

Camp Hobe

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

For the Years Ended December 31, 2020 and 2019



CAMP HOBE

CONTENTS

	<u>Page</u>
Independent Auditor's Report	2-3
Financial Statements:	
Statements of Financial Position	4
Statements of Activities	5-6
Statements of Functional Expenses	7-8
Statements of Cash Flows.....	9
Notes to Financial Statements	10-16



INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
CAMP HOBE**

Opinion

We have audited the accompanying financial statements of Camp Hobe (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Camp Hobe as of December 31, 2020 and 2019 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Camp Hobe and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Camp Hobe's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Camp Hobe's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Camp Hobe's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Larson & Company P.C.

Salt Lake City, Utah
May 21, 2021

CAMP HOBE
 Statements of Financial Position
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>2020</u>	<u>2019</u>
Current assets:		
Cash and cash equivalents	\$ 297,109	\$ 258,748
Pledges receivable	34,344	10,081
Prepaid expenses	4,895	7,075
Total current assets	336,348	275,904
Investments	489,257	473,221
Total assets	\$ 825,605	\$ 749,125
 <u>LIABILITIES AND NET ASSETS</u> 		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,788	\$ 3,021
Total current liabilities	3,788	3,021
Total liabilities	3,788	3,021
Net assets:		
Without donor restrictions	816,817	733,104
With donor restrictions	5,000	13,000
Total net assets	821,817	746,104
Total liabilities and net assets	\$ 825,605	\$ 749,125

The accompanying notes to financial statements are an integral part of these statements.

CAMP HOBE
Statement of Activities
For the Year Ended December 31, 2020

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Totals</u>
Contributions, fees and other income:			
Contributions	\$ 177,175	\$ 5,000	\$ 182,175
In-kind contributions	73,346	-	73,346
Program service fees	155	-	155
Investment return	24,444	-	24,444
	<u>275,120</u>	<u>5,000</u>	<u>280,120</u>
Total contributions, fees and other income	275,120	5,000	280,120
Satisfaction of restrictions	13,000	(13,000)	-
	<u>288,120</u>	<u>(8,000)</u>	<u>280,120</u>
Total contributions, fees, other income and satisfaction of restrictions	288,120	(8,000)	280,120
Expenses:			
Camp program services	156,236	-	156,236
Supporting services			
General and administrative	15,957	-	15,957
Fundraising	32,214	-	32,214
	<u>204,407</u>	<u>-</u>	<u>204,407</u>
Total expenses	204,407	-	204,407
Change in net assets	83,713	(8,000)	75,713
Net assets at beginning of year	733,104	13,000	746,104
	<u>733,104</u>	<u>13,000</u>	<u>746,104</u>
Net assets at end of year	\$ 816,817	\$ 5,000	\$ 821,817
	<u>\$ 816,817</u>	<u>\$ 5,000</u>	<u>\$ 821,817</u>

The accompanying notes to financial statements are an integral part of these statements.

CAMP HOBE
Statement of Activities
For the Year Ended December 31, 2019

	Without donor restrictions	With donor restrictions	Totals
Contributions, fees and other income:			
Contributions	\$ 210,678	\$ 13,000	\$ 223,678
In-kind contributions	105,255	-	105,255
Program service fees	5,808	-	5,808
Investment return	69,687	-	69,687
Total contributions, fees and other income	391,428	13,000	404,428
Satisfaction of restrictions	11,000	(11,000)	-
Total contributions, fees, other income and satisfaction of restrictions	402,428	2,000	404,428
Expenses:			
Camp program services	238,209	-	238,209
Supporting services			
General and administrative	19,036	-	19,036
Fundraising	15,133	-	15,133
Total expenses	272,378	-	272,378
Change in net assets	130,050	2,000	132,050
Net assets at beginning of year	603,054	11,000	614,054
Net assets at end of year	\$ 733,104	\$ 13,000	\$ 746,104

The accompanying notes to financial statements
are an integral part of these statements.

CAMP HOBE
Statement of Functional Expenses
For the Year Ended December 31, 2020

	Supporting services			Totals
	Camp program services	General and administrative	Fundraising	
Payroll expense	\$ 46,089	\$ 4,775	\$ 967	\$ 51,831
Camp supplies and food	24,138	-	1,013	25,151
Contributed goods	43,772	-	25,879	69,651
Contributed services	3,409	-	286	3,695
Training	3,358	-	-	3,358
Insurance	5,585	-	-	5,585
Professional fees	-	10,340	-	10,340
Office	13,256	832	3,965	18,053
Volunteer supplies	12,436	-	-	12,436
Background checks	768	-	-	768
Licenses and dues	1,773	10	75	1,858
Equipment rental	1,568	-	-	1,568
Marketing	84	-	29	113
Total expenses statement of activities	\$ 156,236	\$ 15,957	\$ 32,214	\$ 204,407

The accompanying notes to financial statements
are an integral part of these statements.

CAMP HOBE
Statement of Functional Expenses
For the Year Ended December 31, 2019

	Supporting services			Totals
	Camp program services	General and administrative	Fundraising	
Payroll expense	\$ 40,099	\$ 5,919	\$ 1,018	\$ 47,036
Camp supplies and food	34,516	-	404	34,920
Contributed goods	14,249	-	7,797	22,046
Contributed services	80,629	-	2,580	83,209
Camp lease	22,740	-	-	22,740
Training	12,602	-	-	12,602
Insurance	8,576	-	-	8,576
Professional fees	-	12,243	-	12,243
Office	9,000	839	3,027	12,866
Volunteer supplies	8,618	-	70	8,688
Background checks	1,577	-	-	1,577
Licenses and dues	1,969	10	75	2,054
Equipment rental	1,779	-	-	1,779
Marketing	1,855	25	162	2,042
Total expenses statement of activities	\$ 238,209	\$ 19,036	\$ 15,133	\$ 272,378

The accompanying notes to financial statements
are an integral part of these statements.

CAMP HOBE
 Statements of Cash Flows
 For the Year Ended December 31, 2020 and 2019

	2020	2019
Cash flows from operating activities:		
Change in net assets	\$ 75,713	\$ 132,050
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Unrealized (gains) losses on investments	(26,797)	(49,836)
(Increase) decrease in assets		
Pledges receivable	(24,263)	(4,614)
Prepaid expenses	2,180	(2,065)
Increase (decrease) in liabilities		
Accounts payable and accrued liabilities	767	261
Net cash flows from operating activities	27,600	75,796
Cash flows from investing activities:		
Proceeds from sale of investments	138,443	64,019
Purchase of investments	(127,682)	(66,944)
Net cash flows from investing activities	10,761	(2,925)
Net change in cash and cash equivalents	38,361	72,871
Cash and cash equivalents at beginning of year	258,748	185,877
Cash and cash equivalents at end of year	\$ 297,109	\$ 258,748

Supplemental Disclosures:

No interest or taxes were paid for the years ending December 31, 2020 and 2019.

The accompanying notes to financial statements
are an integral part of these statements.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Camp Hobe (the “Organization”) is a Utah non-profit 501(c) (3) corporation established in 2003 for the purpose of providing support programs for children undergoing treatment for cancer (and similarly treated disorders) and their families, including camp programs and family outings. The Organization receives most of its financial support from private grants and contributions.

Changes in Operations

During 2020, the Organization pivoted to provide virtual programming for the summer camps and for most of the family programs, due to the COVID-19 pandemic. The Organization’s first-ever virtual summer camp programs served a total of 168 campers, which is a lower number than usual. The family events in 2020 served 1,113 individuals throughout the year, which is a higher number than in past years. However, the cost of providing virtual programs was significantly lower than that of providing in-person programming, and the types of program expenses changed significantly. The Organization avoided or reduced costs associated with facility rental, food service, insurance expenses, medical services, and other tangible supplies; while increasing costs associated with delivery services and technology. Because of this the overall Program expenses for the Organization went down in 2020, while Administrative and Fundraising expenses stayed relatively stable.

Income was also reduced significantly during 2020 because of the pandemic. No fees were charged for the virtual programs, which decreased the Organization’s revenue. Most in-person fundraising events were canceled or shifted to virtual events, leading to an overall decline in income for the year. These changes related to COVID-19 caused a noticeable change in the percentage of functional expenses by class for 2020, which the Organization expects to resolve as they return to in-person programming. The Organization plans to return to in-person operations during 2021.

Basis of Presentation

The Organization prepares its financial statements on the accrual basis of accounting and follows accounting principles generally accepted in the United States for nonprofit organizations and reports information regarding its financial position and activities according to two classes of net assets, with donor restrictions and without donor restrictions, based upon the following criteria:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization’s management and the board of directors.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles (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 reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

Pledges receivable

Pledges receivable are recorded at their estimated fair value less an appropriate allowance for uncollectible amounts. Allowances are based on historical experience and management's analysis of specific balances. An account is written off when it is determined that all collection efforts have been exhausted. An allowance has not been recorded as of December 31, 2020 and 2019 as all balances are considered collectible. Pledges due later than one year are recorded at the present value of estimated cash flows using imputed discount rates applicable to the year the pledge is received. The discount is amortized over the years pledge is paid.

Prepaid Expenses and Deferred Costs

The Organization defers expenses and costs at year end which are related to the subsequent program year. The deferred amounts include prepaid training costs, business accreditation and supply orders.

Investments

Investments in marketable securities with readily determinable fair values and investments in debt securities are recorded at their fair values. Interest, dividends and unrealized gains and losses are included in the statement of activities as investment return which is net of fees.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions and In-kind Donations

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a 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 as net assets released from restrictions.

If the Organization is the recipient of donated services that create or enhance non-financial assets; or that require specialized skills, are provided by individuals possessing those skills and would need to be purchased if not provided by volunteers, the services are recorded at their fair value in the year they are performed. For the years ended December 31, 2020 and 2019, the Organization received **\$3,695** and \$83,209, respectively, of donated medical services and/or virtual performances for the camp program.

The Organization also receives a variety of donated goods and services provided by businesses and individuals which are recorded at their estimated fair value of **\$69,651** and \$22,046 for the years ended December 31, 2020 and 2019, respectively. These contributions were used in camp program services.

Many individuals volunteer their time and effort in support of the Organization's programs. The value of these donated services is not recorded in the financial statements as the services do not meet the criteria for recognition as in-kind contributions under U.S. generally accepted accounting principles.

Revenue from Contracts with Customers

A small portion of the Organization's budget comes from program service fees. The only performance obligation associated with this income is holding camp each summer. Any payments received from customers in advance are recognized when camp runs each summer. Income from program fees is shown on the statement of activities. No losses associated with program fees have been recognized during 2020 or 2019. As of December 31, 2020 and 2019, no program service fees were receivable. Although ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)* has been applied retrospectively, this adoption created no changes in the Organization's changes in net assets or cash flows for the years ending December 31, 2020 and 2019.

Functional Allocation of Expenses

The costs of the programs and supporting services have been summarized on a functional basis in the statement of activities. All direct costs are charged to the functional area they pertain to. Indirect costs are charged to the program and supporting services based on estimates made by management, taking into account the nature of the expense and how it relates to the functional area. General and administrative costs include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising Expense

Advertising is expensed in the period incurred. The Organization did not record any advertising expense for the years ended December 31, 2020 and 2019.

Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and accordingly, no provision has been made for federal and state income taxes. The Organization remains subject to income taxes on net income that is derived from a trade or business, regularly carried on, and not for the exempt purpose of the Organization. In the opinion of management the Organization does not have any unrelated business income.

ASC Topic 740, Income Taxes, provides guidance on how uncertain tax positions should be recognized, measured, disclosed and presented in the financial statements. This requires the evaluation by management of tax positions taken or expected to be taken in preparation of the Organization's tax returns to determine if the positions are more-likely-than not of being sustained if examined by the taxing authorities. Management has determined there are no uncertain income tax positions. Tax years that remain subject to examination are 2017 forward.

Recent Accounting Pronouncements

In March of 2016, the FASB issued ASU 2016-02, *Leases*, which requires all leases that have a term of more than 12 months to be recognized as assets and liabilities on the balance sheet at inception. A lessee would recognize a lease liability to make lease payments owed to a lessor (liability) and a benefit for the right to use the leased asset (asset) for the lease term. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee would depend on whether the lessee is expected to consume more than an insignificant portion of the economic benefits embedded in the underlying asset. This new guidance is effective for fiscal years beginning after December 15, 2021. Management is evaluating the impact this guidance will have on the Organization's financial reporting and determining the appropriate time to implement this pronouncement.

In September of 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure requirements. The amendments in this update require organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. Additionally, organizations are required to enhance disclosures by disaggregating the amount of nonfinancial assets recognized within the statement of activities by type of contributed nonfinancial asset and providing additional qualitative information for each disaggregated category. This new guidance is effective for fiscal years beginning after June 15, 2021. The Organization does not anticipate a significant impact on its results of operations, financial position, or cash flows as a result of this new standard.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

2. LIQUIDITY AND AVAILABILITY

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

	<u>2020</u>	<u>2019</u>
Financial assets:		
Cash and cash equivalents	\$ 297,109	\$ 258,748
Pledges receivable	34,344	10,081
Investments	<u>489,257</u>	<u>473,221</u>
Total financial assets	820,710	742,050
Less amounts restricted by donors	<u>(5,000)</u>	<u>(13,000)</u>
Total financial assets available for general expenditure within one year	<u>\$ 815,710</u>	<u>\$ 729,050</u>

In general, the Organization keeps at least \$20,000 in its checking account for short-term expenses. It aims to keep \$100,000 to \$120,000 in a money market account at a credit union – approximately enough to cover a full-year of cash expenses. The remainder of funds are kept in the investment account, with approximately \$5,000 in cash and the rest in more long-term investments. Once the cash amount in the investment account exceeds \$5,000, cash is used to purchase long-term investments.

3. INVESTMENTS AND FAIR VALUE DISCLOSURES

The Organization holds investments in marketable securities and debt securities with readily determinable fair values.

Total investment return is without restrictions and net of fees and for the years ended December 31, 2020 and 2019 was as follows:

	<u>2020</u>	<u>2019</u>
Investment return		
Interest and dividends	\$ 22,181	\$ 20,218
Net realized and unrealized loss	3,095	50,298
Brokerage fees	<u>(832)</u>	<u>(829)</u>
Investment return	<u>\$ 24,444</u>	<u>\$ 69,687</u>

Investments are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal or most advantageous market at the measurement date under current market conditions regardless of whether the price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable.

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

3. INVESTMENTS AND FAIR VALUE DISCLOSURES (Continued)

Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available.

The three-tier hierarchy categorizes the inputs as follows:

Level 1 inputs are quoted prices in active markets for identical assets or liabilities that are available at the measurement date.

Level 2 inputs are prices for a similar asset, other than quoted market prices included within Level 1 that are observable for the asset, either directly or indirectly. If the asset has a specified term, a Level 2 input must be observable for substantially the full term of the asset.

Level 3 inputs are unobservable inputs for the asset or liability used to measure fair value to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset at the measurement dates.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability.

The categorization of assets within the hierarchy is based upon the pricing transparency of the asset and does not necessarily corresponds to an assessment of the quality, risk or liquidity profile of the asset or liability. Investments measured at fair value on a recurring basis as of December 31, 2020 and 2019 are as follows:

	Fair Value Measurements at Reporting Date			
	Total	Level 1	Level 2	Level 3
December 31, 2020				
Fixed income	\$ 45,734	\$ 45,734	\$ -	\$ -
Mutual funds	354,380	354,380	-	-
Equity securities	89,143	89,143	-	-
	<u>\$ 489,257</u>	<u>\$ 489,257</u>	<u>\$ -</u>	<u>\$ -</u>
December 31, 2019				
Fixed income	\$ 68,636	\$ 68,636	\$ -	\$ -
Mutual funds	324,455	324,455	-	-
Equity securities	80,130	80,130	-	-
	<u>\$ 473,221</u>	<u>\$ 473,221</u>	<u>\$ -</u>	<u>\$ -</u>

CAMP HOBE
Notes to Financial Statements
For the Years Ended December 31, 2020 and 2019

4. OPERATING LEASES

The Organization has an operating lease for the rental of the camp facilities used in its program. The lease is a year-to-year arrangement and future lease costs are not determinable. Camp rental expense for the years ended December 31, 2020 and 2019 was \$0 and \$22,740, respectively.

5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are all time restricted and were as follows as of December 31, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Dee Foundation grant - time restriction	\$ 5,000	\$ 5,000
Eskuche Foundation grant - time restriction	-	3,000
Michael Foundation grant - time restriction	-	4,000
Kennecott Foundation grant - time restriction	-	1,000
Total net assets with donor restrictions	<u>\$ 5,000</u>	<u>\$ 13,000</u>

6. CONCENTRATION OF CREDIT AND MARKET RISK

The Organization maintains its cash and cash equivalent balances at two financial institutions located in Salt Lake City, Utah. The deposits may at times exceed the federally insured limits of \$250,000 established by the Federal Deposit Insurance Corporation. The Organization has not experienced any losses related to these accounts and believes it is not exposed to any significant credit risk on these balances.

The Organization maintains investments in brokerage accounts that are insured by the Security Investors Protection Corporation (SIPIC) up to \$500,000 including \$250,000 on cash balances. The Organization has not experienced any losses related to these accounts and believes it is not exposed to any significant credit risk on these balances.

The Organization has concentrations in pledges receivable. The amount due from one entity was 100% and 40% of the balance for the years ended December 31, 2020 and 2019, respectively.

7. SUBSEQUENT EVENTS

Management has evaluated events occurring between December 31, 2020 and the date of this report, which is the date the financial statements were available to be issued, for matters that would require disclosure or adjustment to the financial statements.