

MIAMI RESCUE MISSION CLINIC, INC.
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014



CERTIFIED PUBLIC ACCOUNTANTS

MIAMI RESCUE MISSION CLINIC, INC.
YEAR ENDED DECEMBER 31, 2014

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CERTIFIED PUBLIC ACCOUNTANTS



SHARPE, WITTMER, KURTZ,
JACKSON & DIAZ
P.A.
CERTIFIED PUBLIC ACCOUNTANTS

DAVID D. SHARPE, C.P.A. - DECEASED
STEVEN C. WITTMER, C.P.A. - RETIRED
JOSEPH M. KURTZ, C.P.A. - RETIRED

MICHAEL L. JACKSON, C.P.A.
LUIS E. DIAZ, C.P.A.
MARTIN ROSEN, C.P.A.
JOSEPH M. JACKSON, C.P.A.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Miami Rescue Mission Clinic, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Miami Rescue Mission Clinic, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities and cash flows for the year 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 the audit. We conducted the 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.

To the Board of Directors
Miami Rescue Mission Clinic, Inc.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Miami Rescue Mission Clinic, Inc. as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Functional Expenses on page 9 is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Sharff, Wittmer, Kurtz, Jackson & Diaz, P.A.

SHARFF, WITTMER, KURTZ, JACKSON & DIAZ, P.A.
Certified Public Accountants

Coral Gables, Florida
June 30, 2015



CERTIFIED PUBLIC ACCOUNTANTS

WALTON REGIONAL DISTRICT BANK, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2014

ASSETS

Current assets:	
Cash and cash equivalents	\$188,681
Grant receivable	<u>25,290</u>
Total current assets	213,971
Property and equipment – net	1,872
Security deposits	<u>354</u>
Total assets	<u><u>\$216,197</u></u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accrued expenses	<u>\$ 3,720</u>
Total current liabilities	3,720
Loan payable	<u>17,000</u>
Total liabilities	<u>20,720</u>
Net assets:	
Unrestricted	161,316
Temporarily restricted	<u>34,161</u>
Total net assets	195,477
Total liabilities and net assets	<u><u>\$216,197</u></u>

TAAHI PEOPLE'S HOME CLINIC, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
Donations	\$ 29,240	\$ -	\$ 29,240
Grants	21,420	50,580	72,000
In-kind contributions	102,300	-	102,300
Fees for services	367,855	-	367,855
Other income	61,722	-	61,722
Total operating revenue	<u>582,537</u>	<u>50,580</u>	<u>633,117</u>
Net assets released from restrictions	-	(16,419)	(16,419)
Total support and revenue	<u>582,537</u>	<u>34,161</u>	<u>616,698</u>
EXPENSES			
Program services	397,046	-	397,046
Management & general & fundraising	87,244	-	87,244
Total expenses	<u>484,290</u>	<u>-</u>	<u>484,290</u>
Change in net assets	98,247	34,161	132,408
Net assets, beginning of year	<u>63,069</u>	<u>-</u>	<u>63,069</u>
Net assets, end of year	<u>\$ 161,316</u>	<u>\$ 34,161</u>	<u>\$ 195,477</u>

MIAMI RESCUE MISSION CLINIC, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$132,408
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation expense	468
Increase in grant receivables	(25,290)
Decrease in accounts payable	(4,471)
Increase in accrued expenses	3,720
Net cash provided by operating activities	<u>106,835</u>
Net increase in cash and cash equivalents	106,835
Cash and cash equivalents beginning of year	<u>81,846</u>
Cash and cash equivalents end of year	<u><u>\$188,681</u></u>

MIAMI RESCUE MISSION CLINIC, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

Note 1 - Summary of Significant Accounting Policies

General

Miami Rescue Mission Clinic, Inc., (the Organization) is a not-for-profit Florida Corporation incorporated in 2011. Miami Rescue Mission Clinic, Inc. is a premier community health center, rooted in the concepts of wellness, prevention and patient-centered care. The Organization's mission is to improve the quality of life of the diverse communities they serve by providing culturally appropriate, high quality and accessible health care for all. In 2011, the Organization was recognized by the Internal Revenue Service as a 501(c)(3). The Organization has four clinics located in Miami, Hollywood, Pompano Beach and Miami-Dade College.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting. Classification of the Organization's net assets and its revenues and expenses are based on the existence or absence of donor-imposed restrictions.

The Organization classifies net assets by the following categories:

Unrestricted net assets consist of net assets that are not subject to any donor-imposed.

Temporarily restricted net assets consist of net assets subject to donor-imposed or other legal restrictions on the use of the assets that may be met either by the passage of time or by actions of the Organization.

Permanently restricted net assets result primarily from contributions and other inflows of assets whose use the organization is limited by donor-imposed stipulations that neither expire with the passage of time nor can be fulfilled or otherwise removed by actions of the Organization.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Property and Equipment:

Property and equipment are stated at cost. Depreciation is provided utilizing the straight-line method over the estimated useful lives of the assets. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in income for the period. The Organization follows the practice of capitalizing all expenditures for property and equipment in excess of \$1,000. Useful lives for property and equipment are as follows:

Equipment	5 years
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Support and Expenses

Contributions received, if any, and unconditional promises to give, if any, are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support, if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

MIAMI RESCUE MISSION CLINIC, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

Note 1 - Summary of Significant Accounting Policies (continued)

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Schedule of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefitted.

Concentration of Credit Risk

Major Funding Sources

During the year ended December 31, 2014, the Organization received over 76% of its funding from Miami Rescue Mission, Inc. for services provided to individuals from the Mission.

Deposits Held in Financial Institutions

The Organization maintains its cash balance in a financial institution. The balances were fully insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. As of December 31, 2014, there were no cash balances in excess of insurance limits.

Donated Property and Services

Donated services, mainly fees for patient services, are reflected in the Statement of Activities at their fair value.

In-Kind Contributions

The Organization records the value of donated rent and building services when there is an objective basis available to measure their value. Donated rent and building services are reflected as in-kind contributions in the accompanying statements at their estimated values at the date of receipt.

Use of Estimates

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

Note 2 - Grant Receivable

The receivable results from the grant agreement with the Florida Association of Free and Charitable Clinics ("FAFCC"). The balance of \$25,290 was the amount due to the Organization as of December 31, 2014.

Note 3 - Property and Equipment

Property and equipment – net at December 31, 2014 is as follows:

Equipment	\$ 2,340
Less: Accumulated depreciation	468
Property and equipment - net	<u>\$ 1,872</u>

Depreciation expense for the year ended December 31, 2014 was \$468.

Read independent auditor's report.

MIAMI RESCUE MISSION CLINIC, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

Note 4 – Loan Payable

At December 31, 2014, a long-term loan payable of \$17,000 is due to Miami Rescue Mission, Inc. for expenses paid on behalf of the Organization related to initial operations and incorporation. No formal agreement for the loan was established. No interest is due on the loan.

Note 5 - Temporarily Restricted Net Assets

At December 31, 2014, temporarily restricted net assets of \$34,161, held in cash and receivables, from FAFCC are available for the purposes of administrative support and clinic development.

Note 6 - Rent - Lease Commitments

The Organization signed a lease agreement with Miami Rescue Mission, Inc. for the use of the clinic's building facility a five year term from June 25, 2011 to June 25, 2016. Rent is \$7,500 per month and the total annual rental amount was included as in-kind income for the year ended December 31, 2014.

Future minimum payments due under the agreement are as follows:

Year Ending December 31:	
2015	\$ 90,000
2016	45,000
	<u>\$ 135,000</u>

Total rent expense for the year ended December 31, 2014 amounted to \$90,000.

Note 7 - Income Taxes

No provision for Federal or State income taxes is made, since the Organization qualifies under Internal Revenue Code 501(c) (3) as a tax-exempt entity and is, therefore, exempt from income taxes.

The Organization's Form 990, Return of Organization Exempt from Income Tax, for the years ending December 2011, 2012 and 2013 are subject to examination by the IRS, generally for three years after they were filed.

Note 8 - Evaluation of Subsequent Events

Miami Rescue Mission Clinic, Inc. has evaluated subsequent events through June 30, 2015 the date which the financial statements were available to be issued.

MIAMI RESCUE MISSION CLINIC, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2014

	Program Services	Supporting Services		
		Management & General	Fundraising	Total
Accounting	\$ -	\$ 3,925	\$ -	\$ 3,925
Bank charges	1,506	14	-	1,520
Billing	-	47	-	47
Building materials	1,705	-	-	1,705
Contributions	1,500	-	-	1,500
Depreciation expense	-	468	-	468
Electronic medical records (EMR)	4,308	-	-	4,308
Employee	804	-	-	804
Equipment purchase	1,127	-	-	1,127
Grant fees	-	-	1,265	1,265
Health insurance	2,275	284	284	2,843
Insurance	11,830	1,479	1,478	14,787
Labs	14,182	-	-	14,182
Licenses and permits	1,381	60	-	1,441
Medical doctor	45,150	-	-	45,150
Medical permits	105	-	-	105
Medical supplies	7,855	-	-	7,855
Medical waste	2,074	-	-	2,074
Miscellaneous	7,321	294	472	8,087
Office supplies	641	80	80	801
Payroll	180,451	17,186	17,186	214,823
Payroll fees	-	4,057	-	4,057
Payroll taxes	-	12,580	-	12,580
Penalties and taxes	-	3,720	-	3,720
Pharmacy	29,598	-	-	29,598
Rent	72,000	9,000	9,000	90,000
Seminar	-	131	131	262
Subscriptions and memberships	780	-	-	780
Travel and entertainment	-	1,243	1,241	2,484
Utilities	9,777	458	405	10,640
Webpage	676	-	676	1,352
Total expenses	\$ 397,046	\$ 55,026	\$ 32,218	\$484,290