

**SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2009

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Southern Boulevard District
Management Association, Inc.

We have audited the statement of financial position of the Southern Boulevard District Management Association, Inc. at June 30, 2009 and the related statements of revenue and expenses and changes in net assets, and cash flows for the short 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.

We conducted our 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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 the Southern Boulevard District Management Association, Inc. as of June 30, 2009, and the changes in its net assets and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

BLUMBERG & KOPEL, C.P.A., P.C.

September 14, 2009

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2009

Cash	
Non-interest bearing	<u>\$ 68,696</u>
TOTAL	<u>\$ 68,696</u>
Liabilities and Net Assets	
Accounts payable	<u>\$ 7,081</u>
Net Assets	61,615
TOTAL	<u>\$ 68,696</u>

See notes to financial statements.

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.
STATEMENT OF REVENUE AND EXPENSES
AND CHANGES IN NET ASSETS
FOR THE SHORT YEAR ENDED JUNE 30, 2009

Revenues	
Grants – City of New York	<u>\$150,000</u>
TOTAL REVENUE	<u>\$150,000</u>
Expenses	
Program services (Schedule A attached)	58,363
Management & General (Schedule A attached)	<u>30,022</u>
Total Expenses	<u>88,385</u>
Excess of Revenue over Expenses	<u>61,615</u>
Net Assets, beginning balance-October 7, 2008	-0-
Increase in net assets	<u>61,615</u>
Net Assets, ending balance-June 30, 2009	<u>\$ 61,615</u>

See notes to financial statements.

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES

Contributions and grants received	\$150,000
Amounts paid	<u>81,304</u>
Net cash provided by operating activities	<u>68,696</u>

NET INCREASE IN CASH

68,696

CASH AT BEGINNING OF YEAR

-0-

CASH AT END OF YEAR

\$ 68,696

See notes to financial statements.

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.
SCHEDULES TO STATEMENT OF REVENUE AND EXPENSES
AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

SCHEDULE A

<u>EXPENSES</u>	<u>PROGRAM SERIES</u>	<u>MANAGEMENT AND GENERAL</u>
Equipment	\$	\$ 865
Utilities		326
Accounting		1,500
Christmas lighting	9,575	
Consultant – Director	16,666	16,666
Filing fees		451
Insurance		2,870
Office		1,578
Telephone		1,748
Street cleaning	32,122	
Bank charges		41
Local transportation		170
Postage		197
Website		3,155
Advertising		250
Meetings		55
Conference		150
TOTAL EXPENSES	<u>\$ 58,363</u>	<u>\$ 30,022</u>

SOUTHERN BOULEVARD DISTRICT
MANAGEMENT ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1 – ORGANIZATION

Established in 2008 the Southern Boulevard District Management Association, Inc. mission is to serve, strengthen and revitalize the District by creating and providing services that attract more customers to the area.

The Association has applied to the IRS to be an exempt organization under Internal Revenue Service 501 (c)(3).

NOTE 2 – SUMMARY OF ACCOUNTING POLICIES

Basis of Accounting

The accounts of the Association are maintained on the accrual basis. The Association follows the requirements of Financial Accounting Standards Board (FASB), Statement of Financial Accounting Standards, 117, *Financial Statements of Not-For-Profit Organizations*. Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classifications of net assets: unrestricted, temporarily restricted and permanently restricted net assets.

Volunteer Time

Governing board members and volunteers donate significant time to the organization in various capacities. However, these services have not been reflected in the financial statements since they neither require specialized skills nor would have been purchased had they not been donated.

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 the 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.