

EZER M'ZION, INC.
FINANCIAL REPORT
DECEMBER 31, 2014 AND 2013

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Ezer M'Zion, Inc.
Brooklyn, New York

Gentlemen:

I have audited the accompanying statements of financial position of Ezer M'Zion Inc. (a nonprofit organization) as of December 31, 2014 and 2013 respectively and the related statements of activities and changes in net assets, functional expenses and cash flows for the years 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 on my audit.

I conducted my audit in accordance with the auditing standards generally accepted in the United States of America. Those 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 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 financial statements referred to above present fairly, in all material respects, the financial position of Ezer M'Zion, Inc. as of December 31, 2014 and 2013 respectively, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



Jersey City, NJ
November 15, 2015

EZER M'ZION, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2014 and 2013

ASSETS	2014	2013
Cash and cash equivalents	\$ 383,292	\$ 356,517
Pledges receivable	410,000	385,359
Prepaid Expenses	-	29,999
Cash value of life insurance	33,467	21,793
Fixed assets - Net of Depreciation	4,732	4,875
TOTAL ASSETS	\$ 831,491	\$ 798,543
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	\$ 32,757	\$ 14,486
TOTAL LIABILITIES	\$ 32,757	\$ 14,486
Net assets		
Unrestricted	\$ 798,734	\$ 784,057
Restricted	-	-
TOTAL NET ASSETS	\$ 798,734	\$ 784,057
TOTAL LIABILITIES AND NET ASSETS	\$ 831,491	\$ 798,543

The Notes to the Financial Statements are an integral part of these statements.

EZER M'ZION, INC.

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS

Year ending December 31, 2014 and 2013

	Unrestricted	Temporarily Restricted	2014	2013
Revenues				
Contributions income	3,528,431	\$ -	\$ 3,528,431	\$ 3,846,224
Investment income	2,693		2,693	13,743
Total revenues	\$ 3,531,124	\$ -	\$ 3,531,124	\$ 3,859,967
Expenses				
Program expenses	2,869,798	-	2,869,798	2,627,222
General and administrative	324,804	-	324,804	300,464
Fundraising	321,844	-	321,844	307,048
Total expenses	3,516,447	-	3,516,447	3,234,734
Change in net assets	14,677	-	14,677	625,233
Net assets				
Beginning	784,057	-	784,057	158,824
Ending	\$ 798,734	\$ -	\$ 798,734	\$ 784,057

The Notes to the Financial Statements are an integral part of these statements.

EZER M'ZION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year ending December 31, 2014 and 2013

Item	General &		2014	2013
	Program	Administrative Fundraising		
Accounting & bookkeeping	\$ -	\$ 2,273	\$ -	\$ 5,750
Advertising	750	-	6,751	13,069
Advocacy	65,166	-	-	25,864
Bank Charges	-	4,340	-	4,522
Compensation & Other Benefits	262,756	125,837	70,590	385,545
Computer Expenses	-	24,505	-	18,926
Credit Card and other fees	-	907	14,017	10,435
Depreciation	-	1,965	-	1,783
Equipment Rental	-	3,030	-	3,060
Events expense	31,030	-	85,914	160,215
Grants expense	2,372,118	-	-	2,272,003
Insurance	-	15,551	-	8,785
Legal Fees	-	-	-	6,811
Office expense & Miscellaneous	-	2,737	-	10,146
Payroll Taxes	20,945	9,075	5,559	30,405
Consulting Fees	-	55,200	-	46,236
Postage and delivery	16,282	12,235	11,397	42,743
Printing and reproduction	-	14,424	43,272	38,885
Promotions	17,170	-	31,888	24,361
Registration & Filing Fees	-	1,310	-	1,790
Rent	3,938	7,875	3,938	20,225
Supplies	11,706	11,706	-	18,528
Telephone	2,766	2,766	5,533	14,332
Travel expense	65,171	24,556	42,986	65,673
Utilities	-	4,512	-	4,642
	\$ 2,869,798	\$ 324,804	\$ 321,844	\$ 3,516,447
				\$ 3,236,747

The Notes to the Financial Statements are an integral part of these statements.

EZER M'ZION, INC.

STATEMENT OF CASH FLOWS

Year ending December 31, 2014 and 2013

	2014	2013
Cash flows from operating activities		
Change in net assets	\$ 14,677	625,233
Adjustments to reconcile change in net assets to net		
Cash provided by (used in) operating activities:		
Depreciation expense	1,965	1,783
(Increase) Decrease in Pledges & accounts Receivable	(24,641)	(319,150)
(Increase) Decrease in Prepaid expenses	29,999	(29,999)
(Increase) Decrease in Life Insurance Value	(11,674)	(9,845)
(Decrease) Increase in Accounts Payable & Accrued Expenses	18,271	(19,508)
Net cash provided by (used in) operating activities	28,597	248,514
 Cash flows from investing activities		
Purchase of fixed assets	(1,822)	149
Net cash provided by (used in) investing activities	(1,822)	149
 Cash flows from financing activities		
Net Increase (Decrease) in Loans payable	-	-
Net cash provided by (used in) financing activities	-	-
 Net increase (decrease) in cash	26,776	248,663
 Cash		
Beginning	356,516	107,853
Ending	\$ 383,292	\$ 356,516

The Notes to the Financial Statements are an integral part of these statements.

EZER M'ZION, INC.
NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activities and Significant Accounting Policies

Nature of activities: Ezer M'Zion, Inc. ("the Organization") is a non-profit corporation exempt under Section 501(c)(3) of the Internal Revenue Code. It was formed on August 31, 1988 in accordance with the not-for-profit statute of the State of New York. The organization was formed to provide financial support for various activities conducted in the United States and/or Israel for the purpose of providing medical assistance and social services for the sick, disabled and elderly populations and all people in crisis.

A summary of the significant accounting policies of Ezer M'Zion follows:

Basis of accounting: The accompanying financial statements are presented in accordance with the accrual basis of accounting, whereby, revenue is recognized when earned and expenses are recognized when incurred.

Basis of presentation: The 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 classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and cash equivalents: For the purpose of reporting cash flows, Ezer M'Zion considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

Loan Payable: the organization received a one year non-interest bearing loan during December 2011 from a non-profit organization. The organization has been making monthly payments since January 2012.

Financial credit risk: The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. Ezer M'Zion has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

Contributions: Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted net assets, depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions are 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 the purpose of the 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: Ezer M'Zion is a publicly supported organization described in Section 509(a)(2) of the Internal Revenue Code, and is exempt from income taxes on income derived from any sources related to its exempt purposes under Section 501(c)(3) of the Code. Ezer M'Zion has been classified as an organization that is not a private foundation. Business income which is not related to exempt purposes, less applicable deductions, is subject to federal and state corporate income taxes. Ezer M'Zion did not have any unrelated business income for the year ended December 31, 2014.

EZER M'ZION, INC.
NOTES TO FINANCIAL STATEMENTS

Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.