

**EAST NASHVILLE
COOPERATIVE MINISTRY, INC.**

**FINANCIAL STATEMENTS AND INDEPENDENT
ACCOUNTANTS' REVIEW REPORT**

DECEMBER 31, 2010

EAST NASHVILLE COOPERATIVE MINISTRY, INC.

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
East Nashville Cooperative Ministry, Inc
Nashville, Tennessee

We have reviewed the accompanying statement of financial position of East Nashville Cooperative Ministry (a nonprofit organization) as of December 31, 2010, and the related statements of activities and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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

September 16, 2011

EAST NASHVILLE COOPERATIVE MINISTRY. INC.

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2010

ASSETS

CURRENT ASSETS:

Cash \$ 79,220

Total Current Assets 79,220

PROPERTY AND EQUIPMENT:

Building 62,055

Land 70,911

Equipment 2,045

Less: Accumulated Depreciation (23,867)

Total Property, Plant, and Equipment 111,144

TOTAL ASSETS \$ 190,364

LIABILITIES AND NET ASSETS

LIABILITIES:

Accounts Payable and Accrued Expenses \$ 1,168

Total Liabilities 1,168

NET ASSETS:

Unrestricted 171,357

Temporarily Restricted 17,839

Total Net Assets 189,196

TOTAL LIABILITIES AND NET ASSETS \$ 190,364

See independent accountants' review report. The accompanying notes are an integral part of this statement

EAST NASHVILLE COOPERATIVE MINISTRY, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues:			
Contributions	\$ 111,166	\$ 956	\$ 112,122
Thrift Store Sales	4,397		4,397
Sales	2,181		2,181
Caldwell Garden	500		500
Net Assets Released from Restriction	<u>8,662</u>	<u>(8,662)</u>	<u>-</u>
 Total Revenues	 <u>\$ 126,906</u>	 <u>\$ (7,706)</u>	 <u>\$ 119,200</u>
 Expenses:			
Program Services	67,712	-	67,712
General and Administrative	13,409	-	13,409
Fundraising	<u>6,262</u>	<u>-</u>	<u>6,262</u>
 Total Expenses	 <u>87,383</u>	 <u>-</u>	 <u>87,383</u>
 CHANGE IN NET ASSETS	 39,523	 (7,706)	 31,817
 Net Assets, January 1, 2010	 <u>131,834</u>	 <u>25,545</u>	 <u>157,379</u>
 Net Assets, December 31, 2010	 <u><u>\$ 171,357</u></u>	 <u><u>\$ 17,839</u></u>	 <u><u>\$ 189,196</u></u>

See independent accountants' review report. The accompanying notes are an integral part of this statement.

EAST NASHVILLE COOPERATIVE MINISTRY, INC.**STATEMENT OF FUNCTIONAL EXPENSES****FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>Program Services</u>	<u>General & Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Salary-Director	\$ 35,466	\$ 6,650	\$ 2,217	\$ 44,333
Salary-Employee	5,250	-	-	5,250
Health Insurance	2,194	411	137	2,742
Employment Taxes	3,034	569	190	3,793
	-	-	-	
Transportation	1,879	352	118	2,349
Insurance	3,416	641	213	4,270
Office	818	153	51	1,022
Depreciation	-	1,591	-	1,591
Utilities	10,510	1,971	656	13,137
	-	-	-	
Repairs and Maintenance	2,930	549	183	3,662
Garden	1,565	-	-	1,565
Fundraising	-	-	2,456	2,456
Taxes and Licenses	650	122	41	813
Miscellaneous	-	400	-	400
Total Functional Expenses	<u>\$ 67,712</u>	<u>\$ 13,409</u>	<u>\$ 6,262</u>	<u>\$ 87,383</u>

See independent accountants' review report. The accompanying notes are an integral part of this statement

EAST NASHVILLE COOPERATIVE MINISTRY, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	\$ 31,817
Adjustments to reconcile to net cash provided by operations	
Depreciation	1,591
Increase in Accounts Payable and Accrued Expenses	<u>697</u>
Net Cash Provided by Operating Activities	<u>34,105</u>
 NET INCREASE IN CASH	 34,105
Cash - January 1, 2010	<u>45,115</u>
Cash - December 31, 2010	<u><u>\$ 79,220</u></u>

See independent accountants' review report. The accompanying notes are an integral part of this statement.

EAST NASHVILLE COOPERATIVE MINISTRY, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNT POLICIES

Purpose

The East Nashville Cooperative Ministry is a Christian ecumenical organization created and maintained for the purpose of improving the East Nashville community by addressing the spiritual, educational, economic, mental, physical and emotional needs of its citizens as individuals and as a community. East Nashville Cooperative Ministry has several programs including providing meals to the homeless, providing clothes to those in need on a referral basis, and maintaining a community garden that serves as a source for a food box program. The Organization was organized as a Tennessee non-profit corporation on July 15, 1976.

Financial Statement Presentation:

The financial statements of East Nashville Cooperative Ministry have been prepared on the accrual basis of accounting.

Estimates

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

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

The Organization has evaluated its tax positions in accordance with the Codification Standard relating to Accounting for Uncertainty in Income Taxes. The Organization believes that it has taken no uncertain tax positions.

Depreciation

Land, building, and equipment with an acquisition cost above \$1,000 are recorded at actual cost as acquired. The Organization provides for depreciation under the straight-line method over the estimated useful lives of its fixed assets as follows:

Building	40 years
Office equipment	5 years

Cash and Cash Equivalents:

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

EAST NASHVILLE COOPERATIVE MINISTRY, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2010

2. CASH

Cash consists of an account at a commercial bank

3. TEMPORARILY RESTRICTED NET ASSETS

Net assets have been temporarily restricted for the following purposes:

Restricted Grant - Transportation	\$ 547
Restricted Grant - Operations (Memorial Fund)	11,156
Restricted Grant - Wal-Mart	2,466
Restricted Grant - Homeless Ministry (Boulevard Run)	1,000
Restricted Grant - Operations (Trivent)	2,275
Restricted Grant - Caldwell School Garden	395
	<hr/>
	\$ 17,839

4. FUNDRAISING

Generally, fundraising activities of non-for-profit organizations include publicizing and conducting special fundraising events, preparing and distributing fundraising materials, and conducting other activities involved with soliciting contributions from individuals and businesses. The Organization typically performs only limited fundraising activities.

5. DONATED SERVICES

Officers and other volunteers of the Organization have assisted the Organization in the accomplishment of its goals and objectives by the donation of their time and services. No amounts have been reflected in the financial statements as it was not practicable to determine the valuation of such services to the Organization, and the Organization exercises no significant control over the major elements of donated services.

6. SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 16, 2011, which is the date the financial statements were available to be issued.