



**CHILD FOUNDATION**  
**FINANCIAL STATEMENTS**  
**Year Ended May 31, 2021**

**with**  
**Independent Auditors' Report**

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# CHILD FOUNDATION

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## **Independent Auditors' Report**

The Board of Directors  
Child Foundation

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Child Foundation (the Organization), which comprise the statement of financial position as of May 31, 2021, and the related statements of activities, functional expenses, 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 control 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 auditors' 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 Child Foundation as of May 31, 2021, 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 Child Foundation's 2020 financial statements and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 9, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended May 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Huffman, Stewart & Schmidt, P.C.

Lake Oswego, Oregon  
July 12, 2022

**CHILD FOUNDATION**  
**Statement of Financial Position**

<b>May 31, 2021</b> <i>(With Comparative Totals for 2020)</i>	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 4,390,117	\$ 3,653,852
Contributions receivable - due within one year	21,650	15,678
Other receivables	140	16,844
Prepaid expenses and other assets	19,130	26,391
Property and equipment - net <i>(Note 4)</i>	397,399	409,600
Digital assets	734,228	-
Investments <i>(Note 5)</i>	85,000	85,000
Restricted cash	20,000	10,000
<b>Total assets</b>	<b><u>\$ 5,667,664</u></b>	<b><u>\$ 4,217,365</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Liabilities:</b>		
Accounts payable	\$ 2,856	\$ 4,735
Accrued payroll and related costs	99,571	43,295
Accrued direct program aid	3,470,043	2,808,719
Refundable advances	83,300	73,300
Paycheck Protection Program Loan <i>(Note 11)</i>	142,500	-
<b>Total liabilities</b>	<b>3,798,270</b>	<b>2,930,049</b>
<b>Net assets:</b>		
Net assets without donor restrictions:		
Available for programs and general expenditures	1,531,568	1,053,005
Board-designated for creation of endowment	21,700	21,700
Total net assets without donor restrictions	1,553,268	1,074,705
Net assets with donor restrictions <i>(Note 6)</i>	316,126	212,611
<b>Total net assets</b>	<b><u>1,869,394</u></b>	<b><u>1,287,316</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 5,667,664</u></b>	<b><u>\$ 4,217,365</u></b>

*The accompanying notes are an integral part of the financial statements.*

**CHILD FOUNDATION**

**Statement of Activities**

**Year Ended May 31, 2021** *(With Comparative Totals for 2020)*

	Without Donor Restrictions	With Donor Restrictions	Total	
			2021	2020
<b>Support and revenue:</b>				
Contributions	\$ 999,451	\$ 3,239,581	\$ 4,239,032	\$ 4,110,508
PPP loan forgiveness <i>(Note 11)</i>	125,000	-	125,000	-
Donated materials and services	-	-	-	393
Other income - net	8,038	-	8,038	3,963
Interest income	6,524	-	6,524	7,503
Net assets released from restriction <i>(Note 6)</i>	3,136,066	(3,136,066)	-	-
<b>Net support and revenue</b>	<b>4,275,079</b>	<b>103,515</b>	<b>4,378,594</b>	<b>4,122,367</b>
<b>Expenses:</b>				
Program services <i>(Note 7)</i>	3,316,026	-	3,316,026	3,521,121
General and administrative	304,963	-	304,963	261,132
Fundraising	175,527	-	175,527	127,698
<b>Total expenses</b>	<b>3,796,516</b>	<b>-</b>	<b>3,796,516</b>	<b>3,909,951</b>
<b>Increase in net assets</b>	<b>478,563</b>	<b>103,515</b>	<b>582,078</b>	<b>212,416</b>
Net assets, beginning of year	1,074,705	212,611	1,287,316	1,074,900
<b>Net assets, end of year</b>	<b>\$ 1,553,268</b>	<b>\$ 316,126</b>	<b>\$ 1,869,394</b>	<b>\$ 1,287,316</b>

*The accompanying notes are an integral part of the financial statements.*

**CHILD FOUNDATION**

**Statement of Functional Expenses**

**Year Ended May 31, 2021** *(With Comparative Totals for 2020)*

	Program Services	General and Administrative	Fundraising	Total	
				2021	2020
Payroll and related costs	\$ 653,153	\$ 177,737	\$ 128,367	\$ 959,257	\$ 648,482
Direct program aid	2,489,993	-	-	2,489,993	2,784,067
Bank fees	59,448	12,453	16,685	88,586	71,416
Professional fees	27,522	33,005	322	60,849	136,730
Printing	28,937	370	1,364	30,671	30,954
Postage	3,134	794	582	4,510	10,694
Audit and accounting	-	20,349	-	20,349	21,225
Repairs and maintenance	2,822	971	563	4,356	3,945
Legal fees	-	29,495	-	29,495	72,497
Miscellaneous	-	-	-	-	9,812
Outreach events	322	-	1,060	1,382	21,836
Compliance Information technology	-	9	11,768	11,777	13,063
Depreciation and amortization	16,995	9,349	3,795	30,139	19,189
Internet and telephone	12,127	3,299	2,420	17,846	20,433
Travel	6,682	2,401	1,333	10,416	9,251
Utilities	285	-	422	707	2,881
Advertising	3,561	1,347	710	5,618	7,275
Supplies	199	2,176	1,952	4,327	1,448
Small equipment	6,623	2,213	1,321	10,157	4,108
Insurance	454	2,669	91	3,214	3,808
Executive meetings	1,922	3,493	383	5,798	5,346
Web design	-	-	-	-	7,472
Dues and subscriptions	1,476	402	2,315	4,193	1,547
Interest	-	-	-	-	315
Licenses and fees	-	1,038	-	1,038	-
Training	38	576	8	622	50
	333	817	66	1,216	2,107
<b>Total expenses</b>	<b>\$ 3,316,026</b>	<b>\$ 304,963</b>	<b>\$ 175,527</b>	<b>\$ 3,796,516</b>	<b>\$ 3,909,951</b>

*The accompanying notes are an integral part of the financial statements.*

**CHILD FOUNDATION**

**Statement of Cash Flows**

<b>Year Ended May 31, 2021 (With Comparative Totals for 2020)</b>	<b>2021</b>	<b>2020</b>
<b>Cash flows from operating activities:</b>		
Increase in net assets	\$ 582,078	\$ 212,416
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	17,846	20,433
Paycheck Program Protection loan forgiveness	(125,000)	-
(Increase) decrease in:		
Contributions receivable	(5,972)	(3,906)
Other receivables	16,704	(13,955)
Prepaid expenses and other assets	7,261	20,259
Increase (decrease) in:		
Accounts payable	(1,879)	(12,180)
Accrued payroll and related costs	56,276	10,980
Accrued direct program aid	661,324	2,088,804
<b>Net cash provided by operating activities</b>	<b>1,208,638</b>	<b>2,322,851</b>
<b>Cash flows from investing activities:</b>		
Purchases of investments	-	(33,300)
Proceeds from sale of investments	-	8,300
Purchases of property and equipment	(5,645)	(19,310)
Purchases of digital assets	(1,906,771)	-
Sales of digital assets	1,172,543	-
Refundable advances	10,000	10,000
<b>Net cash used by investing activities</b>	<b>(729,873)</b>	<b>(34,310)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from Paycheck Protection Program	267,500	-
<b>Net cash provided by financing activities</b>	<b>267,500</b>	<b>-</b>
<b>Increase in cash and cash equivalents and restricted cash</b>	<b>746,265</b>	<b>2,288,541</b>
Cash and cash equivalents, and restricted cash, beginning of year	3,663,852	1,375,311
<b>Cash and cash equivalents, and restricted cash, end of year</b>	<b>\$ 4,410,117</b>	<b>\$ 3,663,852</b>
<b>Reconciliation to statement of financial position:</b>		
Cash and cash equivalents	\$ 4,390,117	\$ 3,653,852
Restricted cash	20,000	10,000
	<b>\$ 4,410,117</b>	<b>\$ 3,663,852</b>

*The accompanying notes are an integral part of the financial statements.*



# CHILD FOUNDATION

## Notes to Financial Statements

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### 1. Nature of Organization

Child Foundation (the Organization), an Oregon nonprofit corporation formed in 1994, has no political, religious, ethnic, or racial affiliations. The Organization supports social service work primarily in five countries as follows:

**Iran** - The Organization matches supporters from the United States of America and other countries with disadvantaged children who need assistance in order to stay in school. The children and their families are identified by a non-governmental humanitarian organization in Iran, Bonyad-e Koodak (formerly Refah Koodak), and are then referred to the Organization. As of May 31, 2021, there were 8,261 active sponsorships.

During the year ended May 31, 2020, the Organization was informed by the Office of Foreign Assets Control (OFAC) that the license to send \$3,000,000 in cash per year to Iran for the purpose of providing financial and material support to sponsored children in Iran was not renewed.

The Organization's legal counsel believes the Organization is not prohibited to deliver food to Iranian children because food exports to Iran for humanitarian purposes does not require an OFAC license. Therefore, the Organization initiated a food package delivery program in lieu of cash disbursements to the sponsored children in Iran. The Organization's legal counsel informed OFAC of the food package program for continued support of the sponsored children in Iran through a voluntary disclosure submittal.

Due to delays related to the COVID-19 pandemic and distribution challenges throughout Iran, the Organization was not able to import food to Iran until December 2020. During the period the Organization was waiting to formally launch the food package delivery program, the Organization continued to accrue direct program aid on funds received for sponsored children in Iran.

In accordance with OFAC General License E, the Organization is authorized by OFAC to send \$500,000 in cash annually to Iran for activities related to non-commercial reconstruction projects in response to natural disasters. Total cash amounts transferred to Iran in accordance with OFAC General License E during the years ended May 31, 2021 and 2020, were \$132,578 and \$376,161, respectively.

OFAC General License G authorizes the exportation of educational services to Iran to combat illiteracy, increase access to education, and assist in educational reform projects. Subsequent to May 31, 2021, the Organization established the Iran Education Fund to provide ongoing support to Iranian sponsored children. Through the Iran Education Fund, the Organization provides children with laptops, tablets, backpacks, school supplies, and internet access. No amounts related to OFAC General License G have been reflected in the financial statements at May 31, 2021.

**Afghanistan** - The Organization matches supporters in the United States of America and other countries with disadvantaged children in Afghanistan who need assistance in order to stay in school. As of May 31, 2021, there were 1,042 active sponsorships. In addition to the sponsorship program in Afghanistan, the Organization has supports a thalassemia clinic.

# CHILD FOUNDATION

## Notes to Financial Statements - Continued

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### 1. Nature of Organization - Continued

**Indonesia** - The Organization provides support to needy children, enabling them to continue their education. The Organization supported 50 active sponsorships during the year ended May 31, 2021. This support has been through voluntary efforts of local social workers.

**Nepal** - The Organization works with Empower Nepali Girls Foundation, a United States 501(c)(3) organization, in Nepal, matching supporters with children there. During the year ended May 31, 2021, the Organization provided support for 40 girls in Nepal, regardless of whether sponsors have been identified.

**Cambodia** - The Organization works with Angkor Kids Center, a private non-profit organization that provides education to needy children in rural areas of Cambodia. There were 37 active sponsorships during the year ended May 31, 2021.

The Organization also assists with medical expenses for surgeries and other medical treatment for individual children who are referred by its partner social service agencies. When earthquakes, mudslides, and other natural disasters occur, the Organization organizes support and sends relief to the affected areas through its partner social service agencies. The Organization also provided care packages to families impacted by the COVID-19 pandemic.

### 2. Summary of Significant Accounting Policies

The significant accounting policies followed by the Organization are described below to enhance the usefulness of the financial statements to the reader.

**Basis of Accounting** - The Organization's financial statements have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America (GAAP).

**Basis of Presentation** - Net assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

*Net assets without donor restrictions* - Net assets not subject to donor-imposed stipulations.

*Net assets with donor restrictions* - Net assets subject to donor-imposed stipulations that will be met by actions of the Organization and/or the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that certain resources be maintained in perpetuity.

Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on other assets or liabilities are reported as increases or decreases in net assets without donor restrictions, unless their use is restricted by explicit donor stipulation or by law. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restriction.

# CHILD FOUNDATION

## Notes to Financial Statements - Continued

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### 2. Summary of Significant Accounting Policies - Continued

**Use of Estimates** - The preparation of the financial statements in conformity with GAAP 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 revenues and expenses during the year. Actual results could differ from these estimates. Among other things, estimates are used in the financial statements to calculate depreciation and amortization expense (based on the estimated useful lives of the underlying assets), and to allocate certain expenses by function.

**Cash and Cash Equivalents and Restricted Cash** - For purposes of the financial statements, the Organization considers all liquid investments having initial maturities of three months or less to be cash equivalents. Restricted cash consists of donor contributions restricted for the creation of an endowment.

**Investments** - Investments in annuities are carried at contract value, which approximates fair value (*Note 5*).

**Property and Equipment** - Land, buildings, and equipment purchased by the Organization are recorded at cost, with a capitalization threshold of \$1,000. Donated equipment is recorded at fair market value as of the date received. Depreciation and amortization is computed on the straight-line method over the following estimated useful lives:

Furniture and equipment	5 to 10 years
Buildings and improvements	10 to 25 years
Software and website	5 years

**Digital Assets** - Digital assets owned by the Organization meet the definition of indefinite lived intangible assets because the digital assets lack physical substance and there is no inherent limit on their useful life. Accordingly, these digital assets are not subject to amortization.

Digital assets are carried at cost and assessed for possible impairment. Impairment is assessed annually or more frequently if events or changes in circumstances indicate it is more likely than not that the asset is impaired. If necessary, an impairment loss is recognized to write down the asset to its estimated fair value.

## CHILD FOUNDATION

### Notes to Financial Statements - Continued

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#### 2. Summary of Significant Accounting Policies - Continued

**Contribution Recognition** - Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized as revenue until the conditions on which they depend have been substantially met. Consequently, at May 31, 2021 and 2020, contributions totaling \$83,300 and \$73,300, respectively, have not been recognized as contributions in the accompanying statement of activities because the condition on which they depend have not been met. These funds are conditioned on the Organization formalizing a donor restricted endowment, which has not been implemented as of May 31, 2021. These conditional contributions are reported as refundable advances in the accompanying statement of financial position.

The Organization reports gifts of cash and other assets as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

**Functional Allocation of Expenses** - The costs of providing the Organization's various program services and other activities have been allocated among the programs and supporting services benefited. The statement of functional expenses presents the natural classification detail of expenses by function.

The statement of functional expenses reports certain categories of expenses that are attributable to more than one program or supporting service function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll and related costs, which are allocated on the basis of estimated time and effort.

**Income Taxes** - Income taxes are not provided for in the financial statements since the Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Organization is not classified as a private foundation.

GAAP prescribes a recognition threshold and measurement process for accounting for uncertain tax positions and provides guidance on various related matters such as interest, penalties, and required disclosures. Management believes the Organization does not have any uncertain tax positions. The Organization files informational returns. Generally, the returns are subject to examination by income tax authorities for three years from the filing of a return. The Organization has not paid any interest or penalties related to its income tax positions, and there are no audits for any tax periods in progress. Interest or penalties assessed by taxing authorities, if any, would be included with general and administrative expenses.

**Foreign Currency Translation** - Certain assets of the Organization are translated into U.S. dollars at year-end exchange rates. Management has determined that adjustments resulting from translating the foreign currency are immaterial to the financial statements, and have not separately disclosed this cumulative translation adjustment.

**CHILD FOUNDATION**

**Notes to Financial Statements - Continued**

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**2. Summary of Significant Accounting Policies - Continued**

**Summarized Financial Information for 2020** - The financial statements include certain prior year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended May 31, 2020, from which the summarized information was derived.

**3. Liquidity and Availability of Resources**

The Organization's financial assets available for general expenditure within one year of the statement of financial position date consist of the following at May 31:

	<b>2021</b>	<b>2020</b>
Cash and cash equivalents	\$ 4,390,117	\$ 3,653,852
Contributions receivable	21,650	15,678
Other receivables	140	16,844
Digital assets	<u>734,228</u>	<u>-</u>
Total financial assets available within one year	5,146,135	3,686,374
Less amounts unavailable for general expenditures within one year due to donor-stipulated restrictions	<u>(316,126)</u>	<u>(212,611)</u>
Total financial assets available for general expenditures within one year	<u>\$ 4,830,009</u>	<u>\$ 3,473,763</u>

As part of the Organization's liquidity management, the Organization has a practice to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

## CHILD FOUNDATION

### Notes to Financial Statements - Continued

#### 4. Property and Equipment - Net

Property and equipment consists of the following at May 31:

	2021	2020
Furniture and equipment	\$ 34,267	\$ 28,622
Buildings and improvements	216,733	216,733
Land	194,344	194,344
Software and website	20,301	20,301
	<u>465,645</u>	<u>460,000</u>
Less accumulated depreciation and amortization	<u>(68,246)</u>	<u>(50,400)</u>
	<u>\$ 397,399</u>	<u>\$ 409,600</u>

#### 5. Fair Value Measurements

The classification of assets and liabilities within the fair value hierarchy is based on whether the inputs to the valuation methodology used for measurement are observable or unobservable. Observable inputs reflect market-derived or market-based information obtained from independent sources while unobservable inputs reflect estimates about market data.

The three levels of the fair value hierarchy and the valuation methodologies used for assets are described below:

*Level 1* Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets the Organization 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 derived principally from or corroborated by observable market data by correlation or other means.

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

*Level 3* Fair value is based on significant unobservable inputs.

The asset'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 used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

**CHILD FOUNDATION**

**Notes to Financial Statements - Continued**

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**5. Fair Value Measurements - Continued**

The following table set forth by level, within the fair value hierarchy, the Organization's asset measured at fair value on a recurring basis at May 31, 2021:

	Level 1	Level 2	Level 3	Total
Annuity	<u>\$ -</u>	<u>\$ 85,000</u>	<u>\$ -</u>	<u>\$ 85,000</u>

Following is a description of the valuation methodology used for the asset measured at fair value:

*Annuity:* Recorded at contract value, which approximates fair value, provided primarily by the insurance company based on pricing models that incorporate available trade, bid, and other market information.

**6. Net Assets with Donor Restrictions**

Net assets with donor restrictions are comprised of the following at May 31:

	2021	2020
Sponsorless children and other relief	\$ 308,607	\$ 212,611
Support in Iran	4,140	-
Support in Indonesia	<u>3,379</u>	<u>-</u>
	<u>\$ 316,126</u>	<u>\$ 212,611</u>

During the year ended May 31, 2021, net assets of \$3,136,066, were released from donor restrictions by incurring expenses related to restricted purposes specified by donors.

## CHILD FOUNDATION

### Notes to Financial Statements - Continued

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#### **7. Program Expenses**

Program expenses reported on the statement of functional expenses consist of the following for the years ended May 31:

#### **8. Concentrations**

The Organization's sponsorship program provides humanitarian assistance for children in Iran, Afghanistan, Indonesia, Nepal, and Cambodia. Changes in the political environment in those countries could disrupt those program activities.

#### **9. Affiliate Groups**

International affiliates consist of small groups of local people who have come together to support the Organization's work. They are organized as independent nonprofit groups and are responsible for their own expenses and licensing in their home countries. They operate under covenant agreements with the Organization. Occasionally, the Organization provides support to their efforts and solicits contributions on their behalf. Contributions they raise are sent to the United States of America and the Organization forwards them to the beneficiary program. The accounts and activities of these affiliates are not included in the accompanying financial statements.

#### **10. Financial Instruments with Concentrations of Risk**

Financial instruments that potentially subject the Organization to concentrations of risk consist primarily of cash and cash equivalents, and restricted cash, investments, and digital assets. The Organization typically maintains balances of cash and cash equivalents, and restricted cash in excess of the Federal Deposit Insurance Corporation insured limit.



## CHILD FOUNDATION

### Notes to Financial Statements - Continued

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#### 11. Paycheck Protection Program Loans

In June 2020, the Organization received loan proceeds of \$125,000 from Beneficial State Bank (Beneficial) under the Paycheck Protection Program (PPP). The PPP, established as part of the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) provides for full or partial loan forgiveness if loan proceeds are used for qualifying expenses and certain other conditions are satisfied.

The loan was forgiven in full by the Small Business Administration (SBA) in April 2021 and, as such, the Organization has recognized the forgiveness of \$125,000 in the accompanying 2021 statement of activities.

In May 2021, the Organization applied for and received an additional PPP loan of \$142,500 from Beneficial under the CARES Act. Any portion of the loan not forgiven will bear interest at 1 percent per annum over a two year period.

#### 12. Subsequent Events

Management has evaluated subsequent events through July 12, 2022, the date the financial statements were available for issue.