
NOE VALLEY ASSOCIATION

FINANCIAL STATEMENTS

June 30, 2011

(With Comparative Totals for the Year Ended June 30, 2010)

CROSBY & KANEDA
Certified Public Accountants

Dedicated to Nonprofit Organizations

Noe Valley Association

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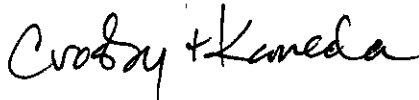
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e-mail: info@ckcpa.biz**INDEPENDENT ACCOUNTANTS' REVIEW REPORT**Board of Directors
Noe Valley Association
San Francisco, California

We have reviewed the accompanying statements of financial position of Noe Valley Association (a nonprofit organization) as of June 30, 2011, and the related statements of activities, cash flows, and functional expenses for the year 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 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.

Certified Public Accountants
Oakland, California
September 6, 2011

Noe Valley Association

Statement of Financial Position

June 30, 2011

(With Comparative Totals for June 30, 2010)

	<u>2011</u>	<u>2010</u>
Assets		
Cash and cash equivalents	\$ 189,744	\$ 178,192
Prepaid expenses	500	-
Total Assets	<u>\$ 190,244</u>	<u>\$ 178,192</u>
Liabilities and Net Assets		
Accounts payable	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities	<u>-</u>	<u>-</u>
Concentrations and Contingencies (Notes 3 and 4)		
Unrestricted net assets	173,479	176,692
Temporarily restricted net assets (Note 5)	<u>16,765</u>	<u>1,500</u>
Total Net Assets	<u>190,244</u>	<u>178,192</u>
Total Liabilities and Net Assets	<u>\$ 190,244</u>	<u>\$ 178,192</u>

See Accountants' Review Report and
Notes to the Financial Statements

Noe Valley Association

Statement of Activities

For the Year Ended June 30, 2011

(With Comparative Totals for the Year Ended June 30, 2010)

	Unrestricted	Temporarily Restricted	Total	
			2011	2010
Support and Revenue				
Government fees	\$ 272,424	\$ -	\$ 272,424	\$ 262,515
Donations	4,466	27,418	31,884	32,994
Interest	994	-	994	1,439
Net assets released from restriction (Note 5)	12,153	(12,153)	-	-
Total Support and Revenue	<u>290,037</u>	<u>15,265</u>	<u>305,302</u>	<u>296,948</u>
Expenses				
Program	245,379	-	245,379	270,074
General and administrative	27,699	-	27,699	28,655
Fundraising	20,172	-	20,172	16,426
Total Expenses	<u>293,250</u>	<u>-</u>	<u>293,250</u>	<u>315,155</u>
Change in net assets	<u>(3,213)</u>	<u>15,265</u>	<u>12,052</u>	<u>(18,207)</u>
Net Assets, beginning of year	<u>176,692</u>	<u>1,500</u>	<u>178,192</u>	<u>196,399</u>
Net Assets, end of year	<u>\$ 173,479</u>	<u>\$ 16,765</u>	<u>\$ 190,244</u>	<u>\$ 178,192</u>

See Accountants' Review Report and
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Noe Valley Association

Statement of Cash Flows

For the Year Ended June 30, 2011

(With Comparative Totals for the Year Ended June 30, 2010)

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities:		
Change in net assets	\$ 12,052	\$ (18,207)
Change in assets and liabilities:		
Prepaid expenses	<u>(500)</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>11,552</u>	<u>(18,207)</u>
 Change in cash and equivalents	 <u>11,552</u>	 <u>(18,207)</u>
 Cash and equivalents		
Beginning of year	178,192	196,399
End of year	<u>\$ 189,744</u>	<u>\$ 178,192</u>

See Accountants' Review Report and
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Noe Valley Association

Statement of Functional Expenses

For the Year Ended June 30, 2011

(With Comparative Totals for the Year Ended June 30, 2010)

	Program	General and administrative	Fundraising	Total	
				2011	2010
Salaries	\$ 24,317	\$ 10,295	\$ 14,022	\$ 48,634	\$ 39,936
Payroll taxes	2,350	1,410	940	4,700	3,682
Accounting	-	8,407	-	8,407	5,889
Consultant	-	-	-	-	7,350
Supplies	967	580	387	1,934	1,736
Postage	113	68	48	229	116
Telephone	125	75	50	250	336
Insurance	1,808	1,084	723	3,615	3,379
Repairs and maintenance	859	515	344	1,718	-
Street maintenance	151,727	-	-	151,727	184,035
Streetscape improvement	53,855	-	-	53,855	42,877
Harvest expenses	6,077	3,646	2,431	12,154	20,671
Advertising and promotions	1,580	948	632	3,160	1,994
Dues and subscriptions	113	68	44	225	-
Parking	87	52	35	174	251
Permit fees	440	-	-	440	251
Payroll service	198	208	287	693	686
Meetings	572	343	229	1,144	-
Miscellaneous	191	-	-	191	1,466
Donations	-	-	-	-	500
Total Expenses	\$ 245,379	\$ 27,699	\$ 20,172	\$ 293,250	\$ 315,155

See Accountants' Review Report and
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NOE VALLEY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2011

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010)

NOTE 1: NATURE OF ACTIVITIES

The Noe Valley Association (the Organization) is a nonprofit organization founded by property owners, merchants and community members in the Noe Valley neighborhood of San Francisco, California. The Organization receives community benefit district assessment funds from taxes paid by property owners and merchants.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization has no temporarily or permanently restricted net assets.

Revenue Recognition

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

All donor-restricted contributions are reported as increases 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.

Income Taxes

The Internal Revenue Service and the California Franchise Tax Board have determined that the Foundation is exempt from federal and state income taxes under Internal Revenue Code Section 501 (c) (3) and the California Revenue and Taxation Code Section 23701(d). The Organization has evaluated its current tax positions and has concluded that as of June 30, 2011, the Organization does not have any significant uncertain tax positions for which a reserve would be necessary.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

NOE VALLEY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2011

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010)

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 those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all cash and other highly liquid investments with maturities of three months or less to be cash equivalents.

Functional Allocation of Expenses

The costs of providing the various programs and activities 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.

Prior Year Summarized Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2010, from which the summarized information was derived.

Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

Subsequent Events

The Organization has evaluated subsequent events and has concluded that as of the date that the financial statements were available for distribution there were no significant subsequent events to disclose.

NOTE 3: CONCENTRATIONS

Revenue

For the year ended June 30, 2011 the Organization received 89% of its revenue from a single source. A significant reduction in the level of this support, if this were to occur, may have an effect on the Organization's program and activities.

NOE VALLEY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2011

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010)

NOTE 4: CONTINGENCIES

Grant awards require the fulfillment of certain conditions as set forth in the instrument of grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. The Organization deems this contingency remote since by accepting the grants and their terms, it has accommodated the objectives of the Organization to the provisions of the grants. The Organization's management is of the opinion that the Organization has complied with the terms of all grants.

NOTE 5: TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were available as follows as of June 30:

	<u>2011</u>	<u>2010</u>
Harvest Festival	\$ 13,507	\$ -
West Portal	1,758	-
Photo archiving	<u>1,500</u>	<u>1,500</u>
Total	<u>\$ 16,765</u>	<u>\$ 1,500</u>

As of June 30, 2011, temporarily restricted net assets of \$12,153 were released from donor restriction by incurring expenses for the Harvest Festival. There were no temporarily restricted net assets released from donor restriction during the year ended June 30, 2010.