## Table of Contents

Independent Auditors’ Report on the Financial Statements and the Supplementary Schedule of Expenditure of Federal Funds ................................................................. 3-4

**Financial Statements**........................................................................................................

- Statement of Financial Position ......................................................................................... 5
- Statement of Activities ...................................................................................................... 6
- Statement of Functional Expenses .................................................................................... 7
- Statement of Cash Flows ................................................................................................... 8
- Notes to the Financial Statements ..................................................................................... 9-14

**Additional Information**....................................................................................................

- Schedule of Expenditures of Federal Awards .................................................................. 15
- Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards ................................................................. 16-17
- Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance ........................................................................... 18-19
- Schedule of Findings and Questioned Costs .................................................................... 20
Independent Auditor’s Report

To the Board of Directors of
Black Ministerial Alliance of Greater Boston, Inc.
Roxbury, Massachusetts

Report on the Financial Statements

We have audited the accompanying financial statements of Black Ministerial Alliance of Greater Boston, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Black Ministerial Alliance of Greater Boston, Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.
Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 15 2016, on our consideration of Black Ministerial Alliance of Greater Boston, Inc.’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Black Ministerial Alliance of Greater Boston, Inc.’s internal control over financial reporting and compliance.

/s/ Nash & Associates, PC

Nash & Associates, PC
Certified Public Accountants
Quincy, MA

September 15, 2016
Black Ministerial Alliance of Greater Boston, Inc.  
Statement of Financial Position  
As of December 31, 2015

Assets

**Current Assets:**
- Cash and equivalents $227,871
- Contributions receivable 99,087
- Other receivables 32,467
- Prepaid expenses 5,582

**Total Current Assets**

365,007

**Fixed Assets**
- Furniture and equipment 56,342
- Vehicles 13,998
- Subtotal 70,340
- Less: accumulated depreciation (66,607)

**Total Fixed Assets**

3,733

**Other Assets:**
- Deposits 8,783

**Total Other Assets**

8,783

**Total Assets**

377,522

Liabilities and Net Assets

**Current Liabilities:**
- Accounts payable $6,248
- Accrued expenses 35,800
- Deferred revenue 26,628
- Due to other organizations -

**Total Current Liabilities**

68,676

**Net Assets:**
- Unrestricted 88,935
- Temporarily restricted 219,911

**Total Net Assets**

308,846

**Total Liabilities and Net Assets:**

377,522

Black Ministerial Alliance of Greater Boston, Inc.
Statement of Activities
For the Year Ending December 31, 2015

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and Revenue:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions</td>
<td>$225,894</td>
<td>$200,973</td>
<td>$426,867</td>
</tr>
<tr>
<td>Special events</td>
<td>97,095</td>
<td></td>
<td>97,095</td>
</tr>
<tr>
<td>Released from restriction</td>
<td>142,662</td>
<td>(142,662)</td>
<td></td>
</tr>
<tr>
<td>Contracts and grants</td>
<td>1,040,324</td>
<td></td>
<td>1,040,324</td>
</tr>
<tr>
<td>Other program fees</td>
<td>242,594</td>
<td></td>
<td>242,594</td>
</tr>
<tr>
<td><strong>Total Support and Revenue</strong></td>
<td><strong>1,748,569</strong></td>
<td><strong>58,311</strong></td>
<td><strong>1,806,880</strong></td>
</tr>
<tr>
<td><strong>Expenses:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program expenses</td>
<td>1,445,130</td>
<td></td>
<td>1,445,130</td>
</tr>
<tr>
<td>Management and general expenses</td>
<td>288,961</td>
<td></td>
<td>288,961</td>
</tr>
<tr>
<td>Fundraising</td>
<td>125,053</td>
<td></td>
<td>125,053</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>1,859,144</strong></td>
<td></td>
<td><strong>1,859,144</strong></td>
</tr>
<tr>
<td><strong>Change in Net Assets</strong></td>
<td>(110,575)</td>
<td>58,311</td>
<td>(52,264)</td>
</tr>
<tr>
<td><strong>Net Assets - Beginning of the Year</strong></td>
<td>199,510</td>
<td>161,600</td>
<td>361,110</td>
</tr>
<tr>
<td><strong>Net Assets - End of the Year</strong></td>
<td><strong>$88,935</strong></td>
<td><strong>$219,911</strong></td>
<td><strong>$308,846</strong></td>
</tr>
</tbody>
</table>

See accompanying notes, Independent Auditor’s Report on the Financial Statements,
and the Supplementary Schedule of Expenditures of Federal Awards.
Black Ministerial Alliance of Greater Boston, Inc.
Statement of Functional Expenses
For the Year Ending December 31, 2015

<table>
<thead>
<tr>
<th></th>
<th>Community Partnerships</th>
<th>Education</th>
<th>Boston Capacity</th>
<th>Services to High Risk Youth</th>
<th>Total Program Services</th>
<th>Management and General</th>
<th>Fundraising</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries and Related</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries</td>
<td>$ 133,850</td>
<td>$ 425,624</td>
<td>$ 109,761</td>
<td>$ 57,386</td>
<td>$ 725,620</td>
<td>$ 70,186</td>
<td>$ 84,193</td>
</tr>
<tr>
<td>Payroll taxes</td>
<td>19,636</td>
<td>45,964</td>
<td>10,640</td>
<td>5,180</td>
<td>81,420</td>
<td>5,611</td>
<td>7,250</td>
</tr>
<tr>
<td>Payroll processing</td>
<td>1,072</td>
<td>2,083</td>
<td>577</td>
<td>316</td>
<td>4,488</td>
<td>1,879</td>
<td>410</td>
</tr>
<tr>
<td>Fringe benefits</td>
<td>723</td>
<td>31,208</td>
<td>15,160</td>
<td>2,634</td>
<td>49,725</td>
<td>824</td>
<td>1,995</td>
</tr>
<tr>
<td><strong>Total Salaries and Related</strong></td>
<td><strong>155,282</strong></td>
<td><strong>504,879</strong></td>
<td><strong>135,138</strong></td>
<td><strong>65,515</strong></td>
<td><strong>860,814</strong></td>
<td><strong>78,500</strong></td>
<td><strong>93,849</strong></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advertising</td>
<td>-</td>
<td>-</td>
<td>773</td>
<td>-</td>
<td>773</td>
<td>460</td>
<td>1,010</td>
</tr>
<tr>
<td>Community events and activity</td>
<td>178</td>
<td>3,275</td>
<td>1,020</td>
<td>1,018</td>
<td>5,492</td>
<td>1,110</td>
<td>24</td>
</tr>
<tr>
<td>Consultants and contracted services</td>
<td>58,495</td>
<td>209,039</td>
<td>23,740</td>
<td>16,660</td>
<td>307,934</td>
<td>75,493</td>
<td>7,325</td>
</tr>
<tr>
<td>Depreciation equipment</td>
<td>3,436</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3,436</td>
<td>2,119</td>
<td>-</td>
</tr>
<tr>
<td>Grants and awards</td>
<td>5,000</td>
<td>59,655</td>
<td>184</td>
<td>17,433</td>
<td>72,672</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Insurance</td>
<td>-</td>
<td>8,224</td>
<td>-</td>
<td>8,224</td>
<td>4,928</td>
<td>-</td>
<td>13,152</td>
</tr>
<tr>
<td>Leased equipment and repairs</td>
<td>-</td>
<td>-</td>
<td>500</td>
<td>500</td>
<td>11,614</td>
<td>-</td>
<td>12,114</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3,600</td>
<td>-</td>
</tr>
<tr>
<td>Occupancy</td>
<td>6,546</td>
<td>44,497</td>
<td>12,039</td>
<td>-</td>
<td>63,082</td>
<td>71,832</td>
<td>-</td>
</tr>
<tr>
<td>Office</td>
<td>1,041</td>
<td>9,165</td>
<td>(556)</td>
<td>2,358</td>
<td>12,008</td>
<td>10,909</td>
<td>1,285</td>
</tr>
<tr>
<td>Postage and delivery</td>
<td>-</td>
<td>352</td>
<td>451</td>
<td>-</td>
<td>803</td>
<td>1,029</td>
<td>1,665</td>
</tr>
<tr>
<td>Printing and reproduction</td>
<td>640</td>
<td>4,529</td>
<td>1,671</td>
<td>921</td>
<td>7,761</td>
<td>1,346</td>
<td>4,027</td>
</tr>
<tr>
<td>Professional fees</td>
<td>5,000</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>5,000</td>
<td>10,580</td>
<td>-</td>
</tr>
<tr>
<td>Program supplies</td>
<td>46</td>
<td>14,263</td>
<td>4,030</td>
<td>289</td>
<td>18,627</td>
<td>723</td>
<td>79</td>
</tr>
<tr>
<td>Special events</td>
<td>-</td>
<td>12,391</td>
<td>5,440</td>
<td>488</td>
<td>18,319</td>
<td>-</td>
<td>15,613</td>
</tr>
<tr>
<td>Stipends</td>
<td>1,350</td>
<td>6,700</td>
<td>550</td>
<td>7,772</td>
<td>16,372</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Telephone</td>
<td>1,665</td>
<td>6,254</td>
<td>500</td>
<td>8,419</td>
<td>12,249</td>
<td>-</td>
<td>20,668</td>
</tr>
<tr>
<td>Training and seminars</td>
<td>-</td>
<td>7,548</td>
<td>-</td>
<td>2,439</td>
<td>9,986</td>
<td>1,850</td>
<td>-</td>
</tr>
<tr>
<td>Travel and transportation</td>
<td>-</td>
<td>22,730</td>
<td>2,176</td>
<td>-</td>
<td>24,906</td>
<td>620</td>
<td>177</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 233,678</strong></td>
<td><strong>$ 906,903</strong></td>
<td><strong>$ 187,155</strong></td>
<td><strong>$ 117,393</strong></td>
<td><strong>$ 1,445,120</strong></td>
<td><strong>$ 288,061</strong></td>
<td><strong>$ 125,083</strong></td>
</tr>
</tbody>
</table>

Black Ministerial Alliance of Greater Boston, Inc.
Statement of Cash Flows
For the Year Ending December 31, 2015

Cash flows from operating activities:

Change in Net Assets $ (52,264)

Adjustments to reconcile change in net assets to net cash provided by operating activities:

Depreciation 5,555

(Increase) decrease in:

Cash held for others
Pledges receivable -
Accounts receivables (34,293)
Other receivables 25,016
Prepaid expenses 5,169
Deposits (2,624)

Increase (decrease) in:

Accounts payable (84)
Accrued expenses 1,766
Deferred revenue (13,934)
Due to other organizations (81,043)

Net cash (used) from operating activities (146,736)

Net cash provided by investing activities -

Net cash provided by financing activities -

Net increase (decrease) in cash and cash equivalents (146,736)
Cash and cash equivalents, beginning of year 374,607

Cash and cash equivalents, end of year $ 227,871

Note 1. Organization

Black Ministerial Alliance of Greater Boston, Inc. (BMA) was organized in the Commonwealth of Massachusetts as a non-profit corporation on October 15, 1998. It was established as an alliance of over 80 faith-based and community-based organizations with a forty plus year history of serving the Black community in Boston. The BMA's mission is to provide spiritual nurture for clergy as well as advocacy and program services for the larger Black community.

To accomplish its mission, the BMA offers the following program services areas:

**Community Partnerships**
The Community Partnerships Initiative (CPI) is a program of the BMA which offers administrative "back office" services for qualified nonprofit organizations. The purpose is to provide a method for smaller nonprofit community-based organizations and faith-based organizations (FCBOs) to obtain high quality administrative services in a way that is cost effective. CPI also allows the BMA to provide critical organizational strengths to smaller FCBOs in order to help them grow in effectiveness.

**Education**
Education has been one of the earliest programmatic functions of the BMA. This program is essential to BMA operations since education remains a major lever for transitioning people out of poverty. For the BMA, the Education program consists of the Victory Generation Out-of-School Time program (VG) and support of the Boston Education Collaborative (BEC). VG provides technical assistance and program support to churches that wish to start an afterschool program. Its goal is to provide improved academic performance and social and emotional support to ensure that students engage in their educational processes with a desire to learn.

**Services to High Risk Youth**
Programs and initiatives are designed to engage organizations, churches, schools and government agencies to collaboratively address the needs of youth at high risk. The High Risk Youth Network (HRYN) is a network of over 60 agencies, churches, and community based organizations that work together to offer support to High Risk Youth and to provide them resources to remove themselves from high risk status. Teen Cafes and Summer Jobs is an initiative designed to provide safe spaces, especially during high violence periods, where teens can gather and engage in developmental activities with caring adults. The Girls’ Initiative is a collaboration of organizations that serve girls and young women who are involved in the justice system. Together, these organizations advocate for gender-responsive programming to provide these young women with the services proven to be effective in helping them re-order their lives.

**Capacity Building**
The Capacity Institute (CI) provides an intensive two year program to help community based organizations produce meaningful and measurable changes in the lives of their service population.

Using performance management and outcomes measurement, successful “graduates” of CI can produce, measure, and improve the impact they are having on the lives of their constituents.
Black Ministerial Alliance of Greater Boston, Inc.
Notes to the Financial Statements
December 31, 2015

Note 2. Summary of Significant Accounting Policies

a) Standards of Accounting and Reporting
The Organization follows the standards of accounting and financial reporting as described in the American Institute of Certified Public Accountants’ Audit and Accounting Guide for Not-for-profit Organizations.

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Black Ministerial Alliance of Greater Boston, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements set forth in the Uniform Guidance.

b) Financial Statement Presentation
The Organization presents its financial statements in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958. Accordingly, the Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. A description of the three net asset categories follows:

Unrestricted - Net assets that are not subject to donor-imposed restrictions.
Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.

Temporarily Restricted - Net assets whose use by the Organization is subject to donor-imposed restrictions that can be fulfilled by actions of the Organization pursuant to those restrictions or that expire by the passage of time.

Permanently Restricted - Net assets subject to donor-imposed restrictions that are maintained permanently by the Organization. No permanently restricted assets were received or held during 2015 and accordingly, these financials do not reflect any activity related to this class of net assets for 2015.

c) Cash and Cash Equivalents
For purposes of the statement of cash flows, Black Ministerial Alliance of Greater Boston, Inc. considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

d) Fixed Assets
Fixed assets are recorded at cost, when purchased or if donated at their estimated fair market value at date of donation. All acquisitions of property and equipment in excess of $5,000 and all expenditures for repairs and betterments that materially prolong the useful lives of assets are capitalized.
Fixed assets acquired with federal funds are considered to be owned by BMA while used for operations. However, the federal government has the right to determine the use of these assets or the use of any proceeds resulting from the sale of these assets. At December 31, 2015 held vehicles with a net book value of $3,733 which were acquired with federal funds.

e) Depreciation
Provisions for depreciation are made in the accounts using the straight-line method over the estimated useful life of the asset. The depreciation expense for the year ended December 31, 2015 for office equipment and vehicle depreciation is $5,555. The Organization depreciates over the following class life:

<table>
<thead>
<tr>
<th>Class</th>
<th>Life</th>
</tr>
</thead>
<tbody>
<tr>
<td>Office equipment</td>
<td>3 - 5 years</td>
</tr>
<tr>
<td>Vehicles</td>
<td>5 years</td>
</tr>
</tbody>
</table>

f) Contributions
Contributions, including unconditional promises to give, are recognized as revenues in the period the promise is received. Conditional promises to give are not recognized until they become unconditional, that is, at the time when the conditions on which they depend are substantially met. Contributions of assets other than cash are reported at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risk and duration involved. Amortization of discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions.

g) Accounts Receivable
Accounts receivable are presented net of the allowance for doubtful accounts. The BMA's periodic evaluation of the adequacy of the allowance is based on its past loss experience. All amounts are considered collectible and no allowance is recorded in 2015.

h) Revenues
Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expiration of temporary restrictions on net assets by fulfillment of the donor-stipulated purpose or by passage of the stipulated time period are reported as a release from temporarily restricted net assets.

i) Deferred Revenue
Advance receipts of contracts and fees are recorded as liabilities until the related services are performed and amounts are earned.

j) Government Contracts and Grants
Financial awards from federal and state government entities in the form of grants are subject to special audit. Such audits could result in claims against the Organization for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.
k) Non-government Contracts and Program Fees
   Revenue on on-governmental contracts and program fees are recognized when earned.

l) Related Party Transactions
   The BMA provides bookkeeping and payroll services for other affiliated nonprofit organizations.
   BMA processes all payroll runs out of BMA accounts and is reimbursed by the affiliated entity in a
   timely manner. BMA processes about $340,000 in payroll transactions during 2015 and has
   subsequently been reimbursed for all amounts paid on the affiliated behalf. BMA collected a fee for
   these services in the amount of $60,000. At December 31, 2015 balances due to or from these agencies
   are reported on the statement of financial position as Other Receivables.

m) Management and General
   Expenses are allocated among program and supporting services directly or on the basis
   of time records and utilization estimates made by the Organization’s management.
   General and administrative expenses include those expenses that are not directly
   identifiable with any other specific function but provide for the overall support and
   direction of the Organization.

n) Use of Estimates
   The presentation of financial statements in conformity with generally accepted
   accounting principles requires management to make estimates and assumptions that
   affect the reported amounts of assets and liabilities and disclosures of contingent assets
   and liabilities at the date of the financial statements and the reported amounts of
   revenues and expenses during the reporting period. Actual results could differ from
   those estimates.

o) Subsequent Events
   The Organization has evaluated all events subsequent to the statement of financial position date of
   December 31, 2015, through the date which the financial statements were available to be issues,
   September 15, 2016, and has determined that there are no subsequent events that require disclosure
   under FASB ASC Topic Subsequent Events.

Note 3. Tax Status

Black Ministerial Alliance of Greater Boston, Inc. is exempt from federal and state income tax under Section
501(c) (3) of the Internal Revenue Code and accordingly, no provision for income taxes is included in the
financial statements. In addition, the Organization qualifies for the charitable contribution deduction under
Section 170(b)(1)(a) and has been classified as an Organization that is not a private foundation under Section
509(a)(1).

Accounting principles generally accepted in the United States of America require the Organization management
to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if it has taken an
uncertain position that more likely would not be sustained upon examination by the Internal Revenue Service.
Management has analyzed the tax positions taken and has concluded that as of December 31, 2015, 2014 and
2013, there are no uncertain positions taken or expected to be taken that would require recognition of a liability
(or asset) or disclosure in the financial statements. The tax returns are subject to routine audits by taxing
jurisdictions, and there are currently no audits for any tax periods in progress. The Organization believes it is no
longer subject to income tax examinations for the years prior to 2012.
Note 4. Concentrations of Credit Risk

The Organization maintains its cash balances in local banks. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000 per bank. At December 31, 2015, the Organization's funds were fully insured. Credit risk with respect to accounts receivable is considered low because a substantial portion of the receivables are from governmental sources and are collected by the financial statement date.

Note 5. Contributions Receivable

There is a balance of $99,087 of unconditional promises to give as of December 31, 2015. The entire amount in the prior year was received in 2015.

Note 6. Deposits

Security deposits at December 31, 2015 totaled $8,783 on the existing lease.

Note 7. Deferred Revenue

Deferred revenue includes funds received in advance of the approved service delivery of the contracted activity as follows:

Fetzer Institute $26,628

Note 8. Temporarily Restricted Net Assets

Temporarily restricted net assets consists of contributions received or receivable that contain written donor restrictions on their use limited to a program or time period not met by the Organization in 2015 as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions Receivables</td>
<td>$53,525</td>
</tr>
<tr>
<td>Time - 2015</td>
<td>4,411</td>
</tr>
<tr>
<td>Victory Generations</td>
<td>161,975</td>
</tr>
<tr>
<td>Total Temporarily Restricted Net Assets</td>
<td>$219,911</td>
</tr>
</tbody>
</table>

Note 9. Substantial Support

The Organization received substantial support from the U.S. Department of Health and Human Services totaling $782,408 which comprised about 43% of their total revenue for 2015.

Note 10. Commitments

The Organization leases office space under several lease commitments. Rents are due under the leases payable in advance, in equal monthly installments with increases due periodically. In addition, shared space costs are billed periodically. The lease terms shall be 5 years beginning on September 1, 2015 and ending on August 31, 2020. Rent expense totaled $119,704 for the year ended 2015.
Future minimum rental obligations are as follows:

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Rental Obligation</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>52,700</td>
</tr>
<tr>
<td>2017</td>
<td>52,700</td>
</tr>
<tr>
<td>2018</td>
<td>52,700</td>
</tr>
<tr>
<td>2019</td>
<td>52,700</td>
</tr>
<tr>
<td>2020</td>
<td>35,133</td>
</tr>
</tbody>
</table>

In addition, from time to time the organization utilized space on a tenant at will basis as needed.

**Note 11. The Evaluation of Subsequent Events**

The Organization has evaluated all events subsequent to the statement of financial position date of December 31, 2015, through the date which the financial statements were available to be issues, September 15, 2016, and has determined that there are no subsequent events that require disclosure under FASB ASC Topic *Subsequent Events*. 
Black Ministerial Alliance of Greater Boston, Inc.
Schedule of Expenditures of Federal Awards
For The Year Ended December 31, 2015

<table>
<thead>
<tr>
<th>Department of Health and Human Services</th>
<th>Award Date Range</th>
<th>CFDA Number</th>
<th>Pass Through Grant Number</th>
<th>Award</th>
<th>Federal Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CAE Grant for Services- Discretionary Grant</td>
<td>09.30.2015 - 09.29.2017</td>
<td>93.060</td>
<td>#90AR0034-01-00</td>
<td>$481,440.00</td>
<td>$52,350.00</td>
</tr>
<tr>
<td>Total Department of Health and Human Services</td>
<td></td>
<td></td>
<td></td>
<td>1,491,330</td>
<td>782,408</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Boston Public Health Commission</th>
<th>Award Date Range</th>
<th>CFDA Number</th>
<th>Pass Through Grant Number</th>
<th>Award</th>
<th>Federal Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Partnerships to Improve Community Health-(PICH)</td>
<td>04.01.2015 - 09.29.2015</td>
<td>93.331</td>
<td>1U58DP005788-01</td>
<td>25,000</td>
<td>20,680</td>
</tr>
<tr>
<td>Partnerships to Improve Community Health-(PICH)</td>
<td>09.30.2015 - 09.29.2016</td>
<td>93.331</td>
<td>1U58DP005788-01</td>
<td>27,450</td>
<td>5,642</td>
</tr>
<tr>
<td>Boston REACH Grant</td>
<td>05.01.2015 - 08.31.2015</td>
<td>93.743</td>
<td>FY15014809</td>
<td>19,972</td>
<td>10,600</td>
</tr>
<tr>
<td>Total Boston Public Health Commission</td>
<td></td>
<td></td>
<td></td>
<td>72,422</td>
<td>36,922</td>
</tr>
</tbody>
</table>

Total Expenditures of Federal Awards

|                          | $1,563,752 | $819,330 |

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Black Ministerial Alliance of Greater Boston, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the uniform guidance, Audits of States, Local Governments, and Non-Profit Organizations.
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Directors of
Black Ministerial Alliance of Greater Boston, Inc.
Roxbury, Massachusetts

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of Black Ministerial Alliance of Greater Boston, Inc. (a nonprofit “Organization”), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 15, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Black Ministerial Alliance of Greater Boston, Inc.’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Black Ministerial Alliance of Greater Boston, Inc.’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Black Ministerial Alliance of Greater Boston, Inc.’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.
Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization’s internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

/s/ Nash & Associates, PC

Nash & Associates, PC
Certified Public Accountants
Quincy, MA

September 15, 2016
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

To the Board of Trustees of
Black Ministerial Alliance of Greater Boston, Inc.
Roxbury, Massachusetts

Report on Compliance for Each Major Federal Program
We have audited Black Ministerial Alliance of Greater Boston, Inc.’s compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Black Ministerial Alliance of Greater Boston, Inc.'s major federal programs for the year ended December 31, 2015. Black Ministerial Alliance of Greater Boston, Inc.’s major federal program is identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility
Management is responsible for compliance with the requirements of federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor’s Responsibility
Our responsibility is to express an opinion on compliance for each of Black Ministerial Alliance of Greater Boston, Inc.’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Black Ministerial Alliance of Greater Boston, Inc.’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Black Ministerial Alliance of Greater Boston, Inc.’s compliance.

Opinion on Major Federal Programs
In our opinion, Black Ministerial Alliance of Greater Boston, Inc.’s complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs for the year ended December, 2015.
Report on Internal Control Over Compliance

Management of Black Ministerial Alliance of Greater Boston, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Black Ministerial Alliance of Greater Boston, Inc.’s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Black Ministerial Alliance of Greater Boston, Inc.’s internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items to be significant deficiencies.

Black Ministerial Alliance of Greater Boston, Inc.’s response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Black Ministerial Alliance of Greater Boston, Inc.’s response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

/s/ Nash & Associates, PC

Nash & Associates, PC
Certified Public Accountants
Quincy, MA

September 15, 2016
Black Ministerial Alliance of Greater Boston, Inc.
Schedule of Findings and Questioned Costs
December 31, 2015

Section 1: Summary of Auditor’s Results

1. The independent auditor’s report expressed an unqualified opinion on the financial statements of the Black Ministerial Alliance of Greater Boston, Inc.

2. No material weakness or significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.

3. No occurrences of noncompliance material to the financial statements during the audit.

4. No material weakness or significant deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

5. The Independent Auditor’s Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control over Compliance in Accordance With the Uniform Guidance expressed an unqualified opinion.

6. Not applicable.

7. The programs tested as major programs include: Teen Pregnancy 93.297

8. The threshold for distinguishing Type A and B programs was $750,000.

9. Black Ministerial Alliance of Greater Boston, Inc. did not qualify as a low risk auditee.

Section 2: Findings Related to the Financial Statements

None.

Section 3: Findings and Questioned Costs Relating to Federal Awards

None.