



MY SISTERS' PLACE, INC.

Financial Statements
And
Additional Information
June 30, 2007

(With Independent Auditors' Report)

Independent Auditors' Report

The Board of Directors
My Sisters' Place, Inc.:

We have audited the accompanying statement of financial position of My Sisters' Place, Inc. as of June 30, 2007 and the related statements of financial activities, of cash flows and of functional expenses for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year's comparative figures are derived from the organization's 2006 financial statements and, in our report dated November 18, 2006 we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with United States generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of My Sisters' Place, Inc. at June 30, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with United States generally accepted accounting principles.

Rogoff Company, P.C.

April 24, 2008

MY SISTERS' PLACE, INC.
Statement of Financial Position
June 30, 2007
(with comparative figures for 2006)

	<u>2007</u>	<u>2006</u>
<u>Assets</u>		
Currents Assets:		
Cash and equivalents	\$ 102,957	\$ 157,541
Investments, at market value	571,393	675,439
Shelter per-diem billings receivable	198,896	247,398
Other grants and accounts receivable	504,615	635,349
Prepaid expenses and deposits	82,877	126,927
Accrued interest receivable	2,281	-
	<u>1,463,019</u>	<u>1,842,654</u>
Fixed Assets:		
Land	36,000	36,000
Buildings and improvements	1,172,871	1,110,361
Equipment	399,159	321,085
	<u>1,608,030</u>	<u>1,467,446</u>
Accumulated depreciation	(686,889)	(625,157)
	<u>921,141</u>	<u>842,289</u>
 Total assets	 <u>\$ 2,384,160</u>	 <u>\$ 2,684,943</u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 270,345	\$ 258,664
Total liabilities	<u>270,345</u>	<u>258,664</u>
Net Assets:		
Unrestricted	1,724,438	2,106,180
Temporarily restricted	<u>389,377</u>	<u>320,099</u>
Total net assets	<u>2,113,815</u>	<u>2,426,279</u>
 Total liabilities and net assets	 <u>\$ 2,384,160</u>	 <u>\$ 2,684,943</u>

See accompanying Notes to Financial Statements.

MY SISTERS' PLACE, INC.
Statement of Financial Activity
Year ended June 30, 2007
(with comparative figures for 2006)

	<u>2007</u>	<u>2006</u>
Changes in unrestricted net assets:		
Revenues and support:		
Residential shelter service	\$ 904,648	\$ 896,299
Other grants and contracts	49,436	155,175
Contributions:		
United Way	30,052	39,292
Others	261,568	184,866
Special events	535,954	465,248
Investment and other income	<u>106,149</u>	<u>77,921</u>
Total unrestricted revenues and support	1,887,807	1,818,801
Net assets released from restrictions	<u>1,986,831</u>	<u>1,788,176</u>
Total unrestricted revenues and support	<u>3,874,638</u>	<u>3,606,977</u>
Expenses:		
Residential programs	1,406,933	1,155,043
Non-residential programs	1,199,053	1,048,903
Domestic violence education	148,652	150,093
Legal services	880,112	723,333
Fundraising:		
Special events	83,741	78,208
Other	311,060	306,868
General administration	<u>226,829</u>	<u>220,894</u>
Total expenses (Note 9)	<u>4,256,380</u>	<u>3,683,342</u>
Decrease in unrestricted net assets	<u>(381,742)</u>	<u>(76,365)</u>
Changes in temporarily restricted net assets:		
Governmental grants and contracts	1,823,188	1,587,987
Other grants and contracts	232,921	277,063
Net assets released from restrictions	<u>(1,986,831)</u>	<u>(1,788,176)</u>
Increase in temporarily restricted net assets	<u>69,278</u>	<u>76,874</u>
Increase (decrease) in total net assets	(312,464)	509
Total net assets, beginning of year	<u>2,426,279</u>	<u>2,425,770</u>
Total net assets, end of year	<u>\$ 2,113,815</u>	<u>\$ 2,426,279</u>

See Accompanying Notes to Financial Statements.

MY SISTERS' PLACE, INC.
Statement of Cash Flows
Year ended June 30, 2007
(with comparative figures for 2006)

	<u>2007</u>	<u>2006</u>
Operating activities:		
Increase (decrease) in total net assets	\$(312,464)	\$ 509
Adjustments to reconcile increase (decrease) in net assets to cash used by operating activities:		
Depreciation	71,133	68,343
Non-cash contributions	(2,981)	(54,560)
Unrealized investment gains	(72,429)	(54,770)
Changes in:		
Shelter per-diem billings receivable	48,502	2,382
Other grants and accounts receivable	130,734	(148,686)
Prepaid expenses and deposits	44,050	(43,583)
Accrued interest receivable	(2,281)	-
Accounts payable and accrued liabilities	<u>11,681</u>	<u>49,467</u>
Cash used by operating activities	<u>(84,055)</u>	<u>(180,898)</u>
Investing activities:		
Fixed asset purchases	(149,985)	(57,433)
Investment purchases	(567,055)	(698,970)
Investment sales	<u>746,511</u>	<u>830,353</u>
Cash provided by investing activities	<u>29,471</u>	<u>73,950</u>
Net decrease in cash	(54,584)	(106,948)
Cash and equivalents, beginning of year	<u>157,541</u>	<u>264,489</u>
Cash and equivalents, end of year	<u>\$ 102,957</u>	<u>\$ 157,541</u>

See accompanying Notes to Financial Statements.

MY SISTERS' PLACE, INC.
Statement of Functional Expenses
Year ended June 30, 2007
(with comparative total figures for 2006)

	2007							2006 Total
	Resi- dential Services	Non- Resi- dential Services	Domestic Violence Education	Legal Services	Fund Raising	General Adminis- tration	Total	
Salaries and wages	\$ 664,126	\$ 765,401	\$ 107,328	\$ 621,280	\$ 201,130	\$ 93,061	\$ 2,452,326	\$ 2,312,447
Personnel benefits and taxes	108,625	156,581	18,915	112,472	38,530	9,206	444,330	409,000
Consultant fees	74,907	18,444	840	35,550	28,819	14,831	173,391	139,874
Office supplies	13,915	12,454	443	6,286	1,401	7,139	41,638	35,091
Program supplies	851	8,505	966	720	463	(180)	11,325	16,471
Staff recruitment	3,412	1,225	555	455	232	1,946	7,825	-
Printing	1,690	3,276	59	1,533	13,509	1,039	21,106	35,172
Telephone, fax & modem	25,591	19,165	1,235	3,813	908	6,614	57,325	33,952
Postage and shipping	3,299	1,590	40	3,834	2,541	1,753	13,055	12,072
Repairs and maintenance	18,621	4,003	123	452	203	2,167	25,568	34,088
Utilities	34,289	852	298	4,038	491	5,254	45,223	44,451
Space rental	44,118	94,571	2,645	30,228	2,535	27,123	201,220	164,523
Equipment rental	19,644	9,146	608	2,537	1,003	10,733	43,672	28,318
Insurance	20,529	5,358	715	13,086	1,180	12,621	53,487	37,498
Audit and legal services	15,549	1,200	425	4,055	702	7,510	29,441	7,150
Staff travel	13,822	22,143	5,822	6,340	1,530	6,939	56,596	53,804
Conferences and meetings	4,294	1,540	4,656	1,970	794	2,452	15,706	10,817
Dues and subscriptions	1,388	-	40	7,630	422	710	10,190	11,040
Staff training	402	920	507	1,468	12	127	3,437	2,056
Client travel and assistance	22,381	10,866	0	1,146	1	7	34,401	27,095
Food	64,910	5,190	153	897	292	2,001	73,444	71,291
Household supplies	14,039	699	2	8	4	39	14,791	17,796
Charity bednights: (Note 9)								
Current year	73,274	-	-	-	-	-	73,274	19,532
Prior years	86,630	-	-	-	-	-	86,630	-
Bad debts (Note 9)	10,778	10,000	1,500	9,040	12,400	-	43,718	-
Legal program costs	-	-	-	4,421	-	-	4,421	1,726
Special events	-	-	-	-	83,741	-	83,741	78,208
Bank and payroll fees	6,464	-	225	828	985	3,974	12,475	7,701
Interest	81	-	3	10	5	50	149	-
Office relocation	-	43,910	-	-	-	36	43,946	-
Miscellaneous	691	-	24	89	101	389	1,294	3,825
Minor capital expenditures	1,743	-	15	4,047	26	273	6,104	-
Depreciation	56,871	2,014	511	1,879	843	9,016	71,133	68,344
	<u>\$ 1,406,933</u>	<u>\$ 1,199,053</u>	<u>\$ 148,652</u>	<u>\$ 880,112</u>	<u>\$ 394,801</u>	<u>\$ 226,829</u>	<u>\$ 4,256,380</u>	<u>\$ 3,683,342</u>

See accompanying Notes to Financial Statements.

MY SISTERS' PLACE, INC.

Notes to Financial Statements

June 30, 2007

1. Organization and Summary of Significant Accounting Policies

Organization. My Sisters' Place, Inc. is a tax-exempt, not-for-profit corporation incorporated in New York State. Its purposes are to maintain residential shelters for victims of domestic violence and their dependent children who seek emergency shelter; to offer supporting, remedial and legal services to victims of domestic violence; and to provide community education and training relating to domestic violence and its prevention.

Accrual Basis. The financial statements have been prepared on the accrual basis. Revenue is recorded when earned. Expenses are recorded when goods or services are received. Contributions are recorded when received. Contributions are deemed to be available for general use unless specifically restricted by the donor.

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 and cash equivalents.

Net Asset Classes. Unrestricted net assets are expendable in any manner to support operations. Temporarily restricted net assets are expendable to support operations, but only in the manner specified by donors or grantors. When the restrictions of donors or grantors have been satisfied, corresponding amounts of temporarily restricted net assets are reported as released to unrestricted net assets to cover qualifying expenses or asset purchases.

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 at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional Expenses. The statement of functional expenses includes prior-year total comparative information without the details of functional categories for that year. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended June 30, 2006.

2. Residential Shelter Services

Revenue from residential shelter services is recorded at the effective rates of \$92.02 per bednight established by the New York State Office of Children and Family Services. Such services are provided at these rates primarily under a contract with the Westchester County Department of Social Services covering qualified residents. Services provided in excess of standard capacity, and to residents not qualified under the contract, are charged to expense as charity bednights.

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MY SISTERS' PLACE, INC.

Notes to Financial Statements (continued)

June 30, 2007

3. Fixed Assets

Fixed assets are recorded at cost. Depreciation of buildings and improvements, as well as equipment, is provided on a straight-line basis over the estimated useful lives of the assets. Building and improvements are depreciated over five to forty-four years. Equipment is depreciated over five to ten years.

4. Income Taxes

My Sisters' Place, Inc. ("MSP") is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Similar exemptions apply at the state and local level.

5. Mamaroneck Shelter Property

The New York State Homeless Housing and Assistance Program provided \$732,283 towards the cost of acquisition and rehabilitation of the Mamaroneck shelter. That property is subject to a contractual provision requiring MSP to operate it as a shelter until March 31, 2018. New York State retains a reversionary interest in the property in the event MSP does not abide by that provision.

6. Temporarily Restricted Net Assets

Temporarily restricted net assets were released from restrictions in the year ended June 30, 2007 for the following purposes:

Residential programs	\$ 165,718
Non-residential programs	961,260
Domestic violence education programs	109,971
Legal services	724,888
Administration and fundraising	<u>24,994</u>
	<u>\$1,986,831</u>

Temporarily restricted net assets were on hand at June 30, 2007 for the following purposes:

Residential services	\$ 83,028
Nonresidential services	154,591
Legal services	<u>151,758</u>
	<u>\$389,377</u>

(Continued)

MY SISTERS' PLACE, INC.

Notes to Financial Statements (concluded)

June 30, 2007

7. Investments and Investment Return

The composition of investments at June 30, 2007 was as follows:

	<u>Cost</u>	<u>Market Value</u>
Cash and equivalents	\$112,240	\$112,240
Bonds	93,904	93,065
Stock funds	80,420	108,519
Stocks	<u>297,434</u>	<u>257,569</u>
	<u>\$583,998</u>	<u>\$ 571,393</u>

Investment return for the year ended June 30, 2007 was as follows:

Interest and dividends	\$27,233
Investment fees	(3,893)
Unrealized investment gains	<u>72,429</u>
	<u>\$95,769</u>

8. Lease Commitment

MSP occupies office spaces under leases that expire July 31, 2016. Space rental expenses amounted to \$201,220 in 2007 and \$164,523 in 2006. Leases are subject to normal escalation provisions based on building expenses and taxes. Minimum lease payment commitments are as follows for the years ending June 30:

2008	\$251,586
2009	261,203
2010	264,059
2011	273,595
2012	258,838
2013-2016	745,304

9. Charity Bednights and Bad Debts

During the year ended June 30, 2007, approximately 790 charity bednights of shelter valued at \$73,274 were charged to charity bednights expense. MSP also charged to charity bednights expense \$86,630 of shelter-related accounts receivable that arose in prior years.

In addition, MSP charged to bad debts expense \$43,718 of contract-related and other accounts receivable that arose in prior years.

Independent Auditors' Report
On Additional Information

The Board of Directors
My Sisters' Place, Inc.:

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The additional information in the accompanying Schedule 1 for the year ended June 30, 2007 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Rogoff & Company, P.C.

April 24, 2008

MY SISTERS' PLACE, INC.

Residential Program Expenses

Year ended June 30, 2007

	<u>Yonkers</u>	<u>Mamaro- neck</u>	<u>Total</u>
Salaries and wages	\$ 330,202	\$ 333,923	\$ 664,126
Personnel benefits and taxes	53,569	55,056	108,625
Consultant fees	37,512	37,395	74,907
Office supplies	7,101	6,814	13,915
Program supplies	96	754	851
Staff recruitment	1,796	1,616	3,412
Printing	853	837	1,690
Telephone, fax & modem	13,982	11,608	25,591
Postage and shipping	1,677	1,622	3,299
Repairs and maintenance	9,219	9,402	18,621
Utilities	15,185	19,105	34,289
Space rental	22,280	21,838	44,118
Equipment rental	9,792	9,852	19,644
Insurance	10,367	10,162	20,529
Audit and legal services	7,836	7,713	15,549
Staff travel	7,372	6,450	13,822
Conferences and meetings	2,320	1,974	4,294
Dues and subscriptions	817	571	1,388
Staff training	145	257	402
Client travel and assistance	14,859	7,522	22,381
Food	31,281	33,628	64,910
Household supplies	6,373	7,666	14,039
Charity bednights:			
Current year	30,256	43,018	73,274
Prior years	59,821	26,809	86,630
Bad debts	10,778	-	10,778
Bank and payroll fees	3,264	3,199	6,464
Interest	41	40	81
Miscellaneous	349	342	691
Minor capital expenditures	1,523	220	1,743
Depreciation	24,416	32,455	56,871
	<u>\$ 715,085</u>	<u>\$ 691,848</u>	<u>\$ 1,406,933</u>