

**TABLE MINISTRIES, INC.**  
**Carrboro, North Carolina**  
**AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED AUGUST 31, 2021 AND 2020**



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## **INDEPENDENT AUDITOR'S REPORT**

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To the Board of Directors of  
TABLE Ministries, Inc.  
Carrboro, North Carolina

We have audited the accompanying financial statements of TABLE Ministries, Inc., (a nonprofit organization), which comprise the statements of financial position as of August 31, 2021 and 2020, and the related statements of activities and changes in net assets, cash flows, and functional expenses 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 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.

**BLACKMAN & SLOOP, CPAS, P.A.**

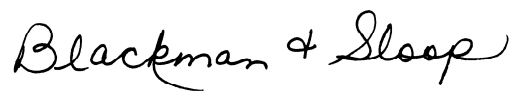
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***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TABLE Ministries, Inc., as of August 31, 2021 and 2020, the activities and changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script that reads "Blackman & Sloop".

Chapel Hill, North Carolina  
February 7, 2022

**TABLE MINISTRIES, INC.**  
**STATEMENTS OF FINANCIAL POSITION**

**EXHIBIT A**

**August 31, 2021 and 2020**

<u>ASSETS</u>	<u>2021</u>	<u>2020</u>
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 2,138,491	\$ 1,404,364
Inventory	7,188	14,512
Prepaid expenses	5,550	2,981
Promises to give	117,325	37,154
Grants receivable	20,833	-
<b>TOTAL CURRENT ASSETS</b>	<u>2,289,387</u>	<u>1,459,011</u>
<b>PROPERTY AND EQUIPMENT:</b>		
Computer equipment	3,936	3,936
Less: accumulated depreciation	<u>(2,706)</u>	<u>(2,090)</u>
<b>NET PROPERTY AND EQUIPMENT</b>	<u>1,230</u>	<u>1,846</u>
<b>OTHER ASSETS:</b>		
Security deposit	3,000	3,000
Promises to give, net current maturities	<u>16,610</u>	<u>42,353</u>
<b>TOTAL OTHER ASSETS</b>	<u>19,610</u>	<u>45,353</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,310,227</u>	<u>\$ 1,506,210</u>
 <b><u>LIABILITIES AND NET ASSETS</u></b>  		
<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued expenses	\$ 7,714	\$ 7,747
Accrued payroll liabilities	<u>5,725</u>	<u>5,328</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>13,439</u>	<u>13,075</u>
<b>LONG TERM LIABILITIES:</b>		
Note payable	<u>-</u>	<u>39,995</u>
<b>TOTAL LIABILITIES</b>	<u>13,439</u>	<u>53,070</u>
<b>NET ASSETS:</b>		
Without donor restrictions:		
Board designated	418,500	55,000
Undesignated	<u>1,265,528</u>	<u>1,178,262</u>
	<u>1,684,028</u>	<u>1,233,262</u>
With donor restrictions	<u>612,760</u>	<u>219,878</u>
<b>TOTAL NET ASSETS</b>	<u>2,296,788</u>	<u>1,453,140</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 2,310,227</u>	<u>\$ 1,506,210</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

## TABLE MINISTRIES, INC.

## EXHIBIT B

## STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

For the Years Ended August 31, 2021 and 2020

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	2021		Totals
	Without Donor Restrictions	With Donor Restrictions	
<b>SUPPORT AND REVENUE:</b>			
Gifts and grants	\$ 1,254,789	\$ 404,583	\$ 1,659,372
In-kind donations	173,931	-	173,931
Special events, net	18,423	-	18,423
Investment income, net	159	-	159
Other income	2,274	-	2,274
Gain from forgiveness of note payable	39,995	-	39,995
	<u>1,489,571</u>	<u>404,583</u>	<u>1,894,154</u>
Net assets released from restrictions	<u>11,701</u>	<u>(11,701)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<u>1,501,272</u>	<u>392,882</u>	<u>1,894,154</u>
<b>EXPENSES:</b>			
<b>PROGRAM:</b>			
Grants and related expenses	<u>866,860</u>	<u>-</u>	<u>866,860</u>
<b>SUPPORTING SERVICES:</b>			
Management and general	95,272	-	95,272
Fundraising	88,374	-	88,374
Total supporting services	<u>183,646</u>	<u>-</u>	<u>183,646</u>
<b>TOTAL EXPENSES</b>	<u>1,050,506</u>	<u>-</u>	<u>1,050,506</u>
<b>CHANGES IN NET ASSETS</b>	450,766	392,882	843,648
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>1,233,262</u>	<u>219,878</u>	<u>1,453,140</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 1,684,028</u>	<u>\$ 612,760</u>	<u>\$ 2,296,788</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

## TABLE MINISTRIES, INC.

## EXHIBIT B

## STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

For the Years Ended August 31, 2021 and 2020

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	2020		Totals
	Without Donor Restrictions	With Donor Restrictions	
<b>SUPPORT AND REVENUE:</b>			
Gifts and grants	\$ 1,286,339	\$ 178,177	\$ 1,464,516
In-kind donations	202,719	-	202,719
Special events, net	18,069	-	18,069
Investment income, net	8,338	-	8,338
	<u>1,515,465</u>	<u>178,177</u>	<u>1,693,642</u>
Net assets released from restrictions	66,555	(66,555)	-
<b>TOTAL SUPPORT AND REVENUE</b>	<u>1,582,020</u>	<u>111,622</u>	<u>1,693,642</u>
<b>EXPENSES:</b>			
<b>PROGRAM:</b>			
Grants and related expenses	<u>620,076</u>	-	<u>620,076</u>
<b>SUPPORTING SERVICES:</b>			
Management and general	69,836	-	69,836
Fundraising	80,566	-	80,566
Total supporting services	<u>150,402</u>	-	<u>150,402</u>
<b>TOTAL EXPENSES</b>	<u>770,478</u>	-	<u>770,478</u>
<b>CHANGES IN NET ASSETS</b>	811,542	111,622	923,164
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>421,720</u>	<u>108,256</u>	<u>529,976</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 1,233,262</u>	<u>\$ 219,878</u>	<u>\$ 1,453,140</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

## TABLES MINISTRIES, INC.

## EXHIBIT C

## STATEMENTS OF CASH FLOWS

For the Years Ending August 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Changes in net assets	\$ 843,648	\$ 923,164
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation expense	616	615
Gain on forgiveness of note payable	(39,995)	-
Changes in assets and liabilities:		
Inventory	7,324	(2,075)
Prepaid expenses	(2,569)	4,584
Promises to give	(54,428)	(39,580)
Grants receivable	(20,833)	-
Accounts payable and accrued expenses	(33)	5,259
Accrued payroll liabilities	397	(329)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>734,127</u>	<u>891,638</u>
<b>CASH FLOWS PROVIDED BY FINANCING ACTIVITIES:</b>		
Proceeds from note payable	<u>-</u>	<u>39,995</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	734,127	931,633
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>1,404,364</u>	<u>472,731</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 2,138,491</u>	<u>\$ 1,404,364</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Noncash transactions:		
Donated food	<u>\$ 173,931</u>	<u>\$ 202,719</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

## TABLE MINISTRIES, INC.

## STATEMENTS OF FUNCTIONAL EXPENSES

## EXHIBIT D

For the Years Ending August 31, 2021 and 2020

	<b>2021</b>			
	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Totals</b>
Food distribution	\$ 614,923	\$ -	\$ -	\$ 614,923
Salaries and benefits	177,446	34,358	33,680	245,484
Professional fees	6,377	43,466	3,825	53,668
Occupancy	36,716	966	966	38,648
Information technology	14,200	8,521	7,113	29,834
Office supplies	9,242	3,025	16,787	29,054
Development	-	38	25,255	25,293
Insurance	6,123	3,647	470	10,240
Miscellaneous	1,383	1,047	193	2,623
Depreciation	450	80	85	615
Meetings	-	124	-	124
	<u>866,860</u>	<u>95,272</u>	<u>88,374</u>	<u>1,050,506</u>
Total expenses	<u>\$ 866,860</u>	<u>\$ 95,272</u>	<u>\$ 88,374</u>	<u>\$ 1,050,506</u>

	<b>2020</b>			
	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Totals</b>
Food distribution	\$ 409,411	\$ -	\$ -	\$ 409,411
Salaries and benefits	158,904	28,842	30,879	218,625
Professional fees	-	32,093	25,787	57,880
Occupancy	37,072	976	976	39,024
Information technology	1,197	904	522	2,623
Office supplies	6,963	3,999	13,180	24,142
Development	-	-	8,721	8,721
Insurance	4,096	2,291	149	6,536
Miscellaneous	1,983	471	265	2,719
Depreciation	450	78	87	615
Meetings	-	182	-	182
	<u>620,076</u>	<u>69,836</u>	<u>80,566</u>	<u>770,478</u>
Total expenses	<u>\$ 620,076</u>	<u>\$ 69,836</u>	<u>\$ 80,566</u>	<u>\$ 770,478</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

**TABLE MINISTRIES, INC.****NOTES TO FINANCIAL STATEMENTS**

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**NATURE OF ACTIVITIES**

TABLE Ministries, Inc., (“Organization”), is a nonprofit organization, formed under the laws of the State of North Carolina in 2008, for the principal purpose of providing healthy, emergency food aid every week to hungry preschool, elementary, and middle school children living in Chapel Hill and Carrboro, North Carolina.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****A. Basis of Accounting.**

The Organization’s financial statements are presented on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). Accordingly, revenues are recognized when earned, and expenses are recognized when the obligation is incurred.

The Organization reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets released from restrictions.

**B. Cash and Cash Equivalents.**

Cash and cash equivalents consist of monies on deposit at financial institutions, and other highly liquid investments with maturities of twelve months or less. At times, the Organization places deposits with high-quality financial institutions that may be in excess of federally insured amounts. The Organization has not experienced any financial loss related to such deposits.

**C. Promises to Give.**

Unconditional promises to give that are expected to be collected within one year, are recorded at net realizable value and are recognized as support and assets in the period received. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities and changes in net assets. Conditional promises to give are recognized when the conditions upon which they depend are substantially met. The Organization provides an allowance for doubtful accounts equal to the estimated losses that are expected to be incurred in collection. The estimation is based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. As of August 31, 2021 and 2020, all promises to give were deemed collectible by management.

## TABLE MINISTRIES, INC.

## NOTES TO FINANCIAL STATEMENTS

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

## D. Inventory.

Inventory consists of food donated or purchased for distribution to children, and the value is recorded at a standard rate per pound. The Organization does not have an allowance for inventory obsolescence.

## E. Property and Equipment.

Property and equipment are stated at cost and are capitalized if the life is expected to be greater than one year and if the cost exceeds \$500. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, which range from 3 to 10 years. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statements of activities and changes in net assets. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed as incurred.

## F. Revenue Recognition.

Revenue from contracts which are deemed to be exchange transactions are recognized as revenue without donor restrictions as performance obligations are completed either over time or at a point in time. Deferred revenue from exchange transactions results when cash receipts exceed revenue recognized. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively.

Revenue from contracts and grants which are deemed to be unconditional contributions are recognized when the grantor makes a promise to give to the Organization. Contributions that are restricted by the grantor are reported as increases in net assets with donor restrictions. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

## G. Net Assets.

Net assets, support and revenue, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor or grantor restrictions.

*With Donor Restrictions* – Net assets subject to donor or grantor imposed restrictions. Some donor imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

## TABLE MINISTRIES, INC.

## NOTES TO FINANCIAL STATEMENTS

Page 3 of 7

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

## H. Donated Services.

The Organization recognizes donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

## I. 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 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 reporting period. Actual results could differ from those estimates.

## J. Income Tax Status.

The Organization is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and is classified as other than a private foundation under Section 509(a)(2). The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the entity is subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. If applicable, the Organization reports interest and penalties related to unrecognized tax positions as interest expense under management and general expenses.

## K. New Accounting Pronouncement.

Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 606, *Revenue from Contracts with Customers*, as amended, supersedes or replaces nearly all U.S. GAAP revenue recognition guidance. These standards establish a new contract and control-based revenue recognition model, change the basis for deciding when revenue is recognized over time or at a point in time, and expand disclosures about revenue. The Organization has implemented Topic 606 and has adjusted the presentation in these financial statements accordingly. The amendments have been applied on the modified retrospective basis, with no effect on net assets.

## TABLE MINISTRIES, INC.

## NOTES TO FINANCIAL STATEMENTS

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**LIQUIDITY AND AVAILABILITY**

The following represents the Organization's financial assets at August 31:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 2,138,491	\$ 1,404,364
Promises to give	133,935	79,507
Grants receivable	<u>20,833</u>	<u>-</u>
Total liquid assets	2,293,259	1,483,871
Less amounts unavailable for general expenditures within one year, due to:		
Restrictions by donor for time or purpose	(612,760)	(219,878)
Board designated restrictions for space	<u>(418,500)</u>	<u>(55,000)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,261,999</u>	<u>\$ 1,208,993</u>

The Organization's programs are supported both by contributions with and without donor restrictions. Donors include individuals, corporations, and foundations. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors.

Thus, financial assets may not be available for general expenditure within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management believes the resources available are sufficient for general expenditures due within one year.

**PROMISES TO GIVE**

Unconditional promises to give are recognized as support in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Promises to give are detailed in the following schedule:

	<u>August 31,</u>	
	<u>2021</u>	<u>2020</u>
Receivable in less than one year	\$ 117,325	\$ 37,154
Receivable in one to five years	<u>16,610</u>	<u>42,353</u>
	<u>\$ 133,935</u>	<u>\$ 79,507</u>

**DONATED MATERIALS AND SUPPORT**

The Organization receives food donations each year to help support the hungry preschool, elementary, and middle school children living in Chapel Hill and Carrboro, North Carolina. The amount of this support is \$173,931 and \$202,719, for the years ended August 31, 2021 and 2020, respectively.

## TABLE MINISTRIES, INC.

## NOTES TO FINANCIAL STATEMENTS

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**NET ASSETS**

Net assets with donor restriction at August 31, 2021 and 2020, are restricted for new space and the Capacity Building Phase II, which includes consulting, communications, and IT support.

	<u>2021</u>	<u>2020</u>
	Purpose/Time Restricted	Purpose/Time Restricted
Space	\$ 591,927	\$ 218,177
United Way	20,833	-
Capacity Building Phase II	-	1,701
Total net assets with donor restrictions	<u>\$ 612,760</u>	<u>\$ 219,878</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors. The amounts released during the years ended August 31, 2021 and 2020, were \$11,701 and \$66,555, respectively.

As of August 31, 2021 and 2020, the board has designated \$418,500 and \$55,000, respectively for new space. This amount is included with net assets without donor restrictions.

**LEASES**

The Organization entered into a lease for office space beginning February 2019 and ending January 2020. In 2019, the lease was extended for an additional 17-month period through June 30, 2021, at the same base rent of \$3,000 per month. In 2021, the lease was extended for an additional three months through September 30, 2021. Rent expense under the office space lease agreement totaled \$36,000 for the years ended August 31, 2021 and 2020, and is included in occupancy on the statements of functional expenses.

The Organization entered into a copier lease beginning August 2015 and ending July 2020. Monthly payments total \$110. In the prior year the Organization entered into a new lease beginning April 2019 and ending July 2024. Monthly payments total \$301. The new lessor paid the Organization a lump sum to cover the remaining payments on the prior lease. The amount received is included in accounts payable and accrued expenses, and is being amortized as the prior lease payments become due. Rent expense under these lease agreements, net of the reimbursement, totaled \$3,615, for the years ended August 31, 2021 and 2020.

Minimum lease payments under the lease agreements are as follows:

<u>Year Ended August 31,</u>	<u>Amount</u>
2022	\$ 6,615
2023	3,615
2024	<u>3,012</u>
Total minimum future payments	<u>\$ 13,242</u>

## TABLE MINISTRIES, INC.

## NOTES TO FINANCIAL STATEMENTS

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**NOTE PAYABLE**

In May 2020, the Organization was granted a loan from a financial institution in the amount of \$39,995, pursuant to the Paycheck Protection Program (“PPP”) under Division A, Title I of the CARES Act, which was enacted in March 2020. The Organization spent the proceeds on qualifying expenses and received full loan forgiveness in May 2021. For the year ending August 31, 2021, \$39,995 has been recognized as income in the accompanying financial statements.

**FUNCTIONAL ALLOCATION OF EXPENSES**

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Many expenses are directly assigned to the appropriate function as they are incurred. Certain costs have been allocated among the programs and supporting services benefited based on management’s estimates. The expenses that are allocated include occupancy, insurance, office supplies, information technology, miscellaneous, and depreciation, which are allocated on the basis of estimates from a historical review of the purposes of the expense category, as well as salaries and benefits, which are allocated on the basis of estimates of time and effort.

**REVENUE FROM CONTRACTS WITH CUSTOMERS***Performance Obligations*

A performance obligation is a promise in a contract to transfer a distinct good or service to the customer and is the unit of account in the new revenue standard. The contract transaction price is allocated to each distinct performance obligation and recognized as revenue when, or as, the performance obligation is satisfied. The Organization’s contracts have obligations that are fulfilled at a point in time.

*Performance Obligations Satisfied at a Point in Time*

The Organization receives revenue from special event related activities, such as event tickets and meals, for which the revenue is earned at the point in time of the event, or similar circumstances. At that point in time, the Organization has fulfilled their performance obligation. The Organization believes recognition at that point in time is appropriate for this type of revenue. However, if any funds are ever received prior to the Organization fulfilling the performance obligation, they would be deferred until the future period in which they are earned.

Total revenue recognized for performance obligations completed at a point in time at August 31, 2021 and 2020, totaled \$4,750, and \$9,387, respectively. The amounts consist of special events’ tickets. There is no deferred revenue related to these contracts at August 31, 2021, nor is there any deferred revenue from the prior year included in current year revenue. There were no receivables related to these contracts for the years ending August 31, 2021 and 2020.

**TABLE MINISTRIES, INC.****NOTES TO FINANCIAL STATEMENTS**

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**REVENUE FROM CONTRACTS WITH CUSTOMERS (CONTINUED)***General*

Revenue earned will vary depending on the economy. Revenue from special events will vary depending on how many attend and participate in events and training sessions. Additionally, some of the Organization's events rely on in-person attendance, and operation is dependent on the availability of space as well as restrictions and limitations caused by the COVID-19 pandemic.

*Transition*

The Organization applied Accounting Standards Update 2014-09 of Topic 606 to contracts not complete as of the date of adoption, September 1, 2020, using the modified retrospective approach. However, no adjustments to opening net assets were required.

**COMMITMENTS AND CONTINGENCIES**

The ongoing novel coronavirus ("COVID-19") pandemic and restrictions on non-essential businesses have caused disruption in the U.S. and global economies. Despite significant market rebounds across many asset classes, the continued rapid development of this situation and uncertainty regarding potential economic recovery precludes any prediction as to the ultimate adverse impact of COVID-19 on financial market and economic conditions. The estimates and assumptions underlying these financial statements are based on the information available as of August 31, 2021, including judgments about the financial market and economic conditions which may change over time.

**RECLASSIFICATIONS**

Certain reclassifications have been made to the 2020 financial statements in order to conform to 2021 presentation. Such reclassifications had no effect on net assets.

**SUBSEQUENT EVENTS**

Subsequent to year end the current lease also transitioned to month to month agreement at the same base rent of \$3,000 per month.

Management has evaluated subsequent events for recognition or disclosure through February 7, 2022, which is the date that the financial statements were available to be issued, and determined there were no additional events that require disclosure.