

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

FINANCIAL STATEMENTS

AND

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

JUNE 30, 2024 AND 2023



Barrett & Scibelli, LLC
Certified Public Accountants

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

**FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
New England Musicians Resource Fund, Inc.
Arlington, Massachusetts

We have reviewed the accompanying financial statements of New England Musicians Resource Fund, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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'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.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of New England Musicians Resource Fund, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

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 accordance with accounting principles generally accepted in the United States of America.

Barrett & Scibelli, LLC

Winchester, Massachusetts

May 8, 2025

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.
STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2024 AND 2023
(See Independent Accountants' Review Report)

	2024	2023
ASSETS		
Assets		
Cash	\$ 54,982	\$ 102,763
Investments	54,209	30,519
Total assets	\$ 109,191	\$ 133,282
NET ASSETS		
Net assets		
Without donor restrictions	\$ 109,191	\$ 113,291
With donor restrictions	-	19,991
Total net assets	\$ 109,191	\$ 133,282

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

(See Independent Accountants' Review Report)

	2024	2023
Without donor restrictions		
Revenue and support		
Contributions and grants	\$ 30,534	\$ 26,057
Net assets released from restrictions	19,991	8,140
Investment income	2,556	955
	53,081	35,152
Total revenue and support without donor restrictions		
Expenses		
Program	31,980	20,312
Management and general	16,280	19,132
Fundraising	8,921	347
	57,181	39,791
Total expenses		
Change in net assets without donor restrictions	(4,100)	(4,639)
With donor restrictions		
Contributions and grants	-	5,244
Net assets released from restrictions	(19,991)	(8,140)
	(19,991)	(2,896)
Change in net assets with donor restrictions		
Change in net assets	(24,091)	(7,535)
Net assets, beginning of year	133,282	140,817
Change in net assets and net assets, end of year	\$ 109,191	\$ 133,282

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

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.
STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

(See Independent Accountants' Review Report)

	2024				2023			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Payroll expenses	\$ 17,480	\$ 5,827	\$ 5,827	\$ 29,134	\$ -	\$ 8,140	\$ -	\$ 8,140
Grants to musicians	14,500	-	-	14,500	19,000	-	-	19,000
Professional fees	-	4,000	-	4,000	-	4,965	-	4,965
Advertising and marketing	-	-	3,005	3,005	-	-	347	347
Website	-	2,334	-	2,334	-	1,906	-	1,906
Payroll fees	-	1,100	-	1,100	-	220	-	220
Insurance	-	945	-	945	-	1,001	-	1,001
Postage	-	848	-	848	-	-	-	-
Dues and subscriptions	-	645	-	645	-	95	-	95
Office expense	-	448	-	448	-	491	-	491
Fundraising	-	-	89	89	-	-	-	-
Processing fees	-	68	-	68	-	67	-	67
Filing fees	-	35	-	35	-	107	-	107
Travel and meals	-	30	-	30	-	40	-	40
Program fees	-	-	-	-	1,312	-	-	1,312
Board members stipend	-	-	-	-	-	2,100	-	2,100
Total	\$ 31,980	\$ 16,280	\$ 8,921	\$ 57,181	\$ 20,312	\$ 19,132	\$ 347	\$ 39,791

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

**NEW ENGLAND MUSICIANS RESOURCE FUND, INC.
STATEMENTS OF CASH FLOWS**

FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

(See Independent Accountants' Review Report)

	2024	2023
Cash flows from operating activities		
Change in net assets	\$ (24,091)	\$ (7,535)
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Changes in assets and liabilities:		
Other receivable	-	9,063
Net cash (used) provided by operating activities	(24,091)	1,528
Cash flows from investing activities		
Purchase of investments	(23,690)	(6,199)
Net cash used by investing activities	(23,690)	(6,199)
Net decrease in cash	(47,781)	(4,671)
Cash, beginning of year	102,763	107,434
Cash, end of year	\$ 54,982	\$ 102,763

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

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

NOTES TO FINANCIAL STATEMENTS

Note A – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

New England Musicians Resource Fund, Inc. (“NEMRF”) is a nonprofit organization established in August 2020. NEMRF’s mission is committed to furthering high quality music performance in New England by investing in and advocating for the professionals whose talents bring the music alive.

Founded in 2020 as the New England Musicians Relief Fund by a host of Boston-area musicians, union leaders, executives, and music supporters. NEMRF was established to address the acute crisis created by the global pandemic. NEMRF remains committed to providing critical resources to musicians by providing direct financial grants, professional development, education, advocacy and wellness.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

Net Assets

NEMRF reports information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the NEMRF. These net assets may include net assets whose use is limited by internally imposed restrictions.

Net assets with donor restrictions are subject to stipulations imposed by donors. Some donor restrictions are temporary in nature: those restrictions will be met by the actions of NEMRF or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of revenues and expenses and disclosures during the reporting period. Accordingly, actual results could differ from those estimates.

Investments

Investments in money market funds are measured at fair value. Realized gains and losses on portfolio transactions are accounted for in the first-in first-out cost method. Any unrealized gains and losses are included in the net change in unrestricted net assets.

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note A – Nature of Activities and Summary of Significant Accounting Policies - Continued

Fair Value Measurements

NEMRF reports its fair value measures by using a three-level hierarchy that prioritizes the inputs used to measure fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This hierarchy, established by accounting principles generally accepted in the United States of America, prioritizes the inputs to valuation techniques used to measure fair value. The highest priority is assigned to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). NEMRF uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. The three levels of inputs used to measure fair value are as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that NEMRF has the ability to access.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, and inputs that are derived principally from observable market data by correlation or other means.

Level 3 - Inputs that are unobservable.

NEMRF's investments consisted of money market funds as of June 30, 2024, and 2023. See Note D.

Revenue and Support

Contributions and grants are recorded as revenue and support when received or unconditionally pledged. All contributions and grants are available for use unless specifically restricted by the donor. All other donor restricted contributions and grants are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. Transfers are made to net assets without donor restrictions as costs are incurred or time restrictions have lapsed.

Contributions of donated services that create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided as a donation, are recorded at their fair value in the period in which the services are rendered. General volunteer services do not meet these criteria for recognition.

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note A – Nature of Activities and Summary of Significant Accounting Policies - Continued

Income Tax Status

NEMRF is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the “Code”). NEMRF is not classified as a private foundation and contributions made to the Organization are deductible by donors as provided in Section 170 of the Code.

Generally accepted accounting principles in the United States of America prescribe the threshold a tax position is required to meet before being recognized in the financial statements. A liability for uncertain tax positions is recognized and recorded as a component of current income tax expense for differences between financial and income tax reporting positions which do not meet this threshold. Any interest and penalties related to uncertain tax positions are recorded as a component of income tax expense. NEMRF has reviewed its tax positions that remain subject to examination by tax authorities and has not identified any material uncertain tax positions and thus has not recorded any liability at June 30, 2024 and 2023.

NEMRF's federal and state tax returns are subject to possible examination by taxing authorities until the expiration of the related returns statutes. In general, the federal and state tax returns have a three-year statute of limitation from the date the tax returns were due or filed, whichever is later.

Functional Allocation of Expenses

The costs of providing various programs and supporting services 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.

Advertising

NEMRF expenses advertising costs as they are incurred.

Note B – Related Party Transactions

During June 30, 2023, NEMRF paid \$2,100 to a board member for work performed to onboard their new general manager.

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note C – Liquidity and Availability of Financial Assets

The following reflects NEMRF’s financial assets as of the statements of financial position date:

	<u>2024</u>	<u>2023</u>
Financial assets at year-end:		
Cash	\$ 54,982	\$ 102,763
Investments	54,209	30,519
Purpose restricted net assets (Note E)	<u> -</u>	<u> (19,991)</u>
Financial assets available to meet general operating expenses within one year:	<u>\$ 109,191</u>	<u>\$ 113,291</u>

NEMRF reviews its cash position on a regular basis to ensure that adequate funds are available to meet operating expenses. Management believes that NEMRF has no liquidity issues.

Note D – Investments

As of June 30, 2024 and 2023, investments consisted of the following:

<u>2024</u>			
<u>Investment Type</u>	<u>Cost Basis</u>	<u>Unrealized Gain</u>	<u>Fair Value (Level 1)</u>
Money market funds	<u>\$ 54,209</u>	<u>\$ -</u>	<u>\$ 54,209</u>
Total	<u>\$ 54,209</u>	<u>\$ -</u>	<u>\$ 54,209</u>

<u>2023</u>			
<u>Investment Type</u>	<u>Cost Basis</u>	<u>Unrealized Gain</u>	<u>Fair Value (Level 1)</u>
Money market funds	<u>\$ 30,519</u>	<u>\$ -</u>	<u>\$ 30,519</u>
Total	<u>\$ 30,519</u>	<u>\$ -</u>	<u>\$ 30,519</u>

As of June 30, 2023, \$19,991 of the money market funds were purpose restricted. See Note E.

NEW ENGLAND MUSICIANS RESOURCE FUND, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Note E – Net Assets with Donor Restrictions

As of June 30, 2024 there were no net assets with donor restrictions. As of June 30, 2023, net assets with donor restrictions of \$19,991 were restricted for organizational development uses and wages.

During the years ended June 30, 2024 and 2023, net assets with donor restrictions of \$19,991 and \$8,140, respectively, were released from restriction by satisfying the purpose restriction specified by donors.

Note F – Concentration

During the year ended June 30, 2024, NEMRF received contribution of \$10,000 or 30% of total revenue and support from one major donor.

During the year ended June 30, 2023, NEMRF received contribution of \$15,244 or 47% of total revenue and support from two major donors.

Note G – Subsequent Events

Management has evaluated subsequent events through May 8, 2025, the date the financial statements were approved and authorized for issuance by management, and determined that, other than as disclosed herein, there are no subsequent events that would require recognition or disclosure in the notes to the financial statements.