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2016
Review

029310

UNITED NATIONS ASSOCIATION OF GREATER BOSTON

**FINANCIAL STATEMENTS
CASH BASIS**

DECEMBER 31, 2016

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

**Financial Statements
Cash Basis**

DECEMBER 31, 2016

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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, 2016 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.

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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
March 13, 2017**

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Statement of Assets, Liabilities and Net Assets

Cash Basis

At December 31, 2016

ASSETS	
Cash accounts	\$76,595
Security deposit	2,700
Investments	<u>331,381</u>
TOTAL ASSETS	<u><u>\$410,676</u></u>
NET ASSETS	
Unrestricted net assets	<u>\$410,676</u>
TOTAL NET ASSETS	<u><u>\$410,676</u></u>

See Accountant's Review Report and Notes

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

**Statement of Revenues, Expenses and Changes in Net Assets
Cash Basis**

For the Year Ended December 31, 2016

Unrestricted Net Assets

Revenues

Donations	\$139,807
Membership dues	2,882
Program income	183,481
Special events	85,972
Investment income	4,319
Realized gains (losses) on investments	10,309
Unrealized gains (losses) on investments	<u>3,490</u>
Total Revenues	<u>430,260</u>

Expenses

Program services	320,984
Management and general	66,731
Fundraising	<u>23,359</u>
Total Expenses	<u>411,074</u>

Increase (decrease) in unrestricted net assets **19,186**

Net change in total net assets **19,186**

Net assets, beginning of year **391,490**

Net assets, end of year **\$410,676**

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, 2016

	Program and Services	Management and General	Fund Raising	Totals
Salaries and related expenses	\$168,087	\$14,177	\$20,251	\$202,515
Occupancy	25,256	2,130	3,043	30,429
Special events	76,953			76,953
Program expenses	50,688			50,688
Fundraising			65	65
Administrative expenses		50,424		50,424
Total expenses	<u>\$320,984</u>	<u>\$66,731</u>	<u>\$23,359</u>	<u>\$411,074</u>

See Accountant's Review Report and Notes

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements
Cash Basis
December 31, 2016

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 2013, 2014 and 2015 are subject to examination by the IRS, generally for three years after they were filed.

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements
Cash Basis
December 31, 2016

Note 2. Operating Lease Commitments:

In February 2016, the organization signed a three year sub-lease at a new location to expire on January 31, 2019. Rent expense for 2016 was \$25,200.

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

2017	\$ 33,500
2018	34,700
2019	<u>2,900</u>
	<u>\$ 71,100</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.

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UNITED NATIONS ASSOCIATION OF GREATER BOSTON

Notes to Financial Statements
Cash Basis
December 31, 2016

Note 3 (continued)

The Organization's entire portfolio falls into level 1 and at December 31, 2016, investments were composed of the following:

	<u>Cost</u>	<u>Market</u>
Stocks	\$ 68,205	\$ 84,002
Mutual funds	203,834	226,467
Cash and others	<u>20,912</u>	<u>20,912</u>
Totals	<u>\$ 292,951</u>	<u>\$ 331,382</u>

Investment income is shown net of investment fees of \$3,585 on the statement of revenues, expenses and changes in net assets.

Note 4. Subsequent Events:

The Organization evaluated subsequent events through March 13, 2017, the date of financial statement issuance.