

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Financial Statements

December 31, 2018 and 2017

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Financial Statements

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BERNSTEIN ROSEN & COMPANY, PC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global

We have reviewed the accompanying financial statements of The Archive Institute a NJ nonprofit corporation (a nonprofit organization) d/b/a Archive Global, which comprise the statements of financial position as of December 31, 2018 and 2017, and the related statements of activities, functional expenses and cash flows for the years 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'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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements 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.

Accountant's 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 accordance with accounting principles generally accepted in the United States of America.

Bernstein Rosen & Company, CPAs, PC

NEW YORK, NEW YORK

November 6, 2019

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Statements of Financial Position

December 31,

	<u>2018</u>	<u>2017</u>
<u>Assets</u>		
Assets		
Cash and cash equivalents	\$ 87,242	\$ 263,087
Pledges and grants receivable	16,225	-
Prepaid insurance	<u>725</u>	<u>-</u>
Total Assets	<u>\$ 104,192</u>	<u>\$ 263,087</u>
<u>Liabilities and Net Assets</u>		
Liabilities		
Accounts payable and accrued expenses	<u>\$ 5,431</u>	<u>\$ 59,330</u>
Total Liabilities	<u>5,431</u>	<u>59,330</u>
Net Assets		
Without donor restrictions	98,761	52,123
With donor restrictions	<u>-</u>	<u>151,634</u>
Total Net Assets	<u>98,761</u>	<u>203,757</u>
Total Liabilities and Net Assets	<u>\$ 104,192</u>	<u>\$ 263,087</u>

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Statement of Activities

For the Year Ended December 31, 2018

Public Support and Revenue

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating Activities:			
Revenue:			
Contributions	\$ 16,787	\$ -	\$ 16,787
Fundraising	53,994	-	53,994
Service income	15,698	-	15,698
Grants	25,400	-	25,400
Donated services	7,500	-	7,500
Net assets released from restrictions	<u>151,634</u>	<u>(151,634)</u>	<u>-</u>
Total Public Support and Revenue	<u>271,013</u>	<u>(151,634)</u>	<u>119,379</u>

Expenses

Program Services:			
Housing and health programs	<u>150,261</u>	<u>-</u>	<u>150,261</u>
Total Program Services	<u>150,261</u>	<u>-</u>	<u>150,261</u>
Supporting Services:			
Management and general	41,757	-	41,757
Fundraising	<u>33,280</u>	<u>-</u>	<u>33,280</u>
Total Supporting Services	<u>75,038</u>	<u>-</u>	<u>75,038</u>
Total Expenses	<u>225,299</u>	<u>-</u>	<u>225,299</u>
Change in Net Assets from Operating Activities	45,714	(151,634)	(105,920)
Nonoperating Activities:			
Other income	783	-	783
Investment income	<u>141</u>	<u>-</u>	<u>141</u>
Change in Net Assets from Nonoperating Activities	<u>924</u>	<u>-</u>	<u>924</u>
Change in Net Assets	46,638	(151,634)	(104,996)
Net Assets - beginning of year	<u>52,123</u>	<u>151,634</u>	<u>203,757</u>
Net Assets - end of year	<u>\$ 98,761</u>	<u>\$ -</u>	<u>\$ 98,761</u>

See Independent Accountant's Review Report and accompanying notes to the financial statements.

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Statement of Activities

For the Year Ended December 31, 2017

Public Support and Revenue

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating Activities:			
Revenue:			
Contributions	\$ 161,131	\$ 376,611	\$ 537,742
Fundraising	-	9,930	9,930
Service income	3,560	-	3,560
Net assets released from restrictions	<u>197,316</u>	<u>(197,316)</u>	<u>-</u>
Total Public Support and Revenue	<u>362,007</u>	<u>189,225</u>	<u>551,232</u>

Expenses

Program Services:			
Housing and health programs	<u>189,812</u>	<u>-</u>	<u>189,812</u>
Total Program Services	<u>189,812</u>	<u>-</u>	<u>189,812</u>
Supporting Services:			
Management and general	32,627		32,627
Fundraising	<u>9,827</u>	<u>-</u>	<u>9,827</u>
Total Supporting Services	<u>42,454</u>	<u>-</u>	<u>42,454</u>
Total Expenses	<u>232,266</u>	<u>-</u>	<u>232,266</u>
Change in Net Assets from Operating Activities	129,741	189,225	318,966
Nonoperating Activities:			
Other income	497	-	497
Investment income	<u>121</u>	<u>-</u>	<u>121</u>
Change in Net Assets from Nonoperating Activities	<u>618</u>	<u>-</u>	<u>618</u>
Change in Net Assets	130,359	189,225	319,584
Net Assets - beginning of year	<u>(78,236)</u>	<u>(37,591)</u>	<u>(115,827)</u>
Net Assets - end of year	<u>\$ 52,123</u>	<u>\$ 151,634</u>	<u>\$ 203,757</u>

See Independent Accountant's Review Report and accompanying notes to the financial statements.

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Statement of Functional Expenses

For the Year Ended December 31, 2018

	Program Services		Supporting Services		
	Housing and Health Programs	Management and General	Fundraising	Total Supporting Services	Total
Salaries, benefits and taxes	\$ 15,610	\$ 13,043	\$ 15,918	\$ 28,961	\$ 44,571
Project Costs	98,292	2,224	-	2,224	100,516
Volunteers	11,699	3,967	13,216	17,184	28,883
Professional Services and Consultants	8,000	13,500	-	13,500	21,500
Rent	8,700	3,300	-	3,300	12,000
Promotional/Fundraising	590	158	3,889	4,047	4,637
Travel and Transportation	2,092	1,036	-	1,036	3,128
Insurance	1,209	894	-	894	2,103
Telephone/Internet	1,696	662	-	662	2,358
Website Communications	493	910	-	910	1,403
PR/Marketing	359	988	-	988	1,347
Office Expense and Postage	368	352	257	609	977
Subscriptions	484	321	-	321	805
Professional Dues/Conference	418	-	-	-	418
Personnel Advertising	150	115	-	115	265
Bank fees	-	207	-	207	207
IT Equipment and Supplies	102	-	-	-	102
Governance	-	79	-	79	79
Total Expenses	\$ 150,261	\$ 41,757	\$ 33,280	\$ 75,038	\$ 225,299

**The Archive Institute a NJ nonprofit corporation
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Statement of Functional Expenses

For the Year Ended December 31, 2017

	Program Services		Supporting Services		
	Housing and Health Programs	Management and General	Fundraising	Total Supporting Services	Total
Salaries, benefits and taxes	\$ 99,581	\$ 2,040	\$ 5,885	\$ 7,925	\$ 107,506
Project Costs	57,997	-	-	-	57,997
Volunteers	1,602	4,572	-	4,572	6,174
Professional Services and Consultants	1,346	3,573	-	3,573	4,919
Rent	13,600	3,400	-	3,400	17,000
Promotional/Fundraising	1,073	2,811	445	3,256	4,329
Travel and Transportation	4,759	7,830	3,167	10,997	15,756
Insurance	-	1,889	-	1,889	1,889
Telephone/Internet	2,820	-	-	-	2,820
Website Communications	713	178	-	178	891
Office Expense and Postage	602	616	34	650	1,252
Subscriptions	136	4	296	300	436
Bank fees	338	-	-	-	338
IT Equipment and Supplies	3,745	-	-	-	3,745
Governance	-	218	-	218	218
Lunch/Refreshments	-	3,321	-	3,321	3,321
Staff development	1,500	-	-	-	1,500
Team Meetings	-	1,475	-	1,475	1,475
Miscellaneous	-	700	-	700	700
Total Expenses	\$ 189,812	\$ 32,627	\$ 9,827	\$ 42,454	\$ 232,266

The Archive Institute a NJ nonprofit corporation
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Statements of Cash Flows

For the Years Ended December 31,

	<u>2018</u>	<u>2017</u>
<u>Cash Flows From Operating Activities:</u>		
Change in net assets	\$ (104,996)	\$ 319,584
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
(Decrease) in assets:		
Pledges and grants receivable	(16,225)	-
Prepaid insurance	(725)	-
(Decrease) in liabilities:		
Accounts payable and accrued expenses	<u>(53,899)</u>	<u>(76,835)</u>
Net Cash Flow (Used In) Provided By Operating Activities	<u>(175,845)</u>	<u>242,749</u>
Net (Decrease) Increase in Cash and Cash Equivalents	(175,845)	242,749
Cash and Cash Equivalents - Beginning of Year	<u>263,087</u>	<u>20,338</u>
Cash and Cash Equivalents - End of Year	<u>\$ 87,242</u>	<u>\$ 263,087</u>

**The Archive Institute a NJ nonprofit corporation
d/b/a Archive Global**

Notes To Financial Statements

December 31, 2018 and 2017

Note 1. Formation and Description of Organization

The Archive Institute a NJ nonprofit corporation d/b/a Archive Global (the "Organization") was incorporated in New Jersey in July 2006.

The Organization is an international charity prioritizing the use of housing as a central strategy for preventing illness and providing care among poor. The Organization's foremost goal is to improve health outcomes by delivering targeted housing design improvements.

Note 2. Summary of Significant Accounting Policies

Basis of Accounting and Presentation

The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants ("AICPA") "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). ASC 958-205, Presentation of Financial Statements, was effective January 1, 2018.

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's Board of Directors ("Board") may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**The Archive Institute a NJ nonprofit corporation
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Notes To Financial Statements (Continued)

December 31, 2018 and 2017

Note 2. Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

Cash consists of demand deposit accounts held at major financial institutions. The Organization considers all highly liquid debt instruments with original maturities of three months or less when purchased to be cash equivalents. The cash balance was \$87,242 and \$263,087 for the years ended December 31, 2018 and 2017, respectively.

Cash Credit Risk Concentration

The Organization maintains balances in banks which may exceed the limits covered by Federal Deposit Insurance Corporation ("FDIC") at certain times during the year.

Contributions and Donor Restrictions

Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Contributions restricted for the acquisition of land, buildings, and equipment are reported as net assets without donor restriction upon acquisition of the asset and the assets are placed in service.

Contributions of donated noncash assets and services that meet the criteria for recognition in the financial statements are reflected as in-kind donations and are recorded at their fair values at the date of the receipt. In-kind donations are reflected as contributions on the statements of activities.

Contributions related to special events are recognized in the period that the event occurs.

Allowance for Doubtful Accounts

The Organization bases its estimate of allowances based on an analysis of specific donors, taking into consideration the age of past due amounts and an assessment of the donor's ability to pay.

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Notes To Financial Statements (Continued)

December 31, 2018 and 2017

Note 2. Summary of Significant Accounting Policies (Continued)

Allowance for Doubtful Accounts (Continued)

The Organization determined that no allowance for doubtful accounts for contributions receivable was necessary as of December 31, 2018 and 2017, respectively. Such a determination is based on management's assessments of the aged basis of its receivables, as well as the creditworthiness of its contributors and historical information.

Income Taxes and Uncertainties

The Organization is exempt from federal and state income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal income tax has been recorded in the accompanying financial statements. However, any unrelated business income may be subject to taxation. Currently, the Organization has no obligation for any unrelated business income tax. Management believes that they will continue to be exempted from tax.

The Organization's policy is to record interest expense and penalties in operating expenses. For the years ended December 31, 2018 and 2017, there was no interest and penalties expense recorded and no accrued interest and penalties. The Organization's federal and state exempt status tax returns are open for examination for the years 2015, 2016, and 2017.

The Organization follows the provisions of ASC 740, Accounting for Uncertainty in Income Taxes, which addresses the accounting for, and disclosure of more likely than not for recognition and de-recognition of tax positions taken or expected to be taken in a tax return.

Functional Allocation of Expenses

The costs of providing the Organization's programs and other activities have been summarized on a functional basis in the statements of activities and the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

Program Services

The organization's major programs include:

Sanitation for Health in Delhi - a project aimed at improving health outcomes and standard of living among 55 families living in Aya Nagar in Southwestern Delhi.

Swaziland - a project aimed at assisting the Clinton Health Access Initiative to implement a malaria prevention campaign using the built environment in Swaziland.

**The Archive Institute a NJ nonprofit corporation
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Notes To Financial Statements (Continued)

December 31, 2018 and 2017

Note 2. Summary of Significant Accounting Policies (Continued)

Program Services (Continued)

Bangladesh - a project aimed at replacing dirt floors with concrete floors, using an innovative, low-cost, and sustainable flooring design in Bangladesh.

Namibia Technical Support - a project aimed at providing technical consultancy services to the Clinton Health Access Initiative to combat vector-borne illnesses in North Namibia.

Pipeline - a project aimed for research and development for future projects.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

Note 3. Net Assets - With Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors as followed:

	<u>2019</u>	<u>2018</u>
Foundation 1	\$ 151,634	\$ 138,740
Global Health Corps	-	13,696
SELAVIP	-	34,950
Caring Crowd	-	9,930
	<u> </u>	<u> </u>
Total Restrictions Released	<u>\$ 151,634</u>	<u>\$ 197,316</u>

**The Archive Institute a NJ nonprofit corporation
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Notes To Financial Statements (Continued)

December 31, 2018 and 2017

Note 3. Net Assets - With Donor Restrictions (Continued)

The ending fund balances for all programs are as follows:

	<u>2019</u>	<u>2018</u>
Foundation 1	\$ -	\$ 151,634
Total Net Assets with Donor Restrictions	<u>\$ -</u>	<u>\$ 151,634</u>

Note 4. Occupancy

The Organization rents space in New York, New York on a month-to-month basis. Rent expense was \$ 12,000 and \$17,000 for the years ended December 31, 2018 and 2017, respectively.

Note 5. Concentrations

As of December 31, 2018 and 2017, 23% and 85% of the Organization's support was from the same donor for each respective year.

Note 6. Liquidity and Availability of Financial Assets

The Organization regularly monitors liquidity required to meet its operating needs and other obligations as they come due. For purposes of analyzing resources available to meet general expenditures over a 12-month period, The Organization considers all expenditures related to its ongoing activities to be general expenditures. Amounts available for general expenditures over a 12-month period include donor-restricted amounts that are available for ongoing programmatic and support expenditures.

The following reflects the Organization's financial assets, as of December 31, 2018, reduced by amounts not available for general use within one year because of contractual, donor-imposed, or internal restrictions and designations:

Financial assets:	
Cash and cash equivalents	\$ 87,242
Pledges and grants receivable	16,225
Prepaid insurance	<u>725</u>
Total financial assets	<u>104,192</u>
Less those unavailable for general expenditures within one year	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 104,192</u>

**The Archive Institute a NJ nonprofit corporation
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Notes To Financial Statements (Continued)

December 31, 2018 and 2017

Note 7. In-kind Donations

Legal services valued at fair market value were donated to the Organization in the amount of \$7,500 for the year ended December 31, 2018. The 2018 donated legal services in the amount of \$7,500 among other things related to advice regarding various contracts the Organization entered into in 2018. The in-kind legal services were charged to management and general expenses.

Note 8. Subsequent Events

The Organization has evaluated subsequent events and transactions for potential recognition of disclosure in the financial statements through November 6, 2019, the day the financial statements were available to be issued. No material subsequent events were identified.