

**CHINATOWN MANPOWER  
PROJECT, INC.**

**Financial Statements  
for the years ended  
June 30, 2018  
and  
June 30, 2017**

**Independent Auditor's Report**

To the Board of Directors of  
Chinatown Manpower Project, Inc.

***Report on the Financial Statements***

We have audited the accompanying financial statements of Chinatown Manpower Project, Inc. ("CMP") which comprise the statements of financial position as of June 30, 2018 and June 30, 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.

***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 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 audits 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 Chinatown Manpower Project, Inc. as of June 30, 2018 and June 30, 2017 and the results of its activities and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



June 14, 2019

**CHINATOWN MANPOWER PROJECT, INC.**

**Statements of Financial Position**

**Assets**

	<b>June 30</b>	
	<b>2018</b>	<b>2017</b>
<b>Current assets</b>		
Cash and cash equivalents	\$ 1,114,178	\$ 1,318,475
Investments, at fair value	1,577,414	1,512,737
Accounts receivable	685,056	570,952
Prepaid expenses and other	42,250	39,602
Total current assets	<u>3,418,898</u>	<u>3,441,766</u>
<b>Property and equipment</b>		
Equipment, furniture and fixtures	152,137	162,346
Leasehold improvements	67,913	37,913
Total property and equipment	220,050	200,259
Less accumulated depreciation and amortization	96,781	77,369
Net property and equipment	<u>123,269</u>	<u>122,890</u>
<b>Total assets</b>	<b><u>\$ 3,542,167</u></b>	<b><u>\$ 3,564,656</u></b>

**Liabilities and Net Assets**

<b>Current liabilities</b>		
Accounts payable and accrued expenses	\$ 91,844	\$ 123,448
Unearned revenue	129,033	94,772
Total liabilities	<u>220,877</u>	<u>218,220</u>
<b>Net assets</b>		
Unrestricted		
Operating	2,664,348	2,720,115
Board designated	480,000	480,000
Total unrestricted	3,144,348	3,200,115
Temporarily restricted	176,942	146,321
Total net assets	<u>3,321,290</u>	<u>3,346,436</u>
<b>Total liabilities and net assets</b>	<b><u>\$ 3,542,167</u></b>	<b><u>\$ 3,564,656</u></b>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.**

**Statement of Activities  
For the Year Ended June 30, 2018**

	<u>Unrestricted</u>		<u>Temporarily</u>	
	<u>Operating</u>	<u>Board</u>	<u>Restricted</u>	<u>Total</u>
		<u>Designated</u>		
<b>Public support and revenue</b>				
Government agencies				
Grants	\$ 1,151,685	\$ -	\$ -	\$ 1,151,685
Tuition	261,585	-	-	261,585
Special events, net of direct benefits to donors of \$106,795	103,997	-	-	103,997
Contributions	155,673	-	60,000	215,673
In-kind contributions	465,960	-	-	465,960
Program service fees				
Chinese school	233,094	-	-	233,094
CMP Academy	23,770	-	-	23,770
Other	725	-	-	725
Investment return, net	57,125	-	-	57,125
Net assets released from restrictions	<u>29,379</u>	<u>-</u>	<u>(29,379)</u>	<u>-</u>
Total public support and revenue	<u>2,482,993</u>	<u>-</u>	<u>30,621</u>	<u>2,513,614</u>
<b>Expenses</b>				
Program services				
Adult Literacy	234,730	-	-	234,730
Neighborhood Development Area Work, Learn and Grow	33,153	-	-	33,153
Employment	198,314	-	-	198,314
Out of School Youth	737,894	-	-	737,894
Out of School Youth Follow-Up Year	134,806	-	-	134,806
Chinese School	299,325	-	-	299,325
CMP Academy	88,370	-	-	88,370
Business Outreach Center	120,444	-	-	120,444
Jobs to Build On	3,970	-	-	3,970
Summer Youth Employment	281,117	-	-	281,117
Food Stamps	<u>65,624</u>	<u>-</u>	<u>-</u>	<u>65,624</u>
Total program services	2,197,747	-	-	2,197,747
Supporting activities				
Management and general	301,285	-	-	301,285
Development	<u>39,728</u>	<u>-</u>	<u>-</u>	<u>39,728</u>
Total expenses	<u>2,538,760</u>	<u>-</u>	<u>-</u>	<u>2,538,760</u>
<b>Increase (decrease) in net assets</b>	<b>(55,767)</b>	<b>-</b>	<b>30,621</b>	<b>(25,146)</b>
<b>Net assets, beginning of year</b>	<u><b>2,720,115</b></u>	<u><b>480,000</b></u>	<u><b>146,321</b></u>	<u><b>3,346,436</b></u>
<b>Net assets, end of year</b>	<u><b>\$ 2,664,348</b></u>	<u><b>\$ 480,000</b></u>	<u><b>\$ 176,942</b></u>	<u><b>\$ 3,321,290</b></u>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.**

**Statement of Activities  
For the Year Ended June 30, 2017**

	<u>Unrestricted</u>		<u>Temporarily Restricted</u>	<u>Total</u>
	<u>Operating</u>	<u>Board Designated</u>		
<b>Public support and revenue</b>				
Government agencies				
Grants	\$ 1,078,793	\$ -	\$ -	\$ 1,078,793
Tuition	234,607	-	-	234,607
Special events, net of direct benefits to donors of \$104,916	132,380	-	-	132,380
Contributions	139,961	-	30,000	169,961
In-kind contributions	465,960	-	-	465,960
Program service fees				
Chinese school	230,153	-	-	230,153
CMP Academy	18,157	-	-	18,157
Other	6,575	-	-	6,575
Investment return, net	89,853	-	-	89,853
Other	7,549	-	-	7,549
Net assets released from restrictions	<u>13,342</u>	<u>-</u>	<u>(13,342)</u>	<u>-</u>
Total public support and revenue	<u>2,417,330</u>	<u>-</u>	<u>16,658</u>	<u>2,433,988</u>
<b>Expenses</b>				
Program services				
Adult Literacy	137,945	-	-	137,945
Neighborhood Development Area Work, Learn and Grow	32,209	-	-	32,209
Employment	177,053	-	-	177,053
Out of School Youth	614,892	-	-	614,892
Out of School Youth Follow-Up Year	153,435	-	-	153,435
Chinese School	232,130	-	-	232,130
CMP Academy	89,409	-	-	89,409
Business Outreach Center	131,853	-	-	131,853
Jobs to Build On	9,897	-	-	9,897
Summer Youth Employment	270,185	-	-	270,185
Food Stamps	<u>71,907</u>	<u>-</u>	<u>-</u>	<u>71,907</u>
Total program services	1,920,915	-	-	1,920,915
Supporting activities				
Management and general	489,058	-	-	489,058
Development	<u>37,885</u>	<u>-</u>	<u>-</u>	<u>37,885</u>
Total expenses	<u>2,447,858</u>	<u>-</u>	<u>-</u>	<u>2,447,858</u>
<b>Increase (decrease) in net assets</b>	<b>(30,528)</b>	<b>-</b>	<b>16,658</b>	<b>(13,870)</b>
<b>Net assets, beginning of year</b>	<b><u>2,750,643</u></b>	<b><u>480,000</u></b>	<b><u>129,663</u></b>	<b><u>3,360,306</u></b>
<b>Net assets, end of year</b>	<b><u>\$ 2,720,115</u></b>	<b><u>\$ 480,000</u></b>	<b><u>\$ 146,321</u></b>	<b><u>\$ 3,346,436</u></b>

See notes to financial statements.

CHINATOWN MANPOWER PROJECT, INC.

Statement of Functional Expenses  
For the Year Ended June 30, 2018  
(with Summarized Comparative Information For the Year Ended June 30, 2017)

	2018											
	Adult Literacy	Neighborhood Development Area	Work, Learn And Grow Employment	Out of School Youth	Out of School Youth Follow-Up Year	School Youth Chinese School	CMP Academy	Business Outreach Center	Jobs to Build On	Summer Youth Employment	Food Stamps	Total Program Services
<b>Salaries and related</b>												
Salaries	\$ 142,508	\$ 18,562	\$ 139,917	\$ 397,850	\$ 103,009	\$ 199,013	\$ 21,171	\$ 84,051	\$ -	\$ 168,227	\$ 5,955	\$1,280,263
Payroll taxes and benefits	20,126	2,516	18,184	85,835	20,160	23,573	2,792	12,588	-	22,005	1,348	209,127
Total salaries and related	<u>162,634</u>	<u>21,078</u>	<u>158,101</u>	<u>483,685</u>	<u>123,169</u>	<u>222,586</u>	<u>23,963</u>	<u>96,639</u>	<u>-</u>	<u>190,232</u>	<u>7,303</u>	<u>1,489,390</u>
<b>Other</b>												
Supplies	11,558	500	7,723	7,867	4,386	14,045	886	1,443	25	12,352	705	61,490
Insurance	3,068	519	700	4,955	-	2,939	-	653	65	3,320	3,364	19,583
Rent, including utilities	45,401	7,713	22,794	178,397	-	43,741	34,918	9,878	965	64,320	50,066	458,193
Consulting	-	-	-	-	-	-	25,000	-	-	-	-	25,000
Telephone and postage	1,055	195	1,188	5,348	-	1,887	1,161	533	47	1,194	694	13,302
Professional fees	1,519	267	1,984	6,372	-	2,499	607	4,699	65	1,647	933	20,592
Advertising	194	-	-	14,915	-	210	251	700	-	-	620	16,890
Travel	-	1,779	594	8,045	4,400	240	28	262	2,755	651	244	18,998
Payroll service fees	769	130	780	3,301	-	1,216	301	1,490	32	790	454	9,263
Other	4,588	458	578	13,998	-	4,454	669	1,821	16	1,955	1,076	29,613
Depreciation and amortization	3,944	514	3,872	11,011	2,851	5,508	586	2,326	-	4,656	165	35,433
<b>Total</b>	<u>\$ 234,730</u>	<u>\$ 33,153</u>	<u>\$ 198,314</u>	<u>\$ 737,894</u>	<u>\$ 134,806</u>	<u>\$ 299,325</u>	<u>\$ 88,370</u>	<u>\$ 120,444</u>	<u>\$ 3,970</u>	<u>\$ 281,117</u>	<u>\$ 65,624</u>	<u>\$2,197,747</u>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.**

**Statement of Functional Expenses (continued)  
For the Year Ended June 30, 2018  
(with Summarized Comparative Information for the Year Ended June 30, 2017)**

	<u>Supporting Activities</u>		<u>2017</u>
	<u>Management and</u>		
	<u>General</u>	<u>Development</u>	<u>Total</u>
<b>Salaries and related</b>			
Salaries	\$ 39,747	\$ 14,731	\$1,334,741
Payroll taxes and benefits	<u>40,654</u>	<u>1,592</u>	<u>251,373</u>
Total salaries and related	<u>80,401</u>	<u>16,323</u>	<u>1,586,114</u>
<b>Other</b>			
Supplies	15,085	3,938	80,513
Insurance	15,282	411	35,276
Rent, including utilities	74,079	4,610	536,882
Consulting	10,000	4,500	39,500
Telephone and postage	2,936	472	16,710
Professional fees	31,421	649	52,662
Advertising	3,470	-	20,360
Travel	5,633	12	24,643
Payroll service fees	798	316	10,377
Other	61,080	8,089	98,782
Depreciation and amortization	<u>1,100</u>	<u>408</u>	<u>36,941</u>
<b>Total</b>	<b><u>\$ 301,285</u></b>	<b><u>\$ 39,728</u></b>	<b><u>\$2,538,760</u></b>
			<b><u>\$2,447,858</u></b>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.**

Statement of Functional Expenses  
For the Year Ended June 30, 2017

	Program Services										Total Program Services	
	Adult Literacy	Neighborhood Development Area	Work, Learn And Grow Employment	Out of School Youth	Chinese School	CMP Academy	Business Outreach Center	Jobs on Build On	Summer Youth Employment	Food Stamps		
<b>Salaries and related</b>												
Salaries	\$ 72,043	\$ 16,493	\$ 124,613	\$ 371,174	\$ 156,707	\$ 56,856	\$ 84,945	\$ 4,952	\$ 169,198	\$ 10,005	\$ 1,192,550	
Payroll taxes and benefits	12,858	2,840	19,884	84,241	17,987	7,256	19,157	939	30,489	1,183	221,105	
Total salaries and related	<u>84,901</u>	<u>19,333</u>	<u>144,497</u>	<u>455,415</u>	<u>174,694</u>	<u>64,112</u>	<u>104,102</u>	<u>5,891</u>	<u>199,687</u>	<u>11,188</u>	<u>1,413,655</u>	
<b>Other</b>												
Supplies	16,838	1,661	4,743	19,752	15,715	2,922	1,678	155	6,395	1,530	71,389	
Insurance	1,543	485	529	4,691	1,527	876	848	202	2,247	3,370	16,318	
Rent, including utilities	27,367	7,725	18,350	74,690	24,323	13,960	15,269	3,222	49,525	53,693	288,124	
Consulting	-	-	-	-	399	-	-	-	-	-	399	
Telephone and postage	577	173	1,136	4,082	1,755	2,604	743	83	1,347	469	12,969	
Professional fees	758	220	1,757	4,727	1,962	624	4,818	96	1,866	538	17,366	
Advertising	-	-	-	15,757	150	1,088	-	-	-	-	16,995	
Travel	363	838	527	10,915	297	128	330	-	621	-	14,019	
Payroll service fees	426	136	898	3,171	1,337	450	613	65	1,081	367	8,544	
Other	3,106	1,165	1,043	11,050	5,478	1,015	1,017	41	2,565	465	26,945	
Depreciation and amortization	2,066	473	3,573	10,642	4,493	1,630	2,435	142	4,851	287	34,192	
<b>Total</b>	<u>\$ 137,945</u>	<u>\$ 32,209</u>	<u>\$ 177,053</u>	<u>\$ 614,892</u>	<u>\$ 232,130</u>	<u>\$ 89,409</u>	<u>\$ 131,853</u>	<u>\$ 9,897</u>	<u>\$ 270,185</u>	<u>\$ 71,907</u>	<u>\$ 1,920,915</u>	

See notes to financial statements.



**CHINATOWN MANPOWER PROJECT, INC.**

**Statement of Functional Expenses (continued)  
For the Year Ended June 30, 2017**

	<u>Supporting Services</u>		
	<u>Management</u>	<u>and</u>	<u>Development</u>
	<u>General</u>	<u>and</u>	<u>Total</u>
<b>Salaries and related</b>			
Salaries	\$ 71,098	\$ 24,047	\$1,287,695
Payroll taxes and benefits	13,765	5,661	240,531
Total salaries and related	84,863	29,708	1,528,226
<b>Other</b>			
Supplies	15,521	1,085	87,995
Insurance	15,048	286	31,652
Rent, including utilities	244,245	4,564	536,933
Consulting	13,350	-	13,749
Telephone and postage	3,159	606	16,734
Professional fees	39,352	444	57,162
Advertising	9,630	-	26,625
Travel	5,516	-	19,535
Payroll service fees	2,792	360	11,696
Other	53,543	143	80,631
Depreciation and amortization	2,039	689	36,920
<b>Total</b>	<b>\$ 489,058</b>	<b>\$ 37,885</b>	<b>\$2,447,858</b>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.**

**Statements of Cash Flows**

	<b>For the Year Ended June 30</b>	
	<u>2018</u>	<u>2017</u>
<b>Cash flows from operating activities</b>		
(Decrease) in net assets	\$ (25,146)	\$ (13,870)
Adjustment to reconcile (decrease) in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization	36,941	36,920
Donated securities	(8,159)	(7,706)
Proceeds from sale of donated securities	8,012	7,715
Realized and unrealized (gains) on investments	(36,959)	(73,014)
(Increase) decrease in current assets		
Accounts receivable	(114,104)	198,737
Prepaid expenses and other assets	(2,648)	12,581
Increase (decrease) in current liabilities		
Accounts payable and accrued expenses	(31,604)	(51,571)
Unearned revenue	<u>34,261</u>	<u>7,315</u>
Net cash provided by (used in) operating activities	<u>(139,406)</u>	<u>117,107</u>
<b>Cash flows from investing activities</b>		
Purchases of property and equipment	(37,320)	(40,815)
Purchases of investments	(525,949)	(387,272)
Sales of investments	<u>498,378</u>	<u>451,978</u>
Net cash provided by (used in) investing activities	<u>(64,891)</u>	<u>23,891</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(204,297)</b>	<b>140,998</b>
<b>Cash and cash equivalents, at the beginning of year</b>	<u><b>1,318,475</b></u>	<u><b>1,177,477</b></u>
<b>Cash and cash equivalents, at the end of year</b>	<u><b>\$ 1,114,178</b></u>	<u><b>\$ 1,318,475</b></u>

See notes to financial statements.

**CHINATOWN MANPOWER PROJECT, INC.****Notes to Financial Statements  
June 30, 2018 and June 30, 2017****Note 1 – Nature of organization**

Chinatown Manpower Project, Inc. (“CMP”) was founded in 1972 as a nonprofit community-based organization in response to the vocational training needs of the growing Asian immigrant and refugee community. CMP’s mission, then and now, is to provide vocational training, employment services, and educational programs to people from diverse backgrounds. CMP’s goal is to help them acquire the necessary skills and resources needed to become economically self-sufficient and contributing members of mainstream society.

CMP trains individuals through vocational programs. These programs provide job-related English Second Language and vocational skills instruction, world-of-work orientation, and comprehensive employment services such as career counseling, internship and job placement.

**Note 2 – Summary of significant accounting policies****Basis of presentation****Net assets**

CMP’s net assets consist of the following:

**Unrestricted – operating** – net assets of CMP which have not been restricted by an outside donor and are therefore available for use in carrying out the operations of CMP.

**Unrestricted – Board designated** – During 2016, the Board of Directors designated \$480,000 of unrestricted net assets as a reserve to be used as revolving funds for operating expenses.

**Temporarily restricted** – net assets of CMP which have been limited by donor-imposed stipulations that either expire with the passage of time or can be fulfilled and removed by the actions of CMP pursuant to those stipulations. Temporarily restricted contributions that originate in a given year and are released from restriction in the same year are reflected within unrestricted net assets.

**Permanently restricted** – net assets of CMP, which a donor stipulates must be maintained by an organization in perpetuity. As of June 30, 2018 and June 30, 2017, CMP did not have any permanently restricted net assets.

**Cash equivalents**

CMP considers highly liquid investments with original maturities of three months or less to be cash equivalents. CMP considers money market accounts to be cash equivalents.

**CHINATOWN MANPOWER PROJECT, INC.**

**Notes to Financial Statements (continued)  
June 30, 2018 and June 30, 2017**

**Note 2 – Summary of significant accounting policies (continued)**

Allowance for doubtful accounts

CMP has determined that all of its accounts receivable are collectible and an allowance for doubtful accounts is not required. Such estimate is based on management's experience, the aging of the receivables, subsequent receipts and the current economic conditions.

Investments

Investments are stated at their fair value in the statements of financial position. The investments are managed by professional investment advisors and managers. Unrealized gains and losses are included in the statements of activities.

Property and equipment

CMP capitalizes property and equipment expenditures over \$1,000 at cost, or if contributed, at fair value at the date of contribution. Depreciation is computed using the straight-line method over the estimated useful lives. The lease for CMP's space is on a month-to-month lease. Therefore, CMP amortizes its leasehold improvements using the straight-line method over their estimated useful lives.

The estimated useful lives of the property and equipment are as follows:

Equipment, furniture and fixtures	5 years
Leasehold improvements	10 years

During the 2018 and 2017 fiscal years, fully depreciated property and equipment totaling \$17,529 and \$45,650, respectively, were removed from the books and records of CMP.

Contributions and promises to give

Contributions and promises to give are recorded as revenue when either cash is received or when donors make an unconditional promise to give.

Government grants

CMP receives grants from government agencies in exchange for the performance of various services. Under line-item reimbursable contracts, CMP recognizes grant revenue as expenses are incurred to a maximum of the grant award. Under performance-based contracts, CMP recognizes revenue upon achievement of various milestones established by the contracts. CMP records unearned revenue for receipts received in advance of program performance.

**CHINATOWN MANPOWER PROJECT, INC.****Notes to Financial Statements (continued)  
June 30, 2018 and June 30, 2017****Note 2 – Summary of significant accounting policies (continued)**Government grants (continued)

Government-supported programs are subject to audit by the granting agencies. The possible disallowances by the granting agencies of any item charged to the program cannot be determined until such time when the audit(s) occur. Management is of the opinion that any potential disallowances will not be material to the accompanying financial statements. Therefore, no provision for any potential disallowances that may result from such audits has been made in the accompanying financial statements.

In-kind contributions

CMP currently leases its space from the City of New York for a nominal amount. CMP records the lease expense and a corresponding contribution from the City of New York at the estimated fair market rental value of the contributed space. For both June 30, 2018 and June 30, 2017 fiscal years, the estimated fair market value of the contributed space was \$465,960.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Functional allocation of expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain shared costs have been allocated among the program services and supporting activities benefited.

Concentrations of credit risk

CMP financial instruments that are potentially exposed to concentrations of credit risk consist of cash and cash equivalents, investments and accounts receivable. CMP places its cash and cash equivalents with what it believes to be quality financial institutions. At times, cash balances exceed FDIC insurance limits. CMP has not experienced any losses in such accounts to date. CMP routinely assesses the financial strength of its cash and cash equivalents. Investments are exposed to various risks such as interest rate, market volatility, liquidity and credit. Due to the level of uncertainty related to changes in interest rates, market volatility, liquidity and credit risks, it is reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statements of financial position at June 30, 2018. CMP management monitors the collectibility of the accounts receivable. As a result, management believes concentrations of credit risk are limited with respect to its cash and cash equivalents, investments and accounts receivable.

**CHINATOWN MANPOWER PROJECT, INC.**

**Notes to Financial Statements (continued)**  
**June 30, 2018 and June 30, 2017**

**Note 2 – Summary of significant accounting policies (continued)**

Fair value measurements

Fair value refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. The fair value hierarchy gives the highest priority to quoted prices in active markets and the lowest priority to unobservable data. Fair value measurements are required to be separately disclosed by level within the fair value hierarchy. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Observable inputs other than level 1 prices such as quoted prices of similar assets; quoted prices in markets with insufficient volume or infrequent transactions (less than active markets).

Level 3 – Unobservable inputs to the valuation methodology that are significant to the measurement of fair value of assets.

Subsequent events

CMP evaluates events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected or disclosed in the financial statements. Such evaluations are performed through the date the financial statements are available to be issued, which is June 14, 2019 for these financial statements.

**Note 3 – Investments, at fair value**

Investments, at fair value, consisted of the following as of June 30, 2018 and June 30, 2017:

	<u>2018</u>	<u>2017</u>	<u>Fair Value Level</u>
Certificates of deposit	\$ 307,986	\$ 306,720	1
Mutual funds – alternative investments	184,747	167,311	1
Mutual and closed end funds – fixed income	231,707	214,542	1
Common stock	457,049	451,963	1
Government agency securities	175,216	168,107	1
Corporate bonds	<u>220,709</u>	<u>204,094</u>	1
Total	<u>\$ 1,577,414</u>	<u>\$ 1,512,737</u>	

**CHINATOWN MANPOWER PROJECT, INC.**

**Notes to Financial Statements (continued)**  
**June 30, 2018 and June 30, 2017**

**Note 4 – Temporarily restricted net assets**

The following is the temporarily restricted net assets activity for the years ended June 30, 2018 and June 30, 2017:

	2018			Balance June 30, 2018
	Balance at June 30, 2017	Contributions	Net Assets Released from Restrictions	
Financial Literary	\$ -	\$ 10,000	\$ -	\$ 10,000
In School Youth	11,763	-	-	11,763
Individual Development				
Accounts	49,590	-	-	49,590
Mobile Jobs	45,892	50,000	(2,578)	93,314
Mulberry Street Project	12,105	-	-	12,105
Workshops for Entrepreneurs	26,801	-	(26,801)	-
Other	170	-	-	170
Total	<u>\$ 146,321</u>	<u>\$ 60,000</u>	<u>\$ (29,379)</u>	<u>\$ 176,942</u>

	2017			Balance June 30, 2017
	Balance at June 30, 2016	Contributions	Net Assets Released from Restrictions	
In School Youth	\$ 11,763	\$ -	\$ -	\$ 11,763
Individual Development				
Accounts	49,590	-	-	49,590
Internship Program	5,313	-	(5,313)	-
Mobile Jobs	45,892	-	-	45,892
Mulberry Street Project	12,105	-	-	12,105
Workshops for Entrepreneurs	-	30,000	(3,199)	26,801
Other	5,000	-	(4,830)	170
Total	<u>\$ 129,663</u>	<u>\$ 30,000</u>	<u>\$ (13,342)</u>	<u>\$ 146,321</u>

**CHINATOWN MANPOWER PROJECT, INC.**

**Notes to Financial Statements (continued)**  
**June 30, 2018 and June 30, 2017**

**Note 5 – Tuition-related revenue**

The following is a summary of the tuition-related revenue for the years ended June 30, 2018 and June 30, 2017:

2018			
Description	Gross Tuition Revenue	Refunds	Tuition-related revenue, net per Statements of Activities
Grants from government agencies - tuition	\$ 261,585	\$ -	\$ 261,585
CMP Academy	26,470	(2,700)	23,770
Total	<u>\$ 288,055</u>	<u>\$ (2,700)</u>	<u>\$ 285,355</u>
2017			
Description	Gross Tuition Revenue	Refunds	Tuition-related revenue, net per Statements of Activities
Grants from government agencies - tuition	\$ 234,607	\$ -	\$ 234,607
CMP Academy	20,707	(2,550)	18,157
Total	<u>\$ 255,314</u>	<u>\$ (2,550)</u>	<u>\$ 252,764</u>

**Note 6 – Tax status**

CMP is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. CMP is classified as a publicly supported organization as described in Section 509(a)(1) and 170(b)(1)(A)(vi) and not as a private foundation; therefore, CMP qualifies for the maximum charitable contribution deductions for donors.