

Annual Report 2016-2017

Fountain House Inc.
425 West 47th Street
New York, NY 10036

Phone: (212) 582-0340

Email: fhinfo@fountainhouse.org

Fax: (212) 977-5396

www.fountainhouse.org

Since 1948, Fountain House, recipient of the Conrad N. Hilton Humanitarian Prize, has empowered people with serious mental illness to live and thrive in society. Our programs in New York City have provided over 20,000 individuals with the most serious forms of mental illness a place to come, people to form meaningful relationships with and a life purpose that goes beyond the management of their symptoms. Programs modeled after Fountain House exist in 34 US states and in 30 countries, reaching over 100,000 people annually. Please see below to review our mission and learn about our program highlights from the past year.

Our Mission:

Fountain House is dedicated to the recovery of men and women with mental illness by providing opportunities for our members to live, work, and learn, while contributing their talents through a community of mutual support.

What We Do:

Fountain House improves the lives of people living with serious mental illness by:

- Operating community mental health programs in New York City based upon Fountain House's pioneering working community model that relies on the voluntary participation of its members
- Developing innovative programs, research, and shared knowledge about recovery from mental illness
- Collaborating with others to inspire and teach organizations around the world to use the Fountain House model
- Advocating for people living with serious mental illness to improve perceptions and practices

Our Vision:

Fountain House's vision is that people with serious mental illness will live and thrive in society.

Highlights 2016-2017:

Mental Health in the World

- At the invitation of the World Health Organization (WHO), Fountain House Director of External Affairs, Jeffrey Aron, made a statement about Fountain House from the floor at this year's World Health Day event at the United Nations headquarters in New York City on April 7, 2017. The theme of World Health Day in 2017 was *Depression: Let's Talk*.

- Fountain House President Kenneth Dudek and Dr. Shekhar Saxena, Director of the Department of Mental Health and Substance Abuse (MSD) at WHO's Headquarters Office, were interviewed by Tanya Rivero at the WSJ about the work we are doing around excess mortality.

Events

- Our 2016 *Mad About Art* Auction and Benefit was an unprecedented success, raising over \$375,000 to support Fountain House Gallery.
- Our third annual One in Four 5K Race/Walk in Riverside Park raised more than \$30,000 to support our innovative Wellness programming.
- Fountain House Symposium and Luncheon was a resounding success. The event was sold-out and raised over \$1M. This year's topic, *Borderline Personality Disorder: Why It Matters & What You Should Know*, showcased cutting-edge research and treatment.

Research

- Fountain House Medical Director, Dr. Aquila and President Kenneth Dudek (along with researchers from 21 countries) published, *Excess mortality in persons with severe mental disorders: a multilevel intervention framework and priorities for clinical practice, policy and research agendas*, in *World Psychiatry*
- An important research study by NYU, *Project to Evaluate the Impact of Fountain House Programs on Medicaid Utilization and Expenditures*, demonstrated a 21% decrease in total cost of care for Medicaid high utilizers after enrolling in Fountain House. This amounts to a \$783 per person per month cost reduction to Medicaid.

Program Highlights

- Our Peer Specialist numbers have grown exponentially this year with approximately 50 Fountain House members receiving certification through the state.

Fountain House Gallery

- On Wednesday, March 22nd, we celebrated the opening of the new Fountain House Gallery Studio in Long Island City, located in the emerging arts district in Long Island City
- We began our participation with the NYC Mural Arts Project last year and, on July 24, celebrated the unveiling of our new mural at 34th Street between 9th and 10th Avenues.

Fountain House Bronx

- In May 2017, Fountain House Bronx partnered with the office of Councilmember Mark Levine to host culturally sensitive Mental Health Forums in Harlem and the Bronx.

Additional Press/Media Coverage Highlights

- Our letter to the editor "For the Mentally Ill, Few Places to Turn" was featured in the *Wall Street Journal* following the tragic death of former Fountain House member Deborah Danner.
- Fountain House was featured on *CBS Evening News* with Scott Pelley in the series "Uncharted: State of Mind", which examined mental health care in America.

**Fountain House, Inc.
Financial Report**

SUPPORT AND REVENUE

Private Support

	Year Ended June 30, 2016 Audited	Year Ended June 30, 2015 Audited	Year Ended June 30, 2014 Audited
Foundations and organization grants ^(a)	576,391	816,469	396,690
Contributions from individuals	2,034,614	1,772,563	2,076,262
Fundraising events (net of related expenses) ^(b)	1,354,958	1,313,933	1,449,307
Investment income from Endowment - used for operations ^(c)	1,024,550	996,384	775,745
Total Private support ^(a)	4,990,513	4,899,349	4,698,004

Fees and grants from government agencies

11,704,593	11,398,257	11,373,750
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Other Revenue

Program Service Fees	1,150,881	1,178,383	1,182,577
Gallery art sales, training tuition & other	488,189	265,768	281,061
Program Service Fees and Other Revenue	1,639,070	1,444,151	1,463,638
Total operating support and revenue	18,334,176	17,741,757	17,535,392

EXPENSES

Program services:

Community services	7,361,091	6,987,409	6,429,855
Housing	8,054,882	7,868,309	7,865,587
Total program services	15,415,973	14,855,718	14,295,442

Supporting services:

Management and general	2,556,769	2,349,754	2,289,938
Fund-raising	478,544	501,235	356,840
Total supporting services	3,035,313	2,850,990	2,646,778
Total operating expenses	18,451,286	17,706,708	16,942,220

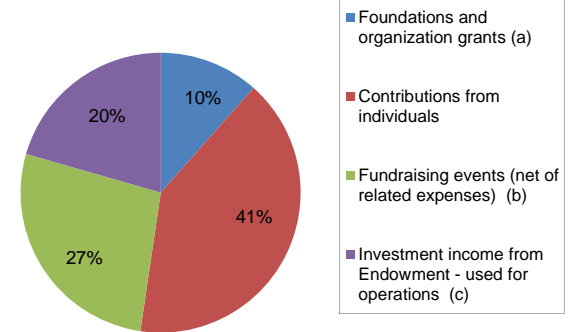
Excess / (Deficit) before non-cash charges

\$ (117,110)	\$ 35,049	\$ 593,172
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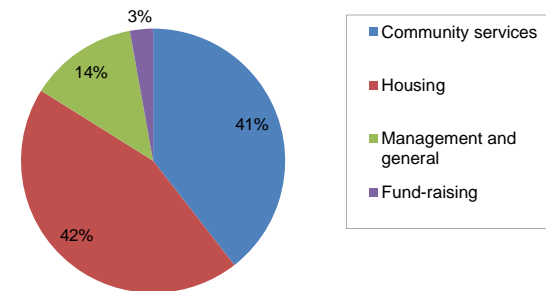
Note: Excludes support restricted to capital projects or future years' operations and the results of affiliated entities. Revenues restricted to capital are \$35,000, \$275,000 and \$74,600 for years 2016, 2015 and 2014 respectively.

- (a) Net of current year contributions restricted and release of restrictions from prior years for use in the current year of (\$219,302), \$758,055 and \$913,744 for years 2016, 2015 and 2014 respectively.
 (b) Gross Event revenues are \$1,561,630, \$1,479,003 and \$1,611,072 for years 2016, 2015 and 2014 respectively.
 (c) Represents a 5% drawdown on investments made possible by private contributions in prior years.

**Fountain House Private Support Distribution
FY 2016**



**Fountain House Operating Expense
FY 2016**



Board of Directors:

Nancy L. Farrell, Chair
Weill Cornell Medical Center
Elected 2010

Lorna Hyde Graev, Vice Chair, External Affairs
New York, NY
Elected 2002

Norma Arnold
Clubhouse International
Elected 2016

Jeremy L. Goldstein
Jeremy L. Goldstein &
Associates, LLC
Elected 2010

Cyrus Napolitano
New York, NY
Elected 2014

Greg Baecher
Warburg Pincus
Elected 2016

Carl T. Hagberg
Carl T. Hagberg and Associates
Elected 2009

Howard Owens, MD
NYU School of Medicine
Elected 2009

Leslie Barbara
Davidoff, Hatcher & Citron
LLP
Elected 2015

Alexandra A. Herzan
Lily Auchincloss Foundation
Elected 1997

Florence Peyrelongue
New York, NY
Elected 2015

George H. Beane
A.R. Walker & Co., Inc.
Elected 1989

William S. Hilburn
New York, NY
Elected 2015

John S. Pyne
Morgan Stanley Smith Barney
Elected 1977

William Brannon
New York, NY
Elected 1999

Katherine Lipton
JP Morgan Chase
Elected 2013

Arlene Lidsky Salomon
New York, NY
Elected 2007

Guy L. de Chazal
Morgan Stanley & Co. (retired)
Elected 1986

Janet McDavid
Hogan Lovells
Elected 2016

Kathy Shannon
American International Group,
Inc. (retired)
Elected 2014

Angela Clofine
New York, NY
Elected 2017

Carolyn B. MacKenzie
New York, NY
Elected 2014

Mary Joy Stead
New York, NY
Elected 2015

Judy Finneran
Greenwich, CT
Elected 2009

Anne Mai
Mai Family Foundation
Elected 1997

Guy Szeto
New York, NY
Elected 2017

Carmel W. Fromson
New York, NY
Elected 1999

Charles J. Marsden
Crompton Corporation (retired)
Elected 2002

Joann Tamm
New York, NY
Elected 2014

Katie Zorn
New York, NY
Elected 2014

Fountain House is tax-exempt under section 501(c)(3) of the Internal Revenue Code. Donations are tax-deductible to the extent allowed by law. EIN 13-1624009