

HAILEY'S HOPE FOUNDATION

HAILEY'S HOPE FOUNDATION

FINANCIAL STATEMENT

APRIL 30, 2011 AND 2010

REVIEW

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

HAILEY'S HOPE FOUNDATION

July 31, 2011

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We are responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining an internal control system relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with the standards on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material misstatements that should be made in the financial statements. We believe the results of our procedures provide a reasonable basis for our report.

In our review, we do not express an opinion or any other form of assurance that should be made in the reviewed financial statements in order for them to be in conformity with the cash basis of accounting as described in Note 2.

  
Paul Smith, CPA  
Bank and Smith, PC



**Rank and Smith, P.C.**  
*Certified Public Accountants*

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Gary L. Rank, CPA

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

November 23, 2011

To the Board of Directors of  
Hailey's Hope Foundation

We have reviewed the accompanying statements of assets, liabilities, and net assets- cash basis of Hailey's Hope Foundation (a non profit charitable organization) as of April 30, 2011 and 2010, and the related statements of revenues, expenses, and other changes in net assets- cash basis for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash basis of accounting, as described in Note 2.

Rank and Smith, CPA's P.C.

HAILEY'S HOPE FOUNDATION

STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS

APRIL 30,

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 87,829	\$ 66,910
<b>Total Assets</b>	<b>\$ 87,829</b>	<b>\$ 66,910</b>
<u>LIABILITIES AND NET ASSETS</u>		
Liabilities	\$ 0	\$ 0
Net Assets		
Unrestricted	87,829	66,910
<b>Total Liabilities and Net Assets</b>	<b>\$ 87,829</b>	<b>\$ 66,910</b>

See Accompanying Accountants' Report.

HAILEY'S HOPE FOUNDATION.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED APRIL 30.

	<u>2011</u>	<u>2010</u>
Revenues and Other Support- Unrestricted		
Fund Raising Events		
In Kind Contribution	\$ 24,430	\$ 18,746
Special Event Revenue	<u>55,795</u>	<u>44,410</u>
Fund Raising Event Income	80,225	63,156
Contributions	88,381	34,279
Investment Income	<u>34</u>	<u>12</u>
Total Revenues and Other Support	<u>168,640</u>	<u>97,447</u>
Expenses		
Program Services	95,679	22,649
Supporting Services		
Fund Raising Event Expenditures	22,060	16,982
Utilization- In Kind Contributions	<u>24,430</u>	<u>18,746</u>
Total Fund Raising	46,490	35,728
General and Administrative	<u>5,552</u>	<u>1,804</u>
Total Expenses	<u>147,721</u>	<u>60,181</u>
Changes in Net Assets	20,919	37,266
Net Assets- Beginning	<u>66,910</u>	<u>29,644</u>
Net Assets- Ending	<u>\$ 87,829</u>	<u>\$ 66,910</u>

See Accompanying Accountants' Report.

HAILEY'S HOPE FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED APRIL 30,

	<u>2011</u>	<u>2010</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ <u>20,919</u>	\$ <u>37,266</u>
Total Cash Provided by Operating Activities	20,919	37,266
Total Cash Provided by Investing Activities	<u>0</u>	<u>0</u>
Increase in Cash	20,919	37,266
Cash- Beginning of Year	<u>66,910</u>	<u>29,644</u>
Cash- End of Year	<u>\$ 87,829</u>	<u>\$ 66,910</u>

See Accompanying Accountants' Report.

HAILEY'S HOPE FOUNDATION

NOTES TO FINANCIAL STATEMENT

APRIL 30, 2011

**Note 1- Nature of Activities and Mission Statement**

**Hailey's Hope Foundation (HHF)** is dedicated to helping families in need when their babies are born prematurely or critically ill and are hospitalized in the Neonatal Intensive Care Unit (NICU). Many families struggle emotionally, physically and financially with NICU stays which can last weeks or months, and they are unsupported at this crucial time. Through financial and emotional support programs, education, funding neonatal research, and purchasing state-of-the-art NICU equipment, HHF is creating a unique support system for NICU families to cope with these difficult challenges and the overwhelming special needs of their babies.

Currently, we are partnered with the Regional NICU at Maria Fareri Children's Hospital at Westchester Medical Center in Valhalla, New York. This premier Level IV NICU (highest level, 50+ bed capacity) annually treats over 750 of the most premature and critically ill babies in New York's Hudson Valley region. We are working to expand our programs to reach more NICU families in other local NICU's.

Hailey's Hope Foundation is a New York 501 (c) (3) non-profit organization established in December 2007 to honor the memory of our little angel, Hailey Zion, and our eight NICU graduates. Hailey is the baby daughter of Board Members Isaac and Donna Zion who was born prematurely at 21 weeks in 2003 and passed away shortly after birth. It consists of a Board of Directors and Members who volunteer their time and talents to carry out its mission. There are no paid positions. We work diligently to keep expenses low and to direct as much money as possible to fund our programs.

No baby or family should have to spend time in the NICU, but we realize that many will follow in our footsteps. Hailey's Hope Foundation is working hard to comfort and support them, to give a voice to their needs, and to make their paths a little easier to walk.

**Note 2- Summary of Significant Accounting Policies**

**Financial Statement Presentation-** The foundation prepares its statements on the cash basis of accounting, whereby revenues are recorded when received and expenses are recorded when actually paid. All of the assets and activities of the foundation are unrestricted so temporarily restricted and permanently restricted assets are not shown on the statements.

**Revenues-** Donated materials and other non cash donations are recorded at their estimated fair value at the date of the donation and are shown as in kind donations on the financial statements

Many individuals, mainly officers and directors, have donated time and services to the foundation. The value of these services does not meet the definition of recognition and have not been recorded on the statements.

No salaries or wages are taken by anyone connected to the organization.