

**MOUNT VERNON PLACE CONSERVANCY, INC.**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012 AND 2011**

**MOUNT VERNON PLACE CONSERVANCY, INC.**

**Table of Contents**

**For The Years Ended June 30, 2012 AND 2011**

---

Accountants Report On Financial Statements .....	1
Financial Statements	
Statements of Financial Position .....	2
Statements of Activities .....	3-4
Statements of Cash Flows .....	5
Notes to Financial Statements .....	6-7

# NORMAN FELDMAN CPA, PA

To the Board of Directors  
Mount Vernon Place Conservancy, Inc.

We have reviewed the accompanying statement of financial position of Mount Vernon Place Conservancy, Inc. ("MVPC") as of June 30, 2012 and 2011 and the related statements of activities and cash flows for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Mount Vernon Place Conservancy, Inc.

A review consists principally of inquiries of MVPC 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 principles.

Our review was made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles. The information included in the accompanying schedules of functional expenses is presented only for supplementary analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we are not aware of any material modifications that should be made thereto.



NORMAN FELDMAN CPA PA

Baltimore, Maryland  
October 19, 2012

**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2012 AND 2011**

<b>ASSETS</b>		
	<u>2012</u>	<u>2011</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 578,856	91,200
<b>TOTAL ASSETS</b>	<b>\$ <u>578,856</u></b>	<b><u>91,200</u></b>

**LIABILITIES**

<b>NET ASSETS</b>		
Unrestricted	\$ 29,144	18,657
Temporarily restricted	<u>549,712</u>	<u>72,543</u>
Total Net Assets	<u>578,856</u>	<u>91,200</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>578,856</u></b>	<b><u>91,200</u></b>

See accompanying notes and accountants' report

**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2012**

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>			
Contributions	\$ 61,418	\$ 539,275	\$ 600,693
Government Grants	-	52,500	52,500
 <b>NET ASSETS RELEASED FROM RESTRICTIONS</b>			
Satisfaction of program restrictions	<u>114,606</u>	<u>(114,606)</u>	<u>-</u>
 Total Support and Revenue	 <u>176,024</u>	 <u>477,169</u>	 <u>653,193</u>
 <b>EXPENSES AND LOSSES</b>			
Program	93,160		93,160
Administrative	37,808	-	37,808
Fundraising	<u>34,569</u>	-	<u>34,569</u>
 Total Expenses and Losses	 165,537		 165,537
 CHANGE IN NET ASSETS	 10,487	 477,169	 487,656
 <b>NET ASSETS, BEGINNING OF YEAR</b>	 <u>18,657</u>	 <u>72,543</u>	 <u>91,200</u>
 <b>NET ASSETS, END OF YEAR</b>	 \$ <u>29,144</u>	 \$ <u>549,712</u>	 \$ <u>578,856</u>

See accompanying notes and accountants' report

**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2011**

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>			
Contributions	\$ 118,521	\$ 104,800	\$ 223,321
Government Grants	41,000	-	41,000
 <b>NET ASSETS RELEASED FROM RESTRICTIONS</b>			
Satisfaction of program restrictions	<u>32,257</u>	<u>(32,257)</u>	<u>-</u>
 Total Support and Revenue	<u>191,778</u>	<u>72,543</u>	<u>264,321</u>
 <b>EXPENSES AND LOSSES</b>			
Program	128,321	-	128,321
Administrative	30,969	-	30,969
Fundraising	<u>26,729</u>	<u>-</u>	<u>26,729</u>
 Total Expenses and Losses	186,019		186,019
 CHANGE IN NET ASSETS	5,759	72,543	78,302
 <b>NET ASSETS, BEGINNING OF YEAR</b>	<u>12,898</u>	<u>-</u>	<u>12,898</u>
 <b>NET ASSETS, END OF YEAR</b>	\$ <u>18,657</u>	\$ <u>72,543</u>	\$ <u>91,200</u>

See accompanying notes and accountants' report

**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED JUNE 30, 2012 and 2011**

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 487,656	78,302
Net cash provided by operating activities	487,656	78,302
 NET INCREASE IN CASH AND CASH EQUIVALENTS	 487,656	 78,302
 CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	 91,200	 12,898
 CASH AND CASH EQUIVALENTS, END OF YEAR	 \$ 578,856	 91,200

See accompanying notes and accountants' report

**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012 and 2011**

NOTE A- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

The Mount Vernon Place Conservancy, Inc. ("MVPC") was incorporated in 2008 for the charitable purpose of acting as the full-time single management entity responsible for the historic restoration, oversight and protection, and the day-to-day maintenance and management of Mount Vernon Place, the centerpiece of a National Historic Landmark District. MVPC exempt purpose will ensure that this national treasure will be protected, restored, and properly maintained. MVPC will enter into a lease agreement with the City of Baltimore. Under the agreement, The City will contribute some funding and services, but MVPC will assume the primary responsibility of raising funds for not only the capital restoration costs, but ongoing maintenance expenses of Mount Vernon Place.

BASIS OF ACCOUNTING

MVPC prepares its financial statements in accordance with U.S. generally accepted accounting principles, which involves the application of accrual accounting; consequently revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

BASIS OF PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, MVPC is required to report 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.

CASH EQUIVALENTS

For the purpose of the statements of cash flows, MVPC considers all highly liquid investments that are readily convertible into cash with a maturity of three months or less to be cash equivalents.



**MOUNT VERNON PLACE CONSERVANCY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012 and 2011**

NOTE A- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

SUPPORT AND REVENUES

Contributions are recognized as revenue when received by MVPC. Expenses are recognized when paid by MVPC.

FUNCTIONAL ALLOCATION OF EXPENSES

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

CONTRIBUTIONS

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. 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, temporarily restricted net assets are reclassified to unrestricted net assets.

USE OF ESTIMATES

The preparation of financial statements in conformity with U.S. 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

MVPC is exempt from income taxes under Internal Revenue Code Section 501 (c) (3).

NOTE B-TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were available for the following purposes:

	<u>2012</u>	<u>2011</u>
Maintenance	\$ 76,753	\$45,243
Capital Improvements	<u>472,959</u>	<u>27,300</u>
	\$ 549,712	\$72,543