SHELTER PARTNERSHIP, INC.

(A NONPROFIT ORGANIZATION)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2013
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2012)

SHELTER PARTNERSHIP, INC.
(A NONPROFIT ORGANIZATION)
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June 30, 2013

SingerLewak LLP

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Shelter Partnership, Inc.
Los Angeles, California

Report on the Financial Statements

We have audited the accompanying financial statements of Shelter Partnership, Inc. (the "Partnership") which comprise the statement of financial position as of June 30, 2013, the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Partnership's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

10960 Wilshire Blvd., 7th Floor Los Angeles, CA 90024 T: 310.477.3924 F: 310.478.6070

877.754.4557

Basis for Qualified Opinion

As described in Note 3 to the financial statements, the Partnership did not record donated land and building at fair value. Failure to record the donated land at fair value is a departure from accounting principles generally accepted in the United States of America.

Qualified Opinion

In our opinion, except for the effects of the omission of the fair market value of the donated land and building as discussed in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the Partnership as of June 30, 2013 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Partnership's 2012 financial statements, and we expressed a qualified audit opinion on those audited financial statements in our report dated November 6, 2012. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2012 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Singer Lewak LLP

Los Angeles, California

November 27, 2013

SHELTER PARTNERSHIP, INC.

(A NONPROFIT ORGANIZATION)
STATEMENT OF FINANCIAL POSITION
June 30, 2013
(with Comparative Totals for June 30, 2012)

ASSETS

	2013	2012
Current assets		
Cash and cash equivalents	$ 831,624	$ 767,286
Investments	251,677	251,239
Accounts receivable	29,492	108,435
Pledges receivable	52,987	95,796
Inventory	12,515,063	10,770,105
Prepaid expenses and other assets	-	3,991
Total current assets	13,680,843	11,996,852
Property and equipment, net	7,303,624	7,563,850
Total assets	**$ 20,984,467**	**$ 19,560,702**

LIABILITIES AND NET ASSETS

	2013	2012
Current liabilities		
Accounts payable	$ 982	$ 9,958
Capital lease obligation – current portion	3,421	3,421
Compensated absences	52,987	46,597
401(k) plan payable	48,469	51,687
Accrued liabilities	29,472	19,135
Total current liabilities	135,331	130,798
Capital lease obligation – long-term portion	5,348	8,769
Total liabilities	140,679	139,567
Net assets		
Unrestricted	3,552,790	3,605,229
Temporarily restricted	17,290,998	15,815,906
Total net assets	20,843,788	19,421,135
Total liabilities and net assets	**$ 20,984,467**	**$ 19,560,702**

The accompanying notes are an integral part of these financial statements.

SHELTER PARTNERSHIP, INC.
(A NONPROFIT ORGANIZATION)
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2013
(with Comparative Totals for the Year Ended June 30, 2012)

	2013			
	Unrestricted	Temporarily Restricted	Total	Total 2012
Revenue and support				
Donated goods	$ -	$ 9,104,384	$ 9,104,384	$ 7,981,631
Foundation contributions	153,150	285,000	438,150	224,131
Individual and corporate contributions	129,596	41,800	171,396	354,684
Government grants	171,915	-	171,915	245,818
Special events, net of expense of $146,539 in 2013 and $9,458 in 2012	433,314	-	433,314	221,174
Consulting services	253,070	-	253,070	344,658
Investment income	2,204	-	2,204	2,390
Other income	-	-	-	250
Total revenue and support	1,143,249	9,431,184	10,574,433	9,374,736
Net assets released from restrictions	7,956,092	(7,956,092)	-	-
Total revenue and support after release from restrictions	9,099,341	1,475,092	10,574,433	9,374,736
Functional expenses				
Program services				
Material assistance	8,249,344	-	8,249,344	9,061,237
Public education and policy/ technical assistance	493,432	-	493,432	492,156
Total program services	8,742,776	-	8,742,776	9,553,393
Supporting services				
General and administrative	154,544	-	154,544	204,784
Fundraising	254,460	-	254,460	230,704
Total supporting services	409,004	-	409,004	435,488
Total functional expenses	9,151,780	-	9,151,780	9,988,881
Change in net assets	(52,439)	1,475,092	1,422,653	(614,145)
Net assets, beginning of year	3,605,229	15,815,906	19,421,135	20,035,280
Net assets, end of year	**$ 3,552,790**	**$ 17,290,998**	**$ 20,843,788**	**$ 19,421,135**

The accompanying notes are an integral part of these financial statements.

SHELTER PARTNERSHIP, INC.

(A NONPROFIT ORGANIZATION)
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2013
(with Comparative Totals for the Year Ended June 30, 2012)

	Program Services		Supporting Services		Totals	
	Material Assistance	Public Education and Policy/ Technical Assistance	General and Administrative	Fundraising	2013	2012
Personnel expenses						
Salaries	$ 304,928	$ 300,062	$ 93,846	$ 146,381	$ 845,217	$ 799,964
Employee benefits	60,394	39,459	14,847	42,437	157,137	139,763
Payroll taxes	41,964	27,251	8,003	13,223	90,441	83,136
Total personnel expenses	407,286	366,772	116,696	202,041	1,092,795	1,022,863
Other functional expenses						
Depreciation	309,186	6,406	1,841	2,945	320,378	320,808
Donated goods distributed	7,156,525	-	-	-	7,156,525	8,198,742
Inventory obsolescence	194,653				194,653	-
Insurance	18,483	4,277	1,584	2,059	26,403	24,027
K.I.D.S.	15,000	-	-	-	15,000	15,000
Miscellaneous	-	23,118	-	-	23,118	65,326
Newsletter	-	-	-	5,664	5,664	5,581
Occupancy	70,983	46,382	16,750	21,902	156,017	125,324
Office expense	13,321	8,160	2,975	3,936	28,392	39,830
Postage	-	1,333	494	642	2,469	2,899
Printing	-	2,817	1,043	1,356	5,216	11,721
Professional fees	12,465	9,703	2,532	6,020	30,720	73,841
Taxes and assessments	12,172	-	-	-	12,172	12,270
Telephone	6,820	4,486	1,662	2,160	15,128	13,453
Training and education	-	5,353	3,920	359	9,632	15,227
Travel	1,000	14,625	3,675	4,777	24,077	23,117
Trucking	16,082	-	-	-	16,082	10,796
Warehousing	7,536	-	-	-	7,536	8,056
Other	7,832	-	1,372	599	9,803	-
Total other functional expenses	7,842,058	126,660	37,848	52,419	8,058,985	8,966,018
Total functional expenses	**$ 8,249,344**	**$ 493,432**	**$ 154,544**	**$ 254,460**	**$ 9,151,780**	**$ 9,988,881**

The accompanying notes are an integral part of these financial statements.

SHELTER PARTNERSHIP, INC.
(A NONPROFIT ORGANIZATION)
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2013
(with Comparative Totals for the Year Ended June 30, 2012)

	2013	2012
Cash flows from operating activities		
Change in net assets	$ 1,422,653	$ (614,145)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	320,378	320,808
Realized/Unrealized gain/loss on investments, net	(438)	-
Receipt of donated inventories	(9,104,384)	(7,981,631)
Distribution of donated inventories	7,156,525	8,198,742
Inventory obsolescence	194,653	-
Inventory write-off	8,248	-
Changes in operating assets and liabilities		
Accounts receivable	78,943	(87,200)
Pledges receivable	42,809	77,699
Prepaid expenses and other assets	3,991	(2,499)
Accounts payable	(8,976)	2,179
Compensated absences	6,390	(3,667)
401(k) plan payable	(3,218)	9
Accrued liabilities	10,337	14,792
Net cash provided by (used in) operating activities	127,911	(74,913)
Cash flows from investing activities		
Purchase of investments	-	(247)
Purchase of property and equipment	(60,152)	(58,418)
Net cash used in investing activities	(60,152)	(58,665)
Cash flows from financing activity		
Principal payments under capital lease obligation	(3,421)	(3,422)
Net cash used in financing activity	(3,421)	(3,422)
Net increase (decrease) in cash and cash equivalents	64,338	(137,000)
Cash and cash equivalents, beginning of year	767,286	904,286
Cash and cash equivalents, end of year	**$ 831,624**	**$ 767,286**
Supplemental disclosure of cash flow information		
Cash paid during the period for interest	**$ 231**	**$ 298**

The accompanying notes are an integral part of these financial statements.

NOTE 1 – PARTNERSHIP

Shelter Partnership, Inc. (the "Partnership") is a California not-for-profit public benefit corporation whose primary purpose is to prevent and to end homelessness in Los Angeles County. To accomplish this goal, the Partnership provides technical assistance in the development of short-term housing and permanent, affordable housing with supportive services to individuals and families who are homeless or at risk of homelessness. The Partnership also advances the development and implementation of homeless and special needs housing programs through research, planning and technical assistance and also distributes new goods, at no cost, to community agencies serving the homeless and households in poverty.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation
The accompanying financial statements are presented using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. These 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Partnership's financial statements for the year ended June 30, 2012, from which the summarized information was derived.

Temporarily Restricted Net Assets
Temporarily restricted net assets include those assets whose use by the Partnership has been limited by donor-imposed stipulations that can be fulfilled and removed by actions of the Partnership pursuant to those stipulations.

Contributions
The Partnership distinguishes between contributions of unrestricted assets and temporarily restricted assets. Contributions from donors that have imposed restrictions limiting use of donated assets are reported as restricted assets. When these restrictions are met, temporarily restricted assets are reclassified to unrestricted net assets and reported as assets released from restrictions. Contributions from donors that have no restrictions are reported as unrestricted.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Goods, Revenues, Inventory and Expenses

Donated goods consist of new goods donated by manufacturers, retailers and others, including clothing, personal care products, household goods, cleaning supplies, paper products, office products, etc. These goods are recorded at estimated fair market value, which is typically provided by the donor on the date of receipt and recorded as contributions in temporarily restricted net assets. The goods are held at the value recorded at the date of contribution on an item-by-item basis and placed into inventory for distribution. Goods are distributed to independent not-for-profit organizations for households in poverty, and the distributed items' values are removed from inventory based on the specific identification method. Upon distribution of the inventory, the amount is released from temporarily restricted net assets. The Partnership reviews inventory on a quarterly basis for possible damaged or expired goods and provides for a write off accordingly.

Contributed Services

Contributions of services are recognized if the services received create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The Partnership pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Partnership with specific programs. These volunteer services of the Partnership did not meet the above criteria and therefore have not been recorded in the accompanying financial statements.

Functional Classification of Expenses

Costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and the statement of functional expenses. Certain costs have been allocated among the programs and supporting services benefited.

Cash and Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments that are readily convertible into cash and were purchased with maturities of less than three months.

Accounts and Pledges Receivable

Earnings and pledges for contributions not collected by the Partnership at year-end are recorded as accounts and pledges receivable, and no provision has been made for uncollectible amounts, as all amounts are considered to be fully collectible. No discount is required, as all receivables are collected within one year.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

As of June 30, 2013, the Partnership had $250,000 of investments held in certificates of deposit, which approximates fair value, mature between June 3, 2014 and September 5, 2014 and bear interest at rates ranging from 0.6% to 0.7%. The Partnership also held $1,677 in securities at year-end.

Property and Equipment

Property and equipment are carried at cost. Expenditures for property and equipment in excess of $1,000 are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The estimated useful lives of these assets are as follows:

Building	30 years
Building improvements	5 – 30 years
Furniture and office equipment	5 years

Maintenance and repairs are charged to the appropriate expense account in the period in which the expenditure is incurred. Improvements and betterments are capitalized and depreciated. When property and equipment are sold, or otherwise disposed of, the asset and accumulated depreciation are removed, and any gain or loss is recognized. Contributions of long-lived assets with time restrictions stipulated by the donor are recorded as temporarily restricted support and an increase in temporarily restricted net assets when received. Amounts are reclassified from temporarily restricted to unrestricted net assets ratably over the life of the stipulated time period.

Concentrations of Credit Risk

Cash and cash equivalents generally consist of cash and highly liquid investments with an initial maturity of three months or less. These securities are primarily held at one financial institution and are insured by the Federal Deposit Insurance Corporation ("FDIC") with coverage up to $250,000 per depositor. At times during the year, cash in these accounts may exceed the federally insured amounts. The Partnership has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash and cash equivalents.

Income Taxes

The Partnership is a tax-exempt corporation under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue and Taxation Code of the State of California. In addition, the Partnership does not have any revenue which it believes would subject it to unrelated business income taxes.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes (Continued)
In accordance with ASC 740, the Partnership recognizes the impact of tax positions in the financial statements if that position is more likely than not to be sustained on audit, based on the technical merits of the position. To date, the Partnership has not recorded any uncertain tax positions. The Partnership recognizes potential accrued interest and penalties related to uncertain tax positions in income tax expense. During the years ended June 30, 2013 and 2012, the Partnership did not recognize any amount in potential interest and penalties associated with uncertain tax positions. At June 30, 2013, the open tax years for the Partnership were 2008 to 2012.

Use of Estimates
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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from those estimates.

Fair Value Measurements
The Partnership applies the guidance of FASB ASC Topic No. 820, "Fair Value Measurements and Disclosures." ASC 820 applies to all assets and liabilities that are recognized or disclosed at fair value. ASC 820 defines fair value as the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability. In addition to defining fair value, ASC 820 expands the disclosure requirements around fair value and establishes a fair value hierarchy for valuation inputs.

The statement requires that assets and liabilities carried at fair value be classified and disclosed in one of the following three categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data

Level 3: Unobservable inputs that are not corroborated by market data

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements (Continued)
In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the determination of which category within the fair value hierarchy is appropriate for any given instrument is based on the lowest level of input that is significant to the fair value measurement. The Partnership's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the instrument.

At June 30, 2013, the Partnership's financial instruments consisted primarily of cash and cash equivalents, accounts receivable, pledges receivable, accounts payable, compensated absences, 401(k) plan payable and accrued liabilities, which are all stated at carrying value, which approximate fair value due to the short maturity of these instruments.

Cash and cash equivalents are financial assets with maturities of less than three months and are classified within Level 1. Investments are certificates of deposit and securities and are classified within Level 1.

Recently Adopted Accounting Pronouncements
In May 2011, the FASB issued Accounting Standards Update ("ASU") No. 2011-04, "Fair Value Measurement (Topic 820): Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs," to converge the guidance in U.S. GAAP and International Financial Reporting Standards ("IFRSs"). The amended guidance changes several aspects of the fair value measurement guidance in ASC Topic 820. In addition, the amended guidance includes several new fair value disclosure requirements, including among other things, information about valuation techniques and unobservable inputs used in Level 3 fair value measurements and a narrative description of Level 3 measurements' sensitivity to changes in unobservable inputs. The adoption of this guidance during the year ended June 30, 2013 did not have a material effect on the Partnership's financial statements.

Recently Issued Accounting Pronouncements
In October 2012, the FASB issued ASU No. 2012-04, "Technical Corrections and Improvements." This update includes amendments that identify when the use of fair value should be linked to the definition of fair value in ASC Topic 820, "Fair Value Measurement." For nonpublic entities, the changes will be effective for fiscal periods beginning after December 15, 2013. The adoption of this guidance during the year ended June 30, 2013 did not have a material effect on the Partnership's financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued Accounting Pronouncements (Continued)
In October 2012, the FASB issued ASU No. 2012-05, Not-for-Profit Entities ("NFP"): Classification of the Sale Proceeds of Donated Financial Assets in the Statement of Cash Flows ("ASU 2012-05"), which requires an NFP to classify cash receipts from the sale of donated financial assets consistently with cash donations received in the statement of cash flows if those receipts were from the sale of donated financial assets that, upon receipt, were directed without any NFP-imposed limitations for sale and were converted nearly immediately into cash. Accordingly, cash receipts from the sale of those financial assets should be classified as cash inflows from operating activities, unless the donor restricted use of the contributed resources to long-term purposes, in which case those cash receipts should be classified as cash flows from financing activities. Otherwise, cash receipts from the sale of donated securities should be classified as cash flows from investing activities by the NFP. ASU 2012-05 is effective prospectively for fiscal years, and interim periods within those years, beginning after June 15, 2013. The Partnership does not expect this guidance to have a material financial impact on the financial statements except for additional disclosure in the financial statements.

NOTE 3 – GENERALLY ACCEPTED ACCOUNTING PRINCIPLES DEPARTURE

Donated Building and Land
During the year ended June 30, 2008, the Partnership was granted legal title to a building and land from the General Services Administration of the Federal Government. No appraisal was performed to determine the fair market value of the property. The Partnership recorded the property at a value of $5,732,117 based on an insurance estimate of the building only, which is not representative of fair market value. Accordingly, the accompanying financial statements do not include the fair market value of the donated building and land.

NOTE 4 – PLEDGES RECEIVABLE

Pledges receivable represent unconditional promises to give which will be collected in future periods. Pledges expected to be collected in more than one year are discounted to their present value using appropriate discount rates. Pledges receivable of $52,987 and $95,796 as of June 30, 2013 and 2012, respectively, are expected to be collected in less than one year.

NOTE 5 – PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2013 consisted of the following:

	2013	2012
Office equipment	$ 142,407	$ 133,819
Vehicles/warehouse equipment	234,967	234,967
Construction in progress	40,484	30,721
Warehouse	5,732,117	5,732,117
Warehouse improvements	3,020,226	2,978,425
	9,170,201	9,110,049
Less accumulated depreciation	1,866,577	1,546,199
Property and equipment, net	**$ 7,303,624**	**$ 7,563,850**

Depreciation expense was $320,378 and $320,808 for the years ended June 30, 2013 and 2012, respectively.

NOTE 6 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were available for the following purposes at June 30, 2013:

	Available June 30, 2012	New Revenues	Released from Restriction	Available June 30, 2013
Donated goods available for distribution	$ 10,770,105	$ 9,104,384	$ (7,359,426)	$ 12,515,063
Donated building	4,776,764	-	(191,071)	4,585,693
Contributions to support				
Operations	76,968	326,800	(262,748)	141,020
Capital campaign	192,069	-	(142,847)	49,222
Total	**$ 15,815,906**	**$ 9,431,184**	**$ (7,956,092)**	**$ 17,290,998**

NOTE 7 – LEASE COMMITMENTS

The Partnership leases equipment under an agreement that is classified as a capital lease. The original cost of equipment under this capital lease is included under property and equipment in the statement of financial position, and the balance at June 30, 2013 was $15,868. Accumulated depreciation of the leased equipment for the year ended June 30, 2013 was $7,099. The depreciation of assets under capital leases is included in depreciation expense.

The total capitalized cost and future minimum capital lease payments are as follows:

Years Ending June 30,	
2014	$ 3,719
2015	3,188
2016	2,140
Total minimum lease payments	9,047
Amount representing interest	(278)
Present value of minimum lease payments	8,769
Current portion	(3,421)
Long-term portion	**$ 5,348**

The Partnership has entered into a noncancelable operating lease for its office space, which expires in fiscal year 2016. The total future minimum noncancelable lease payments are as follows:

Years Ending June 30,	
2014	$ 102,132
2015	106,216
2016	9,084
Total	**$ 217,432**

For the fiscal year ended June 30, 2013, rental expense was $95,341.

NOTE 8 – PROFIT SHARING PLAN

Effective October 1, 1997, the Partnership adopted a 401(k) profit sharing plan (the "Plan"). All employees are eligible to participate in the Plan as long as they are twenty-one years of age and have completed 500 hours of service. The Plan allows employees to defer up to 20% of their salary or $17,000 plus a catch-up of $5,500 for individuals over 50 and $15,500 for the calendar years ended December 31, 2013 and 2012, respectively, whichever is less. The Partnership, at management's discretion, contributed 5% of the employee's salary for the fiscal years ended June 30, 2013 and 2012, which totaled $40,791 and $51,035, respectively.

Effective January 1, 2002, the Partnership adopted a tax-exempt 457 deferred compensation plan for the sole benefit of the Partnership's executive director. The Plan allows for contributions to the plan at the Board's discretion, subject to IRS contribution limits. For the fiscal years ended June 30, 2013 and June 30, 2012, the Partnership contributed $6,500 to the Plan.

NOTE 9 – RELATED PARTY TRANSACTIONS

The Partnership's board of directors is actively involved in raising funds for the Partnership. During the years ended June 30, 2013 and 2012, the Partnership received a total of $97,558 and $62,877, respectively, in contributions from board members. Receivables from the board of directors as of June 30, 2013 and 2012 were $6,138 and $10,379, respectively.

NOTE 10 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through November 27 2013, which is the date the financial statements were issued or available to be issued.