

NEW YORK SAYS THANK YOU FOUNDATION
(A Not-for-Profit Organization)

FINANCIAL STATEMENTS

DECEMBER 31, 2009

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CAB
CHARLES A. BARRAGATO & Co. LLP
CPAs AND TRUSTED BUSINESS ADVISORS

INDEPENDENT AUDITOR'S REPORT

The Board of Directors
New York Says Thank You Foundation

We have audited the accompanying statement of financial position of New York Says Thank You Foundation ("NYSTYF") (a nonprofit organization) as of December 31, 2009, and the related statements of activities and change in net assets and cash flows for the year then ended. These financial statements are the responsibility of the NYSTYF's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of NYSTYF's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of NYSTYF as of December 31, 2009, and the change in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

New York, New York
December 21, 2010

Charles A. Barragato & Co., LLP

NEW YORK SAYS THANK YOU FOUNDATION
(A Not-for-Profit Organization)

Statement of Financial Position
December 31, 2009

ASSETS

Cash and cash equivalents	\$ 58,960
Contributions receivable	<u>7,203</u>
Total assets	<u><u>\$ 66,163</u></u>

LIABILITIES AND NET ASSETS

Accrued expenses	\$ 16,554
Accounts payable	<u>1,860</u>
Total liabilities	<u>18,414</u>
Net assets:	
Unrestricted	35,274
Temporarily restricted	<u>12,475</u>
Total net assets	<u>47,749</u>
Total liabilities and net assets	<u><u>\$ 66,163</u></u>

See accompanying notes to the financial statements.

NEW YORK SAYS THANK YOU FOUNDATION
(A Not-for-Profit Organization)

Statement of Activities and Change in Net Assets
For the Year Ended December 31, 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenue and support:			
Contributions	\$ 199,229	\$ 17,878	\$ 217,107
Donations in-kind	1,700	24,000	25,700
Net assets released from restrictions:			
Satisfaction of program restrictions	42,396	(42,396)	-
Total revenue and support	<u>243,325</u>	<u>(518)</u>	<u>242,807</u>
Expenses:			
Program services:			
Travel costs	51,683	-	51,683
Materials and equipment	50,948	-	50,948
Public relations and consulting	12,261	-	12,261
Payroll and payroll taxes	8,008	-	8,008
Printing and postage	5,891	-	5,891
Other program costs	9,890	-	9,890
Total program services	<u>138,681</u>	<u>-</u>	<u>138,681</u>
Supporting services:			
Fundraising	33,745	-	33,745
Bookkeeping and accounting fees	18,009	-	18,009
Website design and hosting	16,319	-	16,319
Strategic development	5,512	-	5,512
Payroll and payroll taxes	4,312	-	4,312
Printing and postage	3,172	-	3,172
Meals	2,798	-	2,798
Service fees	2,039	-	2,039
Insurance	1,100	-	1,100
Office supplies and expense	1,390	-	1,390
Other support costs	3,059	-	3,059
Total supporting services	<u>91,455</u>	<u>-</u>	<u>91,455</u>
Total expenses	<u>230,136</u>	<u>-</u>	<u>230,136</u>
Change in net assets	13,189	(518)	12,671
Net assets - beginning of the year	<u>22,085</u>	<u>12,993</u>	<u>35,078</u>
Net assets - end of the year	<u>\$ 35,274</u>	<u>\$ 12,475</u>	<u>\$ 47,749</u>

See accompanying notes to the financial statements.

NEW YORK SAYS THANK YOU FOUNDATION
(A Not-for-Profit Organization)

Statement of Cash Flows
For the Year Ended December 31, 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Cash flows from operating activities:			
Increase (decrease) in net assets	\$ 13,189	\$ (518)	\$ 12,671
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:			
Decrease in contributions receivable	1,137		1,137
Decrease in prepaid expenses	16,000		16,000
Decrease in accounts payable	(1,382)		(1,382)
Increase in accrued expenses	1,429		1,429
Net cash provided by (used in) operating activities	<u>30,373</u>	<u>(518)</u>	<u>29,855</u>
Increase (decrease) in cash and cash equivalents	30,373	(518)	29,855
Cash and cash equivalents - beginning of the year	16,112	12,993	29,105
Cash and cash equivalents - end of the year	<u>\$ 46,485</u>	<u>\$ 12,475</u>	<u>\$ 58,960</u>

See accompanying notes to the financial statements.

NEW YORK SAYS THANK YOU FOUNDATION
Notes to Financial Statements
December 31, 2009

Note 1 – General and Summary of Significant Accounting Policies

Nature of Organization

New York Says Thank You Foundation (the “Foundation” or “NYSTYF”) was incorporated in the State of New York as a nonprofit organization in October 2004. The mission of the Foundation is to commemorate the love and support given to New Yorkers by Americans from all across the country in the days, weeks, and months following September 11, 2001 (“9/11”), by facilitating the work of volunteers each year on the 9/11 Anniversary to help rebuild communities around the United States affected by natural or man-made disasters. NYSTYF’s initial core volunteer group was composed of New York City firefighters, many of whom are survivors of the World Trade Center, as well as other New Yorkers impacted by the tragedy of 9/11 and the humanity experienced as a city and as a nation on 9/12. The volunteer group has expanded to include hundreds of local volunteers as well as a growing group of disaster survivors from every community around the United States that NYSTYF has helped facilitate on previous anniversary projects.

Prior to 2009, NYSTYF has helped rebuild communities in the United States including: Harbison Canyon, California; Utica, Illinois; New Orleans and Slidell, Louisiana; Bay St. Louis and Waveland, Mississippi; DeGonia Springs, Indiana; Groesbeck, Texas and Greensburg, Kansas. For its 2009 anniversary project, NYSTYF worked in partnership with the Mid-America Council of Boy Scouts of America to rebuild the Boy Scout camp located in Little Sioux, Iowa that was destroyed by a deadly tornado.

In an effort to bring hope and color back to devastated communities, NYSTYF started a program in 2007 called Stars of Hope where children paint brightly colored stars and plant them on street corners. The Foundation’s goal is to have children in all 50 states participate in this special project to create lasting inspiration in communities throughout the country recovering from disaster.

Another of NYSTYF’s projects includes The National 9/11 Flag Tour. The National 9/11 Flag is the flag that was destroyed in the collapse of the World Trade Center on 9/11 and stitched back together seven years later by tornado survivors in Greensburg, Kansas. The National 9/11 Flag is currently on a journey across America. The goal of The National Flag Tour is to display this historic flag at leading venues nation wide, to empower local service heroes in all 50 states with the privilege of stitching the flag back to its original 13-stripe format, and to inspire 300 million Americans with the flag’s rich visual history in order to deepen the country’s sense of citizenship and national pride and bolster the spirit of volunteerism on the 9/11 Anniversary and year round. When complete, the National 9/11 Flag will become part of the permanent collection of the National September 11 Memorial Museum being built at the World Trade Center.

NEW YORK SAYS THANK YOU FOUNDATION
Notes to Financial Statements
December 31, 2009

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NYSTYF has also fostered and encouraged the creation of two new organizations during 2008, Tony's Room Foundation and Build for Life Foundation, that provide support to local communities and individuals in communities that have suffered from the devastating effects of a natural or manmade disaster. Both Tony's Room Foundation and Build For Life Foundation were incorporated in February 2009. NYSTYF sponsors the development and implementation of these projects through fiscal sponsorship agreements and also provides management and administrative support to both organizations.

In February 2009, NYSTYF amended its Certificate of Incorporation to expand its mission to assist those coping with life threatening or life altering illness and the poor, distressed and underprivileged; expand its efforts to encourage volunteers from areas other than New York and provide initial and ongoing support and technical assistance to exempt organizations working with individuals and communities coping with both the immediate aftermath and ongoing effects of domestic natural and manmade disasters; those coping with life threatening or life altering illness; and the poor, distressed and underprivileged.

Basis of Financial Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

The Foundation's financial statement presentation follows the recommendations of the Financial Accounting Standards Board ("FASB") in its Accounting Standards Codification ("ASC") 958-210, "*Not-for-Profit Entities-Balance Sheet*" ("ASC 958-210"). Under ASC 958-210, the Foundation is required to report 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. As of December 31, 2009, temporarily restricted assets were approximately \$12,500 and there were no permanently restricted net assets.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments with a maturity of three months or less to be "cash equivalents".

NEW YORK SAYS THANK YOU FOUNDATION
Notes to Financial Statements
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Contributions Receivable

Unconditional contributions receivable that are expected to be collected in future periods are recorded at fair value. Contributions receivable are reflected net of an allowance for uncollectible amounts based on management's judgment and analysis of the creditworthiness of the donors, past payment experience, and other relevant factors. As of December 31, 2009 no allowance for uncollectible amounts was recorded as all receivables due as of December 31, 2009 were collected by April 2010.

Net Assets

The Foundation's net assets, revenue and support, and expenses are classified as permanently restricted, temporarily restricted and unrestricted based on the existence or absence of donor-imposed restrictions. These classifications are defined as follows:

Permanently restricted net assets consist of the principal amount of gifts which are required by donors to be permanently retained.

Temporarily restricted net assets contain donor-imposed restrictions that permit the Foundation to use or expend the donated assets as specified and are satisfied either by the passage of time or the actions of the Foundation.

Unrestricted net assets do not contain donor restrictions or the donor-imposed restrictions have expired.

Contributions

Contributions, including unconditional promises to give, are recognized when the donor makes a promise to give. Contributions are recorded as temporarily restricted contributions if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 and changes in net assets as a satisfaction of program restrictions. Temporary restricted contributions which are both received and released within the same year are recorded as an increase in temporary restricted net assets and as a satisfaction of program restrictions.

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Donated Services

Donated services are recognized as contributions in accordance with ASC 958-605-25, “*Recognition*” (“ASC 958-605-25”), 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 Foundation. A substantial number of volunteers have made significant contributions of their time to NYSTYF’s programs and supporting services. During 2009, no amounts have been recognized in the accompanying financial statements since any such amount was deemed immaterial or the recognition criteria relating to the donated services under ASC 958-605-25 were not met.

Donated in-kind contributions for the year ended December 31, 2009 consisted of \$1,700 of unreimbursed expenses made by a board member for administrative and program costs and \$24,000 of donated materials for Tony’s Room Foundation, Inc.

Income Taxes

The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation has also been classified as an entity that is not a private foundation under Section 509(a)(2) and qualifies for the charitable contribution deduction under Section 170(b)(1)(A).

FASB ASC 740-10-05-6, “*Income Taxes*” (“FASB ASC 740-10-05-6”), prescribes a comprehensive model for how a company should measure, recognize, present and disclose in its financial statements uncertain tax positions that the company has taken or expects to take on a tax return. The Foundation adopted FASB ASC 740-10-05-6 as of January 1, 2009 and thereafter, recognizes the tax benefits from uncertain tax positions only if it is more likely than not that the tax position will be sustained on examination by the taxing authorities, based on the technical merits of the position. The tax benefits recognized in the financial statements from such positions are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. Management has determined that the implementation of FASB ASC 740-10-05-6 had no impact to the Foundation’s financial statements.

Subsequent Events

The Foundation evaluated subsequent events through December 21, 2010, the date the financial statements were available to be issued.

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Notes to Financial Statements
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Note 2 - Concentration of Contributions

Substantially all of the Foundation's revenue is derived from contributors who reside in and around the New York metropolitan area.

Note 3 – Concentration of Credit Risk

The Foundation maintains balances at a financial institution which, at times, may exceed the Federal Deposit Insurance Corporation (FDIC) coverage limits.

Note 4 – Related Party Transactions

During the year ended December 31, 2009, approximately \$2,200 of contributions were received from members or relatives of the Foundation's Board of Directors.

Note 5 – Subsequent Events

In June 2010, the Foundation received a donation of \$100,000 restricted for the 2010 9/11 anniversary project, in addition to two single \$50,000 unrestricted donations.

In July 2010, NYSTYF began compensating three volunteers for their services resulting in a monthly salary expense of approximately \$6,000. In August 2010, another volunteer began receiving compensation increasing the monthly salary expense to approximately \$7,500.

In September 2010, NYSTYF worked in partnership with The Polk County Arkansas Long Term Recovery Committee and the Polk County 4-H Foundation to build four homes and a community center in Mena, Arkansas, a small town devastated by a deadly tornado in April 2009 that killed three people and destroyed and damaged hundreds of homes. The direct program costs related to this project through the date of the audit report were approximately \$143,000.