



STATE OF INDIANA
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April 7, 2016

Board of Directors
Jeffersonville Main Street, Inc.
113 West Chestnut St.
P.O. Box 1474
Jeffersonville, IN 47131

We have reviewed the audit report prepared by Rodefer Moss & Co, PLLC, for the period January 1, 2014 to December 31, 2014. In our opinion, the audit report was prepared in accordance with the guidelines established by the State Board of Accounts. Per the Independent Public Accountants' opinion, the financial statements included in the report present fairly the financial condition of Jeffersonville Main Street, Inc., as of December 31, 2014, and the results of its operations for the period then ended, on the basis of accounting described in the report.

The Independent Public Accountants' report is filed with this letter in our office as a matter of public record.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

JEFFERSONVILLE MAIN STREET, INC.

Financial Statements

Year Ended December 31, 2014

JEFFERSONVILLE MAIN STREET, INC.
Financial Statements
Year Ended December 31, 2014

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Independent Auditors' Report

To the Board of Directors
Jeffersonville Main Street, Inc.

We have audited the accompanying financial statements of Jeffersonville Main Street, Inc. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statement of activities and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditors' Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Organization's preparation and fair presentation of the 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 Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the 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 financial statements referred to above present fairly, in all material respects, the financial position of Jeffersonville Main Street, Inc. as of December 31, 2014, and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Rodefer Moss & Co, PLLC

Rodefer Moss & Co, PLLC
New Albany, Indiana
March 2, 2016

JEFFERSONVILLE MAIN STREET, INC.
Statement of Financial Position
December 31, 2014

ASSETS	
Cash	\$ 224,222
Cash - restricted	99,003
Property and equipment	<u>640,964</u>
Total assets	<u>\$ 964,189</u>
LIABILITIES AND NET ASSETS	
Liabilities	
Accrued expenses	<u>\$ 4,668</u>
Total liabilities	<u>4,668</u>
Net Assets	
Unrestricted net assets	200,607
Temporarily restricted net assets	<u>758,914</u>
Total net assets	<u>959,521</u>
Total liabilities and net assets	<u>\$ 964,189</u>

See notes to financial statements.

JEFFERSONVILLE MAIN STREET, INC.
Statement of Activities and Changes in Net Assets
Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted	Total
	<u> </u>	<u> </u>	<u> </u>
Contributions and Revenues			
Grants	\$ 106,083	\$ 274,343	\$ 380,426
In-kind	14,934	131,460	146,394
Contributions	53,577	14,047	67,624
Events	25,098	-	25,098
Miscellaneous	146	-	146
	<u>199,838</u>	<u>419,850</u>	<u>619,688</u>
Net assets released from restrictions	<u>45,891</u>	<u>(45,891)</u>	<u>-</u>
Total contributions and revenues	<u>245,729</u>	<u>373,959</u>	<u>619,688</u>
Expenses			
Program	69,228	-	69,228
Salaries	49,988	-	49,988
Events	21,046	-	21,046
In-kind	9,934	-	9,934
Insurance	6,090	-	6,090
Advertising	5,271	-	5,271
Office	5,023	-	5,023
Payroll taxes	4,290	-	4,290
Website	2,050	-	2,050
Business insurance	1,407	-	1,407
Rent	1,050	-	1,050
Dues	350	-	350
Miscellaneous	243	-	243
Meeting meals	52	-	52
Gifts	50	-	50
Total expenses	<u>176,072</u>	<u>-</u>	<u>176,072</u>
Change in net assets	69,657	373,959	443,616
Net assets at the beginning of the year	<u>130,950</u>	<u>384,955</u>	<u>515,905</u>
Net assets at the end of the year	<u>\$ 200,607</u>	<u>\$ 758,914</u>	<u>\$ 959,521</u>

See notes to financial statements.

JEFFERSONVILLE MAIN STREET, INC.
Statement of Cash Flows
Year Ended December 31, 2014

Cash Flows From Operating Activities	
Change in net assets	\$ 443,616
Adjustment to reconcile change in net assets to net cash flows from operating activities:	
Increase in accrued expenses	<u>1,598</u>
Net cash flows from operating activities	<u>445,214</u>
Cash Flows From Investing Activities	
Purchase of property and equipment	<u>(410,561)</u>
Net cash flows from investing activities	<u>(410,561)</u>
Net change in cash and cash equivalents	34,653
Cash and cash equivalents at the beginning of the year	<u>288,572</u>
Cash and cash equivalents at the end of the year	<u>\$ 323,225</u>
Supplemental Disclosures	
Noncash Transactions	
Buildings and furnishings donated to the Organization	<u>\$ 136,460</u>

See notes to financial statements.

JEFFERSONVILLE MAIN STREET, INC.
Notes to Financial Statements
December 31, 2014

NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization - This summary of significant accounting policies of Jeffersonville Main Street, Inc. (the "Organization") is presented to assist in understanding the Organization's financial statements.

Jeffersonville Main Street, Inc. is a nonprofit organization located in Jeffersonville, Indiana. The Organization works to continue the revitalization of the commercial and residential districts of downtown Jeffersonville.

Financial Statement Presentation - The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation - The Organization reports 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. The Organization reports contributions received as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Restricted contributions are reclassified to unrestricted net assets upon expiration of the restriction.

Cash Equivalents - The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Restricted Cash - Restricted cash consists of cash held by the Organization that is restricted for a specific time or purpose and totaled \$99,003 at December 31, 2014. Funds held in restricted cash included \$94,410 for the Pearl Street Infill Project and \$4,593 for various other purposes.

Contributions - All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Property and Equipment - Property and equipment is recorded at cost, or if donated, at fair market value at the date of donation. Maintenance and repairs are expensed as incurred. The Organization uses the straight line method of computing depreciation at rates adequate to amortize the cost of the applicable assets over their useful lives. For purposes of computing depreciation, the estimated useful life of office furniture and fixtures is five years and the estimated useful life of commercial property is 39 years. The asset cost and related accumulated depreciation of assets sold, or otherwise disposed of, is removed from the related accounts and the gain or loss is included in operations.

In-kind Donations - Donated assets are reported as contributions at their estimated fair market value on the date of the donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. If a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as unrestricted. For the year ended December 31, 2014, the Organization received donated assets in the amount of \$136,460. These amounts are recorded as revenues and fixed assets in the Statement of Activities and Statement of Financial Position, respectively. For the year ended December 31, 2014, the Organization received donated space, goods and services in the amount of \$9,934. These amounts are recorded as revenues and expenses in the Statement of Activities.

Temporarily Restricted Net Assets - Represent assets that are donor-restricted for a specific time period or for a specific purpose.

Advertising - The Organization uses advertising to promote its programs. The costs of advertising are expensed as incurred. During the year ended December 31, 2014, advertising costs totaled \$5,271.

JEFFERSONVILLE MAIN STREET, INC.
Notes to Financial Statements (Continued)

NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes - The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code as a nonprofit organization other than a private Organization. Accordingly, no provision for federal or state income taxes is included in the accompanying financial statements. The Organization evaluates its uncertain tax positions in accordance with applicable standards. It has evaluated its tax positions, and believes that it has none that are uncertain.

Date of Management Review - Management has evaluated events and transactions occurring subsequent to the Statement of Financial Position date for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through the date of the report, which is the date these financial statements were available to be issued.

NOTE 2 - PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2014 consisted of the following items, which had not been placed in service and were not yet being depreciated:

Pearl Street Infill Project - buildings	\$ 437,251
Pearl Street Infill Project - land	198,613
Office furniture and fixtures	<u>5,100</u>
Property and equipment	<u>\$ 640,964</u>

NOTE 3 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at December 31, 2014 were available for the following purposes:

Pearl Street Infill Project - property	\$ 635,864
Pearl Street Infill Project - cash	94,410
Other restricted donations	24,047
Other restricted cash	<u>4,593</u>
Total temporarily restricted net assets	<u>\$ 758,914</u>

The Pearl Street Infill Project was funded in part by a grant received from the Historic Preservation and Enhancement Fund and is temporarily restricted for ten years.

NOTE 4 - SUBSEQUENT EVENT

In 2015 the Organization was awarded a grant from the Historic Preservation and Enhancement Fund in the amount of \$134,594, for the purpose of funding the Pearl Street Infill Project.