

**OUR PLACE NASHVILLE**  
(A Tennessee Not-For-Profit Organization)

December 31, 2018

**OUR PLACE NASHVILLE**  
(A Tennessee Not-For-Profit Organization)  
Financial Statements

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### INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Our Place Nashville  
Nashville, TN 37205

We have audited the accompanying financial statements of Our Place Nashville (a nonprofit organization), which comprise the statements of financial position as of December 31, 2018, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

#### Management's Responsibility for the Financial Statements

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

#### Auditor's Responsibility

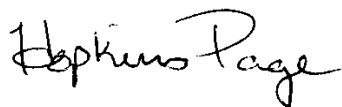
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Our Place Nashville as of December 31, 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



Nashville, Tennessee  
May 9, 2019

**OUR PLACE NASHVILLE**  
(a nonprofit organization)  
**STATEMENT OF FINANCIAL POSITION**

December 31,	<b><u>2018</u></b>
<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 29,087
Prepaid Expenses	<u>-</u>
Total current assets	29,087
Fixed Assets:	
Equipment	-
Accumulated depreciation	<u>-</u>
Total fixed assets	<u>-</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 29,087</u></b>
<b>LIABILITIES AND NET ASSETS</b>	
Current Liabilities:	
Accounts Payable	<u>1,213</u>
Total Current Liabilities	<u>1,213</u>
Net assets:	
Net assets with donor restrictions	-
Net assets without donor restrictions	<u>27,874</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 29,087</u></b>

See accompanying notes and independent accountant's review report.

**OUR PLACE NASHVILLE**  
(a nonprofit organization)  
**STATEMENT OF ACTIVITIES**

For the year ended December 31,

2018

	Without Donor Restrictions	With Donor Restrictions	Total
Public support:			
Grant income	\$ -	\$ 989,900	\$ 989,900
Contributions	68,980	10,000	78,980
Revenues:			
Service fees	14,565	-	14,565
Interest and dividends	301	-	301
Net assets released from restrictions	999,900	(999,900)	-
Total revenues	1,014,766	(999,900)	14,866
Total public support and revenue	1,083,746	-	1,083,746
Expenses:			
Program services	1,047,223	0	1,047,223
Supporting services:			
Management and general	20,709	0	20,709
Fundraising	1,500	0	1,500
Total expenses	1,069,432	0	1,069,432
Change in net assets	14,314	-	14,314
Net assets, beginning of year, restated	13,560	-	13,560
Net assets, end of year	\$ 27,874	\$ -	\$ 27,874

See accompanying notes and independent accountant's review report.

**OUR PLACE NASHVILLE**

(a nonprofit organization)

**STATEMENT OF FUNCTIONAL EXPENSES**

For the year ended December 31,

2018

Supporting Services

	<u>Program</u> <u>Services</u>	<u>Management</u> <u>and General</u>	<u>Fundraising</u>	<u>Total</u>
Housing - Bricks & Mortar	\$ 990,300	\$ -	\$ -	\$ 990,300
Salaries	33,000	11,000	-	44,000
Payroll taxes	2,524	842	-	3,366
Rent	4,631	-	-	4,631
Office expense	-	4,939	-	4,939
Contract services	3,600	-	-	3,600
Advertising and promotion	-	-	1,500	1,500
Accounting services	-	3,171	-	3,171
Bank charges	-	757	-	757
Insurance	1,008	-	-	1,008
Meals	1,748	-	-	1,748
Supplies	7,629	-	-	7,629
Repairs and maintenance	735	-	-	735
Wifi Expense	1,359	-	-	1,359
Miscellaneous expense	689	-	-	689
Total expenses	<u>\$ 1,047,223</u>	<u>\$ 20,709</u>	<u>\$ 1,500</u>	<u>\$ 1,069,432</u>

See accompanying notes and independent accountant's review report.

**OUR PLACE NASHVILLE**  
(a nonprofit organization)  
**STATEMENT OF CASH FLOWS**

For the year ended December 31,	<u>2018</u>
Cash flows from operating activities:	
Change in net assets	\$ 14,314
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Increase/Decrease in prepaid expenses	-
Increase/Decrease in accounts payable	1,138
Increase/(Decrease) in unearned revenues	<u>-</u>
Net cash used in operating activities	<u>15,452</u>
 Net (decrease) increase in cash and cash equivalents	 15,452
 Cash and cash equivalents, beginning of year	 <u>13,635</u>
 Cash and cash equivalents, end of year	 <u><u>\$ 29,087</u></u>

See accompanying notes and independent accountant's review report.

## **OUR PLACE NASHVILLE**

### **Notes to Financial Statements**

December 31, 2018

#### **Nature of the Organization**

Our Place Nashville (the “Organization”) is a not-for-profit to empower Adults with Intellectual and Developmental Disabilities (IDD) by helping them secure affordable housing and meaningful work within inclusive communities designed to surround them for a lifetime. We were incorporated in the State of Tennessee on May 11, 2015 and were formally known as Nashville IDD Housing Group. We are recognized by the Internal Revenue Service as a 501(c)(3) charitable organization, which allows our donors to receive contributions made to us.

#### **Basis of Presentation**

Our financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

#### **Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

There were no restricted net assets as of December 31, 2018.

#### **Cash and Cash Equivalents**

We consider all cash funds, cash bank accounts, and highly liquid debt instruments, with an original maturity of three months or less when purchased, to be cash and cash equivalents. At December 31, 2018, we had no cash equivalents.



## **OUR PLACE NASHVILLE**

### **Notes to Financial Statements**

December 31, 2018

#### **Revenue and Revenue Recognition**

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met. There are no restricted funds at December 31, 2018.

#### **Contributions Receivable**

We record unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. We determine the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. We consider contributions receivable to be fully collectible at year-end. Accordingly, no allowance for uncollectible promises to give has been recorded as the years ended December 31, 2018.

#### **Building, Equipment and Vehicles**

Currently, we do not own any building, equipment, or vehicles. When we acquire buildings, equipment and vehicles, they will be recorded at cost, or if donated, at the estimated fair market value at the date of donation. All depreciation will be computed using the straight-line method based on the estimated useful life of the asset as follows:

Buildings	40 years
Equipment and vehicles	5 years

#### **Advertising Costs**

We expense costs related to advertising as incurred. We incurred advertising costs amounting to \$1,500 for the year ended December 31, 2018.

#### **Income Taxes**

Our Place Nashville is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code; accordingly, we have no provision for income taxes accrued in the financial statements.

## **OUR PLACE NASHVILLE**

### **Notes to Financial Statements**

December 31, 2018

#### **Income Taxes (cont'd)**

We follow *FASB No. 109* ("FIN 48"). The interpretation addresses the determination of whether tax benefits claimed, or expected to be claimed, on a tax return should be recognized from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by the taxing authorities, including resolution of any related appeals or litigation process, based on technical merits of the position. The tax benefits recognized in the financial statements from such a position should be measured based on the largest benefit that has a greater than fifty percent likelihood of being realized upon ultimate settlement.

We follow FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. There was no effect on the financial positions or cumulative adjustment to beginning net assets as a result of the implementation. We have evaluated tax positions taken and believe that the total amount of unrecognized tax benefits is not material to the financial statements as a whole. Therefore, no tax liability has been recorded.

We have not recognized any tax related interest and penalties in the accompanying financial statements. Federal tax years that remain open for examination include the years ended December 31, 2015 through December 31, 2018.

#### **Donated Services and In-Kind Contributions**

Volunteers contribute significant amounts of time to our program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. We record donated professional services at the respective fair values of the services received. No significant contributions of such goods or services were received during the years ended December 31, 2018.

#### **Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

#### **Use of Estimates**

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

**OUR PLACE NASHVILLE**  
Notes to Financial Statements  
December 31, 2018

**Pledges Receivable**

There are no unconditional promises to give as of December 31, 2018.

**Grant Funds**

We were the recipient of a grant from the Barnes Housing Trust Fund in 2018. This grant was distributed in strict accordance with the grant provider. Grant providers often audit the use of grants which they have provided.

In conjunction with the receipt of the grant funds, we entered into an Agreement for Services with Woodbine Community Organization (WCO), Inc. ("WCO") to develop a 32-unit development, High Opportunity Shared Living Project located at 1418 Dugger Drive and 415 Brewer Dr, Nashville, TN.

**Concentration of Credit Risk**

We maintain our cash in bank deposit accounts, which, as of December 31, 2018 did not exceed the federally insured limits. No losses have been incurred on such accounts, and we believe that we are not exposed to any significant credit risk on cash and cash equivalents.

**Concentrations**

For the year ended December 31, 2018, approximately 95% of total cash receipts were received from one grant. We believe additional grant money will be available, but do not anticipate receiving a similar amount during the next year.

For the year ended December 31, 2018 approximately 95% of total expenses were provided to WCO in accordance with the service agreement.

**Subsequent Events**

We have evaluated subsequent events through May 9, 2019, which is the date the financial statements were available to be issued. There are no reportable subsequent events.