

CAMBRIDGE AT HOME, INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014 and 2013

DEBORAH S. KATZ
Certified Public Accountant

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DECEMBER 31, 2014 and 2013

INDEX

ACCOUNTANT'S REVIEW REPORT	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF ACTIVITIES	3
STATEMENT OF CASH FLOWS	4
NOTES TO FINANCIAL STATEMENTS	5 - 7

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ACCOUNTANT'S REVIEW REPORT


To the Board of Trustees
Cambridge At Home, Inc.
Cambridge, Massachusetts 02138

I have reviewed the accompanying statements of financial position of Cambridge at Home, Inc. (a nonprofit organization) as of December 31, 2014 and 2013, and the related statements of activities and cash flows for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information in these statements is the representation of the management of Cambridge at Home, Inc.

A review consists principally of inquiries of organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based upon my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Respectfully submitted,



Deborah S. Katz, CPA
CERTIFIED PUBLIC ACCOUNTANT

Needham, MA 02494
April 30, 2015

CAMBRIDGE AT HOME, INC.
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDING DECEMBER 31, 2014 and 2013

	ASSETS	
	<u>2014</u>	<u>2013</u>
CURRENT ASSETS		
Cash	\$ 227,706	\$ 217,648
Account Receivable	974	5,475
Prepaid expense	4,422	4,422
Total Current Assets	<u>233,102</u>	<u>227,545</u>
Property and equipment, net of depreciation	9,806	7,079
Organization costs, net of amortization	<u>0</u>	<u>0</u>
Total Assets	<u><u>\$ 242,908</u></u>	<u><u>\$ 234,624</u></u>

LIABILITIES AND UNRESTRICTED NET DEFICIT

CURRENT LIABILITIES		
Payroll taxes payables	\$ 4,226	\$ 2,491
Unearned membership revenue	119,898	137,009
Total Current Liabilities	<u>124,124</u>	<u>139,500</u>
Total Liabilities	124,124	139,500
Unrestricted net deficit	<u>118,784</u>	<u>95,124</u>
Total liabilities and unrestricted net deficit	<u><u>\$ 242,908</u></u>	<u><u>\$ 234,624</u></u>

CAMBRIDGE AT HOME, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDING DECEMBER 31, 2014 and 2013

CHANGE IN UNRESTRICTED NET ASSETS (DEFICIT)

	<u>2014</u>	<u>2013</u>
Unrestricted revenue and contributions:		
Membership dues, net of refunds	\$ 211,282	\$ 189,462
Program services	13,195	17,211
Interest Income	297	343
Contributions	79,904	60,801
Donated facilities	0	0
Total unrestricted revenues and contributions	<u>304,678</u>	<u>267,817</u>
 EXPENSES:		
Program services	225,230	231,731
Management and general	55,788	46,964
Total Expenses	<u>281,018</u>	<u>278,695</u>
 Increase (Decrease) in unrestricted net assets	23,660	(10,878)
 Unrestricted net assets at beginning of year	95,124	106,002
 Unrestricted net assets (deficit) at end of year	<u>\$ 118,784</u>	<u>\$ 95,124</u>

CAMBRIDGE AT HOME, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDING DECEMBER 31, 2014 and 2013

CASH FLOWS FROM OPERATING ACTIVITIES:

	<u>2014</u>	<u>2013</u>
Change in net assets (deficit)	\$ 23,660	\$ (10,878)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and Amortization	3,291	3,178
(Increase) in Accounts Receivable	4,501	(2,091)
Increase in payroll taxes payables	1,735	1,030
(Decrease) in unearned membership revenue	(17,111)	6,663
Net Cash Provided by Operating Activities	<u>(7,584)</u>	<u>8,780</u>
Net Cash Provided by Operating Activities	16,076	(2,098)

CASH FLOWS FROM INVESTING ACTIVITIES

Office equipment purchases	(6,018)	<u>0</u>
Net cash used by investing activities	(6,018)	0
 Increase (Decrease) in Cash	 10,058	 (2,098)
Cash balance at Beginning of Year	<u>217,648</u>	<u>219,746</u>
 Cash balance at End of Year	 <u>\$ 227,706</u>	 <u>\$ 217,648</u>

CAMBRIDGE AT HOME, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 and 2013

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

Cambridge at Home, Inc. (The Organization), aims to provide strong, practical mechanisms to help members remain confidently in their Cambridge Massachusetts homes as long as possible rather than move to a retirement community. The organization's goal is to create for the community of member households, convenience, reliability, and efficiency at a local headquarters to help arrange services in such areas as transportation, health, social activities and home maintenance.

Principles of Accounting

The Organization's policy is to prepare its financial statements on the accrual method that includes recording depreciation of capitalized assets. Under this basis, revenues are recognized when earned rather than when collected, and expenditures are recognized when incurred rather than when paid. If an asset purchase has an estimated useful life greater than one year, then the expenditure is capitalized and depreciated over the estimated useful life of the asset.

Financial Statement Presentation

The Organization has adopted Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statement of Not-for-Profit Organizations. Under SFAS 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization does not have permanently or temporarily restricted net assets, therefore these classifications are not shown on the body of the financial statements. As permitted by the standard, the Organization does not use fund accounting.

Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

CAMBRIDGE AT HOME, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 and 2013

**NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Use of Estimates

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

Property and Equipment

It is the Organization's policy to capitalize property and equipment purchases at a unit cost over \$500. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Depreciation expense is computed on an accelerated basis over the estimated useful life of the asset which is generally five years for computer and other technology equipment.

Intangible Assets

The Company has capitalized costs associated with initial organization costs. These intangible assets are amortized on a straight-line basis over 60 months.

Tax Exempt Status

Cambridge at Home, Inc. has been determined to be exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code and Chapter 180 of the Massachusetts General Laws.

NOTE B – PROPERTY AND EQUIPMENT

Property and Equipment at December 31, 2014 consisted of the following:

Office Equipment and Furniture	\$26,022
Accumulated Depreciation	<u>-16,216</u>
	<u>\$ 9,806</u>

Depreciation expense for the year ended December 31, 2014 was \$3,291

CAMBRIDGE AT HOME, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 and 2013

NOTE C – INTANGIBLE ASSETS

Intangibles assets at December 31, 2014 consisted of the following:

Organization costs	\$ 750
Accumulated amortization	<u>(750)</u>
	<u>\$ 0</u>

Amortization expense for the year ended December 31, 2014 was \$ 0.

NOTE D – UNEARNED MEMBERSHIP REVENUE

The Organization annual membership period begins on October 1, 2014 and ends on September 30, 2015. Membership enrollment is open to any Cambridge Massachusetts resident age 50 and over. The annual membership fee is \$1,200 for couples and \$900 for single members. Membership fees are prorated on a monthly basis for those members who join after the start of the annual membership. The revenue from membership fees is deferred and recognized over the annual membership period.

NOTE E - CONCENTRATION OF CREDIT RISK

The organization maintains its cash and temporary investments at Cambridge Trust Company. The cash balance is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2014, the Organization had cash balances and temporary cash investments of \$0 in excess of FDIC insured limits.

NOTE F – DONATED FACILITIES

The Organization received donated office space and utilities from a business located in Cambridge Massachusetts until 06/30/12. The estimated fair market value of these donated facilities was \$3,300 and is recognized in the statement of activities. The business provides no direct services to the organization. The organization moved to a rented facility as of 07/01/12 and the monthly rent is \$2,000 per month and continues until the lease expiration on 06/30/16.