

**BARRIER FREE LIVING HOLDING, INC.
AND SUBSIDIARIES**

CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

BARRIER FREE LIVING HOLDING, INC.
AND SUBSIDIARIES

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INDEPENDENT AUDITORS' REPORT

To The Board of Directors
Barrier Free Living Holding, Inc.
and Subsidiaries

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Barrier Free Living Holding, Inc. and Subsidiaries, which comprise the consolidated statements of financial position at June 30, 2020 and 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated 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 entity'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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Barrier Free Living Holding, Inc. and Subsidiaries at June 30, 2020 and 2019, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 2 to the consolidated financial statements, Barrier Free Living Holding, Inc. and Subsidiaries adopted Financial Accounting Standards Board (“FASB”) Accounting Standards Update (“ASU”) No. 2018-08. Our opinion is not modified with respect to this matter.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The 2020 and 2019 consolidating statements of financial position, consolidating statements of activities, and consolidating statements of functional expenses are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Grassi & Co, CPAs, P.C.

GRASSI & CO., CPAs, P.C.

New York, New York
December 21, 2020

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,693,396	\$ 1,068,407
Certificates of deposit	500,351	-
Contracts and grants receivable	1,965,827	2,243,130
Prepaid expenses	237,026	220,737
Other current assets	151,427	29,632
	4,548,027	3,561,906
 DEFERRED CHARGE	 5,029,059	 4,732,339
 PROPERTY AND EQUIPMENT, NET	 4,538,334	 4,791,694
 TOTAL ASSETS	 \$ 14,115,420	 \$ 13,085,939
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 389,705	\$ 352,748
Accrued salary and vacation payable	437,289	467,225
Advances from government agencies	129,760	107,247
	956,754	927,220
 NON-CURRENT LIABILITIES:		
Paycheck Protection Program loan payable	977,399	-
Loan payable	80,000	120,000
Note payable	8,326,039	8,326,039
	10,340,192	9,373,259
 COMMITMENTS AND CONTINGENCIES		
NET ASSETS:		
Without donor restrictions - operating	3,234,955	3,186,732
Without donor restrictions - board designated	496,457	483,682
Total without donor restrictions	3,731,412	3,670,414
With donor restrictions - purpose restricted	43,816	42,266
	3,775,228	3,712,680
 TOTAL LIABILITIES AND NET ASSETS	 \$ 14,115,420	 \$ 13,085,939

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

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES:						
Government contracts and grants	\$ 7,533,348	\$ -	\$ 7,533,348	\$ 7,290,102	\$ -	\$ 7,290,102
In-kind contributions	355,739	-	355,739	532,857	-	532,857
Program service fees	36,300	-	36,300	36,300	-	36,300
Contributions	15,124	4,375	19,499	115,435	22,054	137,489
Interest	713	-	713	1,216	-	1,216
Miscellaneous	103,739	-	103,739	17,188	-	17,188
Net assets released from restrictions	2,825	(2,825)	-	78,710	(78,710)	-
Total Revenues	8,047,788	1,550	8,049,338	8,071,808	(56,656)	8,015,152
EXPENSES:						
Program services	6,834,826	-	6,834,826	6,958,928	-	6,958,928
Supporting service: Management and general	1,151,964	-	1,151,964	1,183,240	-	1,183,240
Total Expenses	7,986,790	-	7,986,790	8,142,168	-	8,142,168
CHANGE IN NET ASSETS	60,998	1,550	62,548	(70,360)	(56,656)	(127,016)
NET ASSETS, BEGINNING OF YEAR	3,670,414	42,266	3,712,680	3,740,774	98,922	3,839,696
NET ASSETS, END OF YEAR	\$ 3,731,412	\$ 43,816	\$ 3,775,228	\$ 3,670,414	\$ 42,266	\$ 3,712,680

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

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020			2019		
	<u>Supporting Service</u>			<u>Supporting Service</u>		
	Program Services	Management and General	Total	Program Services	Management and General	Total
Salaries and wages	\$ 3,567,000	\$ 687,539	\$ 4,254,539	\$ 3,543,850	\$ 676,235	\$ 4,220,085
Employee benefits	630,412	118,714	749,126	666,355	133,583	799,938
Payroll taxes	408,680	21,844	430,524	428,143	22,970	451,113
In-kind contributions: home care services, social work, occupational therapy, food, supplies and legal	215,524	140,216	355,740	368,998	163,859	532,857
Consultants and professional fees	455,898	79,947	535,845	550,506	98,973	649,479
Depreciation and amortization	393,425	-	393,425	355,142	-	355,142
Repairs and maintenance	155,467	-	155,467	132,158	-	132,158
Office supplies	82,340	39,532	121,872	108,551	23,434	131,985
Utilities	175,506	-	175,506	165,159	-	165,159
Event expense	688	-	688	26,179	-	26,179
Rent	247,439	-	247,439	164,418	-	164,418
Insurance	132,053	36,575	168,628	132,141	36,312	168,453
Program supplies	158,782	1,297	160,079	107,687	-	107,687
Telephone	50,421	7,604	58,025	70,865	3,785	74,650
Food	15,491	4,078	19,569	18,693	3,858	22,551
Transportation	32,687	4,532	37,219	32,212	4,653	36,865
Residents'/children's activities	29,905	-	29,905	39,779	-	39,779
Miscellaneous	83,064	9,763	92,827	48,052	15,423	63,475
Bank charges and fees	44	323	367	40	155	195
Total Expenses	\$ 6,834,826	\$ 1,151,964	\$ 7,986,790	\$ 6,958,928	\$ 1,183,240	\$ 8,142,168

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

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 62,548	\$ (127,016)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	393,425	355,142
Deferred charge	(296,720)	(297,540)
Unrealized gains on certificates of deposit	(351)	-
Changes in assets (increase) decrease:		
Contracts and grants receivable	277,303	348,123
Prepaid expenses	(16,289)	(22,512)
Other current assets	(121,795)	995
Changes in liabilities increase (decrease):		
Accounts payable and accrued expenses	36,957	72,574
Accrued salary and vacation payable	(29,936)	29,189
Advances from government agencies	22,513	(217,548)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>327,655</u>	<u>141,407</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(140,065)	(904,208)
Purchase of certificates of deposit	(500,000)	-
NET CASH USED IN INVESTING ACTIVITIES	<u>(640,065)</u>	<u>(904,208)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Paycheck Protection Program loan payable	977,399	-
Proceeds from loan	-	40,000
Repayment of loan	(40,000)	-
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>937,399</u>	<u>40,000</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	624,989	(722,801)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,068,407</u>	<u>1,791,208</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 1,693,396</u>	<u>\$ 1,068,407</u>

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

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 1 - Nature of Organization

The accompanying consolidated financial statements reflect the activities of Barrier Free Living Holding, Inc. and its subsidiaries, Barrier Free Living, Inc., Freedom House for People with Disabilities, Inc., The New York Center for the Disabled Housing Development Fund Company, and Freedom House Housing Development Fund Company, Inc. (collectively referred to as the "Organization").

Barrier Free Living, Inc. ("BFL") is a nonprofit agency dedicated to helping people with disabilities live independently and securely in the community. BFL provides a comprehensive range of case management and counseling services to homeless disabled adults and to domestic violence survivors with disabilities that enable them to overcome the systemic barriers to independent living.

Freedom House for People with Disabilities, Inc. ("Freedom House") is a nonprofit agency dedicated to providing fully accessible emergency shelter and social services to domestic violence survivors with disabilities and their children, with every part of the shelter constructed to accommodate individuals who are mobility impaired, deaf or hard of hearing, blind or visually impaired.

The New York Center for the Disabled Housing Development Fund Company is a nonprofit agency which owns the land and building where BFL operated a transitional housing facility for homeless, physically disabled adults through April 30, 2018, and currently operates a non-residential domestic violence counseling program. Subsequent to April 30, 2018, the building was demolished. The Organization is pursuing capital funding to build a 74-unit supportive housing building, and the program will be funded by the Empire State Supportive Housing Initiative.

Freedom House Housing Development Fund Company, Inc. is a nonprofit agency which owns the building that serves as a fully accessible emergency shelter for domestic violence survivors with disabilities and their children.

The following program and supporting services of the Organization are included in the accompanying financial statements:

Supportive Housing

BFL runs the Barrier Free Living Apartments (BFL Apartments), a supportive housing program. On January 1, 2015, BFL began a contract to provide supporting services to 50 families with a head of household having a disabling medical condition and 70 individuals with disabling mental health issues. This initial contract constituted a start-up period for the purchase of furniture and equipment and for the hiring of core staff members for the development of the program. The 70-unit studio building began operations at the beginning of May 2015. The 50-unit family building began operations on July 1, 2015.

BFL Apartments currently provides supportive housing services (counseling, case management, occupational therapy, and advocacy) to 50 families and 70 adults in permanent housing developed in partnership with BFL.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 1 - Nature of Organization (cont'd.)

New York County Collaborative

The New York County Collaborative (the "Collaborative") is made up of four agencies including BFL, Harlem Independent Living Center, Crime Victim Treatment Center, and the District Attorney Office of New York. The goal of the Collaborative is to build capacity to respond to D/deaf survivors of domestic violence and sexual assault. This is done by advocating for access in new "entry-points" for help-seeking D/deaf survivors, including supportive housing and police precincts; developing a D/deaf-friendly resource to minimize barriers in the Emergency Department; and engaging with D/deaf community stakeholders to build trust and share information. This grant began in 2012, received a continuation award in 2015 and 2017, and ended in September 2019.

Domestic Violence - Non-Residential Program

BFL runs Secret Garden, a Non-Residential Domestic Violence program. Secret Garden provides nonresidential services to domestic violence survivors with disabilities, offering case management, safety planning, occupational therapy, short and long-term counseling, housing assistance, legal services, advocacy within the medical, mental health, and child welfare systems, and operation of a domestic violence crisis hotline.

Emergency Domestic Violence Shelter

Freedom House runs the Domestic Violence Emergency Shelter program. Freedom House has 106 beds and assists women, men, and children. Services include crisis counseling, case management, occupational therapy and family services. Residents of Freedom House can stay for 90 days with extensions up to 180 days.

Administration

Administration includes the functions necessary to maintain an equitable employment program; ensure an adequate working environment; provide coordination and articulation of the Organization's program strategy; secure proper administrative functioning of the Board of Directors; maintain competent legal services for the program administration of the Organization; and manage the financial and budgetary responsibilities of the Organization.

The Organization receives substantial support from the New York City Department of Health and Mental Hygiene. The Organization is obligated under the terms of contracts to comply with specified conditions and program requirements set forth by the grantor.

Subsequent to year end, The Mayor's Office of Contract Services ("MOCS") approved BFL's Indirect Cost Rate ("ICR") on its New York City funded programs at 29.64%. This approved ICR will be used for three years beginning July 1, 2019 and is anticipated to generate approximately \$250,000 in additional revenue each year to cover Administration, as compared to New York City's de minimis rate of 10%. For the year ended June 30, 2020, New York City's budget is being impacted by COVID-19, and as a result, New York City is only funding 60% of the value of the ICR, which resulted in \$154,095 of additional revenue for BFL. This amount has been included in contracts and grants receivable on the consolidated statement of financial position at June 30, 2020.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies

Change in Accounting Principles

ASU No. 2018-08

Effective July 1, 2019, the Organization adopted the provisions of Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2018-08, *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, on a modified prospective basis. This ASU provides for guidance to assist the Organization in evaluating the transfer of assets and the nature of the related transactions. The Organization considers whether a contribution is conditional based on whether an agreement includes a barrier that must be overcome and a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets. The presence of both indicates that the recipient is not entitled to the transferred assets or a future transfer of assets until it has overcome any barriers in the agreement.

The adoption of this ASU had an immaterial impact on the Organization's financial statements.

Principles of Consolidation

All intercompany transactions and balances have been eliminated in these consolidated financial statements.

Basis of Accounting

The accompanying consolidated financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Use of Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash equivalents include highly liquid investments with initial maturities when acquired of three months or less.

Certificates of Deposit

Certificates of deposits with maturities greater than three months when originally acquired are valued at fair value and are considered investments for cash flows purposes.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Fair Value of Financial Instruments

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. To increase the comparability of fair value measurements, a three-tier fair value hierarchy, which prioritizes the inputs used in the valuation methodologies, is as follows:

Level 1 - Valuations based on quoted prices for identical assets and liabilities in active markets.

Level 2 - Valuations based on observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.

Level 3 - Valuations based on unobservable inputs reflecting the Organization's own assumptions, consistent with reasonably available assumptions made by other market participants. These valuations require significant judgment.

At June 30, 2020 and 2019, the fair value of the Organization's financial instruments, including cash and cash equivalents, certificate of deposit, contracts and grants receivable, and accounts payable and accrued expenses, approximated book value due to the short maturity of these instruments.

At June 30, 2020 and 2019, the Organization does not have assets or liabilities required to be measured at fair value in accordance with FASB Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurement*.

Property and Equipment

Property and equipment is recorded at cost. The Organization's policy is to capitalize property and equipment acquisitions over \$5,000, as well as expenditures that increase the life of existing assets. Depreciation and amortization of property and equipment is recorded on a straight-line basis over the estimated useful lives of the assets, which range from 5 to 30 years. Leasehold improvements are amortized on a straight-line basis over the estimated useful life of the improvement or the term of the lease, whichever is less.

Receivables, Advances and Revenue

The Organization records receivables and revenue when earned based on established rates multiplied by the number of units of service provided. Government grants are recorded as revenues without donor restrictions to the extent that expenses have been incurred for the purposes specified by the grantors. Government grants are recognized as BFL meets the conditions prescribed by the grant and incurs eligible expenses under the grant. As the conditions are met, BFL simultaneously releases the government grants and reflects them as without donor restrictions. Grant activities and outlays are subject to audited acceptance by the granting agencies and, as a result of such audits, adjustments could be required.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Allowance for Doubtful Accounts

The allowance for doubtful accounts is based on management's assessment of the creditworthiness of the Organization's funders, the aged basis of its receivables, as well as current economic conditions and historical information. Receivables are written off when they are determined to be uncollectible based upon a periodic review of the accounts by management. Factors used to determine whether an allowance should be recorded include the age of the receivable and a review of payments subsequent to year-end. Interest income is not accrued or recorded on accounts receivable. The Organization has determined that an allowance for doubtful accounts for receivables was not necessary at June 30, 2020 and 2019.

Deferred Charges

Deferred charges arise based on the difference between revenue recognized and the expenses reimbursed from the New York State Homeless Housing and Assistance Corporation and the Department of Housing Preservation and Development for the property relating to Freedom House Housing Development Fund Company, Inc. Depreciation is currently recognized annually while reimbursement will not be recognized until future periods. The difference is reflected as a deferred charge on the consolidated balance sheet. The deferred charge is a timing difference, which will accumulate in earlier years and be reversed during later periods.

Net Assets

Net assets without donor restrictions have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of the Organization. Included in net assets without donor restrictions are funds designated by the Organization's Board of Directors. At June 30, 2020 and 2019, board designated net assets of \$496,457 and \$483,682, respectively, were available for program expansion and capital reserves. Net assets with donor restrictions include purpose restricted net assets whose use has been restricted by donors to a specific purpose. At June 30, 2020 and 2019, purpose restricted net assets of \$43,816 and \$42,266, respectively, are available to reimburse expenses for educational-related training for residents. At June 30, 2020 and 2019, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes of \$2,825 and \$78,710, respectively.

Contributions

Contributions are provided to the Organization either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts - with or without donor restrictions. The value recorded for each contribution is recognized as follows:

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
 JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies (cont'd.)

Contributions (cont'd.)

Nature of the Gift	Value Recognized
<i>Conditional gifts, with or without restrictions</i>	
Gifts that depend on the Organization overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, <i>i.e.</i> the donor-imposed barrier is met
<i>Unconditional gifts, with or without restrictions</i>	
Received at date of gift - cash and other assets	Fair value
Received at date of gift - property, equipment and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor-stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as revenue without donor restrictions.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies (cont'd.)

In-Kind Contributions

For the years ended June 30, 2020 and 2019, revenues and expenses reflect \$163,825 and \$245,385, respectively, of donated services provided by various social workers and occupational therapists, whose services include providing individual and group counseling, crisis intervention, full cognitive and mental status evaluations, and many other valuable services.

For the years ended June 30, 2020 and 2019, revenue and expenses reflect \$191,914 and \$287,472, respectively, of donated legal services from two law firms.

A number of volunteers have donated significant amounts of their time to the Organization's program and supporting services. However, since these services do not meet the criteria for recognition under U.S. GAAP, they are not reflected in the accompanying consolidated financial statements.

Functional Expenses

The costs of providing the Organization's various programs and other activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses such as utilities, event expense, rent, program supplies and residents'/children's activities are directly charged to program expenses. Expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques including square footage and time and effort.

Operating Leases

Operating lease and rent expense has been recorded on the straight-line basis over the term of the lease.

Accounting for Uncertainty in Income Taxes

The Organization applies the provisions pertaining to uncertain tax provisions (FASB ASC Topic 740) and has determined that there are no material uncertain tax positions that require recognition or disclosure in the consolidated financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for years prior to 2017.

Income Taxes

Barrier Free Living Holding, Inc. and its subsidiaries were incorporated as not-for-profit corporations under the laws of the State of New York and are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable New York State tax laws.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies (cont'd.)

New Accounting Pronouncements

ASU No. 2020-07

In September 2020, the FASB issued ASU No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU increases transparency and provides financial clarity with the reporting of noncash contributions, known as gifts-in-kind. The guidance in this ASU provides for new presentation and disclosure requirements regarding contributed nonfinancial assets, including additional disclosure requirements for recognized contributed services. It requires not-for-profit entities to present contributed nonfinancial assets separately in the statement of activities apart from contributions of cash or other financial assets.

The amendments of ASU No. 2020-07 are effective for annual reporting periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early application is permitted for all entities.

ASU No. 2016-02

In February 2016, the FASB issued ASU No. 2016-02, *Leases (Topic 842)*. This ASU is the result of a joint project of the FASB and the International Accounting Standards Board ("IASB") to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements for U.S. GAAP and International Financial Reporting Standards ("IFRS"). The guidance in this ASU affects any entity that enters into a lease (as that term is defined in this ASU), with some specified scope exemptions. The guidance in this ASU will supersede FASB ASC Topic 840, *Leases*.

The ASU provides that lessees should recognize lease assets and lease liabilities on the balance sheet for leases previously classified as operating leases that exceed 12 months, including leases existing prior to the effective date of this ASU. It also calls for enhanced leasing arrangement disclosures.

For nonpublic entities, the amendments of ASU No. 2016-02 are effective for annual reporting periods beginning after December 15, 2021, and interim periods within annual periods beginning after December 15, 2022, based on the decision in ASU No. 2020-05 to defer the implementation dates. Early application is permitted for all entities.

The Organization has not yet determined if these ASUs will have a material effect on its consolidated financial statements.

Note 3 - Concentration of Credit Risk

The Organization maintains cash balances in various financial institutions, which balances are insured by the Federal Deposit Insurance Corporation ("FDIC") for up to \$250,000 per institution. From time to time, the Organization's balances may exceed these limits.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 4 - Property and Equipment

Property and equipment, net, consists of the following at June 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Land	\$ 292,500	\$ 292,500
Buildings and improvements	11,582,111	11,445,549
Furniture and equipment	284,649	284,649
Construction in progress	210,880	207,377
Leasehold improvements	493,571	493,571
	12,863,711	12,723,646
Less: Accumulated depreciation and amortization	8,325,377	7,931,952
	\$ 4,538,334	\$ 4,791,694

Note 5 - Note and Loan Payable

Note Payable

Freedom House Housing Development Fund Company, Inc. has entered into a grant enforcement note with the New York State Homeless Housing and Assistance Corporation and the Department of Housing Preservation and Development. The note is secured by a mortgage on the building, building improvements and all other property items related to the facility constructed with the proceeds of an original loan in the amount of \$8,326,039. The note will be deemed of no further force and effect on October 8, 2031, and Freedom House Housing Development Fund Company, Inc. will automatically be discharged from this obligation, provided it complies with the terms and conditions of the note agreement.

Loan Payable

In December 2016, BFL entered into a multi-year noninterest-bearing recoverable grant agreement with a foundation in the amount of \$120,000 with disbursements to BFL of \$40,000 per year. The balance outstanding at June 30, 2020 and 2019 was \$80,000 and \$120,000, respectively. BFL is to repay the remaining balance with a \$40,000 installment in both November 2020 and 2021.

Note 6 - Lines of Credit

In January 2018, BFL obtained a line of credit in the amount of \$500,000, which automatically renews on an annual basis unless otherwise notified by BFL. The line is secured by the property of BFL. BFL did not utilize the line of credit during the years ended June 30, 2020 and 2019.

In January 2018, Freedom House obtained a line of credit in the amount of \$250,000, which automatically renews on an annual basis unless otherwise notified by Freedom House. The line is secured by the property of Freedom House. Freedom House did not utilize the line of credit during the years ended June 30, 2020 and 2019.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 7 - Paycheck Protection Program Loan Payable

On May 6, 2020, BFL entered into a \$977,399 loan agreement with a financial institution under the Paycheck Protection Program, established by the Coronavirus Aid, Relief, and Economic Security ("CARES") Act, administered by the Small Business Administration ("SBA") with support from the Department of the Treasury. BFL will primarily be utilizing the Paycheck Protection Program loan for payroll costs and anticipates that a portion, if not all, of the loan may be forgiven. As of June 30, 2020, BFL incurred costs of \$237,690 that it intends to use towards loan forgiveness. Monthly installments of \$55,005, including interest at 1% per annum, were due beginning in November 2020; however, under recently issued SBA guidance, BFL can delay its submission for loan forgiveness until September 2021. Repayments would then begin October 2021, resulting in monthly payments of \$124,279. The loan is unsecured and matures in May 2022.

Principal payments are due as follows:

Year Ending June 30, 2022	\$ 977,399
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Note 8 - Functional Expenses

Functional expenses consist of the following:

	2020	2019
Program expenses:		
Supportive housing	\$ 2,081,204	\$ 1,912,658
New York County Collaborative	84,126	195,587
Domestic violence - non-residential program	1,125,042	1,176,437
Freedom House Housing Development Fund	347,177	327,868
Emergency domestic violence shelter	3,197,277	3,346,378
Total program expenses	6,834,826	6,958,928
Management and general	1,151,964	1,183,240
Total expenses	\$ 7,986,790	\$ 8,142,168

Included in the above functional expenses are in-kind services, as follows:

	2020	2019
Program services	\$ 215,524	\$ 368,998
Management and general	140,215	163,859
Total in-kind services	\$ 355,739	\$ 532,857

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 9 - Pension Plan

The Organization has a 401(k) profit sharing plan effective February 15, 2017 covering all employees, who are automatically enrolled upon date of hire with a 5% elective deferral contribution unless the employee opts out of the plan. Employees are eligible to receive discretionary matching and employer profit sharing contributions after completing one year of service.

For the years ended June 30, 2020 and 2019, pension expense amounted to \$138,179 and \$151,446, respectively.

Note 10 - Commitments and Contingencies

The Organization has contracted with various funding agencies to perform certain counseling services. Reimbursements received under these contracts are subject to audit by federal and state governments and other agencies. Upon audit, if discrepancies are discovered, the Organization could be held responsible for refunding the amounts in question. The Organization pays rent for tenants based on rental subsidy agreements, which are not subject to long-term lease/rent commitments.

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which are likely to negatively impact the collection of receivables and the awarding of government grants and contracts. Other financial impact could occur, though such potential impact is unknown at this time.

Note 11 - Transaction with Affiliated Organization

In 2016, Barrier Free Living Housing Development Fund Corporation, Inc. ("BFL HDFC") was formed as part of an overall limited liability company structure which was awarded Federal Low Income Housing Tax Credits for two supportive housing projects located in Bronx, New York consisting of 50 family units and 70 individual units for families and individuals. The structure was organized as a limited liability corporation and was awarded Federal Low Income Housing Tax Credits. Barrier Free Living Holding, Inc. is the sole member of BFL HDFC. BFL HDFC is a 51% owner of East 138th Street GP, LLC, which has a .01% ownership interest in East 138th Street Owners LLC. No transactions have taken place between Barrier Free Living Holding, Inc. and BFL HDFC. BFL and other parties to this structure have provided guarantees required by the Equity Investors and Construction Lenders. As part of the creation of this structure, BFL entered into a supportive housing agreement with Alembic Development Company, LLC ("ADC") to develop this project.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

Note 12 - Available Resources and Liquidity

The following reflects the Organization's financial assets as of the dates of the statements of financial position, reduced by amounts not available for general use within one year because of contractual or donor-imposed restrictions or internal designations as of June 30, 2020 and 2019.

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 1,693,396	\$ 1,068,407
Certificate of deposit	500,351	-
Contracts and grants receivable	1,965,827	2,243,130
Other current assets	127,987	8,010
Total	<u>4,287,561</u>	<u>3,319,547</u>
Contractual, internal or donor-imposed restrictions:		
Purpose restricted	(43,816)	(42,266)
Internal designations by board of directors	<u>(496,457)</u>	<u>(483,682)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,747,288</u>	<u>\$ 2,793,599</u>

The Organization typically receives reimbursement from contracts on a monthly and quarterly basis, thereby providing a steady inflow of funds during the year. The Organization's expenditures are not subject to significant seasonal fluctuations.

The internal designations by the board of directors are available for program expense and capital resources. Although the Organization does not intend to spend from the board-designated funds, these amounts could be made available if necessary.

To help manage unanticipated liquidity needs, the Organization has committed lines of credit in the amount of \$750,000 which it could draw upon.

The Organization manages its liquidity and reserves following three guiding principles: operating with a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that capital expenditures can be accommodated. To achieve these targets, the entity forecasts its future cash flows, monitors its liquidity quarterly, and monitors its reserves annually. During the year ended June 30, 2020, the level of liquidity and reserves was managed within the policy requirements.

Note 13 - Subsequent Events

The Organization has evaluated all events or transactions that occurred after June 30, 2020 through December 21, 2020, which is the date that the consolidated financial statements were available to be issued. During this period, there were no material subsequent events requiring disclosure, except as disclosed in Note 1.

SUPPLEMENTARY INFORMATION

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2020

ASSETS

	Barrier Free Living Holding, Inc.	Barrier Free Living, Inc.	The New York Center for the Disabled Housing Development Company	Freedom House Housing Development Fund Company, Inc.	Freedom House for People with Disabilities, Inc.	Eliminations	Consolidated
CURRENT ASSETS:							
Cash and cash equivalents	\$ -	\$ 759,375	\$ 2,225	\$ 467,251	\$ 464,545	\$ -	\$ 1,693,396
Certificate of deposit	-	500,351	-	-	-	-	500,351
Contracts and grants receivable	-	1,158,426	-	-	807,401	-	1,965,827
Prepaid expenses	-	237,026	-	-	-	-	237,026
Intercompany receivable/payable	-	802,449	-	908,044	-	(1,710,493)	-
Other current assets	-	67,702	-	-	83,725	-	151,427
Total Current Assets	-	3,525,329	2,225	1,375,295	1,355,671	(1,710,493)	4,548,027
DEFERRED CHARGE	-	-	-	5,029,059	-	-	5,029,059
PROPERTY AND EQUIPMENT, NET	-	433,435	458,220	3,646,679	-	-	4,538,334
TOTAL ASSETS	\$ -	\$ 3,958,764	\$ 460,445	\$ 10,051,033	\$ 1,355,671	\$ (1,710,493)	\$ 14,115,420
LIABILITIES AND NET ASSETS (DEFICIT)							
CURRENT LIABILITIES:							
Accounts payable and accrued expenses	\$ -	\$ 265,638	\$ 18,115	\$ 36,606	\$ 69,346	\$ -	\$ 389,705
Accrued salary and vacation payable	-	339,689	-	-	97,600	-	437,289
Advances from government agencies	-	129,760	-	-	-	-	129,760
Intercompany receivable/payable	-	-	-	-	1,710,493	(1,710,493)	-
Total Current Liabilities	-	735,087	18,115	36,606	1,877,439	(1,710,493)	956,754
NON-CURRENT LIABILITIES:							
Paycheck Protection Program loan payable	-	977,399	-	-	-	-	977,399
Loan payable	-	80,000	-	-	-	-	80,000
Note payable	-	-	-	8,326,039	-	-	8,326,039
Total Liabilities	-	1,792,486	18,115	8,362,645	1,877,439	(1,710,493)	10,340,192
COMMITMENTS AND CONTINGENCIES							
NET ASSETS (DEFICIT):							
Without donor restrictions - operating	-	2,122,462	441,420	1,192,841	(521,768)	-	3,234,955
Without donor restrictions - board designated	-	-	910	495,547	-	-	496,457
Total without donor restrictions	-	2,122,462	442,330	1,688,388	(521,768)	-	3,731,412
With donor restrictions - purpose restricted	-	43,816	-	-	-	-	43,816
Total Net Assets (Deficit)	-	2,166,278	442,330	1,688,388	(521,768)	-	3,775,228
TOTAL LIABILITIES AND NET ASSETS (DEFICIT)	\$ -	\$ 3,958,764	\$ 460,445	\$ 10,051,033	\$ 1,355,671	\$ (1,710,493)	\$ 14,115,420

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2019

ASSETS

	Barrier Free Living Holding, Inc.	Barrier Free Living, Inc.	The New York Center for the Disabled Housing Development Company	Freedom House Housing Development Fund Company, Inc.	Freedom House for People with Disabilities, Inc.	Eliminations	Consolidated
CURRENT ASSETS:							
Cash and cash equivalents	\$ -	\$ 313,530	\$ 2,225	\$ 725,809	\$ 26,843	\$ -	\$ 1,068,407
Contracts and grants receivable	-	1,138,317	-	-	1,104,813	-	2,243,130
Prepaid expenses	-	220,737	-	-	-	-	220,737
Intercompany receivable/payable	-	946,253	-	611,804	-	(1,558,057)	-
Other current assets	-	21,122	-	-	8,510	-	29,632
Total Current Assets	-	2,639,959	2,225	1,337,613	1,140,166	(1,558,057)	3,561,906
DEFERRED CHARGE	-	-	-	4,732,339	-	-	4,732,339
PROPERTY AND EQUIPMENT, NET	-	456,215	478,185	3,857,294	-	-	4,791,694
TOTAL ASSETS	\$ -	\$ 3,096,174	\$ 480,410	\$ 9,927,246	\$ 1,140,166	\$ (1,558,057)	\$ 13,085,939
<u>LIABILITIES AND NET ASSETS (DEFICIT)</u>							
CURRENT LIABILITIES:							
Accounts payable and accrued expenses	\$ -	\$ 300,130	\$ 18,114	\$ 11,950	\$ 22,554	\$ -	\$ 352,748
Accrued salary and vacation payable	-	385,901	-	-	81,324	-	467,225
Advances from government agencies	-	107,247	-	-	-	-	107,247
Intercompany receivable/payable	-	-	-	-	1,558,057	(1,558,057)	-
Total Current Liabilities	-	793,278	18,114	11,950	1,661,935	(1,558,057)	927,220
NON-CURRENT LIABILITIES:							
Loan payable	-	120,000	-	-	-	-	120,000
Note payable	-	-	-	8,326,039	-	-	8,326,039
Total Liabilities	-	913,278	18,114	8,337,989	1,661,935	(1,558,057)	9,373,259
COMMITMENTS AND CONTINGENCIES							
NET ASSETS (DEFICIT):							
Without donor restrictions - operating	-	2,140,630	461,386	1,106,483	(521,769)	-	3,186,730
Without donor restrictions - board designated	-	-	910	482,774	-	-	483,684
Total without donor restrictions	-	2,140,630	462,296	1,589,257	(521,769)	-	3,670,414
With donor restrictions - purpose restricted	-	42,266	-	-	-	-	42,266
Total Net Assets (Deficit)	-	2,182,896	462,296	1,589,257	(521,769)	-	3,712,680
TOTAL LIABILITIES AND NET ASSETS (DEFICIT)	\$ -	\$ 3,096,174	\$ 480,410	\$ 9,927,246	\$ 1,140,166	\$ (1,558,057)	\$ 13,085,939

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

	Barrier Free Living Holding, Inc.	Barrier Free Living, Inc.		The New York Center for the Disabled Housing Development Company	Freedom House Housing Development Fund Company, Inc.	Freedom House for People with Disabilities, Inc.	Eliminations	Consolidated			
	Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	Without Donor Restrictions		Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES:											
Government contracts and grants	\$ -	\$ 3,754,091	\$ -	\$ 3,754,091	\$ -	\$ 296,720	\$ 3,482,537	\$ -	\$ 7,533,348	\$ -	\$ 7,533,348
In-kind contributions	-	284,603	-	284,603	-	-	71,136	-	355,739	-	355,739
Program service fees	-	36,300	-	36,300	-	-	-	-	36,300	-	36,300
Contributions	-	15,124	4,375	19,499	-	-	-	-	15,124	4,375	19,499
Management fee	-	506,212	-	506,212	-	-	-	(506,212)	-	-	-
Rental income	-	-	-	-	-	149,336	-	(149,336)	-	-	-
Interest	-	52	-	52	-	502	159	-	713	-	713
Miscellaneous	-	102,120	-	102,120	-	-	1,619	-	103,739	-	103,739
Net assets released from restrictions	-	2,825	(2,825)	-	-	-	-	-	2,825	(2,825)	-
Total Revenues	-	4,701,327	1,550	4,702,877	-	446,558	3,555,451	(655,548)	8,047,788	1,550	8,049,338
EXPENSES:											
Program services	-	3,567,781	-	3,567,781	19,966	347,177	3,049,238	(149,336)	6,834,826	-	6,834,826
Supporting service: Management and general	-	1,151,714	-	1,151,714	-	250	506,212	(506,212)	1,151,964	-	1,151,964
Total Expenses	-	4,719,495	-	4,719,495	19,966	347,427	3,555,450	(655,548)	7,986,790	-	7,986,790
CHANGE IN NET ASSETS	-	(18,168)	1,550	(16,618)	(19,966)	99,131	1	-	60,998	1,550	62,548
NET ASSETS (DEFICIT), BEGINNING OF YEAR	-	2,140,630	42,266	2,182,896	462,296	1,589,257	(521,769)	-	3,670,414	42,266	3,712,680
NET ASSETS (DEFICIT), END OF YEAR	\$ -	\$ 2,122,462	\$ 43,816	\$ 2,166,278	\$ 442,330	\$ 1,688,388	\$ (521,768)	\$ -	\$ 3,731,412	\$ 43,816	\$ 3,775,228

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

	Barrier Free Living Holding, Inc.	Barrier Free Living, Inc.		The New York Center for the Disabled Housing Development Company	Freedom House Housing Development Fund Company, Inc.	Freedom House for People with Disabilities, Inc.	Eliminations	Consolidated			
	Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	Without Donor Restrictions		Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES:											
Government contracts and grants	\$ -	\$ 3,624,342	\$ -	\$ 3,624,342	\$ -	\$ 297,562	\$ 3,368,198	\$ -	\$ 7,290,102	\$ -	\$ 7,290,102
In-kind contributions	-	427,712	-	427,712	-	-	105,145	-	532,857	-	532,857
Program service fees	-	36,300	-	36,300	-	-	-	-	36,300	-	36,300
Contributions	-	103,728	22,054	125,782	-	-	11,707	-	115,435	22,054	137,489
Management fee	-	503,495	-	503,495	-	-	-	(503,495)	-	-	-
Rental income	-	-	-	-	79,527	136,561	-	(216,088)	-	-	-
Interest	-	-	-	-	28	884	304	-	1,216	-	1,216
Miscellaneous	-	17,188	-	17,188	-	-	-	-	17,188	-	17,188
Net assets released from restrictions	-	78,710	(78,710)	-	-	-	-	-	78,710	(78,710)	-
Total Revenues	-	4,791,475	(56,656)	4,734,819	79,555	435,007	3,485,354	(719,583)	8,071,808	(56,656)	8,015,152
EXPENSES:											
Program services	-	3,487,488	-	3,487,488	13,282	327,868	3,346,378	(216,088)	6,958,928	-	6,958,928
Supporting service: Management and general	-	1,182,970	-	1,182,970	-	270	503,495	(503,495)	1,183,240	-	1,183,240
Total Expenses	-	4,670,458	-	4,670,458	13,282	328,138	3,849,873	(719,583)	8,142,168	-	8,142,168
CHANGE IN NET ASSETS BEFORE OTHER CHANGE	-	121,017	(56,656)	64,361	66,273	106,869	(364,519)	-	(70,360)	(56,656)	(127,016)
TRANSFER OF RESERVE FUND	-	-	-	-	-	(364,520)	364,520	-	-	-	-
CHANGE IN NET ASSETS	-	121,017	(56,656)	64,361	66,273	(257,651)	1	-	(70,360)	(56,656)	(127,016)
NET ASSETS (DEFICIT), BEGINNING OF YEAR	-	2,019,613	98,922	2,118,535	396,023	1,846,908	(521,770)	-	3,740,774	98,922	3,839,696
NET ASSETS (DEFICIT), END OF YEAR	\$ -	\$ 2,140,630	\$ 42,266	\$ 2,182,896	\$ 462,296	\$ 1,589,257	\$ (521,769)	\$ -	\$ 3,670,414	\$ 42,266	\$ 3,712,680

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020

	Barrier Free Living, Inc. and The New York Center for the Disabled Housing Development Company			Freedom House Housing Development Fund Company, Inc.			Freedom House for People with Disabilities, Inc.			Eliminations	Consolidated
	Program Services	Management and General	Total	Program Services	Management and General	Total	Program Services	Management and General	Total		
Salaries and wages	\$ 1,966,195	\$ 687,539	\$ 2,653,734	\$ -	\$ -	\$ -	\$ 1,600,805	\$ 506,212	\$ 2,107,017	\$ (506,212)	\$ 4,254,539
Employee benefits	313,040	118,714	431,754	-	-	-	317,372	-	317,372	-	749,126
Payroll taxes	210,686	21,844	232,530	-	-	-	197,994	-	197,994	-	430,524
In-kind contributions: home care services, social work, occupational therapy, food, supplies and legal	144,388	140,215	284,603	-	-	-	71,136	-	71,136	-	355,739
Consultants and professional fees	324,232	79,948	404,180	-	-	-	131,666	-	131,666	-	535,846
Depreciation and amortization	46,248	-	46,248	347,177	-	347,177	-	-	-	-	393,425
Repairs and maintenance	21,333	-	21,333	-	-	-	134,134	-	134,134	-	155,467
Office supplies	42,638	39,532	82,170	-	-	-	39,702	-	39,702	-	121,872
Utilities	-	-	-	-	-	-	175,506	-	175,506	-	175,506
Event expense	-	-	-	-	-	-	688	-	688	-	688
Rent	247,439	-	247,439	-	-	-	149,336	-	149,336	(149,336)	247,439
Insurance	47,203	36,575	83,778	-	-	-	84,850	-	84,850	-	168,628
Program supplies	95,954	1,297	97,251	-	-	-	62,828	-	62,828	-	160,079
Telephone	25,569	7,604	33,173	-	-	-	24,852	-	24,852	-	58,025
Food	11,532	4,078	15,610	-	-	-	3,959	-	3,959	-	19,569
Transportation	10,048	4,532	14,580	-	-	-	22,639	-	22,639	-	37,219
Residents'/children's activities	-	-	-	-	-	-	29,905	-	29,905	-	29,905
Miscellaneous	81,242	9,513	90,755	-	250	250	1,822	-	1,822	-	92,827
Bank charges and fees	-	323	323	-	-	-	44	-	44	-	367
Total Expenses	\$ 3,587,747	\$ 1,151,714	\$ 4,739,461	\$ 347,177	\$ 250	\$ 347,427	\$ 3,049,238	\$ 506,212	\$ 3,555,450	\$ (655,548)	\$ 7,986,790

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES
SUPPLEMENTARY INFORMATION
CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2019

	Barrier Free Living, Inc. and The New York Center for the Disabled Housing Development Company			Freedom House Housing Development Fund Company, Inc.			Freedom House for People with Disabilities, Inc.			Eliminations	Consolidated
	Program Services	Management and General	Total	Program Services	Management and General	Total	Program Services	Management and General	Total		
Salaries and wages	\$ 1,774,438	\$ 676,235	\$ 2,450,673	\$ -	\$ -	\$ -	\$ 1,769,412	\$ 503,495	\$ 2,272,907	\$ (503,495)	\$ 4,220,085
Employee benefits	301,105	133,583	434,688	-	-	-	365,250	-	365,250	-	799,938
Payroll taxes	213,273	22,970	236,243	-	-	-	214,870	-	214,870	-	451,113
In-kind contributions: home care services, social work, occupational therapy, food, supplies and legal	263,853	163,859	427,712	-	-	-	105,145	-	105,145	-	532,857
Consultants and professional fees	374,517	98,973	473,490	-	-	-	175,989	-	175,989	-	649,479
Depreciation and amortization	27,274	-	27,274	327,868	-	327,868	-	-	-	-	355,142
Repairs and maintenance	17,497	-	17,497	-	-	-	114,661	-	114,661	-	132,158
Office supplies	57,354	23,434	80,788	-	-	-	51,197	-	51,197	-	131,985
Utilities	-	-	-	-	-	-	165,159	-	165,159	-	165,159
Event expense	23,315	-	23,315	-	-	-	2,864	-	2,864	-	26,179
Rent	243,945	-	243,945	-	-	-	136,561	-	136,561	(216,088)	164,418
Insurance	48,390	36,312	84,702	-	-	-	83,751	-	83,751	-	168,453
Program supplies	53,177	-	53,177	-	-	-	54,510	-	54,510	-	107,687
Telephone	36,379	3,785	40,164	-	-	-	34,486	-	34,486	-	74,650
Food	6,604	3,858	10,462	-	-	-	12,089	-	12,089	-	22,551
Transportation	11,914	4,653	16,567	-	-	-	20,298	-	20,298	-	36,865
Residents'/children's activities	-	-	-	-	-	-	39,779	-	39,779	-	39,779
Miscellaneous	47,735	15,173	62,908	-	250	250	317	-	317	-	63,475
Residence expenses	-	-	-	-	-	-	-	-	-	-	-
Bank charges and fees	-	135	135	-	20	20	40	-	40	-	195
Total Expenses	\$ 3,500,770	\$ 1,182,970	\$ 4,683,740	\$ 327,868	\$ 270	\$ 328,138	\$ 3,346,378	\$ 503,495	\$ 3,849,873	\$ (719,583)	\$ 8,142,168

See independent auditors' report.