

**NEW YORK CITY GAY AND LESBIAN
ANTI-VIOLENCE PROJECT, INC.**

FINANCIAL STATEMENTS

JUNE 30, 2019 AND 2018

NEW YORK CITY GAY AND LESBIAN
ANTI-VIOLENCE PROJECT, INC.

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INDEPENDENT AUDITORS' REPORT

To The Board of Directors
New York City Gay and Lesbian Anti-Violence Project, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of New York City Gay and Lesbian Anti-Violence Project, Inc. (the "Agency") which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of New York City Gay and Lesbian Anti-Violence Project, Inc. as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Prior Year Financial Statements

The financial statements as of June 30, 2018 and for the year then ended were audited by Lederer, Levine & Associates, LLC, which merged with Grassi & Co. as of January 1, 2019, and whose report dated December 27, 2018, expressed an unmodified opinion on those financial statements.

Emphasis of Matter

As discussed in Note 2 to the financial statements, New York City Gay and Lesbian Anti-Violence Project, Inc. adopted Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2016-14. Our opinion is not modified with respect to this matter.

Grassi & Co., CPAs, P.C.

GRASSI & CO., CPAs, P.C.

White Plains, New York
April 28, 2020

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
 STATEMENTS OF FINANCIAL POSITION
 JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$ 510,933	\$ 389,532
Contributions receivable	558,000	1,053,710
Government grants and other receivables	883,860	1,022,303
Prepaid expenses and other assets	34,721	35,913
Property and equipment, net	117,081	113,315
Security deposits	<u>121,481</u>	<u>121,481</u>
 TOTAL ASSETS	 <u>\$ 2,226,076</u>	 <u>\$ 2,736,254</u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accrued expenses and other payables	\$ 315,425	\$ 295,022
Refundable advances	-	56,925
Deferred revenue	36,000	-
Deferred rent payable	<u>179,033</u>	<u>156,198</u>
 TOTAL LIABILITIES	 <u>530,458</u>	 <u>508,145</u>
 Commitments and Contingencies		
Net Assets:		
Without donor restrictions:		
Undesignated	641,841	551,848
Board designated	<u>210,586</u>	<u>175,526</u>
Total without donor restrictions	852,427	727,374
 With donor restrictions	 <u>843,191</u>	 <u>1,500,735</u>
 TOTAL NET ASSETS	 <u>1,695,618</u>	 <u>2,228,109</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 2,226,076</u>	 <u>\$ 2,736,254</u>

The accompanying notes are an integral part of these financial statements.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	2019			2018		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Special events - revenue	\$ 257,715	\$ -	\$ 257,715	\$ 243,307	\$ -	\$ 243,307
Less: cost of direct benefits to donors	(59,158)	-	(59,158)	(68,693)	-	(68,693)
Net revenue from special events	198,557	-	198,557	174,614	-	174,614
Government grants	2,818,792	-	2,818,792	2,382,734	-	2,382,734
Contributions	352,833	320,000	672,833	442,607	1,475,000	1,917,607
Donated goods and services	183,044	-	183,044	189,571	-	189,571
Trainings and other revenue	131,211	-	131,211	86,209	-	86,209
Net assets released from restrictions	977,544	(977,544)	-	782,996	(782,996)	-
TOTAL SUPPORT AND REVENUE	4,661,981	(657,544)	4,004,437	4,058,731	692,004	4,750,735
EXPENSES						
Program services	3,372,190	-	3,372,190	2,922,899	-	2,922,899
Supporting services:						
Management and general	771,503	-	771,503	614,796	-	614,796
Fundraising and development	393,235	-	393,235	360,899	-	360,899
TOTAL EXPENSES	4,536,928	-	4,536,928	3,898,594	-	3,898,594
CHANGE IN NET ASSETS	125,053	(657,544)	(532,491)	160,137	692,004	852,141
NET ASSETS, BEGINNING OF YEAR	727,374	1,500,735	2,228,109	567,237	808,731	1,375,968
NET ASSETS, END OF YEAR	\$ 852,427	\$ 843,191	\$ 1,695,618	\$ 727,374	\$ 1,500,735	\$ 2,228,109

The accompanying notes are an integral part of these financial statements.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	2019				2018			
	Program Services	Supporting Services		Total	Program Services	Supporting Services		Total
		Management and General	Fundraising and Development			Management and General	Fundraising and Development	
Salaries	\$ 1,989,642	\$ 373,647	\$ 247,325	\$ 2,610,614	\$ 1,660,024	\$ 269,725	\$ 221,929	\$ 2,151,678
Payroll taxes and employee benefits	368,052	69,118	45,751	482,921	330,194	53,651	44,144	427,989
Total salaries and related costs	2,357,694	442,765	293,076	3,093,535	1,990,218	323,376	266,073	2,579,667
Professional fees and consultants	89,483	179,141	9,463	278,087	82,765	164,790	7,600	255,155
Hotline volunteers	170,674	-	-	170,674	172,246	-	-	172,246
Occupancy	316,767	59,487	39,376	415,630	315,661	51,289	42,201	409,151
Special events	3,392	269	12,410	16,071	3,650	-	11,773	15,423
Program activities	142,008	-	-	142,008	51,146	-	-	51,146
Travel and transportation	114,421	6,462	6,515	127,398	98,719	8,173	1,045	107,937
Printing and design	3,862	4,363	3,388	11,613	11,099	194	10,002	21,295
Equipment rentals	24,559	6,039	3,374	33,972	25,751	4,559	3,021	33,331
Software, office and equipment maintenance	62,405	10,442	7,874	80,721	55,467	7,610	4,213	67,290
Telephone and communications	29,664	3,859	2,554	36,077	29,292	3,486	2,868	35,646
Office and program supplies	18,574	3,420	1,471	23,465	50,651	4,748	1,349	56,748
Postage and mailing	1,126	4,014	1,462	6,602	1,700	1,466	3,116	6,282
Insurance	15,002	1,863	1,233	18,098	13,637	1,614	1,328	16,579
Staff expenses and dues	8,658	7,343	1,985	17,986	7,291	2,929	4,513	14,733
Bank, credit card fees and other	-	39,357	7,326	46,683	162	29,249	-	29,411
Depreciation and amortization	13,901	2,611	1,728	18,240	13,444	2,185	1,797	17,426
Bad debt expense	-	68	-	68	-	9,128	-	9,128
Total Expenses	\$ 3,372,190	\$ 771,503	\$ 393,235	\$ 4,536,928	\$ 2,922,899	\$ 614,796	\$ 360,899	\$ 3,898,594

The accompanying notes are an integral part of these financial statements.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
 STATEMENTS OF CASH FLOWS
 FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (532,491)	\$ 852,141
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	18,240	17,426
Deferred rent payable	22,835	42,257
Bad debt expense	68	9,128
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Contributions receivable	495,642	(480,838)
Government grants and other receivables	138,443	(101,266)
Prepaid expenses and other assets	1,192	(13,653)
Security deposits	-	(250)
Increase (decrease) in liabilities:		
Accrued expenses and other payables	20,403	2,893
Refundable advances	(56,925)	(3,813)
Deferred revenue	36,000	-
Net Cash Provided by Operating Activities	143,407	324,025
CASH FLOWS FROM INVESTING ACTIVITIES:		
Property and equipment acquisitions	(22,006)	(14,495)
Net Cash Used in Investing Activities	(22,006)	(14,495)
NET CHANGE IN CASH AND CASH EQUIVALENTS	121,401	309,530
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	389,532	80,002
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 510,933	\$ 389,532

The accompanying notes are an integral part of these financial statements.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 1 - Agency and Nature of Activities

The New York City Gay and Lesbian Anti-Violence Project, Inc. ("AVP") (the "Agency") empowers lesbian, gay, bisexual, transgender, queer ("LGBTQ") and HIV-affected communities and allies to end all forms of violence through organizing and education, and supports survivors through counseling and advocacy. AVP operates a free and confidential 24-hour bilingual hotline staffed by AVP staff and trained volunteers, provides crisis intervention, safety planning, counseling and advocacy to individual survivors of violence and engages in community outreach and education to prevent and end violence within and against LGBTQ and HIV-affected communities in New York City. AVP coordinates the NYS Domestic Violence Network which addresses LGBTQ and HIV-affected domestic violence throughout the state. AVP also trains and educates "mainstream service providers", including law enforcement agencies, in NYS about violence within and against the LGBTQ and HIV-affected communities. In 2014, AVP launched a Legal Services Program, which provides free holistic, direct legal services to underserved LGBTQ and HIV-affected survivors of intimate partner violence and sexual violence in all five boroughs. AVP also coordinates the National Coalition of Anti-Violence Programs ("NCAVP") which is a national coalition of programs that addresses the pervasive problem of violence committed against and within the LGBTQ and HIV-affected communities throughout the United States.

AVP receives its principal support and revenue from governmental sources, private individuals, corporations and foundations.

AVP is a not-for-profit corporation exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code and is located in New York, NY.

Note 2 - Summary of Significant Accounting Policies

Adoption of FASB ASU No. 2016-14 - *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*

Effective July 1, 2018, the Agency adopted the provisions of Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2016-14. The ASU provides for changes in financial statement presentation that affect classification of net assets and presentation of expenses. It also provides for enhanced disclosures of board designated funds, methods used to allocate costs among functions, and available resources and liquidity.

Basis of Accounting

The Agency prepares its financial statements using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP") which include certain specialized requirements set forth by the FASB.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Fair Value of Financial Instruments

Fair value is defined as 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. To increase the comparability of fair value measurements, a three-tier fair value hierarchy, which prioritizes the inputs used in the valuation methodologies, is as follows:

Level 1 - Valuations based on quoted prices for identical assets and liabilities in active markets.

Level 2 - Valuations based on observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.

Level 3 - Valuations based on unobservable inputs reflecting the Agency's own assumptions, consistent with reasonably available assumptions made by other market participants. These valuations require significant judgment.

At June 30, 2019 and 2018, the fair value of the Agency's financial instruments, including cash and cash equivalents, contributions receivable, government grants and other receivables, accrued expenses and other payables, and refundable advances, approximated book value due to the short maturity of these instruments.

At June 30, 2019 and 2018, the Agency does not have assets or liabilities required to be measured at fair value in accordance with FASB Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurement*.

Cash and Cash Equivalents

The Agency considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Contributions Receivable

Contributions receivable, which consist of unconditional promises to give, are recognized as revenue in the year received. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are discounted to reflect the present value of their estimated future cash flows, unless management deems such discount to be immaterial to the financial statements.

Government Grants and Other Receivables

Government grants and other receivables are recorded when earned based on expenses that have been incurred for the purposes specified by the grantors. To the extent amounts received exceed amounts spent, the Agency establishes advances from government funders. For deliverables and fixed-price contracts, revenue is recorded when the deliverable is met or on the established time interval as described in the contract, respectively.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Property and Equipment

Property and equipment is stated at cost, less accumulated depreciation and amortization. The Agency capitalizes property and equipment with a useful life of two years or more and a cost of \$1,000 or more. Depreciation and amortization are provided using the straight-line method in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives. Leasehold improvements are amortized over the shorter of their useful lives or the term of the lease.

	<u>Estimated Useful Lives</u>
Computers	5 years
Furniture and equipment	5 to 10 years
Leasehold improvements	10 years

Net Assets

Net assets without donor restrictions include funds having no restriction as to use or purpose imposed by donors. Net assets without donor restrictions - board designated represent funds designated by the Board of Directors for use in the event of an emergency. Net assets with donor restrictions are those whose use has been limited by donors to a specific time period or purpose, or those net assets whose principal may or may not be expended, the income from which is expendable to support general operations.

Contributions

Unconditional contributions, including promises to give cash and other assets, are reported at fair value at the date the contribution is received. The gifts are reported with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Donated Goods and Services

Donated goods and services are recorded at their estimated fair value.

Functional Expenses

The costs of providing the Agency's services have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Hotline volunteers and program activities are directly charged to program services. Expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques such as square footage and time and effort.

Operating Leases

Rent expense has been recorded on the straight-line basis over the life of the lease. Deferred rent has been recorded for the difference between the fixed payment and rent expense.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Uncertainty in Income Taxes

The Agency applies the provisions pertaining to uncertain tax positions, FASB ASC Topic 740, and has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. The Agency believes it is no longer subject to income tax examinations prior to 2016.

New Accounting Pronouncements

ASU No. 2018-08

In June 2018, the FASB issued ASU No. 2018-08, *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, which will assist the Agency in evaluating the transfer of assets and the nature of the related transaction. The Agency will be required to determine whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions and if a contribution is conditional. The guidance in this ASU requires that the Agency determine whether a contribution is conditional based on whether an agreement includes a barrier that must be overcome and either a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets. The presence of both indicates that the recipient is not entitled to the transferred assets or a future transfer of assets until it has overcome any barriers in the agreement.

For nonpublic entities who are recipients, the amendments of ASU No. 2018-08 are effective for annual reporting periods beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019. Early application is permitted for all entities.

ASU No. 2016-02

In February 2016, the FASB issued ASU No. 2016-02, *Leases (Topic 842)*. This ASU is the result of a joint project of the FASB and the International Accounting Standards Board ("IASB") to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements for U.S. GAAP and International Financial Reporting Standards ("IFRS"). The guidance in this ASU affects any entity that enters into a lease (as that term is defined in this ASU), with some specified scope exemptions. The guidance in this ASU will supersede FASB ASC Topic 840, *Leases*.

The ASU provides that lessees should recognize lease assets and lease liabilities on the balance sheet for leases previously classified as operating leases that exceed 12 months, including leases existing prior to the effective date of this ASU. It also calls for enhanced leasing arrangement disclosures.

For nonpublic entities, the amendments of ASU No. 2016-02 are effective for annual reporting periods beginning after December 15, 2020, and interim periods within annual periods beginning after December 15, 2021, based on the FASB's vote at its October 16, 2019 meeting to defer the implementation dates by one year. Early application is permitted for all entities.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019 AND 2018

Note 2 - Summary of Significant Accounting Policies (cont'd.)

New Accounting Pronouncements (cont'd.)

ASU No. 2014-09

In May 2014, the FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*. This ASU is the result of a joint project of the FASB and the IASB to clarify the principles for recognizing revenue and to develop a common revenue standard for U.S. GAAP and IFRS. The guidance in this ASU affects any entity that either enters into contracts with customers to transfer goods or services or enters into contracts for the transfer of nonfinancial assets unless those contracts are within the scope of other standards.

The ASU provides that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. An entity should apply the following five-step process to recognize revenue:

- Step 1: Identify the contract with a customer.
- Step 2: Identify the performance obligations in the contract.
- Step 3: Determine the transaction price.
- Step 4: Allocate the transaction price to the performance obligations in the contract.
- Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation.

For nonpublic entities, the amendments of ASU No. 2014-09 are effective for annual reporting periods beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019. Early application is permitted under certain circumstances.

The Agency has not yet determined if these ASUs will have a material effect on its financial statements.

Note 3 - Contributions Receivable

Contributions receivable consisted of the following as of June 30:

	<u>2019</u>	<u>2018</u>
Less than one year	\$ 528,000	\$ 668,710
One to five years	<u>30,000</u>	<u>385,000</u>
	<u>\$ 558,000</u>	<u>\$ 1,053,710</u>

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019 AND 2018

Note 4 - Property and Equipment

Property and equipment, net consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Computers	\$ 6,937	\$ 5,732
Furniture and equipment	57,157	50,089
Leasehold improvements	<u>112,534</u>	<u>112,534</u>
	176,628	168,355
Less: Accumulated depreciation and amortization	<u>59,547</u>	<u>55,040</u>
	<u>\$ 117,081</u>	<u>\$ 113,315</u>

Depreciation and amortization expense amounted to \$18,240 and \$17,426 for the years ended June 30, 2019 and 2018, respectively.

Note 5 - Donated Goods and Services

Donated goods and services consisted of the following for the years ended June 30:

	<u>2019</u>	<u>2018</u>
Hotline volunteers	\$ 170,674	\$ 172,246
Lobbying consultants	-	6,000
Special event expenses	12,370	7,815
Other event expenses	<u>-</u>	<u>3,510</u>
	<u>\$ 183,044</u>	<u>\$ 189,571</u>

Note 6 - Concentration of Credit Risk

The Agency maintains cash balances in several financial institutions, which are insured by the Federal Deposit Insurance Corporation ("FDIC") for up to \$250,000 per institution. From time to time, the Agency's balances may exceed these limits.

Note 7 - Commitments and Contingencies

The Agency entered into a real property lease in February 2015. The lease term began July 2015 and is scheduled to expire on August 31, 2026. Rental expense for June 30, 2019 and 2018 amounted to \$382,347. The Agency has also entered into various equipment lease agreements.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 7 - Commitments and Contingencies (cont'd.)

Approximate future minimum annual rental commitments under noncancellable lease obligations are as follows:

<u>Years Ending June 30:</u>	<u>Office Rent</u>	<u>Equipment Rentals</u>	<u>Totals</u>
2020	\$ 370,297	\$ 30,961	\$ 401,258
2021	381,406	23,281	404,687
2022	392,848	18,317	411,165
2023	425,384	5,955	431,339
2024	438,145	5,955	444,100
Thereafter	528,761	4,747	533,508

The Agency records rent expense on the straight-line basis as required under U.S. GAAP. Deferred rent payable amounted to \$179,033 and \$156,198 at June 30, 2019 and 2018, respectively.

A substantial amount of the Agency's revenues are government reimbursements. Revenue and related expenses are subject to audit verification by the funding agencies. The accompanying financial statements make no provision for possible disallowances. Although such disallowance could be substantial in amount, in the opinion of management, any actual disallowances would be immaterial.

Note 8 - Donor Restricted Net Assets

Donor restricted net assets are restricted as follows as of June 30:

	<u>2019</u>	<u>2018</u>
Purpose Restrictions:		
NCAVP*	\$ 480,482	\$ 993,827
Executive discretionary funds	-	40,721
Intimate partner violence program support	34,000	27,000
Legal fellow*	59,431	-
TGNC program*	134,278	69,187
Civic engagement*	90,000	150,000
EEP program	20,000	20,000
Time restricted	<u>25,000</u>	<u>200,000</u>
	<u>\$ 843,191</u>	<u>\$ 1,500,735</u>

*Includes \$515,000 and \$890,000 that is also subject to time restrictions as of June 30, 2019 and 2018, respectively.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 8 - Donor Restricted Net Assets (cont'd.)

Purpose restricted net assets were released from restrictions by incurring expenses satisfying the following:

	<u>2019</u>	<u>2018</u>
Purpose Restrictions:		
NCAVP	\$ 513,345	\$ 306,174
Executive discretionary funds	40,721	83,087
Intimate partner violence program support	43,000	54,217
Legal fellow	40,569	-
Sexual violence program support	-	10,167
TGNC program	84,909	66,652
Hate violence program support	-	77,699
Civic engagement	60,000	-
EEP program	20,000	10,000
Time restricted	<u>175,000</u>	<u>175,000</u>
	<u>\$ 977,544</u>	<u>\$ 782,996</u>

Note 9 - Available Resources and Liquidity

The Agency regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Agency has various sources of liquidity at its disposal, including cash and cash equivalents, contributions receivable, and government grants and other receivables.

The following reflects the Agency's financial assets as of June 30, 2019, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations.

Cash and cash equivalents	\$ 510,933	
Contributions receivable	558,000	
Government grants and other receivables	883,860	
Total financial assets	<u>1,952,793</u>	
Less: Net assets with donor-imposed restrictions	65,586	
Less: Board designated net assets*	<u>210,586</u>	
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,676,621</u>	

*Funds may be withdrawn, with Board approval, based on short-term cash needs.

NEW YORK CITY GAY AND LESBIAN ANTI-VIOLENCE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019 AND 2018

Note 10 - Subsequent Events

Management has evaluated all events or transactions that occurred after June 30, 2019 through April 28, 2020, the date that the financial statements were available to be issued. During this period, there were no material subsequent events requiring disclosure.

In December 2019, a novel strain of coronavirus was reported in Wuhan, China. The World Health Organization has declared the outbreak to constitute a "Public Health Emergency of International Concern." The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on the Agency's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the Agency's funders and donors, employees and vendors, all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact the Agency's financial condition or results of operations is uncertain.