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# **YES NATURE TO NEIGHBORHOODS**

## **FINANCIAL STATEMENTS**

**August 31, 2020**

**(WITH COMPARATIVE TOTALS AS OF AUGUST 31, 2019)**

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**CROSBY & KANEDA**

Certified Public Accountants  
for Nonprofit Organizations

# YES NATURE TO NEIGHBORHOODS

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**INDEPENDENT AUDITORS' REPORT**

Board of Directors  
YES Nature to Neighborhoods  
Richmond, California

**Report on the Financial Statements**

We have audited the accompanying financial statements of YES Nature to Neighborhoods, which comprise the statement of financial position as of August 31, 2020, and the related statements of activities, cash flows and functional expenses 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of YES Nature to Neighborhoods as of August 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 the YES Nature to Neighborhoods' August 31, 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 29, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Crosby & Lameda CPAs LLP*

Oakland, California

January 7, 2021

## YES NATURE TO NEIGHBORHOODS

### Statement of Financial Position August 31, 2020 (With Comparative Totals as of August 31, 2019)

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Assets		
Cash and cash equivalents	\$ 546,051	\$ 415,821
Investments (Note 3)	465,276	353,948
Accounts receivable	23,042	13,694
Contributions receivable	4,000	5,552
Prepaid expenses and deposits	16,867	35,183
Note receivable (Note 5)	16,644	16,277
Total Assets	<u>\$ 1,071,880</u>	<u>\$ 840,475</u>
<b>Liabilities and Net Assets</b>		
Liabilities		
Accounts payable and accrued expenses	\$ 34,348	\$ 64,194
Accrued vacation	23,796	17,915
Conditional sponsorships	-	62,832
Paycheck Protection Program loan (Note 6)	129,342	-
Total Liabilities	<u>187,486</u>	<u>144,941</u>
Net Assets		
Without donor restrictions	782,479	551,868
With donor restrictions (Note 9)	101,915	143,666
Total Net Assets	<u>884,394</u>	<u>695,534</u>
Total Liabilities and Net Assets	<u>\$ 1,071,880</u>	<u>\$ 840,475</u>

See Notes to the Financial Statements

## YES NATURE TO NEIGHBORHOODS

### Statement of Activities For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2020	2019
<b>Support and Revenue</b>				
Foundation and corporate grants	\$ 449,414	\$ 225,416	\$ 674,830	\$ 617,355
Contributions	273,900	14,985	288,885	208,673
Government grants	130,886		130,886	90,640
In-kind services	2,000		2,000	4,880
Special event, net (Note 10)	110,135		110,135	97,286
Investment activity (Note 3)	29,587		29,587	16,408
Other	146		146	4,330
Support provided by expiring time and purpose restrictions	282,152	(282,152)	-	-
Total Support and Revenue	1,278,220	(41,751)	1,236,469	1,039,572
<b>Expenses</b>				
Program	769,231		769,231	809,764
Management and general	112,481		112,481	100,160
Fundraising	165,897		165,897	164,088
Total Expenses	1,047,609	-	1,047,609	1,074,012
Change in net assets	230,611	(41,751)	188,860	(34,440)
Net Assets, beginning of year	551,868	143,666	695,534	729,974
Net Assets, end of year	\$ 782,479	\$ 101,915	\$ 884,394	\$ 695,534

See Notes to the Financial Statements

## YES NATURE TO NEIGHBORHOODS

### Statement of Cash Flows For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

	2020	2019
<b>Cash flows from operating activities</b>		
Change in net assets	\$ 188,860	\$ (34,440)
Adjustments to reconcile change in net assets to cash provided (used) by operating activities:		
Investment activity	(29,587)	(16,408)
Donated stock	(5,010)	-
Changes in assets and liabilities:		
Accounts receivable	(9,348)	-
Contributions receivable	1,552	(7,840)
Prepaid expenses	18,316	(11,813)
Accounts payable and accrued expenses	(29,846)	(14,819)
Accrued vacation	5,881	2,519
Conditional sponsorships	(62,832)	9,737
Net cash provided (used) by operating activities	77,986	(73,064)
<b>Cash flows from investing activities</b>		
Purchases of investments	(77,098)	(13,917)
Proceeds from sale of investments	-	150,000
Net cash provided (used) by investing activities	(77,098)	136,083
<b>Cash flows from financing activities</b>		
Proceeds from Paycheck Protection Program loan	129,342	-
Net cash provided (used) by financing activities	129,342	-
Net change in cash and cash equivalents	130,230	63,019
Cash and cash equivalents, beginning of year	415,821	352,802
Cash and cash equivalents, end of year	\$ 546,051	\$ 415,821
Supplemental information:		
Stock donation	\$ 5,010	\$ -

See Notes to the Financial Statements

**YES NATURE TO NEIGHBORHOODS**

**Statement of Functional Expenses  
For the Year Ended August 31, 2020  
(With Comparative Totals for the Year Ended August 31, 2019)**

	Program	Management and General	Fundraising	Total	
				2020	2019
Salaries	\$ 458,975	\$ 51,323	\$ 75,104	\$ 585,402	\$ 603,487
Retirement contributions	13,660	1,521	2,279	17,460	14,465
Other employee benefits	45,618	5,261	8,471	59,350	58,657
Payroll taxes	36,565	4,085	6,029	46,679	47,236
Total Personnel	<u>554,818</u>	<u>62,190</u>	<u>91,883</u>	<u>708,891</u>	<u>723,845</u>
Grants	39,000	-	-	39,000	-
Accounting fees	-	26,753	-	26,753	25,370
Professional fees	45,459	3,981	47,544	96,984	54,257
Advertising and promotion	362	55	134	551	232
Supplies and office expenses	27,509	5,346	12,157	45,012	55,269
Travel and meals	5,485	32	152	5,669	21,981
Conferences and meetings	296	913	86	1,295	4,699
Occupancy	70,185	7,271	11,096	88,552	162,561
Information technology	1,671	238	404	2,313	2,799
Insurance	5,269	3,390	1,414	10,073	5,390
Dues, licenses, service fees	2,052	312	827	3,191	1,200
In-kind services and rent	-	2,000	200	2,200	3,600
Miscellaneous	17,125	-	-	17,125	12,809
Expenses by Function	<u>769,231</u>	<u>112,481</u>	<u>165,897</u>	<u>1,047,609</u>	<u>1,074,012</u>
Expenses reported on a net basis on the Statement of Activities:					
Cost of direct donor benefit	-	-	20,352	20,352	12,824
Total Expenses	<u>\$ 769,231</u>	<u>\$ 112,481</u>	<u>\$ 186,249</u>	<u>\$ 1,067,961</u>	<u>\$ 1,086,836</u>

See Notes to the Financial Statements

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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#### NOTE 1: NATURE OF ACTIVITIES

YES Nature to Neighborhoods (YES or the Organization) is a nonprofit public benefit corporation incorporated in California in 2002. In partnership with nature, YES nurtures leaders who champion the wellbeing of our community. Our vision is for Richmond youth, adults, and families to lead healthy, connected lives; motivate change in their neighborhoods; and inspire a safe, thriving community. Programs within YES's Leadership Pathways model include: 1) the Summer Camp, Camp Days, and Richmond Rangers programs providing support for children and youth to attend overnight summer camp and outings to local, regional parks; 2) the Camp-to-Community (C2C) youth development program for teens; 3) Family Camp providing weekend-long family camping and community-building experiences; and 4) the Adult Leaders Program, providing workshops to develop adults as community leaders and health advocates.

Prior to the COVID-19 outbreak in March, YES conducted Family Camps, overnight trips, and in-person leadership development and outdoor access programming for over 300 youth and adults in YES's Youth & Adult Leadership Pathways. At the outset of COVID, YES established a Resilience Fund for families, provided care calls, and virtual programming for participants. In late Summer 2020, YES began providing modified in-person nature day outings for families.

#### NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

##### **Basis of Accounting**

The accompanying 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).

##### **Net Assets**

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

*Net assets without donor restrictions* – are resources available to support operations. The only limits on the use of the net assets are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

*Net assets with donor restrictions* – are resources that are restricted by a donor for use for a particular purpose or in a particular period. Some donor restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor restrictions are perpetual in nature;

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the

## **YES NATURE TO NEIGHBORHOODS**

### **Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)**

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financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of building or equipment (or less commonly, the contribution of those net assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization, unless the donor provides more specific directions about the period of its use.

#### **Classification of Transactions**

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the donor specified the use of the related resources for a particular purpose or in a future period. All expenses and net losses are reported as decreases in net assets without donor restrictions

#### **Accounting for Contributions**

Contributions, including unconditional promises to give, are recognized when received. All contributions are reported as increases in net assets without donor restrictions unless the contributed assets are specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as restricted until payment is due, unless the contribution is clearly intended to support activities of the current fiscal year. Conditional promises are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

#### **Income Taxes**

The Internal Revenue Service and the California Franchise Tax Board have determined that the Organization is exempt from federal and state income taxes under IRC 501(c)(3) and California RTC 23701(d). The Organization has evaluated its current tax positions as of August 31, 2020 and is not aware of any significant uncertain tax positions for which a reserve would be necessary. The Organization's tax returns are generally subject to examination by federal and state taxing authorities for three and four years, respectively, after they are filed.

#### **Contributed Services**

Contributed services are reflected in the financial statements at the fair value of the services received only if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

#### **Accounts Receivable**

Accounts receivable are primarily unsecured non-interest bearing amounts due from members. The Organization considers all accounts receivable to be fully collectible at August 31, 2020. Accordingly, no allowance for doubtful accounts was deemed necessary.

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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If amounts become uncollectible, they are charged to expense in the period in which that determination is made.

#### **Contributions Receivable**

Contributions receivable including pledges and grants receivable are unconditional promises to give that are recognized as contributions when the promise is received. Contributions receivable that are expected to be collected in less than one year are reported at net realizable value. Contributions receivable that are expected to be collected in more than one year are recorded at fair value at the date of promise. That fair value is computed using a present value technique applied to anticipated cash flows. The Organization has evaluated the value of the discount and concluded that it was not material for recognition. The Organization considers all contributions receivable to be fully collectible at August 31, 2020. Accordingly, no allowance for doubtful accounts was deemed necessary. If amounts become uncollectible, they are charged to expense in the period in which that determination is made.

#### **Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

#### **Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all money market funds and other highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

#### **Concentration of Credit Risk**

At times, the Organization may have deposits in excess of federally insured limits. The risk is managed by maintaining all deposits in high quality financial institutions.

#### **Property and Equipment**

All acquisitions of property and equipment in excess of \$1,500 and all expenditures for repairs and maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are stated at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives on the property and equipment. The Organization had no property and equipment that met this capitalization policy at August 31, 2020.

#### **Conditional Sponsorships**

Conditional sponsorships represent sponsorship payments received for Rock in the Redwoods event to be held after year end.

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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#### **Expense Recognition and Allocation**

The cost of providing the Organization's programs and other activities is summarized on a functional basis in the statement of activities and statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions using a reasonable allocation method that is consistently applied as follows:

Salaries and wages, benefits, and payroll taxes are allocated based on quarterly activity reports prepared by key personnel, etc.

Occupancy, depreciation, and amortization, and interest are allocated on the basis of proportion of direct costs assigned to each program and supporting activity, including employee salary expenditures.

Telephone and internet services, insurance, and supplies and miscellaneous expenses that cannot be directly identified are allocated on the basis of proportion of direct costs assigned to each program and supporting activity, including employee salary expenditures.

Management and general activities include the functions necessary to provide support for the organization's program activities. They include activities that provide governance (Board of Directors), oversight, business management, financial recordkeeping, budgeting, legal services, human resource management, and similar functions that ensure an adequate working environment and an equitable employment program.

Fundraising activities include publicizing and conducting fundraising campaigns; maintaining donor lists; conducting special fundraising events; and other activities involved with soliciting contributions from corporations, foundations, individuals, and others.

Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. The Organization generally does not conduct fundraising activities in conjunction with its other activities.

#### **Prior Year Summarized Information**

The financial statements include certain prior year summarized comparative information in total but not by net asset class. 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 August 31, 2019, from which the summarized information was derived.

#### **Reclassifications**

Certain accounts in the prior year's summarized information have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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#### Changes in Accounting Principles

The Organization adopted *FASB ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)*. The ASU clarifies current guidance about whether a transfer of assets, or the reduction, settlement, or cancellation of liabilities, is a contribution or an exchange transaction. It provides criteria for determining whether the resource provider is receiving commensurate value in return for the resources transferred which, depending on the outcome, determines whether the organization follows contribution guidance or exchange transaction guidance. In addition, it increases the number of contributions that are likely to be considered conditional by removing guidance that a conditional promise to give is considered unconditional if the possibility that the condition will not be met is remote.

#### NOTE 3: INVESTMENTS

Investments consisted of the following as of August 31:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 3,304	\$ 976
Mutual and ETF funds	<u>461,972</u>	<u>352,972</u>
Total	<u>\$ 465,276</u>	<u>\$ 353,948</u>

#### Investment Activity

Investment activity consisted of the following for the years ended August 31:

	<u>2020</u>	<u>2019</u>
Interest and dividends	\$ 11,892	\$ 20,048
Realized and unrealized gain (loss)	<u>17,695</u>	<u>(3,640)</u>
Total	<u>\$ 29,587</u>	<u>\$ 16,408</u>

#### NOTE 4: FAIR VALUE MEASUREMENTS

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Organization determines the fair values of its assets and liabilities based on a fair value hierarchy that includes three levels of inputs that may be used to measure fair value.

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.

Level 2 - Inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the assets or liability.

Fair values of assets measured on recurring basis were as follows as of August 31, 2020:

	<u>Level 1</u>
Cash and cash equivalents	\$ 3,304

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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Mutual and ETF funds:	
Fixed income	356,154
Balanced fund	<u>105,818</u>
Total	<u>\$ 465,276</u>

#### NOTE 5: NOTE RECEIVABLE

Note receivable consists of a promissory note due from a community loan fund bearing interest at 2.25% fixed accruing annually due in January 2024. The note receivable is presented at its outstanding principal balance plus accrued interest. The Organization considers the note receivable to be fully collectible at August 31, 2020. Accordingly, no allowance for doubtful accounts was deemed necessary. If amounts become uncollectible, they are charged to expense in the period in which that determination is made. As of August 31, 2020 and 2019 the balance on the note receivable was \$16,644 and \$16,277, respectively.

#### NOTE 6: PAYCHECK PROTECTION PROGRAM LOAN

The Organization received a \$129,342 paycheck protection program (PPP) loan bearing interest of 1% and maturing April 23, 2022 which it accounts for under FASB 470. Based on the guidance in FASB ASC 405-20-40-1, the proceeds from the loan will remain recorded as a liability until either (1) the loan is, in part or wholly, forgiven and the Organization has been “legally released” or (2) the Organization pays off the loan. Future payments due under this loan are as follows:

2021	\$ 56,721
2022	<u>72,621</u>
Total	<u>\$ 129,342</u>

The Organization may be eligible for forgiveness of some or all of this loan.

#### NOTE 7: COMMITMENTS

##### Operating Leases

The Organization is party to a lease for office space that expires August 2022. Additionally, the Organization is party to a lease for a copier that expires in April, 2023. Future minimum lease payments were as follows for the years ended August 31:

2021	\$ 33,024
2022	33,024
2023	<u>2,520</u>
Total	<u>\$ 68,568</u>

Rent expenses totaled \$52,925 and \$37,600 for the years ended August 31, 2020 and 2019, respectively.

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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#### NOTE 8: CONTINGENCIES

##### Grant Awards

Grant awards require the fulfillment of certain conditions as set forth in the instrument of grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. The Organization deems this contingency remote since by accepting the grants and their terms, it has accommodated the objectives of the Organization to the provisions of the grants. The Organization's management is of the opinion that the Organization has complied with the terms of all grants.

##### Sabbaticals

The Organization offers eligible employees six weeks paid sabbatical leave after six years of continuous service and every sixth year thereafter. Sabbatical benefits do not vest, and leave is subject to employees' satisfactory job performance, time restrictions, ability of Organization staff cover work, and the financial health of the Organization. The Executive Director and the Board of Directors retain the discretion to grant or deny requests for sabbatical leave. As of August 31, 2020, the Organization's management has estimated that any costs to the Organization to implement this policy would not be significant, and therefore has not accrued the liability.

#### NOTE 9: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were available as follows as of August 31:

	<u>2020</u>	<u>2019</u>
Family Camp Program	\$ 10,000	\$ 42,000
Summer Camp Program	-	20,417
C2C Program	10,000	50,833
YAP	81,915	-
Future Operations	<u>-</u>	<u>30,416</u>
Total	<u>\$ 101,915</u>	<u>\$ 143,666</u>

#### NOTE 10: SPECIAL EVENT

The Organization held a fundraising event during the year. Activity related to the event was as follows during the years ended August 31:

	<u>2020</u>	<u>2019</u>
Admission	\$ 18,167	\$ 9,200
Donations and sponsorships	103,147	92,531
In-kind contributions	6,941	6,263
Sales	2,232	2,116
Less: Costs of direct donor benefit	<u>(20,352)</u>	<u>(12,824)</u>
Total	<u>\$ 110,135</u>	<u>\$ 97,286</u>

## YES NATURE TO NEIGHBORHOODS

### Notes to the Financial Statements For the Year Ended August 31, 2020 (With Comparative Totals for the Year Ended August 31, 2019)

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#### NOTE 11: RETIREMENT PLAN

The Organization provides a retirement plan for regular full-time employees. The retirement benefit is a 403(b) plan and offers to match employee contributions up to 3% of their annual salary on a yearly basis. Regular full-time employees become eligible for retirement benefits on the first of the month 30 days after hire. The Organization contributed \$17,460 and \$14,465 for the years ended August 31, 2020 and 2019, respectively.

#### NOTE 12: CONDITIONAL PROMISES TO GIVE

In addition to the activity reflected on the Organization's statement of activity, the Organization received \$683,014 in conditional promises to give as of August 31, 2020 contingent upon program performance and reporting. The Organization recognizes such promises to give as support once the related conditions are satisfied.

#### NOTE 13: SUBSEQUENT EVENTS

The Organization has evaluated subsequent events and has concluded that as of January 7, 2021, the date that the financial statements were available to be issued, there were no significant subsequent events to disclose other than the information noted below:

##### **Continuing Public Health Emergency**

In March 2020, the WHO classified the COVID-19 outbreak as a pandemic and the Organization and the area it operates in was subject to a public health order related to COVID-19 coronavirus which affected activities of the Organization. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude of the effect that the pandemic will have on the Organization's financial condition, liquidity, and future results of operations. Management is actively monitoring the impact on its financial condition, liquidity, operations and workforce.

#### NOTE 14: LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of August 31, 2020 are:

Cash and cash equivalents	\$ 546,051
Short-term investments	465,276
Accounts receivable	23,042
Contributions receivable	4,000
Less purpose-restricted net assets	<u>(101,915)</u>
Total	<u>\$ 936,454</u>

As part of the Organization's liquidity management plan, the Organization invests funds in excess of daily requirements in cash and cash equivalents and short-term investments.