

Homes on Wheels Alliance Inc.

Reviewed Financial Statements

For the Year Ended December 31, 2019

Homes on Wheels Alliance Inc.

Financial Statements

For the Year Ended December 31, 2019

Table Of Contents

	Page
Accountant's Review Report	1
Financial Statements	
Statement of Financial Position	2
Statement of Activities	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to the Financial Statements	6 - 7



# Paul M. Healey & Sons CPAs Ltd.

3263 E. Warm Springs Road  
Las Vegas, NV 89120  
(702) 968-7800 Phone  
(702) 968-7803 Fax

91 South Emery Street  
Pahrump, NV 89048  
(775) 751-3133 Phone  
(775) 751-3131 Fax

Paul M. Healey  
Certified Public Accountant  
paul@healeyandsonscpas.com

Christopher C. Healey  
Certified Public Accountant  
chris@healeyandsonscpas.com

Michael J. Healey  
Certified Public Accountant  
Master of Science in Accountancy  
mike@healeyandsonscpas.com

## Independent Accountants' Review Report

To the Board of Directors of  
Homes on Wheels Alliance Inc.  
Pahrump, NV

We have reviewed the accompanying financial statements of Homes on Wheels Alliance Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities and cash flows for the year 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 is responsible for the preparation and fair presentation of the 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.

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 AICPA. 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.

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 accounting principles generally accepted in the United States of America.

Paul M. Healey & Sons CPAs Ltd.  
Pahrump, NV  
January 6, 2021

Homes on Wheels Alliance Inc.  
Statement of Financial Position  
For the Year Ended December 31, 2019

ASSETS

CURRENT ASSETS

Cash, Unrestricted	\$ 19,942
Cash, Restricted	12,908
Pledged Receivables	<u>12,500</u>

TOTAL CURRENT ASSETS 45,350

FIXED ASSETS

Land	<u>3,750</u>
------	--------------

TOTAL FIXED ASSETS 3,750

TOTAL ASSETS \$ 49,100

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accrued Expenses	\$ 3,191
Accounts Payable	<u>32,668</u>

TOTAL CURRENT LIABILITIES 35,859

NET ASSETS

Unrestricted	333
Temporarily Restricted	<u>12,908</u>

TOTAL NET ASSETS 13,241

TOTAL LIABILITIES AND NET ASSETS \$ 49,100

See accompanying notes and independent accountants' review report.

Homes on Wheels Alliance Inc.  
Statement of Activities  
For the Year Ended December 31, 2019

Changes in Unrestricted Net Assets

Operating Revenues:	
Public Support	\$ 158,034
Grant Revenues	5,000
In-Kind Contributions	<u>51,746</u>
	214,780
Operating Expenses:	
Program Services	86,654
Management and General	<u>123,666</u>
	<u>210,320</u>
Increase in Net Assets	4,460
Net Assets, January 1, 2019	<u>8,781</u>
Net Assets, December 31, 2019	<u>\$ 13,241</u>

See accompanying notes and independent accountants' review report.

Homes on Wheels Alliance Inc.  
Statement of Functional Expenses  
For the Year Ended December 31, 2019

	<u>Supporting Services</u>		
	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Advertising and Promotion	\$ -	\$ 526	526
Bank Service Charge	-	1,875	1,875
Contract Services	-	96,496	96,496
Home on Wheels Retrofits	86,654	-	86,654
Information Technology	-	2,641	2,641
Insurance	-	3,102	3,102
License and Fee	-	6,327	6,327
Office Expense	-	1,744	1,744
Travel	-	1,547	1,547
Volunteer Events	<u>-</u>	<u>9,408</u>	<u>9,408</u>
Total Expenses Included in the Expense Section on the Statement of Activities	<u>\$ 86,654</u>	<u>\$ 123,666</u>	<u>\$ 210,320</u>

See accompanying notes and independent accountants' review report.

Homes on Wheels Alliance Inc.  
Statement of Cash Flows  
For the Year Ended December 31, 2019

Cash Flows From Operating Activities:

Increase in Net Assets	\$	4,460
------------------------	----	-------

Adjustments to Reconcile Increase in Net Assets to Net

Cash Provided by Operating Activities:

Increase (Decrease) in Operating Assets:

Pledged Receivables		(12,500)
---------------------	--	----------

Increase (Decrease) in Operating Liabilities:

Accrued Expenses		505
Accounts Payable		<u>32,668</u>

Net Cash Provided by Operating Activities		<u>25,133</u>
---	--	---------------

Investing Activities

Land Acquisition		<u>(3,750)</u>
------------------	--	----------------

Net Increase in Cash and Cash Equivalents		21,383
---	--	--------

Cash and Cash Equivalents, January 1, 2019		<u>11,467</u>
--	--	---------------

Cash and Cash Equivalents, December 31, 2019	\$	<u><u>32,850</u></u>
--	----	----------------------

Summary of Cash Accounts:

Unrestricted Cash	\$	19,942
Restricted Cash		<u>12,908</u>
Total Cash	\$	<u><u>32,850</u></u>

See accompanying notes and independent accountants' review report.

Homes On Wheels Alliance Inc.  
Notes to Financial Statements  
For the Year Ended December 31, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities:

Homes On Wheels Alliance Inc. is dedicated to providing safe and secure unconventional housing to those who are the need for housing and living assistance.

Basis of Accounting:

The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation:

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: unrestricted net assets and temporarily restricted net assets. There are no permanently restricted net assets in these financial statements.

Cash and Cash Equivalents:

For purposes of the statement of cash flows, the Organization considers all unrestricted highly-liquid investments with an initial maturity of three months or less to be cash equivalents.

Donated Assets:

Noncash donations are recorded as contributions at their estimated fair values at the date of donation and are reflected as In-kind revenues with a related offset for the underlying expense item of the donation received.

Expense Allocation:

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Tax Status:

The Organization is a not-for-profit organization as described in Section 501(c)(3) of the Internal Revenue Code and is generally exempt from income taxes on related income pursuant to the appropriate section of the Internal Revenue Code.

Restricted and Unrestricted Revenues and Support:

Contributions received are recorded as unrestricted or temporarily restricted depending on the existence and/or nature of any donor restrictions.



Homes On Wheels Alliance Inc.  
Notes to Financial Statements  
For the Year Ended December 31, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted and Unrestricted Revenues and Support: (Continued)

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is 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 purpose 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.

The Organization was incorporated as a not-for-profit entity in September, 2018 in the State of Nevada.

Use of Estimates:

Timely preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures, some of which may need revision in future periods.

Grants Receivable:

Receivables are stated at the amount management expects to collect from outstanding balances. It is the Organization's policy to charge off uncollectible receivables when management determines the receivables will not be collected. There is no allowance at December 31, 2019 as all receivables were determined to be collectible.

Donated Services:

Donated services are recognized as contributions in accordance with FASB Codification if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Subsequent Events:

Management has evaluated subsequent events through January 6, 2021 which is the date the financial statements were available. There were no material transactions of note for the subsequent period reviewed.

NOTE 2 CONCENTRATIONS

The Organization maintains its cash balances at financial institutions located in Pahrump, Nevada. The accounts are insured by the FDIC up to \$250,000. As of December 31, 2019 the Organization had both unrestricted and restricted accounts.

The Organization obtains most of its funding through donations and contributions from the public. However, they have been awarded a \$5,000 Grant by the Berger Foundation.