77,000 and \$76,000. Such amounts are included in estimated amounts claimed by third-party payors in the consolidated statements of financial position.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

19. Concentration of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist primarily of cash, investments and accounts receivable. Receivables are due from a number of diverse sources, reducing the risk of concentration. At times, the cash balance may be in excess of the Federal Deposit Insurance Corporation's insurance limits. The investment portfolio is diversified by type of investments and industry concentrations so that no individual investment or group of investments represents a significant concentration of risk.

20. Liquidity and Availability of Financial Resources

The Organization's financial assets available within one year of the consolidated statement of financial position date for general expenditures are as follows at June 30:

	<u>2022</u>	<u>2021</u>
Cash	\$ 9,541,331	\$ 10,169,811
Investments	21,874,681	22,584,187
Accounts receivable, net	<u>19,060,326</u>	<u>17,338,487</u>
Total Financial Assets Available Within One Year	50,476,338	50,092,485
Less contractual or donor imposed restricted amounts:		
Restricted by donor with time or purpose restrictions	<u>(6,734,096)</u>	<u>(7,572,137)</u>
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	<u>\$ 43,742,242</u>	<u>\$ 42,520,348</u>

Liquidity Management

The Organization manages its liquidity risk through analyzing net funding requirements under alternative funding scenarios, diversification of funding sources and contingency planning. The Organization utilizes a diverse range of sources of funds, although short-term cash deposits represent the majority of funding it has derived from accounts receivable collections. The Organization's liquidity risk is managed by holding sufficient liquid assets in appropriate qualities and quantities to ensure short-term funding requirements are met and by maintaining a line of credit. Primary sources of support come from governmental contracts (federal and state), Medicaid services, investments, and donor contributions. The Organization's objective is to maintain liquid financial assets without donor restrictions sufficient to cover at least 30-60 days of program expenditures.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

21. COVID-19

The Coronavirus outbreak has had and may continue to have an adverse effect on the results of operations. Given the uncertainty around the extent and timing of the potential future spread or mitigation of the Coronavirus and around the imposition or relaxation of protective measures, management cannot reasonably estimate the impact of future results of operations, cash flows, or financial condition.

22. Net Asset Transfer

During the year ended June 30, 2021, Kensington Church Avenue Properties, LLC transferred net assets in the amount of \$1,292,491 resulting from the sale of a building and related leasehold improvements to Selfhelp Community Services, Inc.

23. Asset Purchase Agreement

On March 22, 2022, Selfhelp Family Home Care, Inc. (Seller) entered into an interim management and asset purchase agreement with Advent Health Care Services, LLC. ("Manager/Buyer"). The management agreement shall become effective upon approval of the Department of Health and end on the earlier of (i) the date of the closing under the asset purchase agreement (ii) the third anniversary of the effective date (iii) the date the asset purchase agreement is terminated (iv) the date to which the parties mutually consent in writing (v) ninety days after Selfhelp Family Home Care, Inc notifies it is terminating the agreement, "with or without cause" or (vi) thirty days without curing an event of default.

Selfhelp Family Home Care, Inc. executed the asset purchase agreement with Advent Health Care Services, LLC to transfer title and interest in assets of any kind, tangible and intangible, solely used in the operation of Selfhelp Family Home Care, Inc. and reflected on its statement of financial position of the date of the agreement. The purchase price under the asset purchase agreement is \$5,500,000, of which \$2,500,000 was paid to Seller as a deposit upon signing. Selfhelp Family Home Care, Inc. will remain responsible for any liabilities or obligations incurred for services performed by Selfhelp Family Home Care, Inc. before the management period and any liabilities and obligations related to breaches of claims. Excellent Home Care Services, LLC has guaranteed the asset purchase agreement on behalf of the Manager/Buyer and is jointly and severally responsible for paying the purchase price.

The asset purchase agreement closing will occur once all required approvals are delivered including the certification of need approval required by the Department of Health and approvals defined by New York Not-For Profit Corporation Law Sections 510, 511, and 511a. If the required approvals are not received by September 22, 2023, the Manager/Buyer may extend the agreement by six months subject to an additional deposit of \$500,000. The interim management agreement is also subject to approval by the New York State Department of Health.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

24. Related Party Transactions

Selfhelp Community Services, Inc. funded the expenses listed below on behalf of Selfhelp Community Services Foundation, Inc. during the years ended June 30:

2022		2021	
Medical insurance	\$ 81,985	Medical insurance	\$ 56,253
Rent	75,279 (a)	Rent	72,178 (a)
Pension	36,081 (b)	Pension	45,308 (b)
Other fringe benefits	137,095	Other fringe benefits	6,156
Administrative and general	70,371	Administrative and general	14,490
	<u>\$ 400,811</u>		<u>\$ 194,385</u>

(a) Rent expense owed to Selfhelp Community Services, Inc. is on a month to month basis as there is no formal agreement between the two entities.

(b) Selfhelp Community Services, Inc. contributes to the UJA Federation of New York (the “non-union pension plan”) for its employees. The non-union pension plan is a cash balance plan. All regular staff employees hired on or after May 1, 2010 participate in the cash balance plan. Participation in the non-union pension plan is limited to eligible non-union employees meeting the age (21) and one year of service requirements of the plan.

In addition, Selfhelp Community Services Foundation, Inc. collected contributions in the amount of \$39,235 and \$77,515 for the years ended June 30, 2022, on behalf of Selfhelp Community Services, Inc.

At June 30, 2022, Selfhelp Community Services Foundation, Inc. was indebted to Selfhelp Community Services, Inc. for \$640,351. At June 30, 2021, Selfhelp Community Services, Inc. owed the Selfhelp Community Services Foundation, Inc. \$192,129. During the year ended June 30, 2022 Selfhelp Community Services Foundation, Inc. liquidated \$2,000,000 of investments and temporarily loaned the amount to Selfhelp Community Services, Inc. for use in its operations within the normal course of business. At June 30, 2022, Selfhelp Community Services, Inc. owes Selfhelp Community Services Foundation, Inc. the entire balance of \$2,000,000.

There is no specific repayment date for amounts due between the entities. Selfhelp Community Services, Inc. does not intend to require repayment of amounts owed from Selfhelp Community Services Foundation, Inc. at any time prior to January 26, 2023. Selfhelp Community Services Foundation, Inc. is not charging interest on the outstanding amounts owed from Selfhelp Community Services, Inc.

Selfhelp Community Services, Inc. and Affiliates

Notes to Consolidated Financial Statements
June 30, 2022 and 2021

24. Related Party Transactions *(continued)*

During fiscal 2022 Selfhelp Community Services Foundation, Inc. collected contributions in the amount of \$9,241 on behalf of Selfhelp Realty Group, Inc. which is included in the accounts receivable, net line on the 2022 consolidated statement of financial position.

* * * * *

**Selfhelp Community Services, Inc.
and Affiliates**

Consolidating Schedules

June 30, 2022

Selfhelp Community Services, Inc. and Affiliates

Consolidating Statement of Financial Position June 30, 2022

	Selfhelp Community Services, Inc.	Kimmel Housing Development Foundation, Inc.	Selfhelp Realty Group, Inc. and Affiliate	Apex Community Housing Development Foundation, Inc.	Apex Senior Citizen Housing Limited Partnership	333 Lenox Associates, LLC	6469 Broadway Selfhelp, L.L.C.	Selfhelp Family Home Care, Inc.	Selfhelp (KI-KII) Associates, LLC	Selfhelp Associates (KIII), L.P.	Selfhelp (KIV) Associates, L.P.	United Help/ Selfhelp Housing for the Elderly Housing Development Fund Company, Inc.	Selfhelp United Help Kissena Apts HDFC, Inc.	Selfhelp KVII Associates, LLC	United Help/ Selfhelp Sheltered Extension, Inc.	45th Avenue and Fellowship Fund for the Aged Housing Companies	Total before Eliminations	Eliminations	Total	
ASSETS																				
Current Assets																				
Cash	\$ 4,294,412	\$ 4,062	\$ 85,969	\$ -	\$ 42,016	\$ 367,855	\$ 200,623	\$ 21,817	\$ 1,340,585	\$ 2,360,667	\$ 291,432	\$ 425,395	\$ 61,278	\$ 44,511	\$ -	\$ -	\$ 9,540,622	\$ -	\$ 9,540,622	
Investments	19,621,752	-	2,252,699	-	-	-	-	-	-	-	-	-	-	-	-	-	21,874,681	-	21,874,681	
Accounts receivable, net	17,961,273	-	723,014	-	8,020	29,500	152,585	100,871	15,648	17,683	5,182	1,999	19,806	385,681	-	10,144	19,431,406	(371,080)	19,060,326	
Due from related parties, net	4,657,367	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,657,367	(4,017,016)	640,351	
Other current assets	816,126	-	-	-	52,999	41,616	52,282	1,760	26,255	427,844	125,020	51,571	120,920	52,557	-	-	1,768,950	-	1,768,950	
Tenant deposits held in trust	-	-	-	-	20,625	41,559	44,483	-	325,657	53,278	174,359	16,249	18,612	75,138	-	-	769,960	-	769,960	
Guardianship assets held in trust	28,203,483	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,203,483	-	28,203,483	
Total Current Assets	75,554,443	4,062	3,061,882	-	123,660	480,530	449,973	124,448	1,708,145	2,859,472	595,593	495,214	220,616	557,887	-	10,144	86,246,469	(4,388,096)	81,858,373	
Restricted assets and funded reserves - cash	-	-	1,064	-	552,192	229,783	687,420	-	2,049,307	4,268,584	922,274	1,482,884	677,961	739,433	-	-	11,610,902	(271,399)	11,339,503	
Notes receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,383,392	20,030,484	35,413,876	(35,413,876)	-	
Assets held for deferred compensation	2,649,235	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,649,235	-	2,649,235	
Investment in affiliates	770,962	1,030,046	75,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1,875,108	(1,875,108)	-	
Deferred development fee receivable	-	-	71,076	-	-	-	-	-	-	-	-	-	-	-	-	-	71,076	-	71,076	
Mortgage notes and interest receivable	-	-	971,796	-	-	-	-	-	-	-	-	-	-	-	-	-	971,796	(971,796)	-	
Property and equipment, net	2,649,531	-	19,040,679	-	4,092,879	16,050,513	23,024,063	-	30,071,459	11,936,054	15,060,551	3,123,382	4,894,568	18,056,062	-	-	147,999,741	-	147,999,741	
	6,068,828	2,072,918	-	-	4,092,879	16,050,513	23,024,063	-	30,071,459	11,936,054	15,060,551	3,123,382	4,894,568	18,056,062	15,383,392	20,030,484	188,980,832	(38,532,179)	150,448,653	
Total Assets	\$ 81,623,271	\$ 2,076,980	\$ 22,178,625	\$ -	\$ 4,768,731	\$ 16,760,826	\$ 24,161,456	\$ 124,448	\$ 33,828,911	\$ 19,064,110	\$ 16,578,818	\$ 5,101,480	\$ 5,793,145	\$ 19,353,382	\$ 15,383,392	\$ 20,040,628	\$ 286,838,203	\$ (42,920,275)	\$ 243,917,928	
LIABILITIES AND NET ASSETS																				
Current Liabilities																				
Accounts payable and accrued expenses	\$ 5,173,430	26,288	\$ 226,467	\$ -	\$ 203,838	\$ 1,471,984	\$ 164,244	\$ 2,551,886	\$ 12,082	\$ 458,804	\$ 12,403	\$ 647,746	\$ 425,608	176,952	\$ -	\$ 3,836	\$ 11,555,568	\$ 6,206	\$ 11,561,774	
Accrued salaries and related benefits	4,955,226	-	112,096	-	-	-	-	-	-	-	-	-	-	-	-	-	5,067,322	-	5,067,322	
Other current liabilities	-	-	-	-	-	473,567	-	-	-	-	-	-	-	-	-	-	473,567	(155,587)	317,980	
Accrued interest payable	-	-	-	-	319,804	17,947	1,455,022	-	7,351,901	1,612	5,759,734	12,218	-	535,807	-	-	15,454,045	(12,850,999)	2,603,046	
Estimated amounts claimed by third-party payors	-	-	-	-	-	-	-	1,930,122	-	-	-	-	-	-	-	-	1,930,122	-	1,930,122	
Advances payable	3,166,578	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,166,578	(475,615)	2,690,963	
Tenant deposits	-	-	-	-	20,625	41,559	44,483	-	325,657	53,278	174,359	16,249	18,612	75,138	-	-	769,960	-	769,960	
Due to related parties, net	2,173,649	-	2,540,650	-	-	-	-	12,027,174	-	-	-	-	-	-	-	-	16,741,473	(14,741,473)	2,000,000	
Line of credit	3,500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,500,000	-	3,500,000	
Mortgages payable	-	-	-	-	-	29,206	69,150	-	204,986	375,591	112,750	-	-	111,288	-	-	902,971	-	902,971	
Guardianship assets held in trust	28,203,483	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,203,483	-	28,203,483	
Total Current Liabilities	47,172,366	26,288	2,879,213	-	544,267	2,034,283	1,732,899	16,509,182	7,894,628	889,285	6,059,246	676,213	444,220	899,185	-	3,836	87,765,089	(28,217,468)	59,547,621	
Deferred compensation payable	3,256,656	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,256,656	-	3,256,656	
Deferred rent	1,037,855	-	5,095	-	-	-	27,476	-	1,145,022	-	12,321	7,804	-	-	-	-	2,235,573	-	2,235,573	
Refundable subsidies	-	-	-	-	-	-	-	-	187,636	-	-	-	-	-	-	-	187,636	-	187,636	
Developer fee payable	-	-	-	-	-	514,569	-	-	87,442	35,521	-	-	1,286,019	-	-	-	1,923,551	(1,295,168)	628,383	
Notes payable	520,000	-	380,000	-	-	520,000	-	13,267,037	-	9,614,261	-	-	-	-	-	-	24,481,298	(23,341,873)	1,139,425	
Loan payable, net	-	-	800,000	-	-	-	-	-	-	-	22,002	-	-	-	-	-	822,002	(800,000)	22,002	
Capital advance	-	-	-	-	-	-	-	-	-	-	6,419,000	7,984,600	-	-	-	-	14,403,600	-	14,403,600	
Construction loan	-	-	11,650,842	-	-	-	-	-	-	-	-	-	-	-	-	-	11,650,842	-	11,650,842	
Mortgages payable, net	-	-	-	-	1,877,678	3,442,967	12,354,296	-	11,661,906	21,247,457	2,777,712	-	-	14,269,013	-	-	67,631,029	(713,000)	66,918,029	
	4,814,511	-	12,815,937	-	1,877,678	3,962,967	12,896,341	-	26,261,601	21,334,899	12,627,494	6,453,323	7,992,404	15,555,032	-	-	126,592,187	(26,150,041)	100,442,146	
Total Liabilities	51,986,877	26,288	15,695,150	-	2,421,945	5,997,230	14,629,240	16,509,182	34,156,227	22,224,184	18,686,740	7,129,536	8,436,624	16,454,217	-	3,836	214,357,276	(54,367,509)	159,989,767	
Net Assets (Deficit)																				
Without donor restrictions	22,902,298	2,050,692	6,483,475	-	2,346,786	10,763,596	9,532,216	(16,384,734)	(327,316)	(3,160,074)	(2,107,922)	(2,028,056)	(2,643,479)	2,899,165	15,383,392	20,036,792	65,748,831	11,447,234	77,194,065	
With donor restrictions	6,734,096	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,734,096	-	6,734,096	
Total Net Assets (Deficit)	29,636,394	2,050,692	6,483,475	-	2,346,786	10,763,596	9,532,216	(16,384,734)	(327,316)	(3,160,074)	(2,107,922)	(2,028,056)	(2,643,479)	2,899,165	15,383,392	20,036,792	72,480,927	11,447,234	83,926,161	
	\$ 81,623,271	\$ 2,076,980	\$ 22,178,625	\$ -	\$ 4,768,731	\$ 16,760,826	\$ 24,161,456	\$ 124,448	\$ 33,828,911	\$ 19,064,110	\$ 16,578,818	\$ 5,101,480	\$ 5,793,145	\$ 19,353,382	\$ 15,383,392	\$ 20,040,628	\$ 286,838,203	\$ (42,920,275)	\$ 243,917,928	

See independent auditors' report

Selfhelp Community Services, Inc. and Affiliates

Consolidating Statement of Operations and Change in Net Assets Year Ended June 30, 2022

	Selfhelp Community Services, Inc.	Kimmel Housing Development Foundation, Inc.	Selfhelp Realty Group, Inc. and Affiliate	Apex Community Housing Development Foundation, Inc.	Apex Senior Citizen Housing Limited Partnership	333 Lenox Associates, LLC	6469 Broadway Selfhelp, LLC	Selfhelp Family Home Care, Inc.	Selfhelp (KI-KII) Associates, LLC	Selfhelp Associates (KIII), L.P.	Selfhelp (KIV) Associates, L.P.	United Help/ Selfhelp Housing for the Elderly Development Fund Company, Inc.	Selfhelp United Help Kissena Apts. HDFC, Inc.	Selfhelp (KVII) Associates, LLC	Selfhelp Housing Development Fund Corporation	United Help/ Selfhelp Sheltered Extension, Inc.	45th Avenue and Fellowship Fund for the Aged Housing Companies	Total before Eliminations	Eliminations	Total	
OPERATING REVENUE																					
Home care revenue	\$ 43,992,381	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 473,614	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,465,995	\$ -	\$ 44,465,995
Government revenue	19,452,188	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19,452,188	-	19,452,188
Contributions and program grants	25,170,653	-	556,460	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,727,113	(3,632,271)	22,094,842
Rental revenue	-	-	-	-	266,285	818,421	1,352,467	-	4,690,690	3,654,315	1,840,157	1,688,373	1,136,640	1,293,927	-	-	-	-	16,741,275	(792,338)	15,948,937
Program revenue	6,709,525	-	1,321,833	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,031,358	(5,346,539)	2,684,819
Real estate development fees	267,641	-	916,126	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,183,767	(222,702)	961,065
Reimbursement income	-	-	166,945	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	166,945	(166,945)	-
Other tenant charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous revenue	677,989	14,578	2,253,963	(10,593)	3,585	-	77,966	52	17,497	4,823	2,144	11,272	5,632	6,370	83,167	672,703	543,948	-	6,985	(3,618,863)	6,985
Investment return	(3,294,099)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,294,099)	-	(3,294,099)
Total Operating Revenue	92,976,278	14,578	5,215,327	(10,593)	269,870	818,421	1,437,418	473,666	4,708,187	3,659,138	1,842,301	1,699,645	1,142,272	1,300,297	83,167	672,703	543,948	116,846,823	(13,779,658)	103,066,965	
OPERATING EXPENSES																					
Home care programs	45,694,012	-	-	-	-	-	-	681,788	-	-	-	-	-	-	-	-	-	-	46,375,800	-	46,375,800
Community programs	18,853,137	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18,853,137	(792,338)	18,060,799
Residential programs	-	-	3,184,693	-	274,962	767,774	1,030,244	-	4,797,729	2,565,008	2,360,714	1,011,395	865,722	1,321,276	3,632,271	-	-	-	21,811,788	(7,487,207)	14,324,581
Holocaust survivor programs	16,919,162	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,919,162	-	16,919,162
Management and general	15,056,414	6,920	71,753	-	48,691	111,205	137,252	567,387	385,472	462,962	257,073	94,779	153,208	(25,781)	-	-	-	126,537	17,453,872	(1,582,967)	18,970,905
Total Operating Expenses	96,522,725	6,920	3,256,446	-	323,653	878,979	1,167,496	1,249,175	5,183,201	3,027,970	2,617,787	1,106,174	1,018,930	1,295,495	3,632,271	-	-	126,537	121,413,759	(9,862,512)	111,551,247
Excess (Deficiency) of Operating Revenue over Operating Expenses Before Other Changes	(3,546,447)	7,658	1,958,881	-	(53,783)	(60,558)	269,922	(775,509)	(475,014)	631,168	(775,486)	593,471	123,342	4,802	(3,549,104)	672,703	417,411	(4,567,136)	-	(8,484,282)	
OTHER CHANGES																					
Depreciation and amortization	(450,109)	-	(3,238)	-	(186,414)	(723,032)	(606,909)	(911)	(1,074,365)	(407,071)	(550,371)	(338,888)	(273,367)	(634,090)	-	-	-	-	(5,248,765)	-	(5,248,765)
Equity contributions	-	-	3,882,509	-	-	34,800	-	-	-	-	-	-	-	-	-	-	-	-	3,917,309	(75,000)	3,842,309
Equity distributions	-	-	-	-	-	-	-	-	(9,123,948)	-	-	-	-	-	-	-	-	-	(9,123,948)	2,257,797	(6,866,151)
Total Other Changes	(450,109)	-	3,879,271	-	(186,414)	(688,232)	(606,909)	(911)	(1,074,365)	(9,531,019)	(550,371)	(338,888)	(273,367)	(634,090)	-	-	-	-	(10,455,404)	2,182,797	(8,272,607)
Change in Net Assets	(3,996,556)	7,658	5,838,152	-	(240,197)	(748,790)	(336,987)	(776,420)	(1,549,379)	(8,899,851)	(1,325,857)	254,583	(150,025)	(629,288)	(3,549,104)	672,703	417,411	(15,022,540)	(1,734,349)	(16,756,889)	
Net Assets - beginning of year	33,632,950	2,043,034	645,323	10,593	2,586,983	11,512,386	9,869,203	(15,608,314)	1,222,063	5,739,777	(782,065)	(2,282,639)	(2,493,454)	3,528,453	3,549,104	14,710,689	19,619,381	87,503,467	13,181,583	100,685,050	
Net Assets - end of year	\$ 29,636,394	\$ 2,050,692	\$ 6,483,475	\$ 10,593	\$ 2,346,786	\$ 10,763,596	\$ 9,532,216	\$ (16,384,734)	\$ (327,316)	\$ (3,160,074)	\$ (2,107,922)	\$ (2,028,056)	\$ (2,643,479)	\$ 2,899,165	\$ -	\$ 15,383,392	\$ 20,036,792	\$ 72,480,927	\$ 11,447,234	\$ 83,928,161	

See independent auditors' report