

JUSTICE RAPID RESPONSE USA, INC.

Reviewed Financial Statements

December 31, 2015

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of
Justice Rapid Response USA, Inc.

We have reviewed the accompanying financial statements of Justice Rapid Response USA, Inc. (the "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. 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

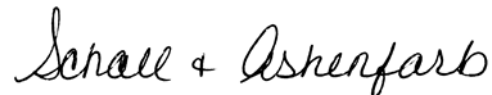
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and 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 engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

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.



Schall & Ashenfarb
Certified Public Accountants, LLC

June 28, 2016

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF FINANCIAL POSITION
AT DECEMBER 31, 2015

Assets

Cash and cash equivalents	\$41,019
Contributions receivable	250,000
Security deposit	<u>6,900</u>
 Total assets	 <u><u>\$297,919</u></u>

Net Assets

Net assets:	
Unrestricted	\$47,919
Temporarily restricted (Note 4)	<u>250,000</u>
Total net assets	<u><u>297,919</u></u>
 Total net assets	 <u><u>\$297,919</u></u>

See independent accountants' review report.

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public support and revenue:			
Contributions	\$210,580	\$300,000	\$510,580
Net assets released from restrictions	50,000	(50,000)	0
Total public support and revenue	<u>260,580</u>	<u>250,000</u>	<u>510,580</u>
Expenses:			
Program services	105,941		105,941
Supporting services:			
Management and general	3,988		3,988
Fundraising	102,732		102,732
Total supporting services	<u>106,720</u>		<u>106,720</u>
Total expenses	<u>212,661</u>		<u>212,661</u>
Change in net assets	47,919	250,000	297,919
Net assets - beginning	<u>0</u>	<u>0</u>	<u>0</u>
Net assets - ending	<u>\$47,919</u>	<u>\$250,000</u>	<u>\$297,919</u>

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**JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Supporting Services</u>				<u>Total</u>
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Supporting Services</u>	
Salaries and wages	\$83,453	\$2,594	\$80,924	\$83,518	\$166,971
Payroll taxes and benefits	6,844	213	6,636	6,849	13,693
Professional fees		695		695	695
Office expenses	1,162	37	1,129	1,166	2,328
Insurance	1,172	36	1,136	1,172	2,344
Telephone and technology	1,888	58	1,831	1,889	3,777
Occupancy	9,541	297	9,252	9,549	19,090
Travel	1,881	58	1,824	1,882	3,763
	<u>1,881</u>	<u>58</u>	<u>1,824</u>	<u>1,882</u>	<u>3,763</u>
Total	<u>\$105,941</u>	<u>\$3,988</u>	<u>\$102,732</u>	<u>\$106,720</u>	<u>\$212,661</u>

See independent accountants' review report.

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015

Cash flows from operating activities:	
Change in net assets	\$297,919
Adjustments to reconcile change in net assets to net cash flows provided by operating activities:	
Changes in assets and liabilities:	
Contributions receivable	(250,000)
Security deposit	<u>(6,900)</u>
Total adjustments	<u>(256,900)</u>
Net cash flows provided by operating activities/ net increase in cash and cash equivalents	41,019
Cash and cash equivalents - beginning	<u>0</u>
Cash and cash equivalents - ending	<u><u>\$41,019</u></u>
No interest or taxes were paid.	

See independent accountants' review report.

JUSTICE RAPID RESPONSE USA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

Note 1 - Organization

Justice Rapid Response USA, Inc. (the "Organization") is a not-for-profit organization that aims to ensure the worst crimes known to humanity are investigated promptly and professionally so perpetrators can be held accountable, victims can receive justice, and would-be offenders can be deterred.

The Organization's support comes primarily from foundation donors' contributions.

Justice Rapid Response USA, Inc. is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. They have not been determined to be a private foundation as defined in Section 509(a).

Note 2 - Significant Accounting Policies

a. Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting which is the process of recognizing revenue and expenses when earned or incurred rather than when received or paid.

b. Basis of Presentation

The Organization's net assets are classified based upon the existence or absence of donor-imposed restrictions as follows:

- *Unrestricted* – represents all activity without donor imposed restrictions.
- *Temporarily restricted* – relates to contributions of cash and other assets with donor stipulations that make clear the assets' restriction, either due to program nature or by passage of time. See Note 4.
- *Permanently restricted* – relates to contributions of cash and other assets whereby the assets must remain intact due to restrictions placed by the donor. There was no activity in the permanently restricted class of net assets during the year ended December 31, 2015.

c. Cash and Cash Equivalents

The Organization considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

d. Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentration of credit risk consist of a checking account, which is placed with a financial institution that management deems to be credit-worthy. At year-end and throughout the year the balance did not exceed federally insured limits and the Organization has not experienced any losses from these accounts due to failure of financial institutions.

e. Contributions

Contributions are recognized at the earlier of when cash is received or at the time a pledge becomes unconditional in nature. Contributions received with specific donor restrictions are recorded in the temporarily restricted class of net assets. All other contributions are recorded as unrestricted. When the stipulations from temporarily restricted contributions have been met in the year of donation, they are reported as unrestricted.

Based on a review of the outstanding balances and historical experience of collections, management has determined that no allowance of doubtful accounts is necessary. All contributions receivable at December 31, 2015 are due as follows:

Year Ending:	December 31, 2016	\$100,000
	December 31, 2017	100,000
	December 31, 2018	<u>50,000</u>
Total		<u>\$250,000</u>

f. Donated Services

The Organization recognizes contributions of services that create or enhance non-financial assets, or require specialized skills, are performed by those who possess those skills and would typically be purchased if not donated.

Board members and other individuals volunteer their time and perform a variety of tasks that assist the Organization. These services do not meet the criteria to be recorded and have not been included in the financial statements.

g. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

h. Functional Allocation of Expenses

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

i. Accounting for Uncertainty of Income Taxes

The Organization does not believe its financial statements include any material, uncertain tax positions. The tax filing for the period ending December 31, 2015 (initial filing) is subject to examination by applicable taxing authorities.

j. Subsequent Events

Management has evaluated for potential recognition and disclosure events subsequent to the date of the statement of financial position through June 28, 2016, the date the financial statements were available to be issued. No events have occurred subsequent to the statement of financial position date through our evaluation date that would require adjustment to or disclosure in the financial statements.

Note 3 - Significant Concentrations

The Organization received funding from two large donors which amounted to 100% of total support for the year ended December 31, 2015.

Note 4 - Temporarily Restricted Net Assets

Temporarily restricted net assets can be summarized as follows:

	<u>1/1/15</u>	<u>Restricted Contributions</u>	<u>Released from Restrictions</u>	<u>12/31/15</u>
Time restriction	<u>\$0</u>	<u>\$300,000</u>	<u>(\$50,000)</u>	<u>\$250,000</u>