



## LONDON & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS  
AND BUSINESS CONSULTANTS

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### INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors  
Connecticut Veterans Legal Center, Inc.  
114 Orange Avenue  
West Haven, Connecticut 06516

We have reviewed the accompanying statement of financial position of Connecticut Veterans Legal Center, Inc. (a Connecticut not-for-profit corporation) as of June 30, 2014 and the related statement of activities, functional expenses and cash flows for the year then ended. 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 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America 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 accounting principles generally accepted in the United States of America

Very truly yours,

***London & Company, LLC***

London & Company, LLC  
Certified Public Accountants  
January 13, 2015

I. Accountant's Report.

II. Financial Statements:

Exhibit A - Statement of Financial Position as of June 30, 2014.

Exhibit B - Statement of Activities and Changes in Net Assets for the Year Ended June 30, 2014.

Exhibit C - Statement of Functional Expenses for the Year Ended June 30, 2014.

Exhibit D - Statement of Cash Flows for the Year Ended June 30, 2014.

Notes to Financial Statements.

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2014  
See Accountants Review Report

ASSETS

Current Assets:

Cash	\$ 450,703
Contributions receivable	1,955
Prepaid expenses	<u>1,378</u>
Total Current Assets	<u>454,036</u>

TOTAL ASSETS \$ 454,036

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$ 2,713
Accrued payroll taxes	1,694
Accrued wages	<u>10,818</u>
Total Current Liabilities	<u>15,225</u>

Net Assets:

Unrestricted	300,291
Temporarily restricted	<u>138,520</u>
Total Net Assets	<u>438,811</u>

TOTAL LIABILITIES AND NET ASSETS \$ 454,036

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2014  
See Accountants Review Report

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<u>Revenue and Support:</u>			
Grants and contract support	\$ 214,908	\$ 180,240	\$ 395,148
Government grant - federal	27,704		27,704
Contributions	677,525	-	677,525
Miscellaneous	427	-	427
Net assets released from restrictions:			
Satisfaction of Program Restrictions	<u>41,720</u>	<u>( 41,720)</u>	<u>-</u>
<u>Total Revenue and Support</u>	<u>962,284</u>	<u>138,520</u>	<u>1,100,804</u>
<u>Expenses:</u>			
Management & General	41,197	-	41,197
Program services	<u>845,946</u>	<u>-</u>	<u>845,946</u>
<u>Total Expenses</u>	<u>887,143</u>	<u>-</u>	<u>887,143</u>
<u>Change in Net Assets</u>	75,141	138,520	213,661
<u>Net Assets - Beginning</u>	<u>225,150</u>	<u>-</u>	<u>225,150</u>
<u>Net Assets - Ending</u>	\$ <u>300,291</u>	\$ <u>138,520</u>	\$ <u>438,811</u>

See Accompanying Notes

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2014  
See Accountants Review Report

	<u>Program</u> <u>Services</u>	<u>Management</u> <u>&amp; General</u>	<u>Total</u>
Salaries	\$ 203,575	\$ 22,619	\$ 226,194
Payroll taxes	21,425	2,381	23,806
Fringe benefits	<u>19,515</u>	<u>2,168</u>	<u>21,683</u>
Total Salaries and Fringe Benefits	244,515	27,168	271,683
VISTA cost share	1,000	-	1,000
Occupancy	6,752	1,191	7,943
Office supplies	5,087	694	5,781
Postage	847	116	963
Professional development and license	3,509	478	3,987
Travel	3,588	489	4,077
Insurance	3,366	459	3,825
Meals and entertainment	710	97	807
Professional fees and consultants	1,738	237	1,975
Legal services	570,000	-	570,000
Marketing / publications	935	127	1,062
Website	598	82	680
Research participant expense	200	-	200
Development / fundraisng	-	9,636	9,636
Dues and subscriptions	1,575	215	1,790
Miscellaneous	<u>1,526</u>	<u>208</u>	<u>1,734</u>
Total Expenses	\$ <u>845,946</u>	\$ <u>41,197</u>	\$ <u>887,143</u>

See Accompanying Notes

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2014  
Increase (Decrease) in Cash  
See Accountants Review Report

Cash Flows From Operating Activities:

Change in net assets	\$ <u>213,661</u>
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Adjustments to reconcile excess of revenues over expenses  
to net cash used in operating activities:

Change in assets and liabilities:

Increase Decrease in Assets and Liabilities:

Contributions receivable	( 1,955)
Prepaid expenses	43
Accounts payable	2,559
Accrued wages and payroll taxes	<u>8,203</u>
Total Adjustments	<u>8,850</u>
Net Increase in Cash	222,511

<u>Cash at the Beginning of Year</u>	<u>228,192</u>
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<u>Cash at the End of Year</u>	\$ <u>450,703</u>
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Supplemental Disclosure of Cash Flow Information:

Cash paid during the year:

Interest	\$ -
Income taxes	\$ -

Non-Cash Program Activities

Occupancy costs	\$ 7,943
Legal services	\$ 570,000

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS

Note 1 - Organization:

The mission of the Connecticut Veterans Legal Center, Inc. ("Center"), is to help veterans recovering from homelessness and serious mental illness overcome legal barriers to housing, healthcare and income.

Note 2 - Accounting Policies:

A. Basis of Presentation:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Center and changes therein are classified and reported as follows:

Unrestricted net assets:

Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets:

Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Center and/or the passage of time. When a restriction on a transaction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently restricted net assets:

Net assets subject to donor-imposed stipulations that are to be maintained permanently by the Center. Generally, the donors of these assets permit the Center to use all or part of the income earned on any related investments for general or specific purposes.

B. Estimates:

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. Donated Materials and Services:

The Center recognizes donated services if they create or enhance non-financial assets or requires specialized skills and would be typically purchased if not provided by donation. For the years ended June 30, 2014, the Center received contributed professional legal services valued at \$570,000, which are included in contributions and expenses in the statement of activities.

For the years ended June 30, 2014, the Organization received contributed facilities valued at \$7,943, which are included in contributions and expenses in the statement of activities.

CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS

Note 1 - Accounting Policies: (Continued)

D. Depreciation:

Property and equipment are capitalized at cost, or if donated, at fair market value at the date of receipt. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Expenditures for additions and improvements are capitalized, and costs for repairs and maintenance are charged to expense as incurred. The Center follows the practice of capitalizing all expenditures for property and equipment in excess of \$500.

E. Tax Status:

The Center is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code. The Internal Revenue Service classifies the Center as a non-private foundation. There was no unrelated business income for the year ended June 30, 2014. As of June 30, 2014, the Center has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. The federal information returns of the Center are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

F. Cash and Cash Equivalents:

The Center holds all its cash in accounts that are subject to immediate withdrawal. The Center considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. During the period covered by these financial statements, the Center has not invested in financial instruments classified as cash equivalents.

Note 2 - Allocation of Functional Expenses:

The costs of providing the Center's various programs and supporting services have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Note 3 Concentration of Credit Risk:

The Center maintains cash balances in excess of \$250,000 at a bank, which is insured by the Federal deposit Insurance Corporation for amounts up to \$250,000. At June 30, 2014, the organization's uninsured cash balance was \$200,703.

Note 4 - Program Grants:

Grants require the fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of funds to the respective grantors.



CONNECTICUT VETERANS LEGAL CENTER, INC.  
WEST HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS

Note 5 - Concentration of Revenue:

For the year ended June 30, 2014, the Center received approximately 34% of its total revenues from the Bristol-Myers Squibb Foundation, Inc.

Note 6 - Temporarily Restricted Net Assets:

At June 30, 2014, temporarily restricted net assets consisted of \$138,520 to be used for the Medical Legal Partnership Program.

Note 7 - Evaluation of Subsequent Events:

Management has evaluated subsequent events through January 13, 2015, the date which the financial statements were available to be issued.