

**PUBLIC JUSTICE CENTER, INC.**

**FINANCIAL REPORTS**

**June 30, 2017 and 2016**

**PUBLIC JUSTICE CENTER, INC.**

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# DEMBO JONES

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

## Independent Auditors' Report

To the Board of Directors  
Public Justice Center, Inc.  
Baltimore, MD

We have audited the accompanying financial statements of Public Justice Center, Inc. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2017 and the related statement of activities 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 controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' 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 Public Justice Center, Inc. as of June 30, 2017 and 2016, 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.

## **Report on Summarized Comparative Information**

We have previously audited the Public Justice Center, Inc.'s 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 9, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016, is consistent, in all material respects, with the audited financial statement from which it has been derived.

## **Other Matter – Supplemental Schedule**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 17 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.

*Dembo Jones, P.C.*

Columbia, Maryland  
September 26, 2017

**PUBLIC JUSTICE CENTER, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>Assets</b>		
Cash and Cash Equivalents	\$ 1,125,857	\$ 1,409,268
Grants Receivable	205,378	284,572
Prepaid Expenses	5,998	6,453
Investments	721,290	529,631
Property and Equipment, net of Accumulated Depreciation	12,997	28,516
Deposits	<u>6,358</u>	<u>6,358</u>
<b>Total Assets</b>	<u><u>\$ 2,077,878</u></u>	<u><u>\$ 2,264,798</u></u>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accrued Expenses	\$ 56,453	\$ 55,693
Funds Held for Others	<u>483</u>	<u>-</u>
Total Liabilities	<u>56,936</u>	<u>55,693</u>
<b>Net Assets</b>		
Unrestricted	1,417,483	1,293,019
Temporarily Restricted	<u>603,459</u>	<u>916,086</u>
Total Net Assets	<u>2,020,942</u>	<u>2,209,105</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 2,077,878</u></u>	<u><u>\$ 2,264,798</u></u>

See Independent Auditors' Report.

**PUBLIC JUSTICE CENTER, INC.**  
**STATEMENTS OF ACTIVITIES**  
**For the Year Ended June 30, 2017**  
**(With Comparative Totals for 2016)**

	2017			2016	
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
<b>Revenues, Gains, and Support</b>					
Contributions	\$ 275,306	\$ -	\$ -	\$ 275,306	\$ 243,603
Contributed Professional Services	2,305,682	-	-	2,305,682	1,966,334
Private Grants	-	1,176,285	-	1,176,285	1,946,499
Attorney Fees	328,463	-	-	328,463	149,294
Cy Pres	-	-	-	-	39,839
Special Events, net (See Note 10)	20,336	-	-	20,336	91,062
Interest Income	4,303	-	-	4,303	1,289
Investment Income	11,096	-	-	11,096	17,426
Unrealized Gain (Loss) on Investments	2,211	-	-	2,211	(13,160)
Net Assets Released From Donor Restrictions	1,488,912	(1,488,912)	-	-	-
 Total Revenues, Gains, and Support	 4,436,309	 (312,627)	 -	 4,123,682	 4,442,186
 <b>Operating Expenses</b>					
Program Services	3,523,922	-	-	3,523,922	2,896,907
Management and General	270,149	-	-	270,149	226,776
Fund-Raising	517,774	-	-	517,774	680,086
 Total Operating Expenses	 4,311,845	 -	 -	 4,311,845	 3,803,769
 <b>Change in Net Assets</b>	 124,464	 (312,627)	 -	 (188,163)	 638,417
 <b>Net Assets, Beginning</b>	 1,293,019	 916,086	 -	 2,209,105	 1,570,688
 <b>Net Assets, Ending</b>	 \$ 1,417,483	 \$ 603,459	 \$ -	 \$ 2,020,942	 \$ 2,209,105

See Independent Auditors' Report.

**PUBLIC JUSTICE CENTER, INC.**  
**STATEMENTS OF CASH FLOWS**  
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<b>Cash Flows From Operating Activities</b>		
Change in Net Assets	\$ (188,163)	\$ 638,417
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities		
Depreciation	17,106	19,581
Unrealized (Gain) Loss on Investments	(2,211)	13,160
Changes in Assets and Liabilities		
Grants Receivable	79,194	(268,479)
Prepaid Expenses and Deposits	455	(133)
Accrued Expenses	760	19,769
Funds Held for Others	483	(418)
	<u>(92,376)</u>	<u>421,897</u>
<b>Net Cash Provided by (Used in) Operating Activities</b>		
<b>Cash Flows From Investing Activities</b>		
Purchase of Property and Equipment	(1,587)	-
Purchase of Investments	(175,000)	(525,000)
Reinvested Earnings from Investments	(14,448)	(17,791)
	<u>(191,035)</u>	<u>(542,791)</u>
<b>Net Cash Provided by (Used in) Investing Activities</b>		
<b>Cash Flows From Financing Activities</b>		
Curtailement of Capital Lease	-	(4,399)
	<u>-</u>	<u>(4,399)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(283,411)	(125,293)
<b>Cash and Cash Equivalents, Beginning</b>	<u>1,409,268</u>	<u>1,534,561</u>
<b>Cash and Cash Equivalents, Ending</b>	<u>\$ 1,125,857</u>	<u>\$ 1,409,268</u>
<b>Supplemental Cash Flow Information:</b>		
Interest Paid	\$ -	\$ 231

See Independent Auditors' Report.

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 1: Summary of Significant Accounting Policies**

***Nature of Organization***

Public Justice Center, Inc. (the Organization) is a non-profit organization that pursues systemic change to build a just society. Founded in Maryland 1985, the Organization uses legal advocacy tools to pursue social justice, economic and race equity, and fundamental human rights for people who are struggling to provide for their basic needs. The Organization is a civil legal aid office that provides advice and representation to low-income clients, advocates before legislatures and government agencies, and collaborates with community and advocacy organizations.

The Organization chooses projects and cases that will make a significant impact on systems, laws, and policies. Current projects include bringing actions on behalf of low-income tenants, low-wage workers, immigrants, homeless and foster students, and families needing health care and benefits; using appellate cases to establish good law in poverty and civil rights cases; and coordinating a national coalition that works to establish a right to counsel for indigent persons in basic human needs civil cases.

***Basis of Accounting***

The financial statements of the Organization have been prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America.

***Financial Statement Presentation***

The Organization's net assets and related revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as follows:

*Unrestricted Net Assets* – Net assets that are not subject to donor-imposed restrictions. The Organization has variance power, that is, the ultimate discretion over the use of these funds lies with the Board of Directors.

*Temporarily Restricted Net Assets* – Net assets that are subject to donor-imposed restrictions. Such restrictions expire either by the passage of time or by actions of the Organization. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restrictions.

*Permanently Restricted Net Assets* – Net assets that are subject to donor-imposed restrictions. Such restrictions require the historical dollar amount of gifts to be permanently retained. The Organization has no permanently restricted funds at June 30, 2017 and 2016.

See Independent Auditor's Report



**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 1: Summary of Significant Accounting Policies (continued)**

*Tax Status*

The Organization is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue code and comparable state law. Accordingly, no provision for income taxes has been made.

The Organization follows the provisions of Accounting for Uncertainty in Income Taxes under the Income Taxes Topic of the Codification. The Codification requires the evaluation of tax positions, which includes maintaining its tax-exempt status and the taxability of any unrelated business income, and does not allow recognition of tax positions which do not meet a “more-likely-than-not” threshold of being sustained by the applicable tax authority. Management does not believe it has taken any tax positions that would not meet this threshold. The Organization’s income tax returns are subject to possible federal examination, generally for three years after they are filed.

*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, the disclosure of contingent assets and liabilities, and reported revenue and expenses during the reporting period. Actual results could differ from those estimates.

*Functional Expense Allocations*

Expenses that can be identified with a specific program or supporting service are charged directly to the program or supporting service. Expenses which apply to more than one functional category have been allocated based on estimates made by management.

*Cash and Cash Equivalents*

For purposes of financial statement reporting, the Organization considers all unrestricted highly liquid debt instruments purchased with maturities of three months or less to be cash equivalents.

*Investments*

Investments are comprised of mutual funds and certificates of deposit and are reported at fair value with realized and unrealized gains and losses included in the accompanying statements of activities. The carrying value of the certificates of deposit approximates fair value. The fair value of the mutual funds is determined primarily by reference to quoted market prices.

See Independent Auditor’s Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 1: Summary of Significant Accounting Policies (continued)**

***Property and Equipment***

All major expenditures for property and equipment are capitalized. Property and equipment are carried at cost and are depreciated over their estimated useful lives of 3 – 10 years using the straight-line method. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are expensed as incurred.

***Compensated Absences***

The Organization accrues accumulated unpaid annual leave when earned by the employee. Generally, annual leave must be taken during the fiscal year earned. However, up to 8 days may be carried forward per fiscal year. Eligible employees who end their employment with the Organization are reimbursed for each day of accumulated annual leave.

***Contributions Revenue***

Contributions received are recorded as unrestricted support depending on the existence and/or nature of grant restrictions. Amounts received by the Organization are treated as unrestricted funds unless restricted by the donor.

***Grants Revenue***

Support and revenue under grants with the respective agencies is recorded as government grants or private grants and donations in the appropriate program when the related direct costs are incurred. Grants receivable represent amounts due for expenditures incurred prior to year-end and future installment payments on temporarily restricted grants. The Organization's management has reviewed the receivables individually for collectability and determined that an allowance for uncollectible amounts is not necessary.

***Advertising***

Advertising costs are expensed as incurred. Advertising expense was \$270 and \$80 for the years ended June 30, 2017 and 2016, respectively.

***Evaluation of Subsequent Events***

Management has evaluated subsequent events through September 26, 2017, the day the financial statements were available to be issued.

See Independent Auditor's Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 2: Investments and Fair Value Measurement**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

**Level 1**

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

**Level 2**

Inputs to the valuation methodology include

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specific (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

**Level 3**

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2017 and 2016.

*Certificates of Deposit:* Valued at their original purchase price plus accrued interest, which approximates their fair value.

*Mutual Funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Plan are open-end mutual funds that are registered with the Securities and Exchange Commission (SEC). These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

See Independent Auditor's Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 2: Investments and Fair Value Measurement (continued)**

The following table set forth by level, within the fair value hierarchy, the Plan's assets at fair value as of June 30, 2017 and 2016:

	As of June 30, 2017		
	Level 1	Level 2	Level 3
Certificates of Deposits	\$ 493,717	\$ -	\$ -
Bond Portfolio Mutual Fund	146,371	-	-
Equity Portfolio Mutual Fund	81,203	-	-
Total Investments	\$ 721,291	\$ -	\$ -

	As of June 30, 2016		
	Level 1	Level 2	Level 3
Certificates of Deposits	\$ 315,365	\$ -	\$ -
Bond Portfolio Mutual Fund	143,745	-	-
Equity Portfolio Mutual Fund	70,521	-	-
Total Investments	\$ 529,631	\$ -	\$ -

**Note 3: Property and Equipment**

Property and equipment consist of the following as of June 30, 2017 and 2016 are as follows:

	2017	2016
Property and Equipment	\$ 87,583	\$ 85,996
Less: Accumulated Depreciation	(74,586)	(57,480)
	\$ 12,997	\$ 28,516

Depreciation expense for the years ended June 30, 2017 and 2016 was \$17,106 and \$19,581, respectively.

See Independent Auditor's Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 4: Commitments and Contingencies**

The Organization has a lease for its office space through the April 2021 which will expire in the fiscal year 2021. The lease contains two renewal options for up to five years each. In addition, the Organization also leases additional storage space under a separate lease agreement expiring at the same time as the office space lease. Rent expense for the years ended June 30, 2017 and 2016 was \$93,037 and \$91,698 respectively.

In March 2015, the Organization entered into a non-cancelable operating agreement for the use of a photocopier that will expire in February 2020.

Future minimum lease payments under its lease at June 30, 2017 are as follows:

Fiscal Year:	2018	\$ 106,827
	2019	109,471
	2020	117,350
	2021	<u>93,535</u>
		<u>\$ 427,183</u>

**Note 5: Donated Materials and Services**

The Organization receives a significant amount of donated time and services from attorneys, paralegals, and other professionals/volunteers. The approximate value of donated services included in the financial statements for the years ending June 30, 2017 and 2016 is as follows:

	<u>2017</u>	<u>2016</u>
Attorneys/Paralegals/Other	\$ 2,298,758	\$ 1,889,403
Other	<u>6,924</u>	<u>76,931</u>
	<u>\$ 2,305,682</u>	<u>\$ 1,966,334</u>
Hours	<u>13,244</u>	<u>5,195</u>

See Independent Auditor's Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 6: Temporarily Restricted Net Assets**

Temporarily restricted net assets are funds received from donors which have been specified for use with program initiatives established by the organization.

Temporarily restricted net assets as of June 30, 2017 and 2016 are summarized as follows:

	<u>2017</u>	<u>2016</u>
Abell Foundation - Home Care Workers	\$ 16,575	\$ 96,036
Abell Foundation - Tenant	-	125,000
Advocates for Children and Youth	5,000	-
Appeal Bond Fund	11,580	10,000
Jacob and Hilda Blaustein Foundation	32,500	97,500
Baltimore Women's Giving Circle	-	20,000
Consumer Health Foundation	-	35,000
International Academy of Trial Lawyers	10,000	-
Maryland Bar Foundation	-	1,093
Maryland Department of Housing and Community Development	62,500	55,932
Maryland Legal Services Corporation - Tenants in Foreclosure	41,667	37,500
Maryland Public Interest Law Project	4,800	
Francis D. Murnaghan, Jr. Appellate Advocacy Fellowship	1,716	3,435
National Black Worker Center	39,848	-
National Coalition for a Civil Right to Counsel	43,512	-
Proteus Fund	31,040	-
Public Welfare Foundation	77,998	377,998
Public Welfare Foundation - Right to Counsel	-	25,000
Rikki Fleisher Fund	12,249	16,249
Samuel Rosenberg - Right to Counsel	7,500	-
Skadden Fellowship Foundation	4,974	8,040
United Way of Central MD - Children's Program Coordinator	-	7,303
Venable, LLP	200,000	-
	<u>\$ 603,459</u>	<u>\$ 916,086</u>

**Note 7: Retirement Plan**

The Organization has in place a 403(b) Tax Deferred Annuity Plan. An employee is eligible to become a participant in the Plan on date of hire. Elective deferrals may equal the lesser of IRS prescribed amounts or 100% of the participant's compensation specified by certain limitations and catch up allowances for specific employees. The Organization did not make a contribution to the plan during the fiscal years ending June 30, 2017 or 2016.

See Independent Auditor's Report

**PUBLIC JUSTICE CENTER**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2017 and 2016**

**Note 8: Agency Funds (Funds Held in Custody of Others)**

During the years ended June 30, 2017 and 2016, the Organization collected a total of \$11,970 and \$12,120, respectively on behalf of other Foundations, individuals, and organizations. Funds collected on behalf of others that remained undisbursed were \$483 and \$0 as of June 30, 2017 and 2016, respectively.

**Note 9: Concentration of Risk**

The Organization's cash balances in financial institutions at times, throughout the year, exceeded federally insured limits.

**Note 10: Special Events**

The Organization held a Special Event to celebrate its 30<sup>th</sup> Anniversary in May 2016. As of June 30, 2016 the net proceeds were as follows:

	<u>2016</u>
Gross Revenue	\$ 216,905
Less: Direct Cost Benefit to Donors	<u>(125,843)</u>
Net Special Events Revenue	<u><u>\$ 91,062</u></u>

**SUPPLEMENTARY INFORMATION**



**PUBLIC JUSTICE CENTER, INC.**  
**SCHEDULE OF FUNCTIONAL EXPENSES**  
**For the Year Ended June 30, 2017**  
**(With Comparative Totals for 2016)**

	<b>Program Services</b>	<b>Management and General</b>	<b>Fund-Raising</b>	<b>Total 2017</b>	<b>Total 2016</b>
Advertising	\$ -	\$ 270	\$ -	\$ 270	\$ 80
Bad Debt	20,433	1,565	3,003	25,001	-
Contributed Professional Services	1,884,434	144,336	276,912	2,305,682	1,966,334
Depreciation	13,981	1,071	2,054	17,106	19,581
Dues and Subscriptions	21,724	1,664	3,192	26,580	18,820
Employee Benefits	79,176	6,064	11,635	96,875	77,928
Equipment Maintenance and Rental	13,709	1,050	2,015	16,774	20,378
Insurance	12,039	922	1,769	14,730	13,012
Interest Expense	-	-	-	-	231
Litigation Expenses	398	-	-	398	83
Miscellaneous	1,829	140	269	2,238	2,698
Occupancy	76,039	5,824	11,174	93,037	91,698
Office and Technology Supplies	3,827	293	562	4,682	4,038
Payroll Taxes	83,455	6,392	12,264	102,111	98,737
Postage and Shipping	7,102	544	1,044	8,690	8,160
Printing and Publications	26,778	2,051	3,935	32,764	26,130
Professional Fees	145,657	11,156	21,404	178,217	156,809
Salaries	1,082,302	82,897	159,041	1,324,240	1,248,476
Staff Development	21,681	1,661	3,186	26,528	18,597
Telephone	7,571	580	1,113	9,264	9,563
Travel, Conferences, and Special Events	21,787	1,669	3,202	26,658	22,416
<b>Total</b>	<b><u>\$3,523,922</u></b>	<b><u>\$ 270,149</u></b>	<b><u>\$ 517,774</u></b>	<b><u>\$ 4,311,845</u></b>	<b><u>\$3,803,769</u></b>

See Independent Auditors' Report.

# DEMBO JONES

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

## Independent Auditors' Special Report for Maryland Legal Services Corporation

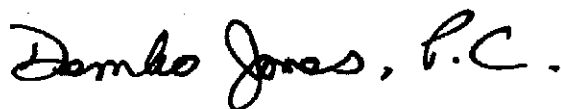
To the Board of Directors  
Public Justice Center, Inc.  
Baltimore, MD

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of Public Justice Center, Inc. for the year ended June 30, 2017, and have issued our report thereon dated September 26, 2017.

In the course of our audit, we examined the revenue and expenses for the Maryland Legal Services grant for the year July 01, 2016 through June 30, 2017, under the terms of the Grant Agreement between the Maryland Legal Services Corporation and Public Justice Center, Inc. executed on June 1, 2016.

We have examined management's assertion that Public Justice Center, Inc. was in compliance with terms and conditions of the Grant Agreement, and with Maryland Code, Human Services Article 11, Sections 11-503, 11-505, 11-602, and 11-603 (i.e. services not allowed: financial maintenance and reporting; affidavit of eligibility requirement; and client eligibility determination, respectively). We also verified the number of clients served as reported in the year-end report submitted by Public Justice Center, Inc. Our audit included examining, on a test basis, evidence of Public Justice Center, Inc.'s compliance as well as performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the expenditure of grant revenues in conformity with the Grant Agreement dated June 1, 2016. In addition, we are of the opinion that Public Justice Center, Inc. complied, in all material aspects, with the aforementioned requirements and accurately reported the number of clients served for the period July 01, 2016 through June 30, 2017.



Columbia, Maryland  
September 26, 2017

**PUBLIC JUSTICE CENTER, INC.**  
**SCHEDULE OF REVENUE AND EXPENSES - MARYLAND**  
**LEGAL SERVICES COPORATION GRANT**  
**For the Year Ended June 30, 2017**

	<b>Actual Receipts and Expenditures</b>	<b>Approved Budget</b>
<b>Grants Revenue Received</b>	\$ 231,591	\$ 231,591
<b>Expenses</b>		
Payroll Costs		
Attorneys	108,600	108,600
Paralegal	40,000	40,000
Others	20,000	20,000
Employee Benefits	13,091	13,091
	181,691	181,691
Occupancy	30,400	30,400
Equipment Rental	1,000	1,000
Supplies	1,000	1,000
Printing and Copying	1,000	1,000
Postage	1,000	1,000
Telephone	1,000	1,000
Travel	1,000	1,000
Training and Continuing Education	1,000	1,000
Insurance	3,000	3,000
Library and Dues	1,500	1,500
Audit	4,000	4,000
Contract Services	4,000	4,000
Total Expenses	231,591	231,591
<b>Excess of Expenses Over Revenue</b>	\$ -	\$ -

The accompanying notes are an integral part of this financial statement.  
See Independent Auditors' Report