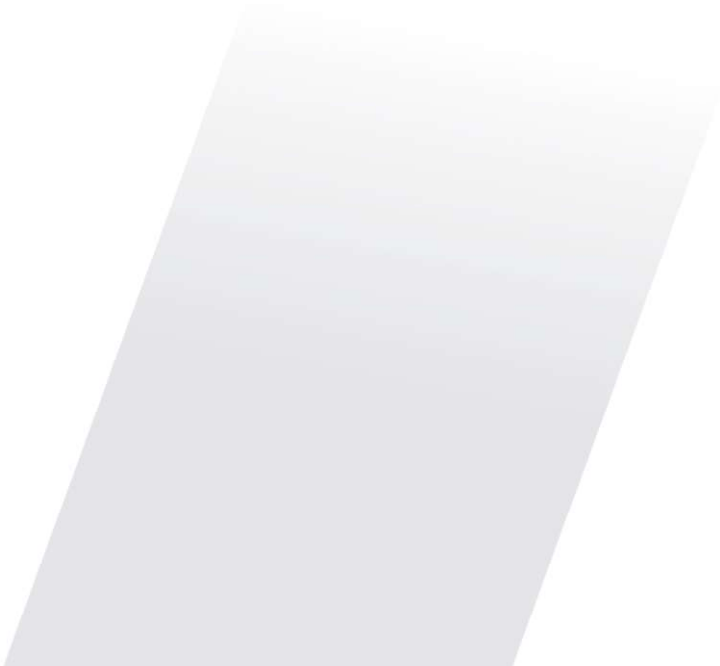




# **Bowery Residents' Committee, Inc. and Affiliated Organizations**

**Independent Auditor's Report, Combined Financial  
Statements, and Supplementary Information**

June 30, 2024 and 2023



**Bowery Residents’ Committee, Inc. and Affiliated Organizations**  
**Contents**  
**June 30, 2024 and 2023**

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## **Independent Auditor's Report**

Board of Directors  
Bowery Residents' Committee, Inc. and Affiliated Organizations  
New York, New York

### ***Opinion***

We have audited the combined financial statements of Bowery Residents' Committee, Inc. and Affiliated Organizations (collectively, the Organization), which comprise the combined statements of financial position as of June 30, 2024 and 2023, and the related combined statements of activities, changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the accompanying combined financial statements present fairly, in all material respects, the combined financial position of the Organization as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Combined Financial Statements***

Management is responsible for the preparation and fair presentation of the combined financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Organization's ability to continue as a going concern within one year after the date that these combined financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Combined Financial Statements***

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design 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. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The accompanying combining information listed in the table of contents is presented for purposes of additional analysis rather than to present the financial position, results of operations, and cash flows of the individual organizations and is not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

**Forvis Mazars, LLP**

**New York, New York  
November 27, 2024**

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Financial Position**  
**June 30, 2024 and 2023**

|                                                     | <b>2024</b>           | <b>2023</b>           |
|-----------------------------------------------------|-----------------------|-----------------------|
| <b>ASSETS</b>                                       |                       |                       |
| <b>Current Assets</b>                               |                       |                       |
| Cash                                                | \$ 6,820,850          | \$ 8,920,996          |
| Investments                                         | 1,944,904             | -                     |
| Accounts receivable and grant receivable, net       | 22,985,707            | 26,474,000            |
| Contributions receivable                            | 698,375               | 603,376               |
| Prepaid expenses and other assets                   | 2,834,966             | 2,722,158             |
| <b>Total current assets</b>                         | <b>35,284,802</b>     | <b>38,720,530</b>     |
| Restricted cash - assets limited as to use          | 3,476,484             | 4,210,154             |
| Contributions receivable - long term                | -                     | 197,700               |
| Right-of-use assets - operating leases              | 248,755,252           | 267,658,593           |
| Right-of-use assets - finance leases                | 1,500,146             | -                     |
| Property and equipment, net                         | 120,833,044           | 112,786,275           |
| <b>Total assets</b>                                 | <b>\$ 409,849,728</b> | <b>\$ 423,573,252</b> |
| <b>LIABILITIES AND NET ASSETS</b>                   |                       |                       |
| <b>Current Liabilities</b>                          |                       |                       |
| Accounts payable and accrued expenses               | \$ 19,154,387         | \$ 13,893,096         |
| Accrued compensation and related taxes              | 8,700,587             | 9,016,122             |
| Accrued interest payable                            | 7,192,195             | 6,363,480             |
| Deferred revenue                                    | 858,334               | 2,467,629             |
| Line of credit                                      | -                     | 1,000,000             |
| Operating lease liabilities                         | 22,971,698            | 22,276,237            |
| Finance lease liabilities                           | 322,525               | -                     |
| Due to government agencies                          | 4,279,306             | 4,295,721             |
| Current portion of loans payable                    | 2,143,144             | 4,262,557             |
| <b>Total current liabilities</b>                    | <b>65,622,176</b>     | <b>63,574,842</b>     |
| <b>Other Liabilities</b>                            |                       |                       |
| Deferred revenue, net of current portion            | 2,634,940             | 3,025,302             |
| Operating lease liabilities, net of current portion | 235,487,624           | 253,586,340           |
| Finance lease liabilities, net of current portion   | 1,182,377             | -                     |
| Loans payable, net of current portion               | 87,464,582            | 81,526,278            |
| <b>Total liabilities</b>                            | <b>392,391,699</b>    | <b>401,712,762</b>    |
| <b>Net Assets</b>                                   |                       |                       |
| Without donor restrictions                          | 9,449,146             | 10,713,105            |
| With donor restrictions                             | 412,829               | 746,790               |
| Noncontrolling interest                             | 7,596,054             | 10,400,595            |
| <b>Total net assets</b>                             | <b>17,458,029</b>     | <b>21,860,490</b>     |
| <b>Total liabilities and net assets</b>             | <b>\$ 409,849,728</b> | <b>\$ 423,573,252</b> |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Activities**  
**Years Ended June 30, 2024 and 2023**

|                                                                       | <b>2024</b>                           |                                    |                   |
|-----------------------------------------------------------------------|---------------------------------------|------------------------------------|-------------------|
|                                                                       | <b>Without Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Total</b>      |
| <b>Revenues</b>                                                       |                                       |                                    |                   |
| Government and other grants                                           | \$ 170,231,108                        | \$ -                               | \$ 170,231,108    |
| Medicaid                                                              | 4,776,327                             | -                                  | 4,776,327         |
| Program service fees                                                  | 1,459,300                             | -                                  | 1,459,300         |
| Rental income                                                         | 5,209,376                             | -                                  | 5,209,376         |
| Contributions                                                         | 2,338,441                             | 397,329                            | 2,735,770         |
| Contributed nonfinancial assets                                       | 222,044                               | -                                  | 222,044           |
| Other income                                                          | 2,477,099                             | -                                  | 2,477,099         |
| Net assets released from restrictions                                 | 731,290                               | (731,290)                          | -                 |
| <br>Total revenues before special events                              | <br>187,444,985                       | <br>(333,961)                      | <br>187,111,024   |
| <br>Special events revenue                                            | <br>1,478,274                         | <br>-                              | <br>1,478,274     |
| Less direct cost of special events                                    | (352,625)                             | -                                  | (352,625)         |
| <br>Net revenue from special events                                   | <br>1,125,649                         | <br>-                              | <br>1,125,649     |
| <br>Total revenues                                                    | <br>188,570,634                       | <br>(333,961)                      | <br>188,236,673   |
| <b>Expenses</b>                                                       |                                       |                                    |                   |
| Program services without affiliated organizations' expenses           |                                       |                                    |                   |
| Gateway Services                                                      | 68,264,983                            | -                                  | 68,264,983        |
| Homeless Services                                                     | 62,009,104                            | -                                  | 62,009,104        |
| Housing Services                                                      | 18,535,016                            | -                                  | 18,535,016        |
| Treatment Service                                                     | 14,205,736                            | -                                  | 14,205,736        |
| <br>Total program services without affiliated organizations' expenses | <br>163,014,839                       | <br>-                              | <br>163,014,839   |
| Supporting services                                                   |                                       |                                    |                   |
| Management and general                                                | 20,729,302                            | -                                  | 20,729,302        |
| Fundraising                                                           | 1,213,439                             | -                                  | 1,213,439         |
| <br>Total supporting services                                         | <br>21,942,741                        | <br>-                              | <br>21,942,741    |
| <br>Affiliated organizations' expenses                                | <br>7,681,554                         | <br>-                              | <br>7,681,554     |
| <br>Total expenses                                                    | <br>192,639,134                       | <br>-                              | <br>192,639,134   |
| <br><b>Change in Net Assets</b>                                       | <br>(4,068,500)                       | <br>(333,961)                      | <br>(4,402,461)   |
| <br><b>Net Assets, Beginning of Year</b>                              | <br>21,113,700                        | <br>746,790                        | <br>21,860,490    |
| <br><b>Net Assets, End of Year</b>                                    | <br>\$ 17,045,200                     | <br>\$ 412,829                     | <br>\$ 17,458,029 |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Activities**  
**Years Ended June 30, 2024 and 2023**

**(Continued)**

|                                                                       | <b>2023</b>                           |                                    |                          |
|-----------------------------------------------------------------------|---------------------------------------|------------------------------------|--------------------------|
|                                                                       | <b>Without Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Total</b>             |
| <b>Revenues</b>                                                       |                                       |                                    |                          |
| Government and other grants                                           | \$ 163,391,473                        | \$ -                               | \$ 163,391,473           |
| Medicaid                                                              | 5,396,934                             | -                                  | 5,396,934                |
| Program service fees                                                  | 1,778,114                             | -                                  | 1,778,114                |
| Rental income                                                         | 5,576,789                             | -                                  | 5,576,789                |
| Contributions                                                         | 1,996,767                             | 501,090                            | 2,497,857                |
| Contributed nonfinancial assets                                       | 175,935                               | -                                  | 175,935                  |
| Gain on forgiveness of loan and interest                              | 4,990,268                             | -                                  | 4,990,268                |
| Other income                                                          | 1,165,678                             | -                                  | 1,165,678                |
| Net assets released from restrictions                                 | 1,320,560                             | (1,320,560)                        | -                        |
| <br>Total revenues before special events                              | <br>185,792,518                       | <br>(819,470)                      | <br>184,973,048          |
| <br>Special events revenue                                            | <br>905,253                           | <br>-                              | <br>905,253              |
| Less direct cost of special events                                    | (206,521)                             | -                                  | (206,521)                |
| <br>Net revenue from special events                                   | <br>698,732                           | <br>-                              | <br>698,732              |
| <br>Total revenues                                                    | <br>186,491,250                       | <br>(819,470)                      | <br>185,671,780          |
| <b>Expenses</b>                                                       |                                       |                                    |                          |
| Program services without affiliated organizations' expenses           |                                       |                                    |                          |
| Gateway Services                                                      | 68,903,611                            | -                                  | 68,903,611               |
| Homeless Services                                                     | 58,710,275                            | -                                  | 58,710,275               |
| Housing Services                                                      | 17,853,333                            | -                                  | 17,853,333               |
| Treatment Service                                                     | 13,875,114                            | -                                  | 13,875,114               |
| <br>Total program services without affiliated organizations' expenses | <br>159,342,333                       | <br>-                              | <br>159,342,333          |
| Supporting services                                                   |                                       |                                    |                          |
| Management and general                                                | 17,575,351                            | -                                  | 17,575,351               |
| Fundraising                                                           | 1,080,173                             | -                                  | 1,080,173                |
| <br>Total supporting services                                         | <br>18,655,524                        | <br>-                              | <br>18,655,524           |
| <br>Affiliated organizations' expenses                                | <br>7,299,767                         | <br>-                              | <br>7,299,767            |
| <br>Total expenses                                                    | <br>185,297,624                       | <br>-                              | <br>185,297,624          |
| <br><b>Change in Net Assets</b>                                       | <br>1,193,626                         | <br>(819,470)                      | <br>374,156              |
| <br><b>Net Assets, Beginning of Year</b>                              | <br>19,920,074                        | <br>1,566,260                      | <br>21,486,334           |
| <br><b>Net Assets, End of Year</b>                                    | <br><u>\$ 21,113,700</u>              | <br><u>\$ 746,790</u>              | <br><u>\$ 21,860,490</u> |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Changes in Net Assets**  
**Years Ended June 30, 2024 and 2023**

|                                                              | 2024                                                         |                                                     |                                     |                                                           |                                |                          |
|--------------------------------------------------------------|--------------------------------------------------------------|-----------------------------------------------------|-------------------------------------|-----------------------------------------------------------|--------------------------------|--------------------------|
|                                                              | Controlling Interests                                        |                                                     |                                     |                                                           |                                |                          |
|                                                              | Bowery Residents' Committee, Inc. Without Donor Restrictions | Affiliated Organizations Without Donor Restrictions | Subtotal Without Donor Restrictions | Bowery Residents' Committee, Inc. With Donor Restrictions | Subtotal Controlling Interests | Noncontrolling Interests |
| <b>Net Assets, June 30, 2023</b>                             | \$ 13,321,131                                                | \$ (2,608,026)                                      | \$ 10,713,105                       | \$ 746,790                                                | \$ 11,459,895                  | \$ 10,400,595            |
| Increase (decrease) in net assets without donor restrictions | (1,672,710)                                                  | (322,539)                                           | (1,995,249)                         | -                                                         | (1,995,249)                    | (2,804,541)              |
| Restricted contributions                                     | -                                                            | -                                                   | -                                   | 397,329                                                   | 397,329                        | -                        |
| Capital contributions                                        | -                                                            | -                                                   | -                                   | -                                                         | -                              | -                        |
| Net assets released from restrictions                        | 731,290                                                      | -                                                   | 731,290                             | (731,290)                                                 | -                              | -                        |
| <b>Net Assets, June 30, 2024</b>                             | <u>\$ 12,379,711</u>                                         | <u>\$ (2,930,565)</u>                               | <u>\$ 9,449,146</u>                 | <u>\$ 412,829</u>                                         | <u>\$ 9,861,975</u>            | <u>\$ 7,596,054</u>      |
|                                                              |                                                              |                                                     |                                     |                                                           |                                | <u>\$ 17,458,029</u>     |
|                                                              |                                                              |                                                     |                                     |                                                           |                                |                          |
|                                                              | 2023                                                         |                                                     |                                     |                                                           |                                |                          |
|                                                              | Controlling Interests                                        |                                                     |                                     |                                                           |                                |                          |
|                                                              | Bowery Residents' Committee, Inc. Without Donor Restrictions | Affiliated Organizations Without Donor Restrictions | Subtotal Without Donor Restrictions | Bowery Residents' Committee, Inc. With Donor Restrictions | Subtotal Controlling Interests | Noncontrolling Interests |
| <b>Net Assets, June 30, 2022</b>                             | \$ 10,370,279                                                | \$ (3,216,743)                                      | \$ 7,153,536                        | \$ 1,566,260                                              | \$ 8,719,796                   | \$ 12,766,538            |
| Increase (decrease) in net assets without donor restrictions | 1,630,292                                                    | 608,717                                             | 2,239,009                           | -                                                         | 2,239,009                      | (2,365,943)              |
| Restricted contributions                                     | -                                                            | -                                                   | -                                   | 501,090                                                   | 501,090                        | -                        |
| Net assets released from restrictions                        | 1,320,560                                                    | -                                                   | 1,320,560                           | (1,320,560)                                               | -                              | -                        |
| <b>Net Assets, June 30, 2023</b>                             | <u>\$ 13,321,131</u>                                         | <u>\$ (2,608,026)</u>                               | <u>\$ 10,713,105</u>                | <u>\$ 746,790</u>                                         | <u>\$ 11,459,895</u>           | <u>\$ 10,400,595</u>     |
|                                                              |                                                              |                                                     |                                     |                                                           |                                | <u>\$ 21,860,490</u>     |

See Notes to Combined Financial Statements

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Functional Expenses**  
**Years Ended June 30, 2024 and 2023**

|                                                                                        | 2024             |                   |                  |                    |                                    |                        |                        |              |                                |                           |
|----------------------------------------------------------------------------------------|------------------|-------------------|------------------|--------------------|------------------------------------|------------------------|------------------------|--------------|--------------------------------|---------------------------|
|                                                                                        | Program Services |                   |                  |                    |                                    | Supporting Services    |                        |              |                                |                           |
|                                                                                        | Gateway Services | Homeless Services | Housing Services | Treatment Services | Affiliated Organizations - Housing | Total Program Services | Management and General | Fundraising  | Direct Costs of Special Events | Total Supporting Services |
| Salaries                                                                               | \$ 23,886,858    | \$ 22,255,705     | \$ 4,141,053     | \$ 6,470,249       | \$ 810,550                         | \$ 57,574,415          | \$ 9,045,918           | \$ 721,581   | \$ -                           | \$ 9,767,499              |
| Employee taxes and fringe benefits                                                     | 6,284,130        | 5,802,689         | 1,087,146        | 1,719,982          | 212,886                            | 15,086,813             | 2,454,912              | 197,247      | -                              | 2,652,159                 |
| Total salaries and related expenses                                                    | 30,160,988       | 28,058,374        | 5,228,199        | 8,190,231          | 1,023,436                          | 72,661,228             | 11,500,830             | 918,828      | -                              | 12,419,658                |
| Temporary services                                                                     | 1,836,689        | 2,585,325         | 156,248          | 233,613            | 86,716                             | 4,898,591              | 224,361                | 6,154        | -                              | 230,515                   |
| Real estate, water, and sewer taxes                                                    | 472,828          | 1,129,893         | 461,784          | 31,764             | 193,057                            | 2,289,326              | 14,715                 | 1,168        | -                              | 15,883                    |
| Rent                                                                                   | 20,983,699       | 17,819,702        | 6,557,797        | 1,853,622          | 100,106                            | 47,314,926             | 975,850                | 67,409       | -                              | 1,043,259                 |
| Utilities                                                                              | 723,333          | 1,171,755         | 784,095          | 290,113            | 330,037                            | 3,299,333              | 87,831                 | 6,980        | -                              | 94,811                    |
| Communications                                                                         | 326,761          | 257,076           | 200,920          | 237,663            | 18,288                             | 1,040,708              | 63,171                 | 4,467        | -                              | 67,638                    |
| Printing and postage                                                                   | 167              | 1,985             | 2,001            | 2,219              | 326                                | 6,678                  | 4,447                  | 32,956       | -                              | 37,403                    |
| Insurance                                                                              | 925,788          | 1,050,854         | 489,561          | 274,228            | 278,151                            | 3,018,582              | 116,726                | 10,064       | -                              | 126,790                   |
| Professional fees                                                                      | 2,417,125        | 3,118,113         | 1,077,218        | 454,540            | 143,085                            | 7,210,081              | 1,866,372              | 52,280       | -                              | 1,918,652                 |
| Staff training and recruitment                                                         | 218,134          | 275,152           | 68,309           | 59,635             | 2,516                              | 623,746                | 659,728                | 8,369        | -                              | 668,097                   |
| Office expenses                                                                        | 256,702          | 292,719           | 85,624           | 120,655            | 34,630                             | 790,330                | 117,257                | 76,031       | -                              | 193,288                   |
| Supplies                                                                               | 684,240          | 1,149,081         | 162,623          | 187,711            | 33,446                             | 2,217,101              | 57,802                 | 4,279        | -                              | 62,081                    |
| Equipment                                                                              | 380,696          | 370,621           | 376,354          | 152,532            | 58,088                             | 1,338,291              | 188,658                | 8,433        | -                              | 197,091                   |
| Maintenance and repairs                                                                | 2,051,140        | 1,753,479         | 1,880,128        | 625,412            | 512,397                            | 6,822,556              | 803,125                | 9,210        | -                              | 812,335                   |
| Travel                                                                                 | 92               | 302               | 22,311           | 29,046             | 190                                | 51,941                 | 11,351                 | 293          | -                              | 11,644                    |
| Client related expenses                                                                | 6,422,150        | 2,553,367         | 561,398          | 731,050            | 9,234                              | 10,277,199             | 24,993                 | 2,332        | -                              | 27,325                    |
| Interest                                                                               | 32,958           | 1,262             | 640              | 75,795             | 2,044,023                          | 2,154,678              | 22,499                 | -            | -                              | 22,499                    |
| Catering and other expenses                                                            | -                | -                 | -                | -                  | -                                  | -                      | -                      | -            | 352,625                        | 352,625                   |
| Bad debt expenses                                                                      | -                | -                 | 121,167          | -                  | 308,096                            | 308,096                | 2,479,907              | -            | -                              | 2,479,907                 |
| Property management cost                                                               | -                | -                 | -                | -                  | 27,937                             | 149,104                | -                      | -            | -                              | -                         |
| Other                                                                                  | 37,012           | 62,451            | 249,431          | 233,949            | 22,539                             | 605,182                | 624,373                | 1,262        | -                              | 625,635                   |
| Total expenses before depreciation and amortization                                    | 67,930,502       | 61,651,491        | 18,485,808       | 13,763,778         | 5,226,098                          | 167,077,677            | 19,843,966             | 1,210,515    | 352,625                        | 21,407,136                |
| Depreciation and amortization                                                          | 334,481          | 357,613           | 49,208           | 421,958            | 2,455,456                          | 3,618,716              | 885,306                | 2,924        | -                              | 888,230                   |
| Less expenses deducted directly from revenues on the combined statements of activities | -                | -                 | -                | -                  | -                                  | -                      | -                      | -            | (352,625)                      | (352,625)                 |
| Direct cost of special events                                                          | -                | -                 | -                | -                  | -                                  | -                      | -                      | -            | -                              | -                         |
| Total expenses                                                                         | \$ 68,264,983    | \$ 62,009,104     | \$ 18,535,016    | \$ 14,205,736      | \$ 7,681,554                       | \$ 170,696,393         | \$ 20,729,302          | \$ 1,213,439 | \$ -                           | \$ 21,942,741             |
|                                                                                        |                  |                   |                  |                    |                                    |                        |                        |              |                                | \$ 182,639,134            |

See Notes to Combined Financial Statements

(Continued)

**See Notes to Combined Financial Statements**

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Combined Statements of Cash Flows**  
**Years Ended June 30, 2024 and 2023**

|                                                                     | <b>2024</b>                 | <b>2023</b>                 |
|---------------------------------------------------------------------|-----------------------------|-----------------------------|
| <b>Operating Activities</b>                                         |                             |                             |
| Change in net assets                                                | \$ (4,402,461)              | \$ 374,156                  |
| Items not requiring (providing) operating cash flows                |                             |                             |
| Depreciation and amortization                                       | 4,506,946                   | 4,035,780                   |
| Amortization of debt issuance costs included in interest expense    | 76,572                      | 60,635                      |
| Net realized and unrealized gains on investments                    | (171,202)                   | -                           |
| Provision for bad debts                                             | 2,788,003                   | 1,090,811                   |
| Grants received for construction                                    | -                           | (126,015)                   |
| Gain on forgiveness of loan and interest                            | -                           | (4,990,268)                 |
| Noncash operating lease expense                                     | 1,500,086                   | 1,388,734                   |
| Changes in                                                          |                             |                             |
| Accounts receivable and grant receivable                            | 700,290                     | 10,589,113                  |
| Contributions receivable                                            | 102,701                     | 999,700                     |
| Prepaid expenses and other assets                                   | (112,808)                   | (31,732)                    |
| Accounts payable and accrued expenses                               | 3,258,124                   | (3,476,786)                 |
| Due to government agencies                                          | (16,415)                    | 2,344,245                   |
| Accrued compensation and related taxes                              | (315,535)                   | 2,606,535                   |
| Accrued interest payable                                            | 828,715                     | 505,929                     |
| Deferred revenue                                                    | (1,999,657)                 | (297,032)                   |
| Net cash provided by operating activities                           | <u>6,743,359</u>            | <u>15,073,805</u>           |
| <b>Investing Activities</b>                                         |                             |                             |
| Purchase of Investments                                             | (9,974,808)                 | -                           |
| Proceeds from sale of investments                                   | 8,201,106                   | -                           |
| Purchase of property and equipment                                  | (12,050,694)                | (9,995,417)                 |
| Net cash used in investing activities                               | <u>(13,824,396)</u>         | <u>(9,995,417)</u>          |
| <b>Financing Activities</b>                                         |                             |                             |
| Principal payments on finance lease liabilities                     | (206,140)                   | -                           |
| Proceeds from line of credit                                        | -                           | 1,000,000                   |
| Principal payments on line of credit                                | (1,000,000)                 | (7,500,000)                 |
| Proceeds from loan                                                  | 9,677,236                   | 18,663,037                  |
| Principal payments on loan                                          | (4,223,875)                 | (17,869,869)                |
| Proceeds from grants received for construction                      | -                           | 126,015                     |
| Net cash provided by (used in) financing activities                 | <u>4,247,221</u>            | <u>(5,580,817)</u>          |
| <b>Net Change in Cash and Restricted Cash</b>                       | <u>(2,833,816)</u>          | <u>(502,429)</u>            |
| <b>Cash and Restricted Cash, Beginning of Year</b>                  | <u>13,131,150</u>           | <u>13,633,579</u>           |
| <b>Cash and Restricted Cash, End of Year</b>                        | <u><u>\$ 10,297,334</u></u> | <u><u>\$ 13,131,150</u></u> |
| <b>Cash and Restricted Cash Consist of:</b>                         |                             |                             |
| Cash                                                                | \$ 6,820,850                | \$ 8,920,996                |
| Restricted cash - assets limited as to use                          | <u>3,476,484</u>            | <u>4,210,154</u>            |
|                                                                     | <u><u>\$ 10,297,334</u></u> | <u><u>\$ 13,131,150</u></u> |
| <b>Supplemental Cash Flows Information</b>                          |                             |                             |
| Interest paid                                                       | \$ 1,271,890                | \$ 1,410,839                |
| Property and equipment in accounts payable                          | 2,688,013                   | 337,953                     |
| ROU assets obtained in exchange for new operating lease liabilities | 6,603,073                   | 147,488,673                 |
| ROU assets obtained in exchange for new finance lease liabilities   | 1,711,043                   | -                           |

## **Note 1. Nature of Operations and Summary of Significant Accounting Policies**

### ***Nature of Operations***

Bowery Residents' Committee, Inc. (BRC) and Affiliated Organizations (collectively, the Organization) were formed for the purpose of addressing the needs of persons with limited resources in the metropolitan New York City area. This included the homeless, hungry, chemically dependent, psychiatrically disabled, aged and persons with HIV and AIDS. BRC provides a comprehensive array of services including health care, vocational rehabilitation, temporary and permanent housing, community education and advocacy. By providing these services, BRC offers its clients the means to function successfully in society and seeks to improve the quality of life in its community.

This mission is also serviced by the following Affiliated Organizations:

*Pitt Street Housing Development Fund Corporation (Pitt)* operates programs that provide housing to former homeless people with mental illness.

*330 East 4th Street Housing Development Fund Corporation (330 E. 4th)* was organized to own, construct, and operate a permanent housing project for formerly homeless elderly persons who participate in case management, crisis intervention, nutritional and recreational services.

*Fulton Street Housing Development Fund Corporation (Fulton)* was organized to own and operate a community residence for individuals diagnosed with severe and persistent mental illness.

*Palace Renaissance, Inc. (Palace)* was organized to provide space to further BRC's mission.

*139-141 Avenue D HDFC* is a charitable not-for-profit corporation organized exclusively for the purpose of developing and operating a housing project for persons of low income.

*139-141 Avenue D G.P., Inc. (Avenue D G.P.)* was organized as the general partner for 139-141 Avenue D L.P. with a .01% interest ownership. In 2024, Avenue D G.P. was formally dissolved.

*902 Liberty Avenue Housing Development Fund Corporation (Liberty Avenue)* was organized as the general partner for 902 Liberty Avenue, L.P. with a .01% interest ownership.

*902 Liberty Avenue GP* provides housing to individuals and families of low income. Liberty Avenue GP was .01% interest in 902 Liberty Avenue, L.P. 902 Liberty Avenue, L.P. operates a low and moderate-income housing project, which is managed by BRC.

*West 25th Street Housing Development Fund Corporation (25th Street HDFC)* was organized to provide transitional housing for individuals of low income.

*BRC Landing Road I Housing Development Fund Corporation (BRC Landing Road I)* was organized to own, construct and operate transitional and permanent housing for individuals of low income.

*BRC AIDS Services Corporation (BRC AIDS)* operates programs that provide healthcare services to individuals living with HIV/AIDS.

*BRC Inwood I Housing Development Fund Corporation (BRC Inwood I)* is a charitable not-for-profit corporation organized exclusively for the purpose of developing and operating a housing project for persons of low income.

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*902 Liberty Avenue, L.P.* is a limited partnership organized on November 1, 2008 under the laws of the State of New York for the purpose of investing in real property and providing low-income housing through the renovation, rehabilitation, and operation of the property, containing 46 apartments and one superintendent unit in Brooklyn, New York.

*BRC Landing Road II, L.P. (BRC Landing L.P.)* was organized to own, construct, and operate a housing project providing supportive housing to low-income individuals, some of whom meet other eligibility criteria.

*BCD Housing Development Fund Corporation (Beach Channel Drive)* was organized for the purpose of developing and operating a housing project for persons of low income.

*BCD Shelter Housing Development Fund Corporation (BCD Shelter)* was organized for the purpose of developing and operating a housing project for persons of low income.

*BRC BCD Member LLC (BCD Member)* was organized for the purpose of developing and operating a housing project for persons of low income.

*BRC Amsterdam LLC (Amsterdam)* was organized for the purpose of developing and operating a housing project for persons of low income.

*93 Pitt Street G.P., Inc.* was organized as the general partner for 93 Pitt Street Limited Partnership. In 2013, Pitt purchased the limited partner's interest. *93 Pitt Street G.P., Inc.* has not been formally dissolved.

***Basis of Combination***

All material intercompany transactions and balances have been eliminated in combination.

***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

***Cash and Restricted Cash***

The Organization considers all liquid investments with original maturities of three months or less to be cash equivalents. Deposits restricted internally and externally are considered to be cash.

At June 30, 2024 the Organization's cash accounts exceeded federally insured limits by approximately \$7,649,000.

***Assets Limited as to Use***

Assets limited as to use include assets set aside by BRC for future long-term purposes and debt finances for future payout.

***Accounts Receivable***

Accounts receivables are stated at the amount of consideration from customers, of which the Organization has an unconditional right to receive. The Organization provides an allowance for credit loss, which is based upon a review of outstanding receivables, historical collection information, and existing economic conditions adjusted for current conditions and reasonable and supportable forecasts. Accounts receivable from government fees and grants and other sources of income are recorded when services are rendered or when qualifying expenses are incurred.

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Accounts receivables are ordinarily due 30 days after the issuance of the invoice. Medicaid amounts past due more than 90 days are considered delinquent. Grants receivables are analyzed on a case by case basis, by funder, to determine collectability. Delinquent receivables are written off based on individual credit evaluation and specific circumstances of the customer.

The Organization determines whether an allowance for credit loss should be provided for contributions receivable and accounts receivable. Such estimates are based on management's assessment of the aged basis of the account, current economic conditions, and historical information. Receivables are written off against the allowance for credit loss when all reasonable collection efforts have been exhausted. The allowance for credit loss for the fiscal years ended June 30, 2024 and 2023, was approximately \$2,500,000 for both years.

***Property and Equipment***

Property and equipment acquisitions over \$5,000 are stated at cost, less accumulated depreciation and amortization. Depreciation is charged to expense on the straight-line basis over the estimated useful life of each asset. Leasehold improvements are amortized over the shorter of the lease term or respective estimated useful lives.

The estimated useful lives for each major depreciable classification of property and equipment are as follows:

|                            |                |
|----------------------------|----------------|
| Buildings and improvements | 10 to 40 years |
| Leasehold improvements     | 10 years       |
| Furniture and fixtures     | 5 years        |
| Vehicles                   | 4 years        |

The Organization capitalizes interest costs as a component of construction in progress, based on the interest rates paid for the borrowing. Total interest incurred and capitalized for June 30, 2024 and 2023 was \$2,422,284 and \$491,871, respectively.

***Long-Lived Asset Impairment***

The Organization evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value.

No asset impairment was recognized during the years ended June 30, 2024 and 2023.

***Deferred Revenue***

Revenue from assignment of leasehold interest is amortized over the life of the lease.

Deferred revenue also includes revenue from contracts and is recognized as earned when contract expenses are incurred to the maximum amount allowed for each contract award. Any payments received that have not been earned are classified as deferred revenue on the combined statements of financial position.

***Net Assets***

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor restrictions.

Net assets without donor restrictions are available for use in general operations and not subject to donor restrictions.

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Net assets with donor restrictions are subject to donor restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor.

**Contributions**

Contributions are provided to the Organization either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts – with or without donor restrictions. The value recorded for each contribution is recognized as follows:

| <b>Nature of the Gift</b>                                                                            | <b>Value Recognized</b>                                                                                                 |
|------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------|
| <i>Conditional gifts, with or without restriction</i>                                                |                                                                                                                         |
| Gifts that depend on the Organization overcoming a donor-imposed barrier to be entitled to the funds | Not recognized until the gift becomes unconditional, <i>i.e.</i> , the donor-imposed barrier is met                     |
| <i>Unconditional gifts, with or without restriction</i>                                              |                                                                                                                         |
| Received at date of gift – cash and other assets                                                     | Fair value                                                                                                              |
| Received at date of gift – property, equipment, and long-lived assets                                | Estimated fair value                                                                                                    |
| Expected to be collected within one year                                                             | Net realizable value                                                                                                    |
| Collected in future years                                                                            | Initially reported at fair value determined using the discounted present value of estimated future cash flows technique |

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor-stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment, and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income having donor stipulations which are satisfied in the period the gift is received are recorded as revenue and net assets without donor restrictions.

Conditional contributions having donor stipulations which are satisfied in the period the gift is received are recorded as revenue and net assets without donor restrictions.

**Government Grants**

Support funded by grants is recognized as the Organization meets the conditions prescribed by the grant agreement, performs the contracted services, or incurs outlays eligible for reimbursement under the grant agreements. Grant activities and outlays are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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***Program Fees***

BRC receives third-party payments for some program participants. A portion of the payment represents the participants' program fees and is recognized as revenues when received. Any portion of the payment that is for the participant's personal use is recognized as a liability due to the client.

***Agency Transaction***

As a result of the Fiscal Year 2023 New York State Executive Budget legislation, the New York State Health Care and Mental Hygiene Worker Bonus (HWB) Program established the payment of bonuses for certain frontline healthcare workers. The HWB Program provision allows for the payment of bonuses to recruit, retain, and reward health care and mental hygiene workers meeting specified eligibility requirements. In fiscal year 2024 and 2023, the Organization received \$80,905 and \$265,860, respectively, in worker bonuses under the HWB Program that were considered as an agency transaction as they did not have variance power over the bonus and must disburse the bonus funds to the individuals identified by the resource provider.

***Noncontrolling Interests***

In accordance with Accounting Standards Codification (ASC) 810, *Consolidation*, the Organization reports noncontrolling interests, sometimes referred to as minority interests, as part of total net assets in the combined statements of financial position. Furthermore, the Organization reports the changes in net assets of both the controlling and noncontrolling interests, for all periods presented, in the combined statements of changes in net assets. For the years ended June 30, 2024 and 2023, the change in the noncontrolling interest balance was (\$2,804,541) and (\$2,365,943), respectively.

***Income Taxes***

BRC, Pitt, 330 E. 4th, Fulton, BRC AIDS, 25th Street HDfC, 139-141 Avenue D HDfC, BRC Inwood I, BRC Landing Road I and Liberty Avenue are exempt from federal income tax under Section 501(c)(3) of the IRC and have been determined by the Internal Revenue Service (IRS) not to be a "private foundation" within the meaning of Section 509(a) of the IRC.

Landing GP, 93 Pitt Street G.P., Avenue D G.P., 902 Liberty Avenue G.P., Beach Channel Drive, BCD Shelter, BCD Member and Amsterdam are New York corporations subject to federal income tax and applicable state and local taxes.

Palace is an exempt organization from federal income tax under Section 501(c)(2) of the IRC.

The income tax regulations associated to 902 Liberty Avenue, L.P. and BRC Landing, L.P. provide that all taxes on income of the limited partnership are payable by the partners. Therefore, the combined financial statements reflect no provision or liability for such taxes.

The Organization adheres to provisions from ASC 740, Income Taxes. Under ASC 740, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more likely than not that the position will be sustained upon examination by a taxing authority. BRC does not believe it has taken any material uncertain tax positions and accordingly, it has not recorded any liability for unrecognized tax benefits. The Organization has filed for and received income tax exemptions in the jurisdictions where it is required to do so. Additionally, the Organization has filed IRS Form 990 returns, as required, and all other applicable returns in jurisdictions where so required. For the years ended June 30, 2024 and 2023, there were no interest or penalties recorded or included in the combined statements of activities. The Organization believes it is no longer subject to income tax examinations for the years prior to 2021, which is the standard statute of limitation look-back period.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**Functional Allocation of Expenses**

The costs of supporting the various programs and other activities have been summarized on a functional basis in the combined statements of activities. The combined statements of functional expenses present the natural classification detail of expenses by function. Certain costs have been allocated among the program, management and general and fundraising categories based on the direct cost method and other methods such as square footage.

**Grant Reimbursements Receivable and Future Commitments**

The Organization receives its grant support through periodic claims filed with the respective funding sources, not to exceed a limit specified in the grant agreements. These grants are conditional upon incurring allowable expenditures as specified in the contracts. Since the combined financial statements of the Organization are prepared on the accrual basis, all portions of the grants not yet received as of June 30, 2024 where the Organization has an unconditional right to payment have been recorded as receivables. The following are the grant commitments that extend beyond June 30, 2024:

| Grant | Term                                 | Grant Amount            | Earned and Forfeited Through 2024 | Funding Available       |
|-------|--------------------------------------|-------------------------|-----------------------------------|-------------------------|
| DHS   | Various from 05/01/2015 - 06/30/2064 | \$ 2,168,424,685        | \$ 335,785,702                    | \$ 1,832,638,983        |
| HUD   | Various from 11/01/2021 - 04/30/2025 | 741,578                 | 380,321                           | 361,257                 |
| HRA   | Various from 07/01/2018 - 06/30/2051 | 157,177,756             | 11,228,907                        | 145,948,849             |
| OMH   | Various from 05/31/2013 - 06/30/2027 | 45,462,521              | 40,772,783                        | 4,689,738               |
| OASAS | Various from 07/01/2019 - 09/30/2025 | 17,223,789              | 281,126                           | 16,942,663              |
| DFTA  | Various from 12/16/2021 - 12/15/2024 | 2,735,950               | 1,772,923                         | 963,027                 |
| OTDA  | From 01/01/2022 - 12/31/2026         | 1,574,852               | 326,577                           | 1,248,275               |
| PATH  | From 09/01/2022 - 8/31/2024          | 1,622,593               | 279,696                           | 1,342,897               |
| Other | Various from 1/1/2020 - 12/31/2024   | 2,634,831               | 2,527,733                         | 107,098                 |
| DOHMH | Various from 12/01/2019 - 06/30/2031 | 67,193,186              | 16,731,781                        | 50,461,405              |
| Total |                                      | <u>\$ 2,464,791,741</u> | <u>\$ 410,087,549</u>             | <u>\$ 2,054,704,192</u> |

The grant agreements include certain clauses that allow them to be terminated in whole or in part by the granting agency as well as the Organization.

**Leases**

The Organization determines if an arrangement is a lease or contains a lease at inception. Leases result in the recognition of ROU assets and lease liabilities on the combined statements of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. The Organization determines lease classification as operating or finance at the lease commencement date.

The Organization combines lease and nonlease components, such as common area and other maintenance costs, and accounts for them as a single lease component in calculating the ROU assets and lease liabilities for all of its leases.

At lease commencement, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization has made a policy election to use a risk-free rate (the rate of a zero-coupon U.S.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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Treasury instrument) for the initial and subsequent measurement of all lease liabilities. The risk-free rate is determined using a period comparable with the lease term.

The lease term may include options to extend or to terminate the lease that the Organization is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term.

The Organization has elected not to record leases with an initial term of 12 months or less on the combined statements of financial position. Lease expense on such leases is recognized on a straight-line basis over the lease term.

***Investments***

The Organization measures securities at fair value.

***Net Investment Return***

Investment return includes dividend, interest, and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments, less external and direct internal investment expenses.

**Note 2. Contributions Receivable**

Contributions receivable at June 30, 2024 and 2023 consisted of the following:

|                          | <b>2024</b>                               |                                        |              |
|--------------------------|-------------------------------------------|----------------------------------------|--------------|
|                          | <b>Without<br/>Donor<br/>Restrictions</b> | <b>With<br/>Donor<br/>Restrictions</b> | <b>Total</b> |
| Due within one year      | \$ 495,550                                | \$ 202,825                             | \$ 698,375   |
|                          |                                           |                                        |              |
|                          | <b>2023</b>                               |                                        |              |
|                          | <b>Without<br/>Donor<br/>Restrictions</b> | <b>With<br/>Donor<br/>Restrictions</b> | <b>Total</b> |
| Due within one year      | \$ 371,076                                | \$ 232,300                             | \$ 603,376   |
| Due in one to five years | -                                         | 197,700                                | 197,700      |
|                          | \$ 371,076                                | \$ 430,000                             | \$ 801,076   |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**Note 3. Property and Equipment**

Property and equipment at June 30, 2024 and 2023 consist of:

|                               | <b>2024</b>          |                                 |                       |
|-------------------------------|----------------------|---------------------------------|-----------------------|
|                               | <b>BRC</b>           | <b>Affiliated Organizations</b> | <b>Total</b>          |
| Land                          | \$ -                 | \$ 16,245,059                   | \$ 16,245,059         |
| Buildings and improvements    | 37,026,012           | 89,724,452                      | 126,750,464           |
| Leasehold improvements        | 5,393,268            | 3,722,645                       | 9,115,913             |
| Furniture and equipment       | 5,986,935            | 817,465                         | 6,804,400             |
| Vehicles                      | 643,304              | -                               | 643,304               |
| Construction in progress      | 4,476,401            | 10,020,527                      | 14,496,928            |
|                               | 53,525,920           | 120,530,148                     | 174,056,068           |
| Less accumulated depreciation | (22,993,246)         | (30,229,778)                    | (53,223,024)          |
| Property and equipment, net   | <u>\$ 30,532,674</u> | <u>\$ 90,300,370</u>            | <u>\$ 120,833,044</u> |
|                               | <b>2023</b>          |                                 |                       |
|                               | <b>BRC</b>           | <b>Affiliated Organizations</b> | <b>Total</b>          |
| Land                          | \$ -                 | \$ 16,245,059                   | \$ 16,245,059         |
| Buildings and improvements    | 36,451,772           | 89,010,521                      | 125,462,293           |
| Leasehold improvements        | 5,393,268            | 3,722,645                       | 9,115,913             |
| Furniture and equipment       | 5,703,072            | 810,465                         | 6,513,537             |
| Vehicles                      | 643,304              | -                               | 643,304               |
| Construction in progress      | 2,852,256            | 719,490                         | 3,571,746             |
|                               | 51,043,672           | 110,508,180                     | 161,551,852           |
| Less accumulated depreciation | (21,153,715)         | (27,611,862)                    | (48,765,577)          |
| Property and equipment, net   | <u>\$ 29,889,957</u> | <u>\$ 82,896,318</u>            | <u>\$ 112,786,275</u> |

The Organization has outstanding commitments for future construction projects of \$10,011,604 at June 30, 2024.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**Note 4. Accounts Receivable, Net**

At June 30, 2024 and 2023, accounts receivable, net consist of the following:

|                                 | <b>2024</b>          |                                 |                      |
|---------------------------------|----------------------|---------------------------------|----------------------|
|                                 | <b>BRC</b>           | <b>Affiliated Organizations</b> | <b>Total</b>         |
| Government and other grants     | \$ 22,313,367        | \$ -                            | \$ 22,313,367        |
| Medicaid                        | 820,705              | -                               | 820,705              |
| Other                           | 919,285              | 1,345,729                       | 2,265,014            |
| Allowance for doubtful accounts | (1,861,624)          | (551,755)                       | (2,413,379)          |
|                                 | <u>\$ 22,191,733</u> | <u>\$ 793,974</u>               | <u>\$ 22,985,707</u> |

|                                 | <b>2023</b>          |                                 |                      |
|---------------------------------|----------------------|---------------------------------|----------------------|
|                                 | <b>BRC</b>           | <b>Affiliated Organizations</b> | <b>Total</b>         |
| Government and other grants     | \$ 26,443,005        | \$ -                            | \$ 26,443,005        |
| Medicaid                        | 758,459              | -                               | 758,459              |
| Other                           | 586,878              | 1,185,931                       | 1,772,809            |
| Allowance for doubtful accounts | (2,029,443)          | (470,830)                       | (2,500,273)          |
|                                 | <u>\$ 25,758,899</u> | <u>\$ 715,101</u>               | <u>\$ 26,474,000</u> |

**Note 5. Assets Limited as to Use**

As of June 30, 2024 and 2023, assets limited as to use consist of the following:

|                        | <b>2024</b>       |                                 |                     |
|------------------------|-------------------|---------------------------------|---------------------|
|                        | <b>BRC</b>        | <b>Affiliated Organizations</b> | <b>Total</b>        |
| Operating reserve      | \$ 296,631        | \$ 1,890,957                    | \$ 2,187,588        |
| Replacement reserve    | 8,250             | 372,081                         | 380,331             |
| Capital reserve        | -                 | 478,410                         | 478,410             |
| Social service reserve | 216,423           | 164,000                         | 380,423             |
| Escrow deposit         | -                 | 49,732                          | 49,732              |
|                        | <u>\$ 521,304</u> | <u>\$ 2,955,180</u>             | <u>\$ 3,476,484</u> |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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|                        | <b>2023</b>       |                                 |                     |
|------------------------|-------------------|---------------------------------|---------------------|
|                        | <b>BRC</b>        | <b>Affiliated Organizations</b> | <b>Total</b>        |
| Operating reserve      | \$ 296,624        | \$ 1,842,562                    | \$ 2,139,186        |
| Replacement reserve    | 233,246           | 412,953                         | 646,199             |
| Capital reserve        | -                 | 744,155                         | 744,155             |
| Social service reserve | 216,418           | 201,808                         | 418,226             |
| Escrow deposit         | -                 | 262,388                         | 262,388             |
|                        | <u>\$ 746,288</u> | <u>\$ 3,463,866</u>             | <u>\$ 4,210,154</u> |

**Note 6. Line of Credit**

In September 2022, BRC entered into an agreement and has a \$13,000,000 revolving line of credit secured by all present and future personal property. At June 30, 2024 and 2023, there was \$0 and \$1,000,000, borrowed against this line, respectively. Interest varied with the Secured Overnight Financing Rate (SOFR) plus a margin of 1.25% which was 6.58% and 6.46% at June 30, 2024 and 2023, respectively.

The Organization had a \$7,500,000 unsecured revolving line of credit that expired in September 2022. At June 30, 2022, there was \$7,500,000 borrowed against this line. Interest varied with the Prime rate plus revolving loan applicable margin which was 3.8% at June 30, 2022 and was payable monthly.

Interest expense during the years ending June 30, 2024 and 2023 was \$718 and \$51,708, respectively.

**Note 7. Leases**

***Nature of Leases***

The Organization has entered into the following lease arrangements:

***Finance Leases***

These leases mainly consist of vehicles for the use of the Organization. Termination of the leases generally is prohibited unless there is a violation under the lease agreement.

***Operating Leases***

The Organization has leases for programs and office space that expire in various years through 2052. Lease payments have an escalating fee schedule. Termination of the leases is generally prohibited unless there is a violation under the lease agreement.

In February 2010, BRC entered into a long-term lease for 100,000 square feet of program and office space. As part of that lease, the landlord made substantial contributions toward base building renovations. This amount being amortized over the life of the lease.

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**Short-Term Leases**

The Organization leases spaces and certain equipment on short term leases that are 12 months or less.

**All Leases**

The Organization has no material related-party leases.

The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

As of June 30, 2024, the Organization has entered into additional operating leases, primarily for program space, that have not yet commenced with future minimum payments of \$2,145,508. These operating leases will commence during fiscal year 2024 with lease terms of two years.

**Quantitative Disclosures**

The lease cost and other required information for the years ended June 30, 2024 and 2023 are:

|                                                                              | <u>2024</u>                 | <u>2023</u>                 |
|------------------------------------------------------------------------------|-----------------------------|-----------------------------|
| Lease cost                                                                   |                             |                             |
| Finance lease cost                                                           |                             |                             |
| Amortization of right-of-use asset                                           | \$ 210,898                  | \$ -                        |
| Interest on lease liabilities                                                | 41,132                      | -                           |
| Operating lease cost                                                         | 31,251,517                  | 33,044,471                  |
| Short-term lease cost                                                        | 17,106,668                  | 15,857,524                  |
| Variable lease cost                                                          | 1,412,755                   | 1,139,663                   |
|                                                                              | <u>                    </u> | <u>                    </u> |
| Total lease cost                                                             | <u>\$ 50,022,970</u>        | <u>\$ 50,041,658</u>        |
| Other information                                                            |                             |                             |
| Cash paid for amounts included in the measurement of lease liabilities       |                             |                             |
| Operating cash flows from finance leases                                     | \$ 41,132                   | \$ -                        |
| Operating cash flows from operating leases                                   | 31,873,776                  | 31,652,337                  |
| Financing cash flows from finance leases                                     | 206,140                     | -                           |
| Right-of-use assets obtained in exchange for new finance lease liabilities   | 1,711,043                   | -                           |
| Right-of-use assets obtained in exchange for new operating lease liabilities | 6,603,073                   | 147,488,673                 |
| Weighted-average remaining lease term                                        |                             |                             |
| Finance leases                                                               | 4.39 years                  | -                           |
| Operating leases                                                             | 16.37 years                 | 16.85 years                 |
| Weighted-average discount rate                                               |                             |                             |
| Finance leases                                                               | 4.17%                       | -                           |
| Operating leases                                                             | 3.06%                       | 3.03%                       |

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Future minimum lease payments and reconciliation to the combined statements of financial position at June 30, 2024, are as follows:

|                                          | <b>Finance<br/>Leases</b> | <b>Operating<br/>Leases</b> |
|------------------------------------------|---------------------------|-----------------------------|
| 2025                                     | \$ 378,471                | \$ 30,351,900               |
| 2026                                     | 378,471                   | 28,661,973                  |
| 2027                                     | 378,471                   | 27,232,655                  |
| 2028                                     | 378,471                   | 21,819,497                  |
| 2029                                     | 131,197                   | 22,255,915                  |
| Thereafter                               | -                         | 204,383,518                 |
| Total future undiscounted lease payments | 1,645,081                 | 334,705,458                 |
| Less interest                            | (140,179)                 | (76,246,136)                |
| Lease liabilities                        | <u>\$ 1,504,902</u>       | <u>\$ 258,459,322</u>       |

**Note 8. Loans Payable**

**BRC**

Mortgage due to the Low-Income Investment Fund, payable in monthly installments of \$12,116 including interest at 6.5% per annum. The mortgage matures on February 1, 2024 and is secured by leasehold mortgage on 317 Bowery, New York, NY and an assignment of certain receivables. The balance was paid in 2024.

| <b>2024</b> | <b>2023</b> |
|-------------|-------------|
| \$ -        | \$ 119,039  |

In May 2021, BRC entered into loan agreement with Nonprofit Finance Fund for \$1,000,000 as a working capital loan to support its operation due to COVID-19. This loan is payable in four (4) equal quarterly payments commencing August 27, 2023 until May 27, 2024 with zero percent (0%) per annum. The balance was paid in 2024.

|   |           |
|---|-----------|
| - | 1,000,000 |
|---|-----------|

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | <u>2024</u>      | <u>2023</u>      |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|------------------|
| On March 27, 2020, President Trump signed into law the <i>Coronavirus Aid, Relief, and Economic Security Act</i> . During April 2021, the Organization received a loan in the amount of \$9,779,820 pursuant to the Paycheck Protection Program (PPP). The Organization elected to account for the funding as a loan in accordance with Accounting Standards Codification (ASC) Topic 470, <i>Debt</i> . The loan was due five years from the date of the first disbursement under the loan and has a fixed interest rate of 1 percent per year. Forgiveness of the loan was recognized as a gain in the financial statements in the period the debt is legally released. PPP loans are subject to audit and acceptance by the U.S. Department of Treasury, Small Business Administration, or lender; as a result of such audit, adjustments could be required to any gain recognized. On September 15, 2022, BRC received forgiveness of \$4,921,504 in principal and \$68,764 in interest of the loan. | \$ 306,507       | \$ 2,956,145     |
| In December 2019, BRC received an additional recoverable grant of \$120,000 disbursed in the amount of 40,000 per year for three years. This loan is due in three annual installments of \$40,000 starting on November 2022.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | 40,000           | 80,000           |
| In July 2020, having a multi-year contract with NYS Office of Mental Health, (OMH) BRC in assistance with OMH enter into loan agreement with Dormitory Authority of the state of New York for \$1,929,976 for the purpose of refinancing a portion of the costs of the developing mental health program facility, owned by Pitt Street HDFC. There is a 4.99% annual interest rate on the loan. The principal amount of the loan is paid annually, interest paid semi annually. The payments are made by the Organization to OMH by June 1, once a year. The loan is secured by interest in pledge revenues and equipment and furnishings in connection to the Project. The maturity date of the loan is March 31, 2043.                                                                                                                                                                                                                                                                                 | <u>1,688,828</u> | <u>1,742,417</u> |
| Total BRC                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | <u>2,035,335</u> | <u>5,897,601</u> |

**Affiliated Organizations**

**330 East 4th Street HDFC**

330 East 4th Street HDFC is the holder of the mortgage dated March 30, 1990 to The City of New York for the principal sum of \$1,525,000 and another mortgage dated March 20, 1992 for the principal sum of \$193,921, which were consolidated into a single lien securing the principal sum of \$1,718,921. These consolidated mortgages had interest of \$394,435 accrued and payable as of August 2014.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 2024         | 2023         |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
| <p>In August 2014, the terms of the mortgages and accrued interest were modified. The debt and accrued interest for the mortgage in the amount of \$1,525,000 is due and payable on August 7, 2074 at the rate of 1% per annum. The debt for the mortgage in the amount of \$193,921 is due and payable on December 30, 2023. However, this loan shall be reduced and deemed paid in five equal annual decrements of \$38,784, starting on December 30, 2019 and annually thereafter until December 30, 2023, as long as 330 East 4th HDFC is still owned by a not-for-profit corporation and no default occurs under the mortgage. If any amount is not paid when due, interest on such unpaid amount shall be payable at the rate of 12% per annum from the date such payment was due until paid. The balance on the mortgage as of June 30, 2024 and 2023 was \$38,785 and \$38,785, respectively.</p> |              |              |
| <p>330 East 4th Street HDFC obtained a loan in the amount \$1,474,000 from the City of New York to rehabilitate the premises as the housing for low-income persons, of which only \$760,678 has been drawn down as of June 30, 2023. In December 2019, 330 East 4th Street HDFC obtained a loan in the amount of \$1,161,493, from the City of New York to rehabilitate the premises as housing for low-income persons, of which \$1,148,335 has been drawn down as of June 30, 2023. The loan converted to permanent financing during fiscal year 2023 and bears interest of 1%. The mortgage requires no principal payments until maturity in December 2079.</p>                                                                                                                                                                                                                                        |              |              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | \$ 3,472,797 | \$ 3,472,797 |
| <b>Palace Renaissance</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |              |              |
| <p>Loan payable due to the City of New York. The loan will not accrue interest (0% loan) and will not require any debt service payments during years 1 through 25, provided there has been no default thereunder through that date. The loan shall be decreased each year during years 26 through 30 to the extent of 20% of the principal. The loan matures on April 29, 2036.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |              |              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 2,854,573    | 2,854,573    |
| <p>Mortgage payable due to Rebel Realty LLC, accrued interest and principal are due on or before January 2, 2028. The interest rate is 8%. The mortgage is secured by real property.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |              |              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 10,000       | 10,000       |
| <p>Mortgage payable due to 315 Bowery Lender LLC. The mortgage is payable in annual installments plus interest at 3.75%. Mortgage matures on August 30, 2038 and is secured by a leasehold mortgage on 315 Bowery, New York, NY.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |              |              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 16,000       | 16,000       |
| <p>Mortgage payable due to 317 Bowery Lender LLC. The mortgage is payable in annual installments plus interest at 3.75%. Mortgage matures on August 30, 2038 and is secured by a leasehold mortgage on 317 Bowery, New York, NY.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |              |              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 16,000       | 16,000       |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <u>2024</u>  | <u>2023</u>  |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
| <b>BRC Landing Road I HDFC</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |              |              |
| In March 2018, BRC Landing Road I HDFC obtained a note payable from the Community Preservation Corporation in the amount of \$18,575,688. There is a 5.57% annual interest rate on the loan. The loan principal and interest are due in monthly installments beginning on May 1, 2018. The maturity date on the loan is April 1, 2048.                                                                                                                                                                                                                                                                                                                                        | \$16,788,444 | \$17,121,420 |
| <b>Pitt Street HDFC</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |              |              |
| Mortgage due to The City of New York Department of Housing Preservation and Development of \$2,276,588, which consists of three portions; (1) Shelter plus care loan, \$552,000, 5.25% interest rate until 10th anniversary and .97% thereafter, 30-year term maturing in July 2025, (2) Capital budget loan, \$1,330,194, 1.25% interest rate, 30-year term maturing in July 2025 and (3) Loan of \$394,394, 1.25% interest rate, maturing July 2040. Above mortgages were modified in June 2013. The terms of payment of the indebtedness are modified as follows: No interest shall accrue on the principal amount and the principal amount remaining is due in July 2024. | 2,276,588    | 2,276,588    |
| <b>902 Liberty Ave., L.P.</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |              |              |
| Mortgage payable to The City of New York Department of Housing Preservation and Development. The interest rate is 3.10% per annum. The mortgage requires no interest or principal payments until maturity in March 2052. The loan is secured by an interest in real estate.                                                                                                                                                                                                                                                                                                                                                                                                   | 6,446,813    | 6,446,813    |
| Mortgage payable to NYS Housing Finance Agency. The loan is non-interest-bearing with principal due March 2052. The loan is secured by an interest in real estate.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 1,260,000    | 1,260,000    |
| <b>BRC Landing Road II, L.P.</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |              |              |
| Mortgage payable to New York City Housing Development Corporation (HDC). The interest rate is 5.7% per annum. The mortgage requires interest and principal payments until maturity in November 2048. The loan is secured by an interest in real estate.                                                                                                                                                                                                                                                                                                                                                                                                                       | 1,123,398    | 1,145,733    |
| Mortgage payable (2nd Tranche A) to HDC. The interest rate is 2.72% per annum. The mortgage requires interest and no principal payments until maturity in November 2048. The loan is secured by an interest in real estate.                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 8,840,000    | 8,840,000    |
| Mortgage payable (2nd Tranche B – BLA) to HDC. The interest rate is 2.72% per annum. The mortgage requires interest and no principal payments until maturity in November 2048. The loan is secured by an interest in real estate.                                                                                                                                                                                                                                                                                                                                                                                                                                             | 7,480,000    | 7,480,000    |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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|                                                                                                                                                                                                                                                                                                                                                                                                                                                          | <u>2024</u>  | <u>2023</u>  |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
| Mortgage payable to New York State Homeless Housing and Assistance Corporation. The interest rate is 1% per annum. The mortgage requires no interest or principal payments until maturity in November 2047. The loan is secured by an interest in real estate.                                                                                                                                                                                           | \$ 2,015,000 | \$ 2,015,000 |
| Mortgage payable to The City of New York Department of Housing Preservation and Development (Tranche A (BLA) and Tranche B (BLA)). The interest rate is 2.47% per annum up through maturity. This loan does not require interest or principal payments until maturity in November 2078. The loan is secured by an interest in real estate.                                                                                                               | 5,683,545    | 5,683,545    |
| <b>139-141 Avenue D HDFC</b><br>139-141 Avenue D HDFC is the holder of a mortgage dated June 2017 to the City of New York for the principal sum of \$647,792. As of June 30, 2022, the remaining principal balance was \$635,065. The interest rate is 2.65% per annum up through maturity in December 2048, at which time the outstanding principal and interest are due. The mortgage is secured by an interest in the real estate.                    | 635,065      | 635,065      |
| Green Reserve Loan payable to New York City Housing Development Corporation (HDC). The interest rate is 2.65% per annum. As of June 30, 2023, 139-141 Avenue D HDFC was advanced \$24,025 of the mortgage principal. The loan requires no interest or principal payments until maturity in December 2048. The loan is secured by an interest in real estate.                                                                                             | 24,025       | 24,025       |
| Reserve Loan payable to New York City Housing Development Corporation (HDC). The interest rate was 0.25% per annum. The mortgage required interest and principal payments until maturity in December 2023. As of June 30, 2023, the remaining principal balance was \$6,299, which was satisfied in 2024. The loan was secured by an interest in real estate.                                                                                            | -            | 6,299        |
| Mortgage payable to The City of New York Department of Housing Preservation and Development. The loan is non-interest-bearing and matures in December 2048, at which time outstanding principal and service fees are due. The loan is secured by an interest in real estate.                                                                                                                                                                             | 4,202,370    | 4,202,370    |
| <b>BRC Inwood I Housing Development Fund Corporation</b><br>In May 2023, BRC Inwood I Housing obtained a note payable from UMB Bank in the amount of \$10,400,000. There is a 5.6% annual interest rate on the loan. The loan interest and principal are due in monthly installments beginning on June 1, 2023 and November 1, 2024, respectively. The maturity date on the loans is October 1, 2054. The loan is secured by an interest in real estate. | 10,400,000   | 10,400,000   |

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|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | <u>2024</u>         | <u>2023</u>         |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|---------------------|
| In May 2023, BRC Inwood I Housing entered into a loan agreement with UMB Bank in an amount of \$21,797,900. As of June 30, 2024 and 2023, BRC Inwood was advanced \$8,081,417 and \$2,540,467, respectively, of the mortgage principal. The interest rate is 5.6% per annum. The loan interest and principal are due in monthly installments beginning on June 1, 2023 and November 1, 2024, respectively. The maturity date on the loan is October 1, 2054. The loan is secured by an interest in real estate. | \$ 8,081,417        | \$ 2,540,467        |
| In May 2023, BRC Inwood I Housing entered into a loan agreement with UMB Bank in an amount of \$11,057,100. As of June 30, 2024 and 2023, BRC Inwood was advanced \$6,112,160 and \$4,086,916, respectively, of the mortgage principal. The interest rate is 5.6% per annum. The loan interest and principal are due in monthly installments beginning on June 1, 2023 and November 1, 2024, respectively. The maturity date on the loan is October 1, 2054. The loan is secured by an interest in real estate. | 6,112,161           | 4,086,916           |
| <b>BRC Amsterdam LLC</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                     |                     |
| In August 2022, BRC Amsterdam LLC entered into a loan agreement with Corporation for Supportive Housing in an amount of \$1,000,000. As of June 30, 2024 and 2023, BRC Amsterdam obtained \$1,000,000 and \$600,000, respectively, of the mortgage principal. The loan is unsecured and has an interest rate of 6% per annum. The outstanding principal amount of loan and all accrued interest is due on the maturity date, October 1, 2054.                                                                   | <u>1,000,000</u>    | <u>600,000</u>      |
| Total Affiliated Organizations                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | <u>88,738,196</u>   | <u>81,133,611</u>   |
| Total                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 90,773,531          | 87,031,212          |
| Less unamortized debt issuance costs                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | <u>(1,165,805)</u>  | <u>(1,242,377)</u>  |
| Total loans payable                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | <u>\$89,607,726</u> | <u>\$85,788,835</u> |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
**Notes to Combined Financial Statements**  
**June 30, 2024 and 2023**

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At June 30, 2024, aggregate annual maturities of loans payable are as follows:

|                                       |                      |
|---------------------------------------|----------------------|
| 2025                                  | \$ 2,143,144         |
| 2026                                  | 1,074,553            |
| 2027                                  | 1,100,992            |
| 2028                                  | 1,181,811            |
| 2029                                  | 1,183,926            |
| Thereafter                            | <u>84,089,105</u>    |
| Total loan payable                    | 90,773,531           |
| Less unamortized debt issuance costs  | <u>(1,165,805)</u>   |
|                                       | 89,607,726           |
| Less current portion                  | <u>(2,143,144)</u>   |
| Loans payable, net of current portion | <u>\$ 87,464,582</u> |

## **Note 9. Pension Benefit Plans**

### ***Defined Contribution Plan***

The Organization has two defined contribution pension plans covering substantially all employees. Based on the Board approved policy, the Organization matches of up to 4% effective July 1st and January 1st after one year of employment. During fiscal years 2024 and 2023, the Organization made an additional discretionary contribution of \$1,000 per employee. Pension expense was 2,624,998 and \$2,226,184 for the years ended June 30, 2024 and 2023, respectively.

In June 2021, BRC established an eligible deferred compensation plan under code section 457 for tax-exempt employers. The plan benefits a limited number of executives and key employees. Annual contributions are discretionary and may be terminated at any time, although there is currently no intention of management to terminate this plan. The contribution was set at 2% of the annual base salary for each eligible employee and amounted to \$204,891 and \$175,268 for the years ended June 30, 2024 and 2023, respectively.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**Note 10. Net Assets**

***Net Assets with Donor Restrictions***

Net assets with donor restrictions at June 30 are restricted for the following purposes or periods:

|                                                                                                                                      | <u>2024</u>       | <u>2023</u>       |
|--------------------------------------------------------------------------------------------------------------------------------------|-------------------|-------------------|
| Subject to expenditure for specified purpose                                                                                         |                   |                   |
| Other                                                                                                                                | \$ 18,000         | \$ 15,500         |
| Cummings Memorial Fund                                                                                                               | 15,654            | -                 |
| The Way Home Fund - real estate development                                                                                          | 176,350           | 301,290           |
| Contributions receivable, the proceeds of which<br>have been restricted by donors for The Way<br>Home Fund - real estate development | <u>202,825</u>    | <u>430,000</u>    |
|                                                                                                                                      | <u>\$ 412,829</u> | <u>\$ 746,790</u> |

***Net Assets Released from Restrictions***

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

|                                             | <u>2024</u>       | <u>2023</u>         |
|---------------------------------------------|-------------------|---------------------|
| Satisfaction of purpose restrictions        |                   |                     |
| The Way Home Fund - real estate development | \$ 731,290        | \$ 1,313,560        |
| Other                                       | <u>-</u>          | <u>7,000</u>        |
|                                             | <u>\$ 731,290</u> | <u>\$ 1,320,560</u> |

**Note 11. Liquidity and Availability**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of June 30, 2024 and 2023, comprise the following:

|                                                                                           | <u>2024</u>          | <u>2023</u>          |
|-------------------------------------------------------------------------------------------|----------------------|----------------------|
| Total current financial assets                                                            | \$ 32,449,836        | \$ 35,998,372        |
| Less                                                                                      |                      |                      |
| Financial assets with donor restrictions                                                  | <u>412,829</u>       | <u>746,790</u>       |
| Financial assets available to meet cash needs<br>for general expenditures within one year | <u>\$ 32,037,007</u> | <u>\$ 35,251,582</u> |

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**June 30, 2024 and 2023**

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The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

## **Note 12. Deferred Revenue**

During fiscal years 2024 and 2023, BRC received advances, which primarily consist of cost reimbursement contracts that have not been expended at year-end. BRC's deferred revenue balance related to these advances totaled \$663,153 and \$2,467,629 at June 30, 2024 and 2023, respectively.

In December 2013, Palace assigned its leasehold interest in 313-315 Bowery to a third party in the amount of \$5,516,000. The amount was recorded as deferred revenue and is being amortized over the remaining life of the lease. The unamortized balance at June 30, 2024 and 2023 was \$2,830,121 and \$3,025,302, respectively.

As of June 30, 2024 and 2023, total deferred revenue was \$3,493,274 and \$5,492,931, respectively.

## **Note 13. Revenue from Contracts with Customers**

### ***Medicaid Revenue***

Medicaid revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing addiction therapy and other services. These amounts are due from third-party payors and includes variable consideration for price concessions.

Revenue is recognized as performance obligations are satisfied, which is ratably over the period services are provided. Generally, the Organization bills monthly.

### ***Program Service Fees***

Program service fees revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing housing and other services. These amounts are due from third-party payors and includes variable consideration for price concessions.

Revenue is recognized as performance obligations are satisfied, which is ratably over the period services are provided. Generally, the Organization bills monthly.

### ***Other Revenue***

Performance obligations are determined based on the nature of the services provided by the Organization in accordance with the contract. Revenue for performance obligations satisfied over time is recognized ratably over the period the services are provided. The Organization believes this method provides a faithful depiction of the transfer of services over the term of the performance obligation.

### ***Special Events Revenue***

Revenue from special events is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for the direct cost of the benefits received by the participant at the event.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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***Transaction Price and Recognition***

The Organization determines the transaction price based on standard charges for goods and services provided, reduced by implicit price concessions provided to customers. The Organization determines its estimate of implicit price concessions based on its historical collection experience with this class of customers. Payments are due within 30 days of issuance of the invoice.

From time-to-time, the Organization will receive overpayments of customer balances resulting in amounts owed back to either the customers or third parties. These amounts are excluded from revenues and are recorded as liabilities until they are refunded. As of June 30, 2024 and 2023, the Organization has a liability for refunds to third-party payors recorded of \$4,279,306 and \$4,295,721, respectively. This amount is included in due to government agencies on the statement of financial position.

Subsequent changes to the estimate of the transaction price are generally recorded as adjustments to revenue in the period of the change. For the years ended June 30, 2024 and 2023, additional revenue of \$36,408 and \$4,234, respectively, was recognized due to changes in its estimates of implicit price concessions and contractual adjustments for performance obligations satisfied in prior years. Subsequent changes that are determined to be the result of an adverse change in the customer's ability to pay are recorded as bad debt expense.

The Organization has determined that the nature, amount, timing, and uncertainty of revenue and cash flows are affected by the following factors:

- Payors (for example, customer, governmental programs, and others) that have different reimbursement and payment methodologies
- Organization's line of business that provided the service

Revenue for special events is generally recognized when goods are provided to donors over a period of time and the Organization does not believe it is required to provide additional goods or services related to that sale. The Organization determines the transaction price based on standard charges for goods and services provided.

For the years ended June 30, 2024 and 2023, the Organization recognized revenue of \$6,719,986 and \$8,692,848, respectively, from goods and services that transfer to the customer over time. For the years ended June 30, 2024 and 2023, the Organization recognized revenue of \$352,625 and \$206,521, respectively, from goods and services that transfer to the special event attendee over a period of time.

***Contract Balances***

The following table provides information about the Organization's receivables from contracts with customers:

|                                        | <u>2024</u> | <u>2023</u> |
|----------------------------------------|-------------|-------------|
| Accounts receivable, beginning of year | \$ 758,459  | \$ 915,354  |
| Accounts receivable, end of year       | 820,705     | 758,459     |

***Financing Component***

The Organization has elected a practical expedient which allows the recognition of the promised amount of consideration without adjusting for the time value of money if the contract has a duration of one year or less.

***Contract Costs***

The Organization has elected a practical expedient which allows recognition of incremental costs to obtain a contract as an expense when incurred if the amortization period is less than one year.

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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**Note 14. Disclosures About Fair Value of Assets and Liabilities**

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. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. The hierarchy comprises three levels of inputs that may be used to measure fair value:

- Level 1** Quoted prices in active markets for identical assets or liabilities
- Level 2** Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities
- Level 3** Unobservable inputs supported by little or no market activity and that are significant to the fair value of the assets or liabilities

***Recurring Measurements***

The following table presents the fair value measurements of assets and liabilities recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at June 30, 2024:

|                              | <b>Total<br/>Fair<br/>Value</b> | <b>Fair Value<br/>Measurements<br/>Using Quoted<br/>Prices in Active<br/>Markets for<br/>Identical Assets<br/>(Level 1)</b> |
|------------------------------|---------------------------------|-----------------------------------------------------------------------------------------------------------------------------|
| <b>June 30, 2024</b>         |                                 |                                                                                                                             |
| <b>Assets</b>                |                                 |                                                                                                                             |
| Investments                  |                                 |                                                                                                                             |
| Cash equivalent              | \$ 29,734                       | \$ 29,734                                                                                                                   |
| United States Treasury bills | 1,915,170                       | 1,915,170                                                                                                                   |
| <b>Total investments</b>     | <b>\$ 1,944,904</b>             | <b>\$ 1,944,904</b>                                                                                                         |

Following is a description of the valuation methodologies and inputs used for assets and liabilities measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such assets and liabilities pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended June 30, 2024.

***Investments***

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified

**Bowery Residents' Committee, Inc. and Affiliated Organizations**  
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in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy.

**Note 15. Contributed Nonfinancial Assets**

For the years ended June 30, 2024 and 2023, contributed nonfinancial assets recognized within the combined statement of activities included donated legal services of \$222,044 and \$175,935, respectively. Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance nonfinancial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. Contributions of services also include services received from board members.

**Note 16. Significant Estimates and Concentrations**

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations. Those matters include the following:

***Contributions Receivable***

Approximately 57% and 50% of all contributions receivable is from three and one donors in 2024 and 2023, respectively.

***Governmental Grants Receivable***

In 2024 and 2023, approximately 83% and 91%, respectively, of accounts receivable are from governmental contracts. Approximately 81% and 82% of governmental contracts receivable are from two agencies in 2024 and 2023, respectively.

***Governmental Grants***

Approximately 81% and 85% of all governmental grants were received from one agency in 2024 and 2023, respectively.

***Labor Agreement***

Approximately 63% of the Organization's employees are covered by collective bargaining agreements. The collective bargaining agreements expires on December 20, 2024.

***General Litigation***

The Organization is subject to claims and lawsuits that arise primarily in the ordinary course of its activities. It is the opinion of management the disposition or ultimate resolution of such claims and lawsuits will not have a material adverse effect on the financial position, change in net assets and cash flows of the Organization. Events could occur that would change this estimate materially in the near term.

**Note 17. ASU 2016-03, Financial Instruments – Credit Losses**

Effective July 1, 2023, the Organization adopted ASU 2016-13, *Financial Instruments – Credit Losses* (Topic 326), *Measurement of Credit Losses on Financial Instruments*, which replaces the incurred loss methodology with an expected loss methodology that is referred to as the current expected credit loss (CECL) methodology. The Organization adopted Accounting Standards Codification (ASC) 326 using a modified retrospective method for all financial instruments measured at amortized cost and off-balance-sheet credit exposures.

There was no cumulative effect of applying the new guidance on receivable as of the year ended June 30, 2024, and no adjustment to beginning net assets as of July 1, 2023 was necessary.

**Note 18. Subsequent Events**

Subsequent events have been evaluated through November 27, 2024, which is the date the financial statements were available to be issued.

## ***Supplementary Information***

Bowery Residents’ Committee, Inc. and Affiliated Organizations  
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| ASSETS                                              |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
|-----------------------------------------------------|---------------------------------|------------------|-------------------|-----------------------|-----------------------------|---------------------------|---------------------------------|-----------------------------|-------------------------|-------------------------------|-------------------------|--------------|-----------------------------|-----------------------------|---------------------|-------------------------|--------------|----------------|------------|
| Current                                             |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| BRC                                                 | Pitt St, HDPC<br>(B1 & B3 P110) | 330 East<br>HDPC | Fulton St<br>HDPC | Palace<br>Renaissance | 135-141<br>Avenue D<br>HDPC | 135-141<br>Avenue D<br>GP | 982 Liberty<br>Avenue D<br>HDPC | 982 Liberty<br>Avenue<br>GP | West<br>25th St<br>HDPC | BRC<br>Landing Road I<br>HDPC | BRC<br>AIDS<br>Services | PHI SL<br>GP | 982 Liberty<br>Avenue<br>LP | BRC<br>Landing Road I<br>LP | BRC<br>Inwood<br>LP | BRC<br>Amsterdam<br>LLC | Eliminations | Total          |            |
|                                                     | \$                              | \$               | \$                | \$                    | \$                          | \$                        | \$                              | \$                          | \$                      | \$                            | \$                      | \$           | \$                          | \$                          | \$                  | \$                      | \$           | \$             |            |
| Cash and cash equivalents                           | 4,393,261                       | 43,618           |                   | 182,656               | 418,970                     |                           |                                 |                             | 1,195                   | 291,714                       |                         |              | 118,700                     | 530,050                     | 111,536             |                         |              |                | 6,620,650  |
| Accounts receivable and grant receivable, net       | 1,844,904                       |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                | 1,844,904  |
| Accounts receivable                                 | 22,192,998                      | 212,501          |                   |                       | 170,260                     |                           |                                 |                             |                         |                               |                         |              | 30,201                      | 344,074                     |                     |                         |              |                | 23,685,707 |
| Contributions receivable                            | 688,375                         |                  |                   |                       | 5,685                       |                           |                                 |                             |                         | 935                           |                         |              | 237,312                     | 4,274                       |                     |                         |              |                | 2,834,968  |
| Prepaid expenses and other assets                   | 2,470,732                       |                  |                   | 118,029               |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Total current assets                                | 31,686,258                      | 798,625          | 256,119           | 278,684               | 594,935                     |                           |                                 |                             | 1,195                   | 292,649                       |                         |              | 386,213                     | 878,388                     | 111,536             |                         |              |                | 35,254,602 |
| Restricted cash - assets limited as to use          |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Contributions receivable - long term                | 521,304                         | 628,003          | 8,590             |                       | 339,763                     |                           |                                 |                             |                         | 77,108                        |                         |              | 29,692                      | 1,871,984                   |                     |                         |              |                | 3,478,684  |
| Related party loans                                 |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Investment in related entities at cost              | 2,205,966                       |                  |                   | 103,165               |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | (3,309,163)    |            |
| Right-of-use assets - operating leases              | 500,200                         |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         | 100          |                             |                             |                     |                         |              | (500,200)      |            |
| Right-of-use assets - finance leases                | 248,752,749                     |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              | 682                         | 1,611                       |                     |                         |              | 248,755,352    |            |
| Property and equipment, net                         | 1,500,146                       | 1,712,145        | 322,128           |                       | 2,118,244                   |                           |                                 |                             |                         | 16,385,016                    | 339,089                 |              | 10,475,117                  | 37,605,103                  | 26,665,189          |                         | (6,860,356)  | 120,633,044    |            |
| Total assets                                        | \$ 315,709,299                  | \$ 1,978,844     | \$ 322,128        | \$ 331,656            | \$ 3,052,942                | \$                        | \$                              | \$                          | \$ 1,195                | \$ 16,754,773                 | \$ 399,089              | \$ 100       | \$ 10,891,884               | \$ 40,357,096               | \$ 26,796,725       | \$                      | \$           | \$ 409,849,728 |            |
| LIABILITIES AND NET ASSETS                          |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Current Liabilities                                 |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Accounts payable and accrued expenses               | \$ 16,599,040                   | \$ 79,989        | \$ 2,296          | \$ 1,098              | \$ 10,029                   | \$ 26,456                 | \$                              | \$ 244                      | \$                      | \$ 4,088                      | \$ 1,886,254            | \$           | \$ 58,804                   | \$ 211,896                  | \$ 2,160,205        | \$                      | \$           | \$ 19,154,387  |            |
| Due to/from affiliates                              | 5,291,610                       | (81,676)         | (251,800)         | 548,832               | (4,660,365)                 | 140,606                   | (2,920)                         | 3,117                       | 13,359                  | (3,333,153)                   | 1,886,254               | 3,841        | 145,085                     | 1,558,015                   | 22,167              | (1,080,974)             |              | 8,700,987      |            |
| Accrued compensation and related taxes              | 8,700,997                       | 479,707          | 8,629             | 1,656                 | 188,672                     |                           |                                 |                             |                         | 17,615                        |                         |              | 3,036,457                   | 3,361,173                   |                     | 80,974                  |              | 8,700,987      |            |
| Accrued interest payable                            | 73,139                          | 522,313          |                   | 8,029                 |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 7,182,195      |            |
| Operating lease liabilities                         | 665,799                         | 22,072           |                   |                       | 195,161                     |                           |                                 |                             |                         |                               |                         |              |                             | 705,904                     |                     |                         | (1,415,659)  | 858,334        |            |
| Operating lease liabilities                         | 22,988,023                      |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              | 977                         | 1,698                       |                     |                         |              | 22,971,688     |            |
| Finance lease liabilities                           | 322,525                         |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 322,525        |            |
| Due to government agencies                          | 4,279,306                       |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 4,279,306      |            |
| Current portion of loans payable                    | 505,590                         |                  |                   | 2,000                 |                             |                           |                                 |                             |                         | 362,004                       |                         |              |                             | 21,745                      | 365,000             | 1,000,000               | (103,195)    | 2,143,144      |            |
| Total current liabilities                           | 59,346,579                      | 487,002          | 272,809           | 559,757               | (4,651,299)                 | 355,736                   | (2,676)                         | 3,117                       | 13,603                  | (2,669,246)                   | 1,886,254               | 3,841        | 3,860,350                   | 5,759,371                   | 2,547,372           |                         | (1,588,464)  | 65,622,176     |            |
| Deferred rent                                       |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Deferred revenue, net of current portion            |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 9,634,940      |            |
| Operating lease liabilities, net of current portion | 235,487,624                     |                  |                   | 2,634,940             |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 235,487,624    |            |
| Finance lease liabilities, net of current portion   | 1,182,377                       |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 1,182,377      |            |
| Loans payable, net of current portion               | 1,585,909                       | 2,276,588        | 3,472,797         |                       | 2,864,973                   | 4,861,460                 |                                 |                             |                         | 16,436,440                    |                         |              | 7,960,390                   | 25,944,815                  | 24,228,578          |                         | (2,255,988)  | 87,464,462     |            |
| Total liabilities                                   | 297,602,489                     | 2,773,690        | 3,746,605         | 559,757               | 878,314                     | 5,217,166                 | (2,676)                         | 3,117                       | 13,603                  | (3,277,194)                   | 1,886,254               | 3,841        | 11,940,740                  | 31,703,186                  | 26,775,850          |                         | (4,184,452)  | 360,391,699    |            |
| Net Assets                                          |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              |                |            |
| Without donor restrictions                          | 17,693,981                      | 182,284          | (1,788,762)       | (236,629)             | (646,656)                   | (2,164,254)               | 2,676                           | (3,117)                     | (12,418)                | 3,277,579                     | (1,487,165)             | (3,741)      |                             |                             | 20,775              |                         | (5,505,407)  | 9,449,146      |            |
| With donor restrictions                             | 412,835                         |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              | (1,057,859)                 | 8,653,910                   |                     |                         |              | 412,835        |            |
| Noncontrolling interest                             |                                 |                  |                   |                       |                             |                           |                                 |                             |                         |                               |                         |              |                             |                             |                     |                         |              | 7,596,054      |            |
| Total net assets                                    | 18,106,816                      | 182,284          | (1,788,762)       | (236,629)             | (646,656)                   | (2,164,254)               | 2,676                           | (3,117)                     | (12,418)                | 3,277,579                     | (1,487,165)             | (3,741)      | (1,057,859)                 | 8,653,910                   | 20,775              |                         | (5,505,407)  | 17,458,029     |            |
| Total liabilities and net assets                    | \$ 315,709,299                  | \$ 1,978,844     | \$ 322,128        | \$ 331,656            | \$ 3,052,942                | \$                        | \$                              | \$                          | \$ 1,195                | \$ 16,754,773                 | \$ 399,089              | \$ 100       | \$ 10,891,884               | \$ 40,357,096               | \$ 26,796,725       | \$                      | \$           | \$ 409,849,728 |            |

Bowery Residents’ Committee, Inc. and Affiliated Organizations  
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(Continued)

|                                                     | 2023           |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
|-----------------------------------------------------|----------------|------------------------------|------------------|--------------------|-----------------------|-----------------------------|---------------------------|---------------------------------|-----------------------------|--------------------------|--------------------------------|-------------------------|----------------|-----------------------------|-------------------------------|---------------------|-------------------------|----------------|----------------|
|                                                     | BRC            | Pitt St-HQPC<br>(91 & 93 PH) | 330 East<br>HQPC | Fulton St.<br>HQPC | Police<br>Renaissance | 138-141<br>Avenue D<br>HQPC | 138-141<br>Avenue D<br>GP | 902 Liberty<br>Avenue D<br>HQPC | 902 Liberty<br>Avenue<br>GP | West<br>25th St.<br>HQPC | BRC<br>Landings Road I<br>HQPC | BRC<br>ADCS<br>Services | Pitt St.<br>GP | 902 Liberty<br>Avenue<br>LP | BRC<br>Landings Road II<br>LP | BRC<br>Inwood<br>LP | BRC<br>Amsterdam<br>LLC | Eliminations   | Total          |
| <b>ASSETS</b>                                       |                |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
| <b>Current</b>                                      |                |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
| Cash and cash equivalents                           | \$ 6,887,462   | \$ 763,767                   | \$ -             | \$ -               | \$ 233,863            | \$ 729,918                  | \$ -                      | \$ -                            | \$ -                        | \$ 1,232                 | \$ 281,768                     | \$ -                    | \$ -           | \$ 184,756                  | \$ 89,310                     | \$ -                | \$ -                    | \$ -           | \$ 9,920,996   |
| Accounts receivable and grant receivable, net       | 25,758,899     | 96,200                       | 212,501          | -                  | -                     | 187,238                     | -                         | -                               | -                           | -                        | -                              | -                       | -              | 1,743                       | 217,319                       | -                   | -                       | -              | 26,474,000     |
| Contributions receivable                            | 1,750,000      | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 1,750,000      |
| Prepaid expenses and other assets                   | 2,253,765      | -                            | -                | -                  | 116,028               | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | 237,989                     | 142,386                       | -                   | -                       | -              | 2,722,158      |
| Total current assets                                | 35,175,462     | 869,987                      | 212,501          | -                  | 399,891               | 916,156                     | -                         | -                               | -                           | 1,232                    | 281,768                        | -                       | -              | 424,488                     | 449,015                       | -                   | -                       | -              | 38,720,330     |
| Residual cash - assets limited as to use            | 746,288        | 920,012                      | 8,198            | -                  | -                     | 311,220                     | -                         | -                               | -                           | -                        | 64,604                         | -                       | -              | 90,661.00                   | 2,089,171.00                  | -                   | -                       | -              | 4,210,154      |
| Contributions receivable - long term                | 197,700        | -                            | -                | -                  | -                     | 4,107                       | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 197,700        |
| Related party loans                                 | 2,205,668      | -                            | -                | -                  | 103,195               | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | (2,309,163)    | -              |
| Investment in related entities at cost              | -              | -                            | -                | -                  | -                     | -                           | 500,100                   | -                               | -                           | -                        | -                              | -                       | 100            | -                           | -                             | -                   | -                       | (500,300)      | -              |
| Right-of-use assets - operating leases              | 207,682,031    | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | 2,531                       | 4,031                         | -                   | -                       | -              | 207,688,593    |
| Property and equipment, net                         | 29,869,957     | 1,319,131                    | 1,832,964        | 348,286            | 42,560                | 2,131,291                   | -                         | -                               | -                           | -                        | 16,872,106                     | 431,842                 | -              | 10,732,090                  | 38,789,128                    | 17,316,238          | -                       | (6,919,298)    | 112,786,275    |
| Total assets                                        | \$ 335,867,536 | \$ 3,099,130                 | \$ 2,053,663     | \$ 348,286         | \$ 546,646            | \$ 3,358,697                | \$ 500,100                | \$ -                            | \$ -                        | \$ 1,232                 | \$ 17,718,476                  | \$ 431,842              | \$ 100         | \$ 11,249,770               | \$ 41,311,345                 | \$ 17,316,238       | \$ -                    | \$ (8,728,761) | \$ 423,573,652 |
| <b>LIABILITIES AND NET ASSETS</b>                   |                |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
| <b>Current Liabilities</b>                          |                |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
| Accounts payable and accrued expenses               | \$ 13,087,103  | \$ 54,567                    | \$ 3,164         | \$ 3,165           | \$ 14,530             | \$ 16,370                   | \$ -                      | \$ 3,165                        | \$ 1,595                    | \$ 3,165                 | \$ 3,165                       | \$ -                    | \$ -           | \$ 81,959                   | \$ 149,924                    | \$ 470,704          | \$ 1,595                | \$ (1,055)     | \$ 13,893,096  |
| Due to/from affiliates                              | 4,853,428      | (159,019)                    | (284,822)        | 545,642            | (4,914,444)           | 400,308                     | 1,085                     | (7,621)                         | 1,522                       | 10,194                   | (2,526,852)                    | 1,886,253               | 3,841          | 38,786                      | 974,739                       | (189,837)           | (823,392)               | -              | -              |
| Accrued compensation and related taxes              | 8,978,810      | 3,634                        | -                | -                  | -                     | 4,107                       | -                         | -                               | -                           | -                        | -                              | -                       | -              | 14,183                      | 15,388                        | -                   | -                       | 9,016,122      | -              |
| Accrued interest payable                            | 69,799         | 476,707                      | 507,063          | 8,629              | 700                   | 169,639                     | -                         | -                               | -                           | -                        | 17,816                         | -                       | -              | 2,768,104                   | 2,759,662                     | -                   | 21,797                  | (435,665)      | 6,383,480      |
| Deferred revenue                                    | 2,414,623      | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | 740,792                     | 705,551                       | -                   | -                       | (1,415,609)    | 2,467,629      |
| Lines of credit                                     | 1,000,000      | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 1,000,000      |
| Other liabilities                                   | 22,269,981     | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | 2,571                       | 4,078                         | -                   | -                       | -              | 22,279,537     |
| Due to government agencies                          | 4,265,721      | -                            | -                | -                  | -                     | 6,299                       | -                         | -                               | -                           | -                        | 332,976                        | -                       | -              | -                           | -                             | -                   | -                       | -              | 4,266,721      |
| Current portion of loans payable                    | 3,865,150      | -                            | 38,784           | -                  | 2,000                 | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | 20,543                        | -                   | -                       | (103,195)      | 4,262,557      |
| Total current liabilities                           | 60,934,413     | 397,962                      | 254,189          | 557,636            | (4,897,214)           | 586,723                     | 1,085                     | (4,456)                         | 3,117                       | 13,359                   | (2,172,706)                    | 1,886,253               | 3,841          | 3,846,412                   | 4,628,915                     | 280,867             | (600,000)               | (1,955,554)    | 63,574,842     |
| Deferred rent                                       | -              | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | -              |
| Deferred revenue, net of current portion            | -              | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 3,025,302      |
| Operating lease liabilities, net of current portion | 253,586,340    | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 253,586,340    |
| Loans payable, net of current portion               | 1,964,592      | 2,276,588                    | 3,434,013        | -                  | -                     | 4,861,460                   | -                         | -                               | -                           | -                        | 16,788,444                     | -                       | -              | 7,864,551                   | 25,920,632                    | 17,027,383          | 600,000                 | (2,205,968)    | 81,536,278     |
| Total liabilities                                   | 316,885,345    | 2,674,550                    | 3,688,202        | 557,636            | 1,022,651             | 5,458,183                   | 1,085                     | (4,456)                         | 3,117                       | 13,359                   | 14,615,738                     | 1,886,253               | 3,841          | 11,610,972                  | 30,549,547                    | 17,308,250          | -                       | (4,161,522)    | 401,712,762    |
| <b>Net Assets</b>                                   |                |                              |                  |                    |                       |                             |                           |                                 |                             |                          |                                |                         |                |                             |                               |                     |                         |                |                |
| Without donor restrictions                          | 18,836,401     | 424,580                      | (1,634,539)      | (209,370)          | (477,015)             | (2,099,516)                 | 499,015                   | 4,456                           | (3,117)                     | (12,127)                 | 2,602,740                      | (1,454,411)             | (3,741)        | -                           | -                             | 7,888               | -                       | (5,567,239)    | 10,713,106     |
| With donor restrictions                             | 746,790        | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | -                           | -                             | -                   | -                       | -              | 746,790        |
| Noncontrolling interest                             | -              | -                            | -                | -                  | -                     | -                           | -                         | -                               | -                           | -                        | -                              | -                       | -              | (361,203)                   | 10,761,798                    | -                   | -                       | -              | 10,400,595     |
| Total net assets                                    | 19,582,191     | 424,580                      | (1,634,539)      | (209,370)          | (477,015)             | (2,099,516)                 | 499,015                   | 4,456                           | (3,117)                     | (12,127)                 | 2,602,740                      | (1,454,411)             | (3,741)        | (361,203)                   | 10,761,798                    | 7,888               | -                       | (5,567,239)    | 21,860,690     |
| Total liabilities and net assets                    | \$ 335,867,536 | \$ 3,099,130                 | \$ 2,053,663     | \$ 348,286         | \$ 546,646            | \$ 3,358,697                | \$ 500,100                | \$ -                            | \$ -                        | \$ 1,232                 | \$ 17,718,476                  | \$ 431,842              | \$ 100         | \$ 11,249,770               | \$ 41,311,345                 | \$ 17,316,238       | \$ -                    | \$ (8,728,761) | \$ 423,573,652 |

Bowery Residents' Committee, Inc. and Affiliated Organizations  
Combining Schedules of Activities  
Years Ended June 30, 2024 and 2023

|                                                             | 2024                                    |                                      |                |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             |                |
|-------------------------------------------------------------|-----------------------------------------|--------------------------------------|----------------|-----------------------------|-----------------|-------------------|----------------------|----------------------------|---------------------------|------------------------------|-----------------------------|-------------------------|------------------------------|------------------------|---------------|-----------------------------|------------------------------|------------------------|----------------|-------------|----------------|
|                                                             | BRC<br>Without<br>Donor<br>Restrictions | BRC<br>With<br>Donor<br>Restrictions | Total<br>BRC   | Prt St, HRC<br>(01 & 93 PM) | 330 East<br>HRC | Fulton St.<br>HRC | Police<br>Remittance | 130-141<br>Avenue D<br>HRC | 130-141<br>Avenue D<br>GP | 902 Liberty<br>Avenue<br>HRC | 902 Liberty<br>Avenue<br>GP | West<br>25th St.<br>HRC | BRC<br>Landing Road I<br>HRC | BRC<br>MDS<br>Services | Prt St.<br>GP | 902 Liberty<br>Avenue<br>LP | BRC<br>Landing Road II<br>LP | BRC<br>Inwood I<br>HRC | Eliminations   | Total       |                |
| <b>Public Support and Revenue</b>                           |                                         |                                      |                |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             |                |
| Government and other grants                                 |                                         | \$ -                                 | \$ 160,776,420 | \$ -                        | \$ -            | \$ -              | \$ -                 | \$ -                       | \$ -                      | \$ -                         | \$ -                        | \$ -                    | \$ -                         | \$ -                   | \$ -          | \$ -                        | \$ 454,688                   | \$ -                   | \$ -           | \$ -        | \$ 170,931,108 |
| Medicaid                                                    |                                         |                                      | 4,776,327      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 4,776,327      |
| Program service fees                                        |                                         |                                      | 1,459,300      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 1,459,300      |
| Rental income                                               |                                         |                                      | 2,681,635      |                             | 427,130         |                   | 185,181              | 479,243                    |                           |                              |                             |                         | 2,111,626                    |                        |               | 614,463                     | 838,660                      |                        |                | (2,138,362) | 2,785,770      |
| Contributions                                               |                                         |                                      | 2,338,441      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 2,338,441      |
| Contributed nonfinancial assets                             |                                         |                                      | 222,044        |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 222,044        |
| Management fees                                             |                                         |                                      | 169,125        |                             |                 |                   |                      |                            |                           |                              | 10,000                      |                         |                              |                        |               |                             |                              |                        | (179,125)      |             | -              |
| Gain on forgiveness of loan and interest                    |                                         |                                      | -              |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | -              |
| Other income                                                |                                         |                                      | 2,724,204      |                             | 4,652           |                   | 8,339                | 38,324                     |                           |                              |                             | 43                      |                              |                        |               | 48,164                      | 148,434                      | 13,483                 | (509,524)      |             | 2,477,069      |
| Net assets released from restrictions                       |                                         |                                      | (731,290)      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | -              |
| Total revenues before special events                        |                                         |                                      | 164,544,825    | 427,130                     | 4,652           | -                 | 203,620              | 517,567                    | -                         | -                            | 10,000                      | 43                      | 2,111,626                    | -                      | -             | 663,627                     | 1,441,962                    | 13,483                 | (2,827,611)    |             | 187,111,624    |
| Special events revenue                                      |                                         |                                      | 1,479,274      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 1,479,274      |
| Cost of direct benefit to donors                            |                                         |                                      | (352,629)      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | (352,629)      |
| Net revenue from special events                             |                                         |                                      | 1,126,645      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 1,126,645      |
| Total public support and revenue                            |                                         |                                      | 166,004,425    | 427,130                     | 4,652           | -                 | 203,620              | 517,567                    | -                         | -                            | 10,000                      | 43                      | 2,111,626                    | -                      | -             | 663,627                     | 1,441,962                    | 13,483                 | (2,827,611)    |             | 188,236,673    |
| <b>Expenses</b>                                             |                                         |                                      |                |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             |                |
| Program services without affiliated organizations' expenses |                                         |                                      | 165,003,114    |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                | (1,989,275) | 163,014,839    |
| Supporting services                                         |                                         |                                      | 20,729,302     |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 20,729,302     |
| Management and general                                      |                                         |                                      | 1,215,439      |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 1,215,439      |
| Fundraising                                                 |                                         |                                      | 21,942,741     |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 21,942,741     |
| Total supporting services                                   |                                         |                                      | 43,887,482     |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             | 43,887,482     |
| Affiliated organizations' expenses                          |                                         |                                      | -              | 669,426                     | 138,875         | 27,259            | 273,181              | 592,305                    | 499,015                   | 1,780                        | 10,000                      | 334                     | 1,436,987                    | 32,754                 | -             | 1,360,280                   | 3,549,870                    | 676                    | (691,169)      |             | 7,681,554      |
| Total expenses                                              |                                         |                                      | 166,945,695    | 669,426                     | 138,875         | 27,259            | 273,181              | 592,305                    | 499,015                   | 1,780                        | 10,000                      | 334                     | 1,436,987                    | 32,754                 | -             | 1,360,280                   | 3,549,870                    | 676                    | (7,889,443)    |             | 192,039,134    |
| <b>Change in Net Assets</b>                                 |                                         |                                      |                |                             |                 |                   |                      |                            |                           |                              |                             |                         |                              |                        |               |                             |                              |                        |                |             |                |
| Change in Net Assets                                        |                                         |                                      | (841,420)      | (333,961)                   | (242,296)       | (134,223)         | (27,259)             | (69,041)                   | (84,138)                  | (499,015)                    | (1,780)                     | (291)                   | 674,839                      | (32,754)               | -             | (698,653)                   | (3,107,588)                  | 12,787                 | 61,832         |             | (4,402,461)    |
| <b>Net Assets, Beginning of Year</b>                        |                                         |                                      | 18,635,401     | 749,790                     | 424,580         | (1,634,539)       | (209,310)            | (7,099,516)                | 499,015                   | 4,456                        | (3,117)                     | (12,127)                | 2,602,740                    | (1,454,411)            | (3,741)       | (361,203)                   | 10,761,788                   | 7,688                  | (6,567,239)    |             | 21,860,490     |
| <b>Net Assets, End of Year</b>                              |                                         |                                      | \$ 17,693,981  | \$ 417,829                  | \$ 18,106,810   | \$ -              | \$ 182,284           | \$ (1,768,752)             | \$ -                      | \$ -                         | \$ 2,616                    | \$ (12,418)             | \$ 3,277,975                 | \$ (1,487,165)         | \$ (3,741)    | \$ (1,057,650)              | \$ 8,653,910                 | \$ 20,715              | \$ (6,506,407) |             | \$ 17,458,029  |

Bowery Residents' Committee, Inc. and Affiliated Organizations  
Combining Schedules of Activities  
Years Ended June 30, 2024 and 2023

(Continued)

|                                                                   | 2023                           |                                      |                |                                 |                  |                    |                     |                             |                           |                               |                             |                          |                               |                         |                |                             |                              |                         |                |               |                |
|-------------------------------------------------------------------|--------------------------------|--------------------------------------|----------------|---------------------------------|------------------|--------------------|---------------------|-----------------------------|---------------------------|-------------------------------|-----------------------------|--------------------------|-------------------------------|-------------------------|----------------|-----------------------------|------------------------------|-------------------------|----------------|---------------|----------------|
|                                                                   | BRC<br>Without<br>Restrictions | BRC<br>With<br>Donor<br>Restrictions | Total<br>BRC   | Pitt St. HDPC<br>(81 & 93 Pitt) | 330 East<br>HDPC | Fulton St.<br>HDPC | Palace<br>Reimburse | 139-141<br>Avenue D<br>HDPC | 139-141<br>Avenue D<br>GP | 902 Liberty<br>Avenue<br>HDPC | 902 Liberty<br>Avenue<br>GP | West<br>25th St.<br>HDPC | BRC<br>Landing Road I<br>HDPC | BRC<br>ADIS<br>Services | Pitt St.<br>GP | 902 Liberty<br>Avenue<br>LP | BRC<br>Landing Road II<br>LP | BRC<br>Inwood I<br>HDPC | Eliminations   | Total         |                |
| <b>Public Support and Revenue</b>                                 |                                |                                      |                |                                 |                  |                    |                     |                             |                           |                               |                             |                          |                               |                         |                |                             |                              |                         |                |               |                |
| Government and other grants                                       | \$                             | \$                                   | \$ 163,873,584 | \$                              | \$               | \$                 | \$                  | \$                          | \$                        | \$                            | \$                          | \$                       | \$                            | \$                      | \$             | \$ 74,524                   | \$ 443,365                   | \$                      | \$             | \$            | \$ 163,301,473 |
| Medicaid                                                          | 5,398,934                      | -                                    | 5,398,934      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 5,398,934      |
| Program service fees                                              | 1,852,638                      | -                                    | 1,852,638      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (74,524)      | 1,778,114      |
| Rental income                                                     | 2,464,301                      | -                                    | 2,464,301      | 574,025                         | 270,281          | 45,000             | 199,681             | 559,075                     | -                         | -                             | -                           | -                        | 2,054,389                     | -                       | -              | 693,354                     | 867,761                      | -                       | (2,150,089)    | 5,576,789     |                |
| Contributions                                                     | 501,090                        | -                                    | 501,090        | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 501,090        |
| Contributed nonfinancial assets                                   | 1,996,767                      | -                                    | 1,996,767      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 1,996,767      |
| Management fees                                                   | 173,935                        | -                                    | 173,935        | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 173,935        |
| Management fees                                                   | 169,661                        | -                                    | 169,661        | -                               | -                | -                  | -                   | -                           | -                         | -                             | 10,000                      | -                        | -                             | -                       | -              | -                           | -                            | -                       | (179,661)      | -             | -              |
| Gain on forgiveness of loan and interest                          | 4,990,299                      | -                                    | 4,990,299      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 4,990,299      |
| Other income                                                      | 1,451,424                      | -                                    | 1,451,424      | -                               | 40,878           | -                  | 12,772              | 12,267                      | -                         | -                             | -                           | -                        | 2,905                         | -                       | -              | 2,856                       | 62,542                       | 18,216                  | (438,472)      | 1,166,678     | 1,166,678      |
| Net assets released from restrictions                             | 1,320,950                      | (1,320,950)                          | -              | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | -              |
| Total revenues before special events                              | 183,692,072                    | (819,470)                            | 183,872,602    | 574,025                         | 311,159          | 45,000             | 211,453             | 571,632                     | -                         | -                             | 10,000                      | -                        | 2,057,294                     | -                       | -              | 770,734                     | 1,373,688                    | 18,216                  | (2,842,755)    | 184,973,048   |                |
| Special events revenue                                            | 905,253                        | -                                    | 905,253        | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 905,253        |
| Cost of direct benefit to donors                                  | (206,521)                      | -                                    | (206,521)      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (206,521)     | -              |
| Net revenue from special events                                   | 698,732                        | -                                    | 698,732        | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 698,732        |
| Total public support and revenue                                  | 183,390,804                    | (819,470)                            | 182,571,334    | 574,025                         | 311,159          | 45,000             | 211,453             | 571,632                     | -                         | -                             | 10,000                      | -                        | 2,057,294                     | -                       | -              | 770,734                     | 1,373,688                    | 18,216                  | (2,842,755)    | 185,671,780   |                |
| <b>Expenses</b>                                                   |                                |                                      |                |                                 |                  |                    |                     |                             |                           |                               |                             |                          |                               |                         |                |                             |                              |                         |                |               |                |
| Program services without affiliated organizations' expenses       | 68,903,519                     | -                                    | 68,903,519     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (49,908)      | 68,903,611     |
| Administrative expenses                                           | 60,760,837                     | -                                    | 60,760,837     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (2,050,562)   | 58,710,275     |
| Homesite Services                                                 | 17,967,277                     | -                                    | 17,967,277     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (113,944)     | 17,853,333     |
| Housing Services                                                  | 13,937,514                     | -                                    | 13,937,514     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (62,400)      | 13,875,114     |
| Treatment Services                                                | -                              | -                                    | -              | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | -              |
| Total program services without affiliated organizations' expenses | 161,619,147                    | -                                    | 161,619,147    | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | (2,278,814)   | 159,340,333    |
| Supporting services                                               | 17,575,351                     | -                                    | 17,575,351     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 17,575,351     |
| Management and general                                            | 1,064,173                      | -                                    | 1,064,173      | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 1,064,173      |
| Fundraising                                                       | 18,665,524                     | -                                    | 18,665,524     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 18,665,524     |
| Total supporting services                                         | 37,245,048                     | -                                    | 37,245,048     | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | -              | -             | 37,245,048     |
| Affiliated organizations' expenses                                | -                              | -                                    | -              | 512,578                         | 195,676          | 46,512             | 223,364             | 745,571                     | -                         | 3,164                         | 11,653                      | 3,209                    | 1,419,552                     | 29,443                  | -              | 1,650                       | 1,514,186                    | 2,966,179               | (4,310)        | (400,650)     | 7,299,757      |
| Total expenses                                                    | 180,274,671                    | -                                    | 180,274,671    | 512,578                         | 195,676          | 46,512             | 223,364             | 745,571                     | -                         | 3,164                         | 11,653                      | 3,209                    | 1,419,552                     | 29,443                  | -              | 1,650                       | 1,514,186                    | 2,966,179               | (4,310)        | (2,677,474)   | 182,297,624    |
| <b>Change in Net Assets Before Other Items</b>                    | 3,116,133                      | (819,470)                            | 2,296,663      | 61,447                          | 115,483          | (3,512)            | (11,911)            | (173,939)                   | -                         | (3,164)                       | (1,653)                     | (3,209)                  | 637,742                       | (29,443)                | (1,650)        | (743,452)                   | (1,622,491)                  | 22,526                  | (193,291)      | 374,156       |                |
| <b>Capital Contributions</b>                                      | -                              | -                                    | -              | -                               | -                | -                  | -                   | -                           | -                         | -                             | -                           | -                        | -                             | -                       | -              | -                           | -                            | -                       | (1,101,460)    | -             | -              |
| <b>Change in Net Assets</b>                                       | 3,116,133                      | (819,470)                            | 2,296,663      | 61,447                          | 115,483          | (3,512)            | (11,911)            | (173,939)                   | -                         | (3,164)                       | (1,653)                     | (3,209)                  | 637,742                       | (29,443)                | (1,650)        | (743,452)                   | (1,622,491)                  | 22,526                  | (1,078,934)    | 936,179       | 374,156        |
| <b>Net Assets, Beginning of Year</b>                              | 15,519,258                     | 1,569,260                            | 17,088,528     | 363,133                         | (1,750,022)      | (206,658)          | (465,104)           | (1,925,571)                 | 489,015                   | 7,020                         | (1,464)                     | (8,818)                  | 1,864,696                     | (1,424,693)             | (2,091)        | 382,248                     | 12,364,269                   | 1,066,822               | (6,593,418)    | 21,486,334    |                |
| <b>Net Assets, End of Year</b>                                    | \$ 18,635,401                  | \$ 749,790                           | \$ 19,385,191  | \$ 424,580                      | \$ (1,634,539)   | \$ (209,370)       | \$ (477,015)        | \$ (2,099,516)              | \$ 489,015                | \$ 4,456                      | \$ (3,117)                  | \$ (12,127)              | \$ 2,602,740                  | \$ (1,454,411)          | \$ (3,741)     | \$ (367,203)                | \$ 10,751,798                | \$ 7,988                | \$ (6,597,259) | \$ 21,869,490 |                |