

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

**FINANCIAL STATEMENTS
CASH BASIS**

DECEMBER 31, 2015

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Financial Statements
Cash Basis

DECEMBER 31, 2015

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
United Nations Association of Greater Boston
Boston, Massachusetts

I have reviewed the accompanying financial statements of United Nations Association of Greater Boston (a nonprofit organization), which comprise the statement of assets, liabilities and net assets -- cash basis as of December 31, 2015 and the related statements of revenues, expenses and other changes in net assets and functional expenses - cash basis for the year then ended and the notes to the financial statements. A review includes primarily applying analytical financial procedures to management's financial data and making inquiries of 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, I do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with the cash basis of accounting. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on 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 the cash basis of accounting.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My conclusion is not modified with respect to this matter.

Kathleen M. Hughes, C. P. A.

Norfolk, Massachusetts
July 14, 2016

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Statement of Assets, Liabilities and Net Assets

Cash Basis

At December 31, 2015

ASSETS	
Cash accounts	\$24,514
Security deposit	2,000
Investments	<u>364,976</u>
TOTAL ASSETS	<u><u>\$391,490</u></u>
NET ASSETS	
Unrestricted net assets	<u>\$391,490</u>
TOTAL NET ASSETS	<u><u>\$391,490</u></u>

See Accountant's Review Report and Notes

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Statement of Revenues, Expenses and Changes in Net Assets

Cash Basis

For the Year Ended December 31, 2015

Unrestricted Net Assets

Revenues

Donations	\$135,355
Membership dues	1,640
Program income	132,918
Special events	54,541
Investment income	10,712
Realized gains (losses) on investments	30,536
Unrealized gains (losses) on investments	<u>(26,927)</u>
Total Revenues	<u>338,775</u>

Expenses

Program services	358,121
Management and general	69,240
Fundraising	<u>29,247</u>
Total Expenses	<u>456,608</u>

Increase (decrease) in unrestricted net assets (117,833)

Net change in total net assets (117,833)

Net assets, beginning of year 509,323

Net assets, end of year \$391,490

See Accountant's Review Report and Notes

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Statement of Functional Expenses

Cash Basis

For the Year Ended December 31, 2015

	Program Services	Management and General	Fund Raising	Totals
Salaries and related expenses	\$196,700	\$21,856	\$24,284	\$242,840
Occupancy	24,300	2,700	3,000	30,000
Special events	82,540			82,540
Program expenses	54,581			54,581
Fundraising			1,963	1,963
Administrative expenses		44,684		44,684
Total expenses	\$358,121	\$69,240	\$29,247	\$456,608

See Accountant's Review Report and Notes

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements

Cash Basis

December 31, 2015

Note 1. Summary of Significant Accounting Policies

Nature of Activities:

The Organization serves as a resource for the citizens of the Greater Boston area on the broad agenda of critical global issues addressed by the United Nations and its agencies. A membership organization founded more than fifty years ago, the Organization presents educational and public programs for the Greater Boston community.

Financial Statement Presentation:

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) based upon the existence or absence of donor-imposed restrictions.

Contributions:

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted depending on the existence and/or nature of any donor restrictions.

Basis of Accounting:

The Organization's policy is to prepare its financial statements on the cash basis of accounting; consequently, contributions and other revenues are recognized when received rather than when promised or earned, and certain expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

Income Taxes - Uncertain Tax Positions:

The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. The Organization believes that it does not have any uncertain tax positions that are material to the financial statements.

The Organization's Federal Exempt Organization Tax Returns (Form 990) for 2012, 2013 and 2014 are subject to examination by the IRS, generally for three years after they were filed.

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements

Cash Basis

December 31, 2015

Note 2. Operating Lease Commitments:

During 2015, the organization leased office space under a two year lease with an expiration date of May 31, 2016. Rent expense for 2015 was \$30,000.

In February 2016, the organization signed a three year sub-lease at a new location to expire on January 31, 2019.

The following is a schedule of future minimum payments required under the new lease:

2016	\$ 23,670
2017	33,500
2018	34,700
2019	<u>2,900</u>
	<u>\$ 94,770</u>

Note 3. Investments - Fair Value Measurements:

Generally accepted accounting principles define fair value, establish a framework for measuring fair value, and establish a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Organization has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for the asset or liability.

The level within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements
Cash Basis
December 31, 2015

Note 3 (continued)

The Organization's entire portfolio falls into level 1 and at December 31, 2015, investments were composed of the following:

	<u>Cost</u>	<u>Market</u>
Stocks	\$ 76,906	\$ 89,892
Mutual funds	228,473	250,571
Cash and others	<u>24,513</u>	<u>24,513</u>
Totals	<u>\$ 329,892</u>	<u>\$ 364,976</u>

Investment income is shown net of investment fees of \$4,887 on the statement of revenues, expenses and changes in net assets.

Note 4. Subsequent Events:

The Organization evaluated subsequent events through July 14, 2016, the date of financial statement issuance.