

NEW LIFE COMMUNITY DEVELOPMENT CORP.
AUDIT REPORT
Twelve Months Ended December 31, 2010 and 2009

NEW LIFE COMMUNITY DEVELOPMENT CORP.

TABLE OF CONTENTS

	<u>PAGE(s)</u>
Independent Accountants' Report	3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Activity	5
Statement of Cash Flows	5
Notes to Financial Statements	7-8

James G. Muckell, CPA

19 Mary Crest Road
West Nyack, NY 10994
(845) 624-1619 phone and fax
muckellcpa@aol.com

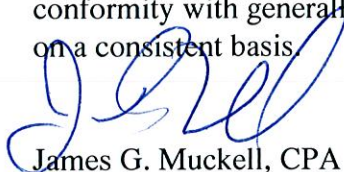
May 10, 2011

The Board of Trustees
New Life Community Development Corp.
82-10 Queens Blvd.
Elmhurst, New York 11373

I have examined the balance sheet of New Life Community Development Corp. as of December 31, 2010 and 2009 as well as the related statement of income and retained earnings and the statement of cash flows for the twelve-month period then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based upon my audit.

My examination was made in accordance with generally accepted auditing standards in the United States of America. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis evidence supporting the amounts and disclosures contained in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the accompanying balance sheet and statement of income and retained earnings and statement of cash flows present fairly, in all material respects, the financial positions of New Life Community Development Corp. at December 31, 2010 and 2009 and that they are in conformity with generally accepted accounting principles in the United States of America applied on a consistent basis.



James G. Muckell, CPA

**NEW LIFE COMMUNITY DEVELOPMENT CORP.
STATEMENT OF FINANCIAL POSITION
December 31, 2010 and 2009**

ASSETS

	<u>12/31/10</u>	<u>12/31/09</u>
<u>Current Assets</u>		
Cash and cash equivalents	\$30,972	\$68,129
Due from New Life Fellowship Church	\$12,997	\$0
Total Current Assets	<u>\$43,969</u>	<u>\$68,129</u>
<u>Plant Assets</u>		
Leasehold Improvements-Medical Clinic	\$99,071	\$99,071
Equipment	\$126,743	\$114,772
less: Accumulated Depreciation	-\$106,030	-\$86,337
Total Plant Assets	<u>\$119,784</u>	<u>\$127,506</u>
TOTAL ASSETS	<u>\$163,753</u>	<u>\$195,635</u>

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>		
Due to New Life Fellowship Church	\$0	\$3,593
Various Funds Payable	\$1,164	\$0
Accounts Payable	\$15,286	\$14,050
Total Liabilities	<u>\$16,450</u>	<u>\$17,643</u>

NET ASSETS

Unrestricted	\$147,303	\$177,992
Temporarily restricted	\$0	\$0
Permanently restricted	\$0	\$0
Total net assets	<u>\$147,303</u>	<u>\$177,992</u>
Total liabilities and net assets	<u>\$163,753</u>	<u>\$195,635</u>

See accompanying audit report.

NEW LIFE COMMUNITY DEVELOPMENT CORP.
STATEMENT OF ACTIVITIES
Twelve Months Ended December 31, 2010 and 2009

		2010			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2010 Total</u>	<u>2009 Total</u>
SUPPORT AND REVENUES:					
General Contributions- Ryder Charitable Award	\$54,586			\$54,586	\$50,000
Medical Clinic Gifts	\$88,650			\$88,650	\$89,397
Food Pantry Gifts	\$10,130			\$10,130	\$27,390
Other Gifts and Income	\$190			\$190	\$64,189
Crossroads to the Nations	\$0			\$0	\$0
Doorway to Transformation	\$0			\$0	\$405
Beats and Blessings	\$0			\$0	\$2,110
Interest	\$165			\$165	\$239
Total Support and Revenues	<u>\$153,721</u>	<u>\$0</u>	<u>\$0</u>	<u>\$153,721</u>	<u>\$233,730</u>
EXPENSES:					
<u>Program Expenses:</u>					
ESL and Youth Development	\$3,540			\$3,540	\$162
Beats and Blessings	\$29			\$29	\$10,109
Medical Clinic	\$64,118			\$64,118	\$59,342
Conferences	\$3,251			\$3,251	\$0
Designated Gifts Expense	\$10,000			\$10,000	\$0
Food Pantry	\$7,446			\$7,446	\$18,558
Craig Development and Fundraising	\$2,553			\$2,553	\$350
Total Program Expenses	<u>\$90,937</u>	<u>\$0</u>	<u>\$0</u>	<u>\$90,937</u>	<u>\$88,521</u>
<u>General and Administrative Expenses:</u>					
Salaries and Payroll Taxes	\$56,345			\$56,345	\$49,498
Facilities	\$11,000			\$11,000	\$12,000
Postage and Delivery	\$2,764			\$2,764	\$149
Depreciation	\$19,693			\$19,693	\$19,866
Hosting & Entertainment	\$1,662			\$1,662	\$0
Professional Fees	\$1,000			\$1,000	\$1,500
Office	\$266			\$266	\$0
Utilities	\$0			\$0	\$0
Miscellaneous	\$743			\$743	\$1,905
Total General and Administrative Expenses	<u>\$93,473</u>			<u>\$93,473</u>	<u>\$84,918</u>
Total Expenses	<u>\$184,410</u>	<u>\$0</u>	<u>\$0</u>	<u>\$184,410</u>	<u>\$173,439</u>
Excess of Support over Expenses	-\$30,689	\$0	\$0	-\$30,689	\$60,291
Net Assets-Beginning	\$177,992	\$0	\$0	\$177,992	\$117,701
Net Assets-Ending	<u>\$147,303</u>	<u>\$0</u>	<u>\$0</u>	<u>\$147,303</u>	<u>\$177,992</u>

See accompanying audit report.

**NEW LIFE COMMUNITY DEVELOPMENT CORP.
STATEMENT OF CASH FLOWS
Twelve Months Ended December 31, 2010 and 2009**

Cash flows from operating activities:	<u>2010</u>	<u>2009</u>
Change in net assets	-\$30,689	\$60,291
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	\$19,693	\$19,866
(Increase)/Decrease in current assets	-\$12,997	\$2,548
(Decrease)/Increase in current liabilities	<u>-\$1,193</u>	<u>-\$80,156</u>
Net cash provided/(used) by operating activities	-\$25,186	\$2,549
 Cash flows from investing activities:		
Purchase of equipment	<u>-\$11,971</u>	<u>-\$54,750</u>
Net cash provided/(used) by investing activities	-\$11,971	-\$54,750
Net increase/(decrease) in cash	-\$37,157	-\$52,201
Cash at beginning of year	<u>\$68,129</u>	<u>\$120,330</u>
Cash at end of year	<u>\$30,972</u>	<u>\$68,129</u>

See accompanying audit report.

NEW LIFE COMMUNITY DEVELOPMENT CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 and 2009

NOTE 1. NATURE OF ORGANIZATION

New Life Community Development Corp. (NLCDC or “the Organization”) is a New York not-for-profit corporation that operates in the city of Elmhurst, New York.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of NLCDC have been prepared on the accrual basis of accounting. Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three categories of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

B. Contributions

The Organization also adopted SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, in 1995. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Under SFAS No. 116, some contributions are required to be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon expiration of the time restriction.

C. Use of Estimates

The preparation of 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 these estimates.

D. Building, Vehicles and Equipment

Building, vehicles and equipment are carried at cost. Depreciation is computed using primarily the straight-line method.

E. Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted and permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

F. Contributed Services and Food Items

NLCDC receives a modest amount of donated services from volunteers in carrying out the organization's ministry. Also, \$171,665 (2010) and \$162,140 (2009) in contributed food was received from donors for distribution to those in need. In 2010, private donors also contributed \$2,500 in food and \$10,000 in clothing. No amounts have been reflected in the financial statements for those services.

G. Income Taxes

NLCDC is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

H. Cash and Cash Equivalent

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.