

**REBUILDING TOGETHER BROWARD COUNTY, INC.
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
DECEMBER 31, 2019**

**REBUILDING TOGETHER BROWARD COUNTY, INC.
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

CONTENTS

INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Activities.....	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to the Financial Statements.....	6-10

INDEPENDENT AUDITOR'S REPORT

May 28, 2020
Board of Directors
Rebuilding Together Broward County, Inc.
Oakland Park, Florida 33334

We have audited the accompanying financial statements of Rebuilding Together Broward County, Inc. (a nonprofit organization), which comprises of the statement of financial position as of December 31, 2019, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. The financial statements of Rebuilding Together Broward County, Inc. as of December 31, 2018, were audited by other auditors whose report was dated June 12, 2019; they expressed an unqualified opinion on those statements. We do not express an opinion on the 2018 financial statements which comprise of the statement of financial position as of 12/31/2018, the related statement of activities, functional expenses, and cash flows for the year then ended, and the notes to the financial statements. (collectively, the "financial statements")

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects the financial position as of 12/31/2019 and the related statement of activities, functional expenses, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Superstein & Superstein, PA

SUPERSTEIN & SUPERSTEIN PA
CERTIFIED PUBLIC ACCOUNTANTS
HOLLYWOOD, FLORIDA 33021



**REBUILDING TOGETHER BROWARD COUNTY, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2019**

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$	130,417
Grants receivable		90,654
Accounts receivable		1,265
Prepaid insurance		1,393
Prepaid expenses		11,825

Total Current Assets		235,554
----------------------	--	---------

Fixed assets, net		9,900
-------------------	--	-------

TOTAL ASSETS		\$ 245,454
--------------	--	------------

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$	4,053
------------------	----	-------

Total Current Liabilities		4,053
---------------------------	--	-------

TOTAL LIABILITIES		4,053
-------------------	--	-------

NET ASSETS

Without donor restrictions		241,401
With donor restrictions		-

TOTAL NET ASSETS		241,401
------------------	--	---------

TOTAL LIABILITIES AND NET ASSETS		\$ 245,454
----------------------------------	--	------------

Please read Independent Auditor's Report and Notes to the Financial Statements

**REBUILDING TOGETHER BROWARD COUNTY, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019**

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES			
Direct public support	\$ 863,556	\$ -	\$ 863,556
In-kind contributions	253,121	-	253,121
Other	8,216	-	8,216
Net assets released from restrictions	149,451	(149,451)	-
Total Revenues	1,274,344	(149,451)	1,124,893
EXPENSES			
Program services:			
Healthy Neighborhoods	963,337	-	963,337
Safe at Home	265,053	-	265,053
Total program services	1,228,390	-	1,228,390
Supporting services:			
Management and general	31,117	-	31,117
Fundraising	29,035	-	29,035
Total supporting services	60,152	-	60,152
Total Expenses	1,288,542	-	1,288,542
CHANGE IN NET ASSETS	(14,198)	(149,451)	(163,649)
NET ASSETS, BEGINNING OF YEAR	255,599	149,451	405,050
NET ASSETS, END OF YEAR	\$ 241,401	\$ -	\$ 241,401

Please read Independent Auditor's Report and Notes to the Financial Statements

**REBUILDING TOGETHER BROWARD COUNTY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2019**

	Program Services		Total Program Services	Supporting Services		Total Supporting Services	Total
	Healthy Neighborhoods	Safe at Home		Management and General	Fundraising		
Salaries and wages	\$ 133,740	\$ 45,419	\$ 179,159	\$ 15,844	\$ 15,594	\$ 31,438	\$ 210,597
Payroll taxes	10,220	3,417	13,637	1,189	1,189	2,378	16,015
Affiliation fees	11,850	3,316	15,166	-	-	-	15,166
Contractors	67,251	21,130	88,381	-	-	-	88,381
Insurance	5,592	1,597	7,189	2,366	-	2,366	9,555
Occupancy	13,819	4,966	18,785	1,041	1,041	2,082	20,867
Office expense	10,969	2,872	13,841	1,915	4,544	6,459	20,300
Organization development	2,528	1,170	3,698	12	3,170	3,182	6,880
Professional fees	-	-	-	8,497	-	8,497	8,497
Renovations and improvements	411,342	176,711	588,053	9	10	19	588,072
Skilled labor and services	252,701	420	253,121	-	-	-	253,121
Special events	-	-	-	-	2,883	2,883	2,883
Supplies	36,354	1,132	37,486	48	413	461	37,947
Travel	5,171	1,103	6,274	196	191	387	6,661
Depreciation	1,800	1,800	3,600	-	-	-	3,600
Total Expenses	\$ 963,337	\$ 265,053	\$ 1,228,390	\$ 31,117	\$ 29,035	\$ 60,152	\$ 1,288,542

Please read Independent Auditor's Report and Notes to the Financial Statements

REBUILDING TOGETHER BROWARD COUNTY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (163,649)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation Expense	3,600
Increase or decrease in:	
Grants receivable	128,443
Prepaid expenses	(2,270)
Accrued expenses	(258)
	129,515
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 129,515
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(34,134)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	164,551
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 130,417

Please read Independent Auditor's Report and Notes to the Financial Statements

**REBUILDING TOGETHER BROWARD COUNTY, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

NOTE 1- *Summary of Significant Accounting Policies*

Basis of Accounting

Rebuilding Together Broward County, Inc. (RTBC) was established on July 10, 2003 in the State of Florida, as a not for profit organization; an independent affiliate of Rebuilding Together, Inc. (National) in existence exclusively for charitable purposes. The organization's mission statement includes bringing together communities and volunteers to rehabilitate the homes of low-income homeowners, particularly the elderly and disabled veterans so they may live in safety and independence. Two major initiatives of RTBC are:

Healthy Neighborhoods - Community and neighborhood revitalization, including disaster relief and nonprofit facility improvements.

Safe at Home - Home repairs focused on health and safety principles, including accessibility modifications, energy-efficient upgrades, and aging in place improvements.

The financial statements were prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Measure and Nature of Operations

The measure of operations presented in the Statement of Activities includes operating revenue from contributions, from direct public support and in-kind contributions. The revenue is comprised of grants from private industry, private foundations and from governmental entities including CRA's. The measure of operations includes support for operations from donor restricted and without donor restricted sources.

COVID 19 – During COVID – 19, the charity has continued to serve the community based on its mission statement. The management and administrative function are fully operational working remotely to protect the health of office-based employees and the executive director. The team of Home Repair Specialists have continued to provide critical and emergency repairs as needed and required. All staff wear appropriate PPE and practice safe social distancing in their work assignments. Broward County was one of the hardest hit communities; efforts are focused to ensure that seniors have a safe home or shelter.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements. Estimates and assumptions may also affect disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses. Actual results could differ from management's estimates.

Cash Equivalents

The organization considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

REBUILDING TOGETHER BROWARD COUNTY, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

RTBC has \$222,336 of financial assets available within one year of December 31, 2019 to meet cash needs for general operating purposes, consisting of cash and cash equivalents of \$ 130,417 and accounts receivable of \$91,919. None of these amounts are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of December 31, 2019.

Concentration of Credit and Market Risk

Cash balances are with one financial institution. The account balances at the financial institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. As of December 31, 2019, cash balances at the financial institution did not exceed the federally insured limit.

Property and Equipment

Property and equipment are recorded at cost or if donated, at the approximate fair value at the date of donation. Acquisitions of fixed assets that exceed \$1,000 are capitalized while replacements, maintenance and repairs which do not improve or extend the lives of the respective assets are expensed. Depreciation is computed using the straight-line method over the useful life of the asset.

Property and Casualty Insurance

The organization maintains various insurance policies; the coverages are as follows:
Commercial General Liability \$ 2,000,000 General aggregate
Automobile Liability \$1,000,000 Combined single unit
Umbrella Liability \$10,000,000 each occurrence
The comprehensive policy amount for all of the above policies, has a prepaid balance of \$1,393 at December 31, 2019.

Revenue Recognition

Contribution Revenue

Funds received in cash, grants, and other assets are reported as contribution revenue at the time of donation. Contributions received with donor stipulations that limit the use of the donated assets are recorded as temporarily restricted revenue. When a donor restriction expires, that is, when a stipulation time restriction ends or purpose restriction is accomplished, net assets with donor restriction are released and reclassified to net assets with donor restriction in the Statement of Activities.

Donor-restricted contributions are initially reported in current year revenue if it is anticipated such restrictions will be met in the current financial period.

Unconditional contributions receivable, which are presented as current contributions receivable, are expected to be received within one year and are recorded at their net realizable value.

REBUILDING TOGETHER BROWARD COUNTY, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

Contributed Services and Materials

Contributed services reflect the important impact volunteers have in delivering the Organization's mission. Contributed services are reported at fair value for financial reporting purposes. It is important to understand that voluntary donations and services (1) create or enhance nonfinancial assets or require specialized skills provided by individuals possessing those skills and are services, which would be typically purchased if not provided by donation.

Contributions of noncash assets, discounts on purchased equipment, services and materials as donations are considered in-kind contributions. Contributed services are reported at the fair value of those donated services when those services either (1) creates or enhances a nonfinancial asset, or (2) require specialized skills, are provided by entities or persons possessing those skills, and would need to be purchased if they were not donated. RTBC recorded contributed in kind contributions/services for the year ended December 31, 2019 of \$253,121. Contributed materials, supplies and discounts on purchased equipment are recorded at fair market value at the date of the contribution.

RTBC also receives support from unskilled volunteers who donate their time to perform a variety of tasks that assist RTBC in fulfilling its purpose. The donated unskilled volunteer time was 6,297 hours for the year ended December 31, 2019. The value of these hours are not reflected in the statement of activities; as it does not meet the criteria for recognition under accounting and reporting standards prescribed for nonprofit organizations.

Income Taxes

RTBC is currently exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. RTBC is annually required to file a return of organization exempt from income taxes (Form 990) with the Internal Revenue Service.

Newly Adopted Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, Revenue Contracts with Customers (Topic 606), requires entities to recognize revenue when control of the promised goods and services is transferred to customers at an amount that reflects the consideration to which the entity expects to be entitled to in exchange for those goods and services. The organization adopted the standard for the 2019 tax year. The adoption of this standard did not materially affect changes in net assets, financial position or cash flows.

In August 2016, the FASB issued ASU No. 2016 -14, Not for Profit Entities (Topic 958) – Presentation of Financial Statements for Not for Profit Entities. ASU No. 2016-14 reduces the number of net asset classes presented from three to two: net assets with donor restrictions, Net assets with donor restrictions or temporary restricted \$0 at year end 12/31/19. Additionally, ASU No. 2016-14 requires presentation of expenses by functional and natural classification in one location and increases the quantitative disclosures about liquidity and availability of financial assets. The Organization adopted ASU 2016-14 for the Organizational financial statements for the year ended 12/31/2019.

In June 2018, the FASB issued ASU No. 2018-08 – Not for Profit Entities (Topic 958) - Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions made. The

**REBUILDING TOGETHER BROWARD COUNTY, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

new guidance applies to all entities that receive or make contributions. ASU No. 2018-08 also provides a framework to determine whether a contribution is conditional or unconditional, which may impact the timing of revenue recognition. The organization does not make significant contributions and the impact of ASU No. 2018-18 related to contributions made is not expected to be material to the financial statements.

Date of Management's Review

Management has evaluated subsequent events through May 28, 2020, which is the date the financial statements were available to be issued.

NOTE 2 – Transactions of Related Party

RTBC has signed an affiliation agreement with the National Office in which they agree to adopt the national mission and vision statement. The goal of the National office is to build a robust affiliate network to serve as many people in need as possible. Affiliation fees and compliance documents are due each year on September 15th.

To be an affiliate of the Rebuilding Together Network, and to perform program services under the Rebuilding Together umbrella, each affiliate must pay an affiliation fee. This affiliation fee is to be considered a programmatic cost for affiliates and should be budgeted on a yearly basis. Dues are calculated using the gross annual receipts from the most recent IRS form 990 available using a graduated scale.

NOTE 3 - Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statement of functional expenses. Accordingly, certain costs have been allocated among program services, management and general, and fundraising functions based upon management's estimates of employees' time, effort and specific project sizes related to each program.

NOTE 4 – Fixed Assets

As of December 31, 2019, fixed assets consist of the following:

Office Equipment	\$ 1,145
Tools	8,500
Vehicles	20,104

Total fixed assets	29,749
Less: Accumulated depreciation	19,849

Fixed assets, net	\$ 9,900
	=====

Depreciation expense using an estimated useful life of five years was \$3,600 for the year ended December 31, 2019.

REBUILDING TOGETHER BROWARD COUNTY, INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

NOTE 5 - Lease

RTBC rents office and storage space under a lease that expires April 30, 2020, a renewal Office/Warehouse Lease agreement was signed on January 16, 2020, which provides for a one-year renewal from May 1, 2020 through the last day of April, 2021 with another renewal option available. Office and storage rent expense for the year ended December 31, 2019 was \$17,712 and is included in the statement of functional expenses under occupancy.

NOTE 6 - Net Assets with Donor Restrictions

At 12/31/2019 the organization does not have grants that contain donor restrictions. Grants are used to accomplish the organizational mission statement to provide for Healthy Neighborhoods and Safe at Home initiatives.

NOTE 7- Evaluation of Subsequent Events

In January 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a “Public Health Emergency of International Concern,” which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets. The coronavirus outbreak is creating disruption in global supply chains and adversely impacting industries and governmental entities. The outbreak could have a continued material adverse impact on economic and market conditions and trigger a period of global economic slowdown. Due to this situation, the ultimate material adverse impact of the coronavirus outbreak is uncertain and cannot be reasonably estimated at this time.