

HAILEY'S HOPE FOUNDATION

FINANCIAL STATEMENTS

APRIL 30, 2017 and 2016

REVIEW

HAILEY'S HOPE FOUNDATION

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors  
Hailey's Hope Foundation  
Goshen, NY

We have reviewed the accompanying financial statements of Hailey's Hope Foundation (a nonprofit corporation), which comprise the statements of financial position as of April 30, 2017 and 2016, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company 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'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.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountant's Conclusion**

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 accordance with accounting principles generally accepted in the United States of America.

Cornwall- on- Hudson, NY  
September 8, 2017

HAILEY'S HOPE FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
APRIL 30,

2017

2016

ASSETS

Current Assets:

Cash	\$ <u>121,952</u>	\$ <u>91,838</u>
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Total Assets	\$ <u>121,952</u>	\$ <u>91,838</u>
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LIABILITIES AND NET ASSETS

Liabilities	\$ 0	\$ 0
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Net Assets

Unrestricted	<u>121,952</u>	<u>91,838</u>
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Total Liabilities and Net Assets	\$ <u>121,952</u>	\$ <u>91,838</u>
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See Accompanying Accountants' Report

HAILEY'S HOPE FOUNDATION  
STATEMENT OF ACTIVITIES  
FOR THE YEARS ENDED APRIL 30,

	<u>2017</u>	<u>2016</u>
Public Support and Revenue		
Public Contributions	\$ 154,257	\$ 71,235
In Kind Contribution	26,012	8,718
Special Event Revenue	116,500	101,616
Investment Income	<u>12</u>	<u>9</u>
	296,781	181,578
Fund Raising Event Expenditures	<u>94,232</u>	<u>63,500</u>
Total Revenues and Other Support	<u>202,549</u>	<u>\$ 118,078</u>
Expenses		
Program Services	147,320	\$ 136,980
General and Administrative	<u>25,115</u>	<u>14,228</u>
Total Expenses	<u>172,435</u>	<u>151,208</u>
Changes in Net Asset	30,114	(33,130)
Net Assets- Beginning	<u>91,838</u>	<u>124,968</u>
Net Assets- Ending	<u>\$ 121,952</u>	<u>\$ 91,838</u>

See Accompanying Accountants' Report

HAILEY'S HOPE FOUNDATION  
STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDING APRIL 30,

	<u>2017</u>	<u>2016</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ <u>30,114</u>	\$ <u>33,130</u>
Total Cash Provided by Operating Activities	30,114	(33,130)
Total Cash Provided by Investing Activities	0	0
Total Cash Provided by Financing Activities	<u>0</u>	<u>0</u>
Increase/(Decrease) in Cash	30,114	(33,130)
Cash- Beginning of Year	<u>91,838</u>	<u>124,968</u>
Cash- End of Year	<u>\$ 121,952</u>	<u>\$ 91,838</u>

See Accompanying Accountants' Report

HAILEY'S HOPE FOUNDATION

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2017

**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, 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, NY and the NICU at Orange Regional Medical Center in Middletown, NY. 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. The Foundation 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**

**Legal and Tax Status**

Hailey's Hope Foundation is incorporated under Section 402 of the not-for-profit corporation law in the State of New York. Also, they are exempt from federal income tax under Section 501 (c) (3) of the Internal Revenue Code. Donors' contributions are tax deductible under Section 170 of the Internal Revenue Code.

HAILEY'S HOPE FOUNDATION  
NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2017

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

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles required 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 and expenses during the reporting period. Actual results could differ from those estimates.

**Financial Statement Presentation**

The Organization has adopted the Statement of Financial Accounting Standards (SFAS) No 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, the Organizations are required to report information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

These classes are defined as follows:

**PERMANENTLY RESTRICTED**-Net assets resulting from contributions and other inflows of assets whose use by the Agency is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by the actions of the Agency.

**TEMPORARILY RESTRICTED**-Net assets resulting from contributions and other inflows of assets whose use by the Agency is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Agency pursuant to those stipulations. When such stipulations end or are fulfilled, such temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities and changes in net assets.

**UNRESTRICTED**-The part of net assets that is neither permanently nor temporarily restricted by donor-imposed stipulations.

The financial statements have been prepared on the accrual basis.



HAILEY'S HOPE FOUNDATION  
NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2017

Summary of Significant Accounting Policies: (cont'd)

**Contributions**

Contributions are recorded as restricted support 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 purpose restriction is accomplished, temporarily restricted net assets are classified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contribution revenue is recorded when received. Pledges are not recognized until received.

**Donated Materials and Services**

Donated materials, equipment, and other non-cash gifts are reflected as contributions in the accompanying statements at their fair market value. Additionally, no amounts have been reflected in the statements for donated services in as much as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time.

No Salaries or Wages are Taken by Anyone Connected to the Organization

**Investments**

All investments are reported at fair market value and gains and losses whether realized or unrealized are recognized when they occur.

HAILEY'S HOPE FOUNDATION

NOTES TO FINANCIAL STATEMENTS

APRIL 30,

**Note 3- Functional Expenses**

	<u>2017</u>		<u>2016</u>	
	<u>Program Services</u>	<u>Management &amp; Fund Raising</u>	<u>Program Services</u>	<u>Management &amp; Fund Raising</u>
Advertising	\$ 0	\$ 12,653	\$ 0	\$ 8,100
Website and Hosting	0	7,075	0	.0
Professional Fees	0	470	0	460
Grant Writer	0	0	0	2,000
Telephone & Utilities	0	501	0	524
Postage	0	148	0	313
Office Expenses	0	3,432	0	1,520
Printing	0	836	0	1,311
Fundraising Expenses	0	94,232	0	65,500
Assistance	<u>147,320</u>	<u>0</u>	<u>136,980</u>	<u>.0</u>
Total	<u>\$ 147,320</u>	<u>\$ 119,347</u>	<u>\$ 136,980</u>	<u>\$ 77,728</u>