

JUSTICE RAPID RESPONSE USA, INC.

Reviewed Financial Statements

December 31, 2017

INDEPENDENT ACCOUNTANT'S 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, 2017, 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

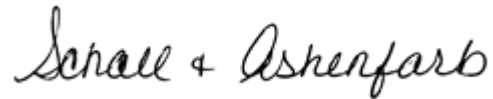
Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting 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.

Summarized Comparative Information

We previously reviewed Justice Rapid Response USA, Inc.'s. December 31, 2016 financial statements and in our conclusion dated July 11, 2017, stated that based on our review, we were not aware of any material modifications that should be made to the December 31, 2016 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2016, for it to be consistent with the reviewed financial statements from which it has been derived.



Schall & Ashenfarb
Certified Public Accountants, LLC

June 15, 2018

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF FINANCIAL POSITION
AT DECEMBER 31, 2017
(With comparative totals at December 31, 2016)

	<u>12/31/17</u>	<u>12/31/16</u>
Assets		
Cash and cash equivalents	\$55,518	\$69,352
Security deposit	<u>9,630</u>	<u>6,900</u>
Total assets	<u><u>\$65,148</u></u>	<u><u>\$76,252</u></u>
Net Assets		
Net assets:		
Unrestricted	<u>\$65,148</u>	<u>\$76,252</u>
Total net assets	<u><u>\$65,148</u></u>	<u><u>\$76,252</u></u>

See independent accountant's review report.

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017
(With comparative totals for the year ended December 31, 2016)

	<u>12/31/17</u>	<u>12/31/16</u>
Unrestricted:		
Public support and revenue:		
Contributions	\$416,455	\$363,790
Total public support and revenue	<u>416,455</u>	<u>363,790</u>
Expenses:		
Program services	401,301	290,728
Management and general	26,258	36,326
Fundraising	0	8,403
Total expenses	<u>427,559</u>	<u>335,457</u>
Change in net assets	(11,104)	28,333
Net assets - beginning of year	<u>76,252</u>	<u>47,919</u>
Net assets - end of year	<u><u>\$65,148</u></u>	<u><u>\$76,252</u></u>

See independent accountant's review report.

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2017
(With comparative totals for the year ended December 31, 2016)

	<u>Program Services</u>	<u>Management and General</u>	<u>Total Expenses 12/31/17</u>	<u>Total Expenses 12/31/16</u>
Salaries and wages	\$298,841	\$19,440	\$318,281	\$246,168
Payroll taxes and benefits	24,757	1,725	\$26,482	21,183
Professional fees	12,581	822	\$13,403	8,975
Office expenses	2,978	206	\$3,184	3,483
Insurance	2,777	182	\$2,959	2,882
Telephone and technology	2,704	177	\$2,881	3,586
Occupancy	56,663	3,706	\$60,369	49,083
Travel			0	97
	<u>\$401,301</u>	<u>\$26,258</u>	<u>\$427,559</u>	<u>\$335,457</u>
Total				

See independent accountant's review report.

JUSTICE RAPID RESPONSE USA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2017
(With comparative totals for the year ended December 31, 2016)

	<u>12/31/17</u>	<u>12/31/16</u>
Cash flows from operating activities:		
Change in net assets	(\$11,104)	\$28,333
Adjustments to reconcile change in net assets to net cash flows (used for)/provided by operating activities:		
Changes in assets and liabilities:		
Security deposit	<u>(2,730)</u>	<u>0</u>
Total adjustments	<u>(2,730)</u>	<u>0</u>
Net cash flows (used for)/provided by operating activities/ net (decrease)/increase in cash and cash equivalents	(13,834)	28,333
Cash and cash equivalents - beginning of year	<u>69,352</u>	<u>41,019</u>
Cash and cash equivalents - end of year	<u><u>\$55,518</u></u>	<u><u>\$69,352</u></u>
No interest or taxes were paid.		

See independent accountant's review report.

JUSTICE RAPID RESPONSE USA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

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 contributions.

Justice Rapid Response USA, Inc. has been notified by the Internal Revenue Service that they are exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. They have been determined to not 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 received or paid.

b. Basis of Presentation

Contributions and net assets are classified based upon the existence or absence of donor-imposed restrictions as follows; unrestricted, temporarily restricted and permanently restricted. Because the Organization did not receive any restricted contributions during 2017 or 2016, all activity is recorded in the unrestricted class of net assets.

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 creditworthy. 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.

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 (the 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 15, 2018, 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.

k. New Pronouncement

On August 18, 2016, the Financial Accounting Standards Board (FASB) issued an Accounting Standards Update (ASU) No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. The ASU, which becomes effective for the December 31, 2018 year, with early implementation permitted, focuses on improving the current net asset classification requirements and information presented in the financial statements and notes that is useful in assessing a not-for-profit's liquidity, financial performance and cash flows.

The Organization has not yet evaluated the impact this standard will have on future financial statements.

Note 3 - Significant Concentrations

The Organization received funding from a small number of large donors which amounted to 86% of total support for both 2017 and 2016.