

THE ROLLING JUBILEE FUND
FINANCIAL STATEMENTS
INCEPTION (OCTOBER 1, 2012) TO DECEMBER 31, 2012

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INDEPENDENT AUDITORS' REPORT

Board of Directors
The Rolling Jubilee Fund
New York, NY

We have audited the accompanying financial statements of The Rolling Jubilee Fund , which comprise the statement of financial position as of December 31, 2012, and the related statements of activities and cash flows for the period from inception (October 1, 2012) to December 31, 2012, 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. 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 The Rolling Jubilee Fund as of December 31, 2012, and the changes in net assets and its cash flows for the period from inception (October 1, 2012) to December 31, 2012, in accordance with accounting principles generally accepted in the United States of America.

Fuoco Group, LLP

Hauppauge, New York

April 26, 2013

**THE ROLLING JUBILEE FUND
STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2012**

	<u>2012</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 507,233
Total Current Assets	<u>507,233</u>
Total Assets	<u><u>\$ 507,233</u></u>
LIABILITIES AND NET ASSETS	
Current Liabilities	
Accrued Expenses	\$ 11,500
Total Current Liabilities	<u>11,500</u>
Total Liabilities	<u>11,500</u>
Net Assets	
Unrestricted	<u>495,733</u>
Total Net Assets	<u>495,733</u>
Total Liabilities and Net Assets	<u><u>\$ 507,233</u></u>

See notes to financial statements.

**THE ROLLING JUBILEE FUND
STATEMENT OF ACTIVITIES
FOR THE PERIOD FROM INCEPTION (OCTOBER 1, 2012) TO DECEMBER 31, 2012**

	2012
UNRESTRICTED NET ASSETS	
PUBLIC SUPPORT AND REVENUE	
Public Support	
Contributions	\$ 524,863
Total Public Support	524,863
Revenue	
Investment (Loss) Income	-
Total Revenue	-
Total Public Support and Revenue	524,863
EXPENSES	
Program Services	20,070
Supporting Services	
Management and General	9,060
Fund Raising	-
Total Supporting Services	9,060
Total Expenses	29,130
Increase in Net Assets	495,733
NET ASSETS, OCTOBER 1, 2012	-
NET ASSETS, DECEMBER 31, 2012	\$ 495,733

See notes to financial statements.

**THE ROLLING JUBILEE FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM INCEPTION (OCTOBER 1, 2012) TO DECEMBER 31, 2012**

	2012
CASH FLOWS FROM OPERATIONS	
Increase in Net Assets	\$ 495,733
(Decrease) Increase in Accrued Expenses	11,500
Net Cash Provided By Operations	507,233
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from note payable	3,000
Repayment of note payable	(3,000)
Net Cash Provided By Financing Activities	-
Net Increase in Cash	507,233
CASH AND CASH EQUIVALENTS, OCTOBER 1, 2012	-
CASH AND CASH EQUIVALENTS, DECEMBER 31, 2012	\$ 507,233

See notes to financial statements.

THE ROLLING JUBILEE FUND
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE PERIOD FROM INCEPTION (OCTOBER 1, 2012) TO DECEMBER 31, 2012

	SUPPORTING SERVICES				TOTAL EXPENSES
	PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	FUND RAISING	TOTAL SUPPORTING SERVICES	
Debt Purchases	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
Consultants and Professional Fees	14,600	9,000	-	9,000	23,600
Bank Wire Fees	50	-	-	-	50
Mailing and Postage Fees	420	-	-	-	420
State Registration Fees	-	60	-	60	60
	-	60	-	60	60
Total Expenses	\$ 20,070	\$ 9,060	\$ -	\$ 9,060	\$ 29,130

See notes to financial statements.

**THE ROLLING JUBILEE FUND
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 – NATURE OF ORGANIZATION

The Rolling Jubilee Fund (the “Corporation”) is a corporation which was organized in the State of Delaware as a not-for-profit entity on October 1, 2012.

The Fund’s main goal is to reduce the level of indebtedness of members of the community by acquiring outstanding debt and abolishing it.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting and financial statement presentation - The accompanying financial statements are presented under the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and include the accounts of the Fund’s programs, administration and fundraising.

As required by the financial Statements for *Not-for-Profit Organizations* topic of the FASB Accounting Standards Codification, the Fund is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted net assets and change in net assets. The Fund’s net assets consist of the following:

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

Temporarily restricted – net assets of the Fund which have been limited by donor-imposed stipulations or by law that either expire with the passage of time or can be fulfilled and removed by the actions of the Fund pursuant to those stipulations.

Permanently restricted – net assets of the Fund which have been restricted by donors to be maintained in perpetuity by the Corporation.

Expenses are allocated into functional categories depending upon the ultimate purpose of the expenditure.

Revenue recognition - Contributions are recognized as income when received and are considered to be available for unrestricted use unless specifically restricted by the donor.

Cash and cash equivalents - All highly liquid investments purchased with an original maturity of three months or less are considered cash equivalents.

The use of estimates in the preparation of financial statements - 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 at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results may differ from those estimates.

**THE ROLLING JUBILEE FUND
NOTES TO FINANCIAL STATEMENTS**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income taxes - The Fund is exempt from income taxation under Internal Revenue Service Code Section 501(c)(4).

The Fund has not taken an unsubstantiated tax position that would require provision of a liability under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740-10 (formerly FIN Interpretation No. 48), "Accounting for Uncertainty in Income Taxes". Under ASC 740-10, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more-likely-than-not that the position will be sustained. The Fund does not believe there are any material uncertain tax positions and, accordingly, has not recognized any liability for unrecognized tax benefits. The Fund will file IRS Form 990, as required, and all other applicable returns in jurisdictions when it is required. The Fund's information returns are subject to review by the appropriate authorities for a period of three years from the date of filing.

NOTE 3 – CONCENTRATION OF CREDIT RISK

Financial instruments that subject the Fund to concentrations of credit risk include cash and cash equivalents. The Fund maintains accounts at a Federal Credit Union and two online payment service providers. At times its deposit balance may exceed federally insured limits. The Corporation has not experienced any losses in these accounts

NOTE 4 – CONTRIBUTIONS

The Corporation uses two online payment service providers for accepting donations. Donations as reported in the accompanying financial statements are net of the provider's fees.

NOTE 5 – NOTE PAYABLE

In October 2012 a Board Member loaned the Corporation \$3,000. The note was repaid in November 2012 and no interest was charged.

NOTE 6 – FUNCTIONAL ALLOCATION OF EXPENSES

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

NOTE 7 – DONATED SERVICES

Various services, including bookkeeping and legal advice, are provided to the Company on a pro bono basis. Since it is not possible to place a value on these services, the corresponding expense has not been included in the Statement of Activities.

NOTE 8 – TEMPORARILY RESTRICTED NET ASSETS

There are no temporarily or Permanently Restricted Net Assets at December 31, 2012.

NOTE 9 - SUBSEQUENT EVENTS

The Corporation has evaluated subsequent events and transactions that occurred through April 26, 2013, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.