

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

**CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2021 AND 2020**

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, 2021 and 2020, 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, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The 2021 and 2020 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  
November 29, 2021

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,041,513	\$ 1,693,396
Certificates of deposit	250,351	500,351
Contracts and grants receivable	2,456,514	1,965,827
Prepaid expenses	164,793	237,026
Other current assets	83,227	151,427
	3,996,398	4,548,027
 DEFERRED CHARGE	 5,326,597	 5,029,059
 PROPERTY AND EQUIPMENT, NET	 4,208,119	 4,538,334
 TOTAL ASSETS	 \$ 13,531,114	 \$ 14,115,420
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 397,380	\$ 389,705
Accrued salary and vacation payable	413,575	437,289
Advances from government agencies	47,173	129,760
Loan payable, current portion	40,000	40,000
	898,128	996,754
 NON-CURRENT LIABILITIES:		
Paycheck Protection Program loan payable	-	977,399
Loan payable, less current portion	-	40,000
Note payable	8,326,039	8,326,039
	9,224,167	10,340,192
 COMMITMENTS AND CONTINGENCIES		
NET ASSETS:		
Without donor restrictions - operating	3,496,151	3,234,955
Without donor restrictions - board designated	760,990	496,457
Total without donor restrictions	4,257,141	3,731,412
With donor restrictions - purpose restricted	49,806	43,816
	4,306,947	3,775,228
 TOTAL LIABILITIES AND NET ASSETS	 \$ 13,531,114	 \$ 14,115,420

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, 2021 AND 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES:</b>						
Government contracts and grants	\$ 8,322,954	\$ -	\$ 8,322,954	\$ 7,533,348	\$ -	\$ 7,533,348
In-kind contributions	286,508	-	286,508	355,739	-	355,739
Program service fees	36,300	-	36,300	36,300	-	36,300
Contributions	33,102	17,000	50,102	15,124	4,375	19,499
Interest	619	-	619	713	-	713
Miscellaneous	68,411	-	68,411	103,739	-	103,739
Net assets released from restrictions	11,010	(11,010)	-	2,825	(2,825)	-
<b>Total Revenues</b>	<b>8,758,904</b>	<b>5,990</b>	<b>8,764,894</b>	<b>8,047,788</b>	<b>1,550</b>	<b>8,049,338</b>
<b>EXPENSES:</b>						
Program services	7,259,099	-	7,259,099	6,834,826	-	6,834,826
Supporting service: Management and general	1,362,295	-	1,362,295	1,151,964	-	1,151,964
<b>Total Expenses</b>	<b>8,621,394</b>	<b>-</b>	<b>8,621,394</b>	<b>7,986,790</b>	<b>-</b>	<b>7,986,790</b>
<b>CHANGE IN NET ASSETS BEFORE NONOPERATING ACTIVITIES</b>	<b>137,510</b>	<b>5,990</b>	<b>143,500</b>	<b>60,998</b>	<b>1,550</b>	<b>62,548</b>
<b>NONOPERATING ACTIVITIES:</b>						
Forgiveness of debt	388,219	-	388,219	-	-	-
<b>CHANGE IN NET ASSETS</b>	<b>525,729</b>	<b>5,990</b>	<b>531,719</b>	<b>60,998</b>	<b>1,550</b>	<b>62,548</b>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<b>3,731,412</b>	<b>43,816</b>	<b>3,775,228</b>	<b>3,670,414</b>	<b>42,266</b>	<b>3,712,680</b>
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 4,257,141</b>	<b>\$ 49,806</b>	<b>\$ 4,306,947</b>	<b>\$ 3,731,412</b>	<b>\$ 43,816</b>	<b>\$ 3,775,228</b>

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, 2021 AND 2020

	2021			2020		
	Supporting Service			Supporting Service		
	Program Services	Management and General	Total	Program Services	Management and General	Total
Salaries and wages	\$ 3,632,334	\$ 833,774	\$ 4,466,108	\$ 3,567,000	\$ 687,539	\$ 4,254,539
Employee benefits	714,374	124,133	838,507	630,412	118,714	749,126
Payroll taxes	435,555	33,034	468,589	408,680	21,844	430,524
In-kind contributions: home care services, social work, occupational therapy, food, supplies and legal	262,031	24,477	286,508	215,524	140,215	355,739
Consultants and professional fees	500,936	76,541	577,477	455,898	79,948	535,846
Depreciation and amortization	408,289	6,782	415,071	393,425	-	393,425
Repairs and maintenance	154,565	-	154,565	155,467	-	155,467
Office supplies	172,939	44,904	217,843	82,340	39,532	121,872
Utilities	228,815	-	228,815	175,506	-	175,506
Rent	248,932	-	248,932	247,439	-	247,439
Insurance	138,454	128,351	266,805	132,053	36,575	168,628
Program supplies	115,662	354	116,016	158,782	1,297	160,079
Telephone	54,089	8,777	62,866	50,421	7,604	58,025
Food	4,885	582	5,467	15,491	4,078	19,569
Transportation	23,928	3,353	27,281	32,687	4,532	37,219
Residents'/children's activities	28,584	-	28,584	29,905	-	29,905
Miscellaneous (includes interest of \$6,448 in 2021 and \$0 in 2020)	134,727	77,233	211,960	83,796	10,086	93,882
<b>Total Expenses</b>	<b>\$ 7,259,099</b>	<b>\$ 1,362,295</b>	<b>\$ 8,621,394</b>	<b>\$ 6,834,826</b>	<b>\$ 1,151,964</b>	<b>\$ 7,986,790</b>

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, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ 531,719	\$ 62,548
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Forgiveness of debt	(388,219)	-
Gain on sale of fixed assets	(400)	-
Depreciation and amortization	415,071	393,425
Deferred charge	(297,538)	(296,720)
Unrealized gains on certificates of deposit	-	(351)
Changes in assets (increase) decrease:		
Contracts and grants receivable	(490,687)	277,303
Prepaid expenses	72,233	(16,289)
Other current assets	68,200	(121,795)
Changes in liabilities increase (decrease):		
Accounts payable and accrued expenses	7,675	36,957
Accrued salary and vacation payable	(23,714)	(29,936)
Advances from government agencies	(82,587)	22,513
<b>NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES</b>	<u>(188,247)</u>	<u>327,655</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of fixed assets	400	-
Purchase of property and equipment	(84,856)	(140,065)
Proceeds from redemption of certificates of deposit	750,000	-
Purchase of certificates of deposit	(500,000)	(500,000)
<b>NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>	<u>165,544</u>	<u>(640,065)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Paycheck Protection Program loan payable	-	977,399
Repayment of Paycheck Protection Program loan payable	(589,180)	-
Repayment of loan payable	(40,000)	(40,000)
<b>NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES</b>	<u>(629,180)</u>	<u>937,399</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<u>(651,883)</u>	<u>624,989</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>1,693,396</u>	<u>1,068,407</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 1,041,513</u>	<u>\$ 1,693,396</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Cash paid for interest	<u>\$ 6,448</u>	<u>\$ -</u>
<b>SUPPLEMENTAL DISCLOSURE OF NON-CASH ACTIVITIES:</b>		
Forgiveness of debt	<u>\$ 388,219</u>	<u>\$ -</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, 2021 AND 2020

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 to 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 specializing in working with domestic violence survivors with disabilities and/or their children with disabilities, with every part of the shelter constructed to accommodate individuals who have medical disabilities or are mobility impaired, D/deaf or hard of hearing, or 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 formerly operated a transitional housing facility for homeless, physically disabled adults through April 30, 2018. Subsequent to April 30, 2018, the building was demolished. The Organization is pursuing capital funding to build a 74-unit supportive housing building in its place. Once the capital is secured and the building is constructed, BFL will have a \$1,850,000 per annum contract with the NYS Office of Temporary and Disability Assistance to provide rental subsidies to tenants as well as funding for support staff. That funding will be provided as part of 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/or children with disabilities.

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

Supportive Housing

Barrier Free Living Housing Development Fund Corporation, Inc. ("BFL HDFC") is the fee owner of a project in the South Bronx built in partnership with Alembic Community Development and Foxy Management. BFL is the service provider for the 120 supportive housing units. Foxy Management is the building manager and acts as landlord for the project. BFL currently provides supportive housing services (counseling, case management, occupational therapy, and advocacy) to 50 families and 70 adults in permanent housing. The program was developed under the low-income tax credit program so 99% of the project is owned by tax creditors for a fifteen-year period of time. BFL will have the right of first refusal to purchase the project at the end of the fifteen years.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2021 AND 2020

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

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 Emergency Domestic Violence Shelter program. Freedom House has 106 licensed beds and assists domestic violence survivors with or without disabilities regardless of gender identity who seek safety in shelter. Freedom House specializes in working with people with disabilities and those who are D/deaf, however, since it is licensed as an emergency domestic violence shelter by the New York State Office of Children and Family Services, Freedom House cannot turn away victims seeking shelter because they do not identify as disabled. Services include crisis counseling, case management, occupational therapy and family services. State regulations allow residents of Freedom House to stay for 90 days with extensions up to 180 days.

Administration

Administration includes the functions necessary to maintain an equitable employment program; ensure a safe and supportive 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.

During the year ended June 30, 2021, 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 was being impacted by COVID-19, and as a result, New York City was only funding 60% of the value of the ICR, which resulted in \$154,095 of additional revenue for BFL. The residual 40% was subsequently reinstated and was paid in full during the year ended June 30, 2021.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2021 AND 2020

Note 2 - Summary of Significant Accounting Policies

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.

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 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, 2021 AND 2020

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 was not necessary at June 30, 2021 and 2020.

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, 2021 and 2020, board-designated net assets of \$760,990 and \$496,457, 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, 2021 and 2020, purpose restricted net assets of \$49,806 and \$43,816, respectively, are available to reimburse expenses for educational-related training for residents. At June 30, 2021 and 2020, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes of \$11,010 and \$2,825, respectively.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
 JUNE 30, 2021 AND 2020

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

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:

<b>Nature of the Gift</b>	<b>Value Recognized</b>
<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, 2021 AND 2020

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

In-Kind Contributions

For the years ended June 30, 2021 and 2020, revenues and expenses reflect \$256,763 and \$163,825, 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, 2021 and 2020, revenue and expenses reflect \$29,745 and \$191,914, 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 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 2018.

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, 2021 AND 2020

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. At June 30, 2021 and from time to time during the years ended June 30, 2021 and 2020, the Organization's balances exceeded these limits.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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Note 4 - Property and Equipment

Property and equipment, net, consists of the following at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Land	\$ 292,500	\$ 292,500
Buildings and improvements	11,619,411	11,582,111
Furniture and equipment	273,418	284,649
Construction in progress	221,516	210,880
Leasehold improvements	493,571	493,571
	12,900,416	12,863,711
Less: Accumulated depreciation and amortization	8,692,297	8,325,377
	\$ 4,208,119	\$ 4,538,334

Depreciation expense for the years ended June 30, 2021 and 2020 totaled \$415,071 and \$393,425, respectively. During the year ended June 30, 2021, the Organization disposed of \$48,151 of fully depreciated equipment. There were no disposals during the year ended June 30, 2020.

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, 2021 and 2020 was \$40,000 and \$80,000, respectively. BFL is to repay the remaining balance with a \$40,000 installment in November 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 the bank is otherwise notified by BFL. Interest is charged at the prime rate plus 3.25%, totaling 6.5% at June 30, 2021 and 2020. The line is secured by the property of BFL. BFL did not utilize the line of credit during the years ended June 30, 2021 and 2020.



BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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Note 6 - Lines of Credit (cont'd.)

In January 2018, Freedom House obtained a line of credit in the amount of \$250,000, which automatically renews on an annual basis unless the bank is otherwise notified by Freedom House. Interest is charged at the prime rate plus 10.05%, totaling 13.3% at June 30, 2021 and 2020. 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, 2021 and 2020.

Note 7 - Paycheck Protection Program Loan Payable

In May 2020, BFL entered into a \$977,399 agreement with a financial institution under the Paycheck Protection Program ("PPP"), 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. In May 2021, BFL applied for and was granted forgiveness in the amount of \$388,219 and repaid the balance, including interest of \$6,448. As a result, the loan forgiveness is reported in the statement of activities for the year ended June 30, 2021.

Note 8 - Functional Expenses

Functional expenses consist of the following:

	<u>2021</u>	<u>2020</u>
Program expenses:		
Supportive housing	\$ 2,060,751	\$ 2,081,204
New York County Collaborative	-	84,126
Domestic violence - non-residential program	1,524,782	1,125,042
Freedom House Housing Development Fund	362,040	347,177
Emergency domestic violence shelter	2,922,827	3,197,277
Other programs	388,699	-
Total program expenses	<u>7,259,099</u>	<u>6,834,826</u>
Management and general	<u>1,362,295</u>	<u>1,151,964</u>
Total expenses	<u>\$ 8,621,394</u>	<u>\$ 7,986,790</u>

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

	<u>2021</u>	<u>2020</u>
Program services	\$ 262,031	\$ 215,524
Management and general	<u>24,477</u>	<u>140,215</u>
Total in-kind services	<u>\$ 286,508</u>	<u>\$ 355,739</u>

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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, 2021 and 2020, pension expense amounted to \$101,108 and \$138,179, respectively.

Note 10 - Commitments and Contingencies

Government Funding

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.

COVID-19

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.

PPP

The SBA may elect to undertake a review of a PPP loan of any size greater than \$150,000 during the six-year period following forgiveness of the loan. If selected, the review would include the forgiveness application, including whether the Organization met the eligibility requirements of the PPP and received the proper amount. Whether the Organization will be selected for an SBA review, as well as the timing and outcome, are uncertain.

Note 11 - Transaction with Affiliated Organization

In 2016, 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. 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, an unaffiliated entity, to develop this project.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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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, 2021 and 2020.

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 1,041,513	\$ 1,693,396
Certificate of deposit	250,351	500,351
Contracts and grants receivable	2,456,514	1,965,827
Other current assets	59,737	127,987
Total	<u>3,808,115</u>	<u>4,287,561</u>
Contractual, internal or donor-imposed restrictions:		
Purpose restricted	(49,806)	(43,816)
Internal designations by board of directors	<u>(760,990)</u>	<u>(496,457)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,997,319</u>	<u>\$ 3,747,288</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 years ended June 30, 2021 and 2020, the level of liquidity and reserves were managed within the policy requirements.

Note 13 - Subsequent Events

The Organization has evaluated all events or transactions that occurred after June 30, 2021 through November 29, 2021, 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.

SUPPLEMENTARY INFORMATION

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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
<b>CURRENT ASSETS:</b>							
Cash and cash equivalents	\$ -	\$ 362,836	\$ 2,225	\$ 572,337	\$ 104,115	\$ -	\$ 1,041,513
Certificate of deposit	-	250,351	-	-	-	-	250,351
Contracts and grants receivable	-	1,466,056	-	-	990,458	-	2,456,514
Prepaid expenses	-	164,793	-	-	-	-	164,793
Intercompany receivable/payable	-	452,765	-	1,058,044	-	(1,510,809)	-
Other current assets	-	45,464	-	-	37,763	-	83,227
<b>Total Current Assets</b>	<b>-</b>	<b>2,742,265</b>	<b>2,225</b>	<b>1,630,381</b>	<b>1,132,336</b>	<b>(1,510,809)</b>	<b>3,996,398</b>
<b>DEFERRED CHARGE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,326,597</b>	<b>-</b>	<b>-</b>	<b>5,326,597</b>
<b>PROPERTY AND EQUIPMENT, NET</b>	<b>-</b>	<b>447,925</b>	<b>438,255</b>	<b>3,321,939</b>	<b>-</b>	<b>-</b>	<b>4,208,119</b>
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 3,190,190</b>	<b>\$ 440,480</b>	<b>\$ 10,278,917</b>	<b>\$ 1,132,336</b>	<b>\$ (1,510,809)</b>	<b>\$ 13,531,114</b>

LIABILITIES AND NET ASSETS (DEFICIT)

<b>CURRENT LIABILITIES:</b>							
Accounts payable and accrued expenses	\$ -	\$ 315,854	\$ 18,116	\$ 26,255	\$ 37,155	\$ -	\$ 397,380
Accrued salary and vacation payable	-	339,346	-	-	74,229	-	413,575
Advances from government agencies	-	47,173	-	-	-	-	47,173
Loan payable	-	40,000	-	-	-	-	40,000
Intercompany receivable/payable	-	-	-	-	1,510,809	(1,510,809)	-
<b>Total Current Liabilities</b>	<b>-</b>	<b>742,373</b>	<b>18,116</b>	<b>26,255</b>	<b>1,622,193</b>	<b>(1,510,809)</b>	<b>898,128</b>
<b>NON-CURRENT LIABILITIES:</b>							
Note payable	-	-	-	8,326,039	-	-	8,326,039
<b>Total Liabilities</b>	<b>-</b>	<b>742,373</b>	<b>18,116</b>	<b>8,352,294</b>	<b>1,622,193</b>	<b>(1,510,809)</b>	<b>9,224,167</b>
<b>COMMITMENTS AND CONTINGENCIES</b>							
<b>NET ASSETS (DEFICIT):</b>							
Without donor restrictions - operating	-	2,398,011	422,364	1,165,633	(489,857)	-	3,496,151
Without donor restrictions - board designated	-	-	-	760,990	-	-	760,990
<b>Total without donor restrictions</b>	<b>-</b>	<b>2,398,011</b>	<b>422,364</b>	<b>1,926,623</b>	<b>(489,857)</b>	<b>-</b>	<b>4,257,141</b>
With donor restrictions - purpose restricted	-	49,806	-	-	-	-	49,806
<b>Total Net Assets (Deficit)</b>	<b>-</b>	<b>2,447,817</b>	<b>422,364</b>	<b>1,926,623</b>	<b>(489,857)</b>	<b>-</b>	<b>4,306,947</b>
<b>TOTAL LIABILITIES AND NET ASSETS (DEFICIT)</b>	<b>\$ -</b>	<b>\$ 3,190,190</b>	<b>\$ 440,480</b>	<b>\$ 10,278,917</b>	<b>\$ 1,132,336</b>	<b>\$ (1,510,809)</b>	<b>\$ 13,531,114</b>

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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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
<b>CURRENT ASSETS:</b>							
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
<b>Total Current Assets</b>	<b>-</b>	<b>3,525,329</b>	<b>2,225</b>	<b>1,375,295</b>	<b>1,355,671</b>	<b>(1,710,493)</b>	<b>4,548,027</b>
<b>DEFERRED CHARGE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,029,059</b>	<b>-</b>	<b>-</b>	<b>5,029,059</b>
<b>PROPERTY AND EQUIPMENT, NET</b>	<b>-</b>	<b>433,435</b>	<b>458,220</b>	<b>3,646,679</b>	<b>-</b>	<b>-</b>	<b>4,538,334</b>
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 3,958,764</b>	<b>\$ 460,445</b>	<b>\$ 10,051,033</b>	<b>\$ 1,355,671</b>	<b>\$ (1,710,493)</b>	<b>\$ 14,115,420</b>
<b>LIABILITIES AND NET ASSETS (DEFICIT)</b>							
<b>CURRENT LIABILITIES:</b>							
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
Loan payable	-	40,000	-	-	-	-	40,000
Intercompany receivable/payable	-	-	-	-	1,710,493	(1,710,493)	-
<b>Total Current Liabilities</b>	<b>-</b>	<b>775,087</b>	<b>18,115</b>	<b>36,606</b>	<b>1,877,439</b>	<b>(1,710,493)</b>	<b>996,754</b>
<b>NON-CURRENT LIABILITIES:</b>							
Paycheck Protection Program loan payable	-	977,399	-	-	-	-	977,399
Loan payable	-	40,000	-	-	-	-	40,000
Note payable	-	-	-	8,326,039	-	-	8,326,039
<b>Total Liabilities</b>	<b>-</b>	<b>1,792,486</b>	<b>18,115</b>	<b>8,362,645</b>	<b>1,877,439</b>	<b>(1,710,493)</b>	<b>10,340,192</b>
<b>COMMITMENTS AND CONTINGENCIES</b>							
<b>NET ASSETS (DEFICIT):</b>							
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
<b>Total without donor restrictions</b>	<b>-</b>	<b>2,122,462</b>	<b>442,330</b>	<b>1,688,388</b>	<b>(521,768)</b>	<b>-</b>	<b>3,731,412</b>
With donor restrictions - purpose restricted	-	43,816	-	-	-	-	43,816
<b>Total Net Assets (Deficit)</b>	<b>-</b>	<b>2,166,278</b>	<b>442,330</b>	<b>1,688,388</b>	<b>(521,768)</b>	<b>-</b>	<b>3,775,228</b>
<b>TOTAL LIABILITIES AND NET ASSETS (DEFICIT)</b>	<b>\$ -</b>	<b>\$ 3,958,764</b>	<b>\$ 460,445</b>	<b>\$ 10,051,033</b>	<b>\$ 1,355,671</b>	<b>\$ (1,710,493)</b>	<b>\$ 14,115,420</b>

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BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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	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
<b>REVENUES:</b>											
Government contracts and grants	\$ -	\$ 4,352,219	\$ -	\$ 4,352,219	\$ -	\$ 297,539	\$ 3,673,196	\$ -	\$ 8,322,954	\$ -	\$ 8,322,954
In-kind contributions	-	188,726	-	188,726	-	-	97,782	-	286,508	-	286,508
Program service fees	-	36,300	-	36,300	-	-	-	-	36,300	-	36,300
Contributions	-	30,602	17,000	47,602	-	-	2,500	-	33,102	17,000	50,102
Management fee	-	533,009	-	533,009	-	-	-	(533,009)	-	-	-
Rental income	-	-	-	-	-	152,743	-	(152,743)	-	-	-
Interest	-	125	-	125	-	243	251	-	619	-	619
Miscellaneous	-	51,650	-	51,650	-	-	16,761	-	68,411	-	68,411
Net assets released from restrictions	-	11,010	(11,010)	-	-	-	-	-	11,010	(11,010)	-
<b>Total Revenues</b>	<b>-</b>	<b>5,203,641</b>	<b>5,990</b>	<b>5,209,631</b>	<b>-</b>	<b>450,525</b>	<b>3,790,490</b>	<b>(685,752)</b>	<b>8,758,904</b>	<b>5,990</b>	<b>8,764,894</b>
<b>EXPENSES:</b>											
Program services	-	3,954,266	-	3,954,266	19,966	362,040	3,075,570	(152,743)	7,259,099	-	7,259,099
Supporting service: Management and general	-	1,362,045	-	1,362,045	-	250	533,009	(533,009)	1,362,295	-	1,362,295
<b>Total Expenses</b>	<b>-</b>	<b>5,316,311</b>	<b>-</b>	<b>5,316,311</b>	<b>19,966</b>	<b>362,290</b>	<b>3,608,579</b>	<b>(685,752)</b>	<b>8,621,394</b>	<b>-</b>	<b>8,621,394</b>
<b>CHANGE IN NET ASSETS BEFORE NONOPERATING ACTIVITIES</b>	<b>-</b>	<b>(112,670)</b>	<b>5,990</b>	<b>(106,680)</b>	<b>(19,966)</b>	<b>88,235</b>	<b>181,911</b>	<b>-</b>	<b>137,510</b>	<b>5,990</b>	<b>143,500</b>
<b>NONOPERATING ACTIVITIES:</b>											
Transfer of reserve fund	-	-	-	-	-	150,000	(150,000)	-	-	-	-
Forgiveness of debt	-	388,219	-	388,219	-	-	-	-	388,219	-	388,219
<b>Total nonoperating activities</b>	<b>-</b>	<b>388,219</b>	<b>-</b>	<b>388,219</b>	<b>-</b>	<b>150,000</b>	<b>(150,000)</b>	<b>-</b>	<b>388,219</b>	<b>-</b>	<b>388,219</b>
<b>CHANGE IN NET ASSETS</b>	<b>-</b>	<b>275,549</b>	<b>5,990</b>	<b>281,539</b>	<b>(19,966)</b>	<b>238,235</b>	<b>31,911</b>	<b>-</b>	<b>525,729</b>	<b>5,990</b>	<b>531,719</b>
<b>NET ASSETS (DEFICIT), BEGINNING OF YEAR</b>	<b>-</b>	<b>2,122,462</b>	<b>43,816</b>	<b>2,166,278</b>	<b>442,330</b>	<b>1,688,388</b>	<b>(521,768)</b>	<b>-</b>	<b>3,731,412</b>	<b>43,816</b>	<b>3,775,228</b>
<b>NET ASSETS (DEFICIT), END OF YEAR</b>	<b>\$ -</b>	<b>\$ 2,398,011</b>	<b>\$ 49,806</b>	<b>\$ 2,447,817</b>	<b>\$ 422,364</b>	<b>\$ 1,926,623</b>	<b>\$ (489,857)</b>	<b>\$ -</b>	<b>\$ 4,257,141</b>	<b>\$ 49,806</b>	<b>\$ 4,306,947</b>

See independent auditors' report.

BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
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	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
<b>REVENUES:</b>											
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)	-
<b>Total Revenues</b>	<b>-</b>	<b>4,701,327</b>	<b>1,550</b>	<b>4,702,877</b>	<b>-</b>	<b>446,558</b>	<b>3,555,451</b>	<b>(655,548)</b>	<b>8,047,788</b>	<b>1,550</b>	<b>8,049,338</b>
<b>EXPENSES:</b>											
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
<b>Total Expenses</b>	<b>-</b>	<b>4,719,495</b>	<b>-</b>	<b>4,719,495</b>	<b>19,966</b>	<b>347,427</b>	<b>3,555,450</b>	<b>(655,548)</b>	<b>7,986,790</b>	<b>-</b>	<b>7,986,790</b>
<b>CHANGE IN NET ASSETS</b>	<b>-</b>	<b>(18,168)</b>	<b>1,550</b>	<b>(16,618)</b>	<b>(19,966)</b>	<b>99,131</b>	<b>1</b>	<b>-</b>	<b>60,998</b>	<b>1,550</b>	<b>62,548</b>
<b>NET ASSETS (DEFICIT), BEGINNING OF YEAR</b>	<b>-</b>	<b>2,140,630</b>	<b>42,266</b>	<b>2,182,896</b>	<b>462,296</b>	<b>1,589,257</b>	<b>(521,769)</b>	<b>-</b>	<b>3,670,414</b>	<b>42,266</b>	<b>3,712,680</b>
<b>NET ASSETS (DEFICIT), END OF YEAR</b>	<b>\$ -</b>	<b>\$ 2,122,462</b>	<b>\$ 43,816</b>	<b>\$ 2,166,278</b>	<b>\$ 442,330</b>	<b>\$ 1,688,388</b>	<b>\$ (521,768)</b>	<b>\$ -</b>	<b>\$ 3,731,412</b>	<b>\$ 43,816</b>	<b>\$ 3,775,228</b>

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BARRIER FREE LIVING HOLDING, INC. AND SUBSIDIARIES  
SUPPLEMENTARY INFORMATION  
CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2021

	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	\$ 2,146,463	\$ 833,774	\$ 2,980,237	\$ -	\$ -	\$ -	\$ 1,485,871	\$ 533,009	\$ 2,018,880	\$ (533,009)	\$ 4,466,108
Employee benefits	393,593	124,133	517,726	-	-	-	320,781	-	320,781	-	838,507
Payroll taxes	243,934	33,034	276,968	-	-	-	191,621	-	191,621	-	468,589
In-kind contributions: home care services, social work, occupational therapy, food, supplies and legal	164,249	24,477	188,726	-	-	-	97,782	-	97,782	-	286,508
Consultants and professional fees	316,069	76,541	392,610	-	-	-	184,867	-	184,867	-	577,477
Depreciation and amortization	46,249	6,782	53,031	362,040	-	362,040	-	-	-	-	415,071
Repairs and maintenance	10,312	-	10,312	-	-	-	144,253	-	144,253	-	154,565
Office supplies	138,169	44,904	183,073	-	-	-	34,770	-	34,770	-	217,843
Utilities	-	-	-	-	-	-	228,815	-	228,815	-	228,815
Rent	248,932	-	248,932	-	-	-	152,743	-	152,743	(152,743)	248,932
Insurance	52,580	128,351	180,931	-	-	-	85,874	-	85,874	-	266,805
Program supplies	55,314	354	55,668	-	-	-	60,348	-	60,348	-	116,016
Telephone	25,109	8,777	33,886	-	-	-	28,980	-	28,980	-	62,866
Food	2,057	582	2,639	-	-	-	2,828	-	2,828	-	5,467
Transportation	2,679	3,353	6,032	-	-	-	21,249	-	21,249	-	27,281
Residents'/children's activities	-	-	-	-	-	-	28,584	-	28,584	-	28,584
Miscellaneous (includes interest of \$6,448)	128,523	76,983	205,506	-	250	250	6,204	-	6,204	-	211,960
<b>Total Expenses</b>	<b>\$ 3,974,232</b>	<b>\$ 1,362,045</b>	<b>\$ 5,336,277</b>	<b>\$ 362,040</b>	<b>\$ 250</b>	<b>\$362,290</b>	<b>\$ 3,075,570</b>	<b>\$ 533,009</b>	<b>\$ 3,608,579</b>	<b>\$ (685,752)</b>	<b>\$ 8,621,394</b>

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
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	9,836	91,078	-	250	250	2,554	-	2,554	-	93,882
<b>Total Expenses</b>	<b>\$ 3,587,747</b>	<b>\$ 1,151,714</b>	<b>\$ 4,739,461</b>	<b>\$ 347,177</b>	<b>\$ 250</b>	<b>\$ 347,427</b>	<b>\$ 3,049,238</b>	<b>\$ 506,212</b>	<b>\$ 3,555,450</b>	<b>\$ (655,548)</b>	<b>\$ 7,986,790</b>

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