

**THE ROLLING JUBILEE FUND**  
**FINANCIAL STATEMENTS**  
**NINE MONTHS ENDED SEPTEMBER 30, 2013**

**THE ROLLING JUBILEE FUND  
NINE MONTHS ENDED SEPTEMBER 30, 2013**

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## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Board of Directors  
The Rolling Jubilee Fund  
New York, NY

We have compiled the accompanying statement of financial position of The Rolling Jubilee Fund (a not-for-profit organization) as of September 30, 2013, and the related statements of activities, cash flows and functional expenses for the nine months then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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 compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.



Hauppauge, New York  
October 30, 2013

**THE ROLLING JUBILEE FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**SEPTEMBER 30, 2013**

**ASSETS**

Current Assets	
Cash and Cash Equivalents	\$ 213,554
Loan Receivable	<u>-</u>
Total Current Assets	<u>213,554</u>
Total Assets	<u><u>\$ 213,554</u></u>

**LIABILITIES AND NET ASSETS**

Current Liabilities	
Accrued Expenses	\$ <u>2,600</u>
Total Current Liabilities	<u>2,600</u>
Total Liabilities	<u>2,600</u>
Net Assets	
Unrestricted	<u>210,954</u>
Total Net Assets	<u>210,954</u>
Total Liabilities and Net Assets	<u><u>\$ 213,554</u></u>

See Independent Accountants' Compilation Report

**THE ROLLING JUBILEE FUND  
STATEMENT OF ACTIVITIES  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2013**

**UNRESTRICTED NET ASSETS**

**PUBLIC SUPPORT AND REVENUE**

Public Support	
Contributions	<u>91,541</u>
Total Public Support	<u>91,541</u>
Revenue	
Investment (Loss) Income	<u>-</u>
Total Revenue	<u>-</u>
Total Public Support and Revenue	<u>91,541</u>

**EXPENSES**

Program Services	<u>359,865</u>
Supporting Services	
Management and General	16,455
Fund Raising	<u>-</u>
Total Supporting Services	<u>16,455</u>
Total Expenses	<u>376,320</u>
Decrease in Net Assets	<u>(284,779)</u>

<b>NET ASSETS, BEGINNING OF PERIOD</b>	<u>495,733</u>
<b>NET ASSETS, END OF PERIOD</b>	<u><u>\$ 210,954</u></u>

See Independent Accountants' Compilation Report

**THE ROLLING JUBILEE FUND  
STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2013**

**CASH FLOWS FROM OPERATIONS**

Decrease in Net Assets	\$ (284,779)
Decrease in Accrued Expenses	<u>(8,900)</u>
Net Cash Used In Operations	<u>(293,679)</u>
Net Decrease in Cash	(293,679)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD</b>	<u>507,233</u>
<b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>	<u><u>\$ 213,554</u></u>

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**THE ROLLING JUBILEE FUND**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2013**

		<b>SUPPORTING SERVICES</b>			
	<b>PROGRAM SERVICES</b>	<b>GENERAL AND ADMINISTRATIVE</b>	<b>FUND RAISING</b>	<b>TOTAL SUPPORTING SERVICES</b>	<b>TOTAL EXPENSES</b>
Debt Purchases & Other Debt Costs	314,792	\$ -	\$ -	\$ -	\$ 314,792
Consultants, Brokers and Professional Fees	44,618	5,485	-	5,485	\$ 50,103
Bank Fees	455	-	-	-	\$ 455
Insurance	-	10,252	-	10,252	\$ 10,252
State Registration Fees	-	718	-	718	\$ 718
Total Expenses	<u>\$ 359,865</u>	<u>\$ 16,455</u>	<u>\$ -</u>	<u>\$ 16,455</u>	<u>\$ 376,320</u>

See Independent Accountants' Compilation Report

## **THE ROLLING JUBILEE FUND NOTES TO FINANCIAL STATEMENTS**

### **NOTE 1 – NATURE OF ORGANIZATION**

The Rolling Jubilee Fund (the “Corporation”) is a corporation which was organized in the State of Delaware as a not-for-profit entity on October 1, 2012.

The Fund’s main goal is to reduce the level of indebtedness of members of the community by acquiring outstanding debt and abolishing it.

### **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of accounting and financial statement presentation** - The accompanying financial statements are presented under the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and include the accounts of the Fund’s programs, administration and fundraising.

As required by the financial Statements for Not-for-Profit Organizations topic of the FASB Accounting Standards Codification, the Fund is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted net assets and change in net assets. The Fund’s net assets consist of the following:

**Unrestricted** – net assets of the Fund which have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of the Fund.

**Temporarily restricted** – net assets of the Fund which have been limited by donor-imposed stipulations or by law that either expire with the passage of time or can be fulfilled and removed by the actions of the Fund pursuant to those stipulations.

**Permanently restricted** – net assets of the Fund which have been restricted by donors to be maintained in perpetuity by the Corporation.

Expenses are allocated into functional categories depending upon the ultimate purpose of the expenditure.

**Revenue recognition** - Contributions are recognized as income when received and are considered to be available for unrestricted use unless specifically restricted by the donor.

**Cash and cash equivalents** - All highly liquid investments purchased with an original maturity of three months or less are considered cash equivalents.

**The use of estimates in the preparation of financial statements** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results may differ from those estimates.



**THE ROLLING JUBILEE FUND  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Income taxes - The Fund is exempt from income taxation under Internal Revenue Service Code Section 501(c)(4).

The Fund has not taken an unsubstantiated tax position that would require provision of a liability under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740-10 (formerly FIN Interpretation No. 48), "Accounting for Uncertainty in Income Taxes". Under ASC 740-10, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more-likely-than-not that the position will be sustained. The Fund does not believe there are any material uncertain tax positions and, accordingly, has not recognized any liability for unrecognized tax benefits. The Fund will file IRS Form 990, as required, and all other applicable returns in jurisdictions when it is required. The Fund's information returns are subject to review by the appropriate authorities for a period of three years from the date of filing.

**NOTE 3 – CONCENTRATION OF CREDIT RISK**

Financial instruments that subject the Fund to concentrations of credit risk include cash and cash equivalents. The Fund maintains accounts at a Federal Credit Union and two online payment service providers. At times its deposit balance may exceed federally insured limits. The Corporation has not experienced any losses in these accounts

**NOTE 4 – CONTRIBUTIONS**

The Corporation uses two online payment service providers for accepting donations. Donations as reported in the accompanying financial statements are net of the provider's fees.

**NOTE 5 – FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**NOTE 6 – DONATED SERVICES**

Various services, including bookkeeping and legal advice, are provided to the Company on a pro bono basis. Since it is not possible to place a value on these services, the corresponding expense has not been included in the Statement of Activities.

**NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS**

There are no temporarily or Permanently Restricted Net Assets at September 30, 2013.

**NOTE 8 - SUBSEQUENT EVENTS**

The Corporation has evaluated subsequent events and transactions that occurred through October 30, 2013, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.