

Growing Hope, Inc.

Financial Statements

December 31, 2020

**(With Summarized Comparative
Information for 2019)**



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Independent Auditors' Report

Management and the Board of Directors
Growing Hope, Inc.
Ypsilanti, Michigan

We have audited the accompanying financial statements of Growing Hope, Inc. which comprise the statement of financial position as of December 31, 2020, 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 of 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 Growing Hope, Inc. as of December 31, 2020, 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 Growing Hope, Inc.'s December 31, 2019, financial statements, and our report dated June 9, 2020 expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Yeo & Yeo, P.C.

Ann Arbor, Michigan
May 19, 2021

Growing Hope, Inc.
Statement of Financial Position
December 31, 2020
(With Summarized Comparative Information for 2019)

	2020	2019
Assets		
Current assets		
Cash and cash equivalents	\$ 294,238	\$ 135,468
Accounts receivable	39,510	43,228
Promises to give, current portion	43,790	9,917
Total current assets	377,538	188,613
Property and equipment, net	1,260,832	1,056,434
Other assets		
Promises to give, net of current portion	-	3,000
Total assets	\$ 1,638,370	\$ 1,248,047
Liabilities and Net Assets		
Current liabilities		
Accounts payable	\$ 22,762	\$ 9,741
Accrued payroll	34,630	18,750
Current portion of notes payable	125,767	61,621
Deferred revenue	-	250
Fiscal agent funds held for others	9,239	21,962
Total current liabilities	192,398	112,324
Long term portion of notes payable	520,748	504,496
Total liabilities	713,146	616,820
Net assets		
Without donor restrictions		
Undesignated net assets - operations	222,852	84,807
Undesignated net assets - net investment in property and equipment	614,317	490,317
Total without donor restrictions	837,169	575,124
With donor restrictions		
Purpose restrictions	63,055	56,103
Time-restricted for future periods	25,000	-
Total with donor restrictions	88,055	56,103
Total net assets	925,224	631,227
Total liabilities and net assets	\$ 1,638,370	\$ 1,248,047

See Accompanying Notes to the Financial Statements

Growing Hope, Inc.
Statement of Activities
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	Without Donor Restrictions	With Donor Restrictions	2020	2019
Program and other revenue				
Special events	\$ 30,543	\$ -	\$ 30,543	\$ 61,051
Program related fees and sales	43,790	-	43,790	7,527
Rental income	35,973	-	35,973	60,156
Miscellaneous revenues	176	-	176	1,015
Total program and other revenue	<u>110,482</u>	<u>-</u>	<u>110,482</u>	<u>129,749</u>
Support				
Contributions	618,201	243,927	862,128	534,558
Contributions in-kind	31,356	-	31,356	9,159
Net assets released from restrictions	211,975	(211,975)	-	-
Total support	<u>861,532</u>	<u>31,952</u>	<u>893,484</u>	<u>543,717</u>
Total support, program and other revenue	<u>972,014</u>	<u>31,952</u>	<u>1,003,966</u>	<u>673,466</u>
Expenses				
Program	610,673	-	610,673	501,850
Administrative	93,440	-	93,440	110,664
Fundraising	115,727	-	115,727	178,267
Total expenses	<u>819,840</u>	<u>-</u>	<u>819,840</u>	<u>790,781</u>
Other gains (losses)				
Insurance reimbursements	109,871	-	109,871	192,139
Net loss on disposal of assets	-	-	-	(55,879)
Net gain	<u>109,871</u>	<u>-</u>	<u>109,871</u>	<u>136,260</u>
Change in net assets	262,045	31,952	293,997	18,945
Net assets at beginning of year	<u>575,124</u>	<u>56,103</u>	<u>631,227</u>	<u>612,282</u>
Net assets at end of year	<u>\$ 837,169</u>	<u>\$ 88,055</u>	<u>\$ 925,224</u>	<u>\$ 631,227</u>

See Accompanying Notes to the Financial Statements

Growing Hope, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	Program	Administrative	Fundraising	2020	2019
Salaries and wages	\$ 357,768	\$ 56,099	\$ 61,916	\$ 475,783	\$ 420,862
Employee benefits	22,658	3,030	3,399	29,087	26,086
Payroll taxes	32,771	4,256	5,533	42,560	38,000
Professional services	3,957	15,141	107	19,205	14,446
Office supplies	13,784	2,123	2,159	18,066	33,856
Other supplies	26,164	122	160	26,446	23,118
Occupancy, insurance and vehicles	32,003	2,717	2,144	36,864	50,598
Equipment and rentals	2,299	-	-	2,299	1,563
Travel and conferences	3,040	62	1,429	4,531	3,394
Bank fees	7,813	88	2,988	10,889	1,927
Interest	28,395	1,916	2,504	32,815	33,180
Advertising and marketing	9,324	390	23,662	33,376	50,252
Depreciation	52,991	6,890	8,958	68,839	65,853
Sub-contractors	5,875	-	-	5,875	-
Site development	10,991	527	691	12,209	27,430
Miscellaneous	840	79	77	996	216
	<u>610,673</u>	<u>93,440</u>	<u>115,727</u>	<u>\$ 819,840</u>	<u>\$ 790,781</u>
Total expenses	<u>\$ 610,673</u>	<u>\$ 93,440</u>	<u>\$ 115,727</u>	<u>\$ 819,840</u>	<u>\$ 790,781</u>

See Accompanying Notes to the Financial Statements

Growing Hope, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	2020	2019
Cash flows from operating activities		
Change in net assets	\$ 293,997	\$ 18,945
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	68,839	65,853
Insurance proceeds classified as investing activities	(109,871)	(192,139)
Loss on disposal of assets	-	56,379
Gain on disposal of assets	-	(500)
Capitalized in-kind donations	-	(3,500)
Changes in operating assets and liabilities		
Accounts receivable	3,718	(14,909)
Promises to give	(30,873)	(747)
Accounts payable	13,021	(12,004)
Accrued payroll	15,880	2,881
Deferred revenue	(250)	250
Fiscal agent funds	(12,723)	2,136
Net cash provided (used) by operating activities	241,738	(77,355)
Cash flows from investing activities		
Purchase of property and equipment	(273,237)	(60,178)
Proceeds from insurance claim	109,871	192,139
Proceeds on sale of equipment	-	500
Net cash provided (used) by investing activities	(163,366)	132,461
Cash flows from financing activities		
Proceeds from note payable	251,535	-
Payments on note payable	(171,137)	(18,720)
Net cash provided (used) by financing activities	80,398	(18,720)
Change in cash and cash equivalents	158,770	36,386
Cash and cash equivalents - beginning of year	135,468	99,082
Cash and cash equivalents - end of year	\$ 294,238	\$ 135,468
Supplemental disclosures		
Cash paid for interest	\$ 28,530	\$ 33,180

See Accompanying Notes to the Financial Statements

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 1 - Organization

Growing Hope, Inc. (the "Organization") is a non-profit 501(c)(3) organization whose mission is to foster an equitable and sustainable local food system where all people are empowered to grow, sell, buy, prepare and eat nourishing food. Incorporated May 2003, the Organization serves Ypsilanti Michigan where it is located along with nearby communities. The Organization visions a community where all people – particularly those with barriers due to race, class, culture, language, ability, and mobility – have access to nourishing local food that is culturally appropriate and affordable, can grow and prepare their own harvests and may earn a living as a food grower, producer, or entrepreneur.

Description of Programs

Farm and Garden - Program empowers people of all ages to grow, prepare and eat nourishing food with hands-on educational opportunities through workshops, trainings and field trips on the Organization's urban farm demonstration gardens. The Organization supports Ypsilanti home, community and school gardens by providing raised beds, compost, seedling/seeds and mentorship.

Farmers Market - With an emphasis on increasing access to local fresh foods for underserved populations, the Organization manages two farmers markets – Depot Town Ypsilanti Farmers Market and Downtown Farmers Market – providing vibrant community spaces for local farmers and food makers to sell directly to customers. Additionally, it manages the Ypsi Area Online Market, a safe and convenient option. Six forms of food assistance benefits are accepted at all markets.

Food Entrepreneurship - With the goal of growing the local food economy, this program supports start-up food makers with access to the Organization's incubator kitchen. With 24/7 access to a commercial grade facility, renters are assisted with food safety

regulations, licensing and creating connections with growers and retail markets.

Youth & Schools - Garden-based nutrition education is provided for pre-K through 8th grade youth at the Organization's urban farm; in classrooms, after-school programs, summer camps and through its participation in the Ypsilanti's Farm to School initiative. In its year-around teen employment program, teens grow their leadership and job skills while working on the Organization's urban farm, at its markets and in its incubator kitchen; creating the next changemakers in the local food system.

Community Outreach & Involvement - Through its outreach, the Organization cultivates partners and volunteers to support and guide its mission in the community. The Organization is active in a number of city, county and statewide coalitions and networks, advocating for food justice and an equitable and sustainable local food system.

Administrative - Includes the functions necessary to maintain the Organization's support program; ensure an adequate working environment; provide coordination and articulation of the Organization's program strategy through the office of the executive director; secure proper administrative functioning of the board of directors, maintain competent legal services for the program administration of the Organization; and manage the financial and budgetary responsibilities of Growing Hope, Inc.

Fundraising - Provides the structure necessary to encourage and secure private financial support from individuals, foundations, businesses, and institutions.

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

Net assets, revenues, 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:

Net assets without donor restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net assets with donor restrictions - Net assets subject to donor- (or certain 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.

We report conditional contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) at the same point in time the condition is met (that is, when the contribution becomes unconditional). All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. 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 restrictions.

Income Tax Status

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code as a charitable organization whereby only unrelated business income, as defined by Section 509(a)(1) of the Code is subject to federal income tax.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative Financial Information

The amounts shown for the year ended December 31, 2019, in the accompanying financial statements are included to provide a basis for comparison with 2020 and present summarized totals only. Accordingly, the 2019 totals are not intended to present all information necessary for a fair presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2019, from which the summarized information was derived.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. For the purpose of the statement of cash flows, cash and cash equivalents does not include restricted cash because it is not available for operations.

Concentrations and Credit Risks

The Organization has cash accounts at various local banks. Accounts at these financial institutions are insured by the FDIC up to \$250,000. At December 31, 2020, \$21,609 of cash was in excess of the FDIC coverage limit.

Accounts Receivable

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The allowance is based on experience, third party contracts, and other circumstances, which may affect the ability

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

of its customers to meet their obligations. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Management has determined that contributions receivable are substantially collectable and as such, no provision has been made for doubtful accounts.

Promises to Give

Pledges receivable are presented at their estimated collectable amount. Management regularly reviews the collection history of its pledges receivable balance and set an allowance for doubtful accounts of \$450 for both years ended December 31, 2020 and 2019.

Property and Equipment

Acquisitions or donations of property and equipment costing or valued over \$1,000, and with an estimated useful life of more than one year, are capitalized at cost or estimated market value at date of donation. Depreciation of fixed assets is recorded on a straight-line basis over estimated useful lives ranging from five to forty years.

Paycheck Protection Program (PPP) Loan

The Organization accounts for the PPP loan as a financial liability in accordance with FASB ASC 470 *Debt*. Interest is accrued throughout the life of the loan, even when no payments are currently due.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Those expenses include salaries and benefits, depreciation, occupancy and insurance. These expenses are allocated based on a time and cost study of where efforts are made.

Contributed Services

The Organization records the fair value of contributed services in the financial statements if the services either (a) create or enhance a nonfinancial asset or (b) require specialized skills, are provided by persons possessing those skills, and would need to be purchased if they were not donated.

Revenue and Revenue Recognition

Revenue is recognized when earned. Program service fees are deferred to the applicable period in which the performance obligations are met. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Subsequent Events

Management has evaluated subsequent events through May 19, 2021, which is the date the financial statements were available to be issued.

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 3 - Liquidity

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 294,238	\$ 135,468
Accounts receivable	39,510	43,228
Promises to give	<u>43,790</u>	<u>9,917</u>
 Total financial assets - end of year	 377,538	 188,613
 Less: Financial assets unavailable for general expenditures within one year, due to:		
Contractual or donor-imposed restrictions		
Restricted by donor with time or purpose restrictions	<u>88,055</u>	<u>56,103</u>
 Financial assets available to meet cash needs for general expenditures within one year	 <u>\$ 289,483</u>	 <u>\$ 132,510</u>

The Organization's goal is generally to maintain financial assets to meet three months of operating expenses. As part of its liquidity plan, the Organization has a separate savings account it considers its "rainy day" fund, which requires one extra signature to withdraw funds than its operating bank account.

Note 4 - Promises to Give

Promises to give consist of the following at December 31, 2020 and 2019, respectively:

	<u>2020</u>	<u>2019</u>
Promises to Give	\$ 44,240	\$ 13,367
Less: allowance for doubtful accounts	<u>(450)</u>	<u>(450)</u>
Total	<u>\$ 43,790</u>	<u>\$ 12,917</u>

The pledges receivable is expected to be collected as follows:

Less than one year	<u>\$ 43,790</u>
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Note 5 - Property and Equipment

Major classes of property and equipment and related accumulated depreciation thereon are summarized as follows:

	<u>2020</u>	<u>2019</u>	Estimate Useful Life
Land	\$ 225,000	\$ 225,000	
Building	1,184,926	959,394	15-40 years
Computer equipment	24,089	18,345	5 years
Vehicles	41,493	41,493	5 years
Construction in progress	<u>88,846</u>	<u>51,035</u>	
	1,564,354	1,295,267	
Less accumulated depreciation	<u>(303,522)</u>	<u>(238,833)</u>	
Total	<u>\$ 1,260,832</u>	<u>\$ 1,056,434</u>	

Depreciation for 2020 and 2019 amounted to \$68,839 and \$65,853, respectively.

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 6 - Notes Payable

	2020	2019
Paycheck Protection Program (PPP) Loan payable to the Federal government in monthly principle installments of \$4,231 plus interest at 1% through April, 2022, unsecured.	\$ 101,535	\$ -
Note payable to bank, due in monthly installments of \$2,571 through May 2032 including interest at 5.75%, secured by the marketplace building.	235,873	355,316
Note payable to bank, due in monthly installments of \$566 through October 2020 including interest at 6.5%, unsecured.	-	45,774
Note payable to bank, due in monthly installments of \$1,183 through July 2023 including interest at 5.5% through July 2020 and 4.5% thereafter, secured by a building.	159,107	165,027
Economic Injury Disaster Loan payable to the U.S. Small Business Association, due in monthly installments of \$641 through May 2050 including interest at 2.75%, secured by personal property.	150,000	-
Total long-term debt	646,515	566,117
Less current portion	125,767	61,621
Long-term debt, net of current portion	\$ 520,748	\$ 504,496

and any accrued interest are forgivable after eight weeks as long as the borrower meets certain criteria. The loan proceeds must be used for eligible purposes, including payroll, health insurance, retirement plans, state and local taxes assessed on employee compensation, mortgage interest, rent, and utilities. The criteria also reduces loan forgiveness for certain reductions in salaries or reductions in FTEs. When final forgiveness, if any, is determined, a gain on extinguishment of debt will be realized for any forgiven amounts. There is a deferral of payments until loan forgiveness is determined or 10 months after the last day of the covered period, whichever occurs first.

Interest expense for 2020 and 2019 was \$32,815 and \$33,180, respectively.

Subsequent to year end the Organization received full forgiveness of the PPP loan and therefore, the Organization has classified the entire amount due as current.

As of December 31, 2020, the future minimum principal payments are:

Year Ended December 31,	
2021	\$ 125,767
2022	28,240
2023	171,275
2024	24,862
2025	26,213
Thereafter	270,158
Total	\$ 646,515

During the fiscal year, the Organization received a Paycheck Protection Program (PPP) Loan of \$101,535 funded by the Federal government through the Small Business Administration. The PPP loan

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 7 - Operating Leases

The Organization is leasing a copier under an operating lease agreement for \$169 per month through March 2025. Future lease payments consist of the following:

Year Ended December 31,		
2021	\$	2,028
2022		2,028
2023		2,028
2024		2,028
2025		507

Note 8 - Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes and passage of time at December 31:

	2020	2019
Subject to expenditure for specified purpose		
Farm Stand	\$ -	\$ 10,000
Farmer's Mkt, Farm & Youth Prog	39,718	-
Teen Program	20,000	-
Home Vegetable Garden	3,337	4,892
Field Trips	-	14,693
Repairs and Maintenance	-	26,518
	63,055	56,103
Subject to the passage of time		
Farmer's Market, Farm and Youth Programming	25,000	-
Total net assets with donor restrictions	\$ 88,055	\$ 56,103

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 9 - Net Assets Released from Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose as follows for the years ended December 31, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Satisfaction of purpose restrictions		
Farm Stand	\$ 10,000	\$ 35,000
Farmer's Mkt, Farm & Youth Prog	45,007	-
Teen Program	11,717	25,000
Home Vegetable Garden	18,540	17,611
Field Trips	14,693	9,507
Repairs and Maintenance	26,518	63,232
YFMP Kitchen	85,500	5,000
	<u>\$ 211,975</u>	<u>\$ 155,350</u>

Note 10 - Revenue from Contracts with Customers

The following summarizes revenue by type for the year ended December 31, 2020 and 2019, respectively:

	<u>2020</u>	<u>2019</u>
Revenue from contracts with customers	\$ 43,790	\$ 15,210
Contribution revenue	924,027	534,558
Rental revenue	35,973	60,156
Other revenue	<u>176</u>	<u>63,542</u>
Total revenue	<u>\$ 1,003,966</u>	<u>\$ 673,466</u>

The revenue from contracts with customers for the year ended December 31, 2020 and 2019 consists of:

	<u>2020</u>	<u>2019</u>
Revenue earned at a point in time	<u>\$ 43,790</u>	<u>\$ 15,210</u>

Revenue earned at a point in time consists of fees for operating the online market and the sale of produce and flowers. The performance obligation is satisfied at the time the items are delivered to customers. There is no variable consideration and the transaction price typically equals the sales price.

There are no contract assets or liabilities at year end.

There were no changes in judgments related to revenue recognition for the year ended December 31, 2020.

Growing Hope, Inc.
Notes to the Financial Statements
Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

Note 11 - Contributions In-Kind

The Organization received donated goods and services during the year ended December 31, 2020 and 2019:

	2020	2019
Professional services	\$ 8,000	\$ -
Equipment	1,112	3,500
Materials	22,244	5,659
 Total	 \$ 31,356	 \$ 9,159

The Organization records the value of donated equipment and materials as contributions using estimated fair values at the date of receipt. The Organization recognized donated equipment and materials of \$23,356 and \$9,159 for the years ended December 31, 2020 and 2019, respectively.

Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills and would typically need to be purchased if not provided by donation are recorded at their fair values in the period received. In addition to a significant amount of volunteered services which do not meet the criteria to be recorded, professional services were provided for the marketplace renovation program totaling \$8,000 and \$0 for the years ended December 31, 2020 and 2019.

Note 12 - COVID-19

As a result of the global coronavirus pandemic of 2020, many organizations' financial picture has seen an unanticipated change. The duration and full effects of the outbreak are currently unknown, as the global picture continues to change daily. Currently, it is not possible to estimate the extent of any potential net losses or to determine if any of the change in fair values are other than temporary in nature. Accordingly, no adjustments to the financial statements were made.

Note 13 - Subsequent Event

In March 2021, the Organization began a fundraising campaign for the purpose of reducing its notes payable. As of April 2021, pledges totaling \$175,000 have been received and will be matched for a total pledge receivable of \$350,000 of which \$305,000 is expected to be received in 2021.