

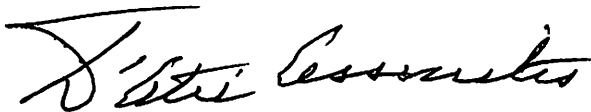
Independent Accountant's Review Report

**The Board of Directors
Police Reserve Association of the City of New York, Inc.**

We have reviewed the accompanying statement of financial position of The Police Reserve Association of the City of New York, Inc. as of August 31, 2014, and the related statements of activities, cash flows and functional expenses for the period then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All of the information included in the financial statements is the representation of the management of The Police Reserve Association of the City of New York, Inc.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

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 conformity with generally accepted accounting principles.



December 19, 2014
Dix Hills, New York

Police Reserve Association of the City of New York, Inc.
Statement of Financial Position
August 31, 2014

Assets	<u>Unrestricted</u>	<u>Total</u>
Cash and other equivalents	\$ 16,114	\$ 16,114
Accounts receivable	0	0
	<hr/>	<hr/>
Total assets	<u>\$ 16,114</u>	<u>\$ 16,114</u>
Liabilities		
Current liabilities:		
Accounts payable	\$ 0	\$ 0
Accrued expenses	0	0
Total current liabilities	<u>0</u>	<u>0</u>
Noncurrent liabilities:		
Long term debt	0	0
Total noncurrent liabilities	<u>0</u>	<u>0</u>
Total liabilities	<u>0</u>	<u>0</u>
FUND BALANCE	<u>\$ 16,114</u>	<u>\$ 16,114</u>

See accompanying notes to Financial Statements

Police Reserve Association of the City of New York, Inc.
Statement of Activities
Year ended August 31, 2014

	<u>Unrestricted</u>	<u>Total</u>
Revenue:		
Public support:		
Received directly:		
Contributions	\$ 41,587	41,587
Special events	<u>16,815</u>	<u>16,815</u>
Total public support	<u>58,402</u>	<u>58,402</u>
Other revenue:		
Membership dues	75,950	75,950
Interest		
Total other revenue	<u>75,950</u>	<u>75,950</u>
Total revenue	<u>134,352</u>	<u>134,352</u>
Expenses:		
Program services	25,898	25,898
Function and fund raising	14,506	14,506
Scholarship expense	70,925	70,925
Grant expense	23,994	23,994
Management and general expense	<u>5,949</u>	<u>5,949</u>
Total expenses	<u>141,272</u>	<u>141,272</u>
Change in net assets	(6,920)	(6,920)
Net assets, beginning of year	<u>23,034</u>	<u>23,034</u>
Net assets, end of year	<u>\$ 16,114</u>	<u>16,114</u>

See accompanying notes to Financial Statements

Police Reserve Association of the City of New York, Inc.
Statement of Functional Expenses
Year ended August 31, 2014

	<u>Program</u>	<u>Function and Fundraising</u>	<u>Scholarship</u>	<u>Grants</u>	<u>Management and general</u>	<u>Total</u>
Professional fees	-	-	-	-	535	535
Telephone	-	-	-	-	2,219	2,219
Bank charges	-	-	-	-	978	978
Postage	3,294	-	-	-	-	3,294
Office supplies	-	-	-	-	1,000	1,000
Dinner expense	2,000	4,840	-	-	-	6,840
Special functions	7,020	-	-	-	-	7,020
Program supplies	8,340	9,667	-	-	-	18,007
FOP dues	4,160	-	-	-	-	4,160
Annual scholarships	-	-	21,750	-	-	21,750
NYPD scholarships	-	-	49,175	-	-	49,175
Various police orgs	-	-	-	23,994	-	23,994
Miscellaneous	1,084	-	-	-	1,216	2,300
Total functional expenses	\$ 25,898	14,507	70,925	23,994	5,948	141,272

See accompanying notes to Financial Statements

Police Reserve Association of the City of New York, Inc.
Statement of Cash Flows
Year ended August 31, 2014

Cash flow from operating activity: excess of revenues over expenses	\$ (6,920)
Adjustments to reconcile excess of revenues over expenses to net cash provided by operating activity	<u>0</u>
Net cash used by operating activity	(6,920)
Cash flows from investing activity	0
Cash flows from financing activity	<u>0</u>
Net increase (decrease) in cash	(6,920)
Cash - beginning of the year	<u>23,034</u>
Cash - end of year	<u>\$ 16,114</u>

See accompanying notes to Financial Statements

Police Reserve Association of the City of New York, Inc.
Notes to Financial Statements
As of August 31, 2014

NOTE 1: Organization

The Police Reserve Association of the City of New York, Inc. is a membership organization that was incorporated in 1927. Dues derived from members are expended on organizational programs. No member of the organization receives any remuneration for his or her support or service. All revenues are dispersed as scholarships via a New York City Police Department merit based exam. In addition, funds are provided for continuing education in the area of graduate studies for members of the department as provided by the chief of personnel. These programs are targeted to raise the morale of all members of the New York City Police Department. All revenues not directly given as scholarships are expended in the administration of our programs.

NOTE 2: Summary of Significant Accounting Policies

Assets and liabilities are recorded and revenues and expenses are recognized on the accrual basis of accounting. The organization adopted the accrual basis for financial reporting on September 1, 2004 but, continues to use the cash basis of accounting for the preparation of its tax returns.

NOTE 3: Contributions

All contributions are considered available for the general programs of the Association.

NOTE 4: Income Taxes

The Association is exempt from federal income taxes under code Section 501(a) of the Internal Revenue Code (IRC) of 1986, as amended, as an organization described in IRC Section 501(c)(3). The Association did not have any unrelated business income tax liability for the year ended August 31, 2014. Therefore, no tax liability has been provided for in the accompanying financial statements.