

BAYARTS  
AUDITED FINANCIAL STATEMENTS  
DECEMBER 31, 2021 AND 2020



BAYARTS  
DECEMBER 31, 2021 AND 2020  
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January 27, 2022

The Board of Directors  
BAYarts  
Bay Village, Ohio

Independent Auditors' Report

**Opinion**

We have audited the accompanying financial statements of BAYarts (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, 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 BAYarts. as of December 31, 2021 and 2020, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of BAYarts 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 BAYarts' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Auditors' 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 auditors' 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 to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of BAYarts' 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 BAYarts' ability to continue as a going concern for a reasonable period.

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.

*Kolster, DiSandro and Fried*

BAYARTS  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31,

ASSETS	<u>2021</u>	<u>2020</u>
Current Assets		
Cash and cash equivalents	\$ 432,525	\$ 194,539
Trade and grants receivable	<u>12,801</u>	<u>7,012</u>
Total Current Assets	445,326	201,551
Property and Equipment		
Furniture and equipment	57,137	54,095
Leasehold improvements	1,301,504	1,291,582
Less: accumulated depreciation	<u>(373,933)</u>	<u>(325,904)</u>
Net Property and Equipment	984,708	1,019,773
Other Assets		
Bayarts Culture Access Funds	13,770	11,364
Artwork	13,350	13,350
Website	10,900	10,900
Less: amortization	<u>(10,900)</u>	<u>(10,900)</u>
Total Other Assets	<u>27,120</u>	<u>24,714</u>
TOTAL ASSETS	<u>\$ 1,457,154</u>	<u>\$ 1,246,038</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31,

LIABILITIES AND NET ASSETS

	<u>2021</u>	<u>2020</u>
Current Liabilities		
Accounts and other payables	\$ 17,720	\$ 12,728
Deferred revenue	62,731	41,077
Line of credit	-	43,985
Total Current Liabilities	<u>80,451</u>	<u>97,790</u>
Long-Term Liabilities		
Security deposit	<u>650</u>	<u>650</u>
Total Long-Term Liabilities	<u>650</u>	<u>650</u>
Total Liabilities	81,101	98,440
Net Assets		
Without donor restrictions	1,251,976	1,119,246
With donor restrictions	<u>124,077</u>	<u>28,352</u>
Total Net Assets	<u>1,376,053</u>	<u>1,147,598</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 1,457,154</u>	 <u>\$ 1,246,038</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2021

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenue and Support			
Education	\$ 345,367	\$ -	\$ 345,367
Grants and contributions	38,295	197,277	235,572
CARES Act loan forgiveness	-	72,120	72,120
Gallery, shop, and art events	82,892	-	82,892
Special fundraising events (net)	56,594	-	56,594
Rental income and other	60,695	-	60,695
Non-cash contributions	1,341	-	1,341
Gain on investment	2,406	-	2,406
Released	<u>173,672</u>	<u>(173,672)</u>	<u>-</u>
 Total Revenue and Support	 761,262	 95,725	 856,987
Expenses			
Programs	480,061	-	480,061
Management and general expense	53,536	-	53,536
Fundraising expenses	<u>94,935</u>	<u>-</u>	<u>94,935</u>
 Total Expenses	 <u>628,532</u>	 <u>-</u>	 <u>628,532</u>
 Change in Net Assets	 132,730	 95,725	 228,455
Net Assets at Beginning of Year	<u>1,119,246</u>	<u>28,352</u>	<u>1,147,598</u>
 NET ASSETS AT END OF YEAR	 <u>\$ 1,251,976</u>	 <u>\$ 124,077</u>	 <u>\$ 1,376,053</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenue and Support			
Education	\$ 208,829	\$ -	\$ 208,829
Grants & contributions	113,213	138,731	251,944
CARES Act loan forgiveness	-	68,200	68,200
Gallery, shop, & other arts events	45,723	-	45,723
Special fundraising events (net)	14,023	-	14,023
Rental income	37,633	-	37,633
Non-cash contributions	2,323	20,167	22,490
(Loss) on investment	(3,000)	-	(3,000)
Released	<u>228,865</u>	<u>(228,865)</u>	<u>-</u>
 Total Revenue and Support	 647,609	 (1,767)	 645,842
Expenses			
Program expenses	407,929	-	407,929
Management and general expenses	69,212	-	69,212
Fundraising expenses	<u>90,836</u>	<u>-</u>	<u>90,836</u>
 Total Expenses	 <u>567,977</u>	 <u>-</u>	 <u>567,977</u>
 Change in Net Assets	 79,632	 (1,767)	 77,865
Net Assets at Beginning of Year	<u>1,039,614</u>	<u>30,119</u>	<u>1,069,733</u>
 NET ASSETS AT END OF YEAR	 <u>\$ 1,119,246</u>	 <u>\$ 28,352</u>	 <u>\$ 1,147,598</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2021

	<u>Program Expenses</u>	<u>Management &amp; General Expenses</u>	<u>Fund- raising Expenses</u>	<u>Total</u>
Expenses				
Personnel Expenses				
Payroll	\$ 176,007	\$ 29,482	\$ 58,115	\$ 263,604
Payroll taxes	12,026	2,400	4,732	19,158
Retirement plan expense	<u>3,615</u>	<u>658</u>	<u>1,297</u>	<u>5,570</u>
Total Personnel Expenses	191,648	32,540	64,144	288,332
Advertising	6,913	-	-	6,913
Contract labor	102,884	-	-	102,884
Supplies and software	29,211	993	5,208	35,412
Credit card and other bank charges	19,968	2,244	4,424	26,636
Utilities	30,248	5,016	10,064	45,328
Insurance	13,638	2,481	4,891	21,010
Interest expense	431	-	-	431
Program fees	16,106	-	-	16,106
Maintenance	21,464	-	-	21,464
Professional fees	-	4,817	-	4,817
Other	<u>4,230</u>	<u>3,906</u>	<u>3,035</u>	<u>11,171</u>
Expenses before Depreciation and Amortization	436,741	51,997	91,766	580,504
Depreciation and amortization	<u>43,320</u>	<u>1,539</u>	<u>3,169</u>	<u>48,028</u>
Total Expenses	<u>\$ 480,061</u>	<u>\$ 53,536</u>	<u>\$ 94,935</u>	<u>\$ 628,532</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Program Expenses</u>	<u>Management &amp; General Expenses</u>	<u>Fund- raising Expenses</u>	<u>Total</u>
Expenses				
Personnel Expenses				
Payroll	\$ 156,950	\$ 32,979	\$ 66,169	\$ 256,098
Payroll taxes	13,116	2,756	5,530	21,402
Retirement plan expense	<u>3,470</u>	<u>729</u>	<u>1,463</u>	<u>5,662</u>
Total Personnel Expenses	173,536	36,464	73,162	283,162
Advertising	9,462	-	-	9,462
Contract labor	74,683	-	-	74,683
Supplies	31,588	9,062	-	40,650
Credit card and other bank charges	8,869	9,563	572	19,004
Utilities	23,872	5,016	10,064	38,952
Insurance	17,210	1,893	1,173	20,276
Interest expense	2,965	-	-	2,965
Program fees	3,571	-	2,578	6,149
Maintenance	12,435	-	-	12,435
Professional fees	-	3,650	-	3,650
Other	<u>3,243</u>	<u>2,025</u>	<u>118</u>	<u>5,386</u>
Expenses before Depreciation and Amortization	361,434	67,673	87,667	516,774
Depreciation and amortization	<u>46,495</u>	<u>1,539</u>	<u>3,169</u>	<u>51,203</u>
Total Expenses	<u>\$ 407,929</u>	<u>\$ 69,212</u>	<u>\$ 90,836</u>	<u>\$ 567,977</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED  
DECEMBER 31,

	<u>2021</u>	<u>2020</u>
Cash Flows From Operating Activities		
Change in Net Assets	\$ 228,455	\$ 77,865
Adjustments to reconcile net change to net cash provided by (used in) operating activities		
Depreciation and amortization	48,028	51,203
CARES Act loan forgiveness	(72,120)	(68,200)
(Gain) Loss on investments	(2,406)	3,000
Change in Operating Assets and Liabilities:		
Accounts receivable	(5,789)	14,641
Prepaid expenses	-	9,632
Accounts payable and other liabilities	4,992	(2,275)
Deferred revenue	21,654	(27,445)
Total Adjustments	<u>(5,641)</u>	<u>(19,444)</u>
Net Cash Provided By Operating Activities	222,814	58,421
Cash Flows From Investing Activities		
Capital expenditures	(12,963)	(799)
Purchase of investments	-	(326)
Proceeds from sale of investments	-	11,141
Net Cash (Used In) Provided By Investing Activities	(12,963)	10,016
Cash Flows From Financing Activities		
Proceeds from CARES Act loan	72,120	68,200
Repayment of short term borrowing	(43,985)	(11,592)
Net Cash Provided By Financing Activities	<u>28,135</u>	<u>56,608</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	237,986	125,045
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>194,539</u>	<u>69,494</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 432,525</u>	<u>\$ 194,539</u>
Supplemental information		
Cash paid for interest on all indebtedness	<u>\$ 431</u>	<u>\$ 2,965</u>

The Accompanying Notes are an Integral Part of These Financial Statements

BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2021 AND 2020

NOTE 1- Background and Structure of the Organization

BAYarts has been granted nonprofit status under Section 501 (c) (3) of the Internal Revenue Code. The mission of BAYarts is to create a welcoming, lakeside environment to stimulate, encourage, and support professional and aspiring artists of all ages through collaboration, education, and exhibition.

NOTE 2- Summary of Significant Accounting Policies

- A. General Methods- The accompanying financial statements have been prepared as prescribed in the American Institute of Certified Public Accountants' Guide (AICPA) for Not-For-Profit Organizations.
- B. Accrual Basis- BAYarts records transactions on an accrual basis. Revenue (if any) is recognized when earned, support is recognized when receivable, and expenses are recognized when incurred.
- C. Statements of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) and Accounting Standards Updates (ASU)

ASU No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities, requires a not-for-profit (NFP) to present on the face of the statement of financial position amounts for two classes of net assets (without donor restrictions and with donor restrictions) rather than the previously required three classes. The amendments also enhance disclosures about the amount and purposes of board designations, appropriations, and similar actions and qualitative and quantitative information that communicates how an NFP manages its liquid resources available to meet cash needs within one year of the statement of financial position date. Additional disclosures are required surrounding the amounts of expenses by both their natural classification and the method(s) used to allocate costs among program and support functions.

As required by ASU No. 2016-14, contributions received are recorded as support without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions. For the year ended December 31, 2021, net assets with donor restrictions were \$124,077, \$117,562 were included in cash and cash equivalents and \$6,515 were included in grants receivable. For the year ended December 31, 2020, net assets with donor restrictions were \$28,352, \$21,490 were included in cash and cash equivalents and \$6,862 were included in grant receivables. Net assets released from restrictions in fiscal year ended December 31, 2021 were \$173,672, of which \$83,077 were released due to the passage of time and \$90,595 were released by expenditures. Net assets released from restrictions in fiscal year ended December 31, 2020 were \$228,865, of which \$66,610 were released due to the passage of time and \$162,255 were released by expenditures .

See Auditors' Report

BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2021 AND 2020

NOTE 2- Summary of Significant Accounting Policies (Continued)

BAYarts complies with FASB ASC 958-605-25, which affects the timing of revenue recognition with regard to donor restricted net assets. For service contracts, if any, BAYarts complies with FASB Topic 606, Revenue from Contracts with Customers.

- D. Allocation of Expenses- Expenses are generally allocated to the function (program, management & general or fundraising) that incurs the expense. Payroll and other costs are incurred which support more than one function, and these expenses are allocated among those functions based on management's estimates of their benefit to that particular function.
- E. Use of Estimates- The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of financial statements and the amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.
- F. Depreciation - Property and equipment are depreciated using the straight-line method over estimated useful lives.
- G. BAYarts complies with FASB ASC 740- Accounting for Uncertainty in Income Taxes. FASB ASC 740 details how companies should recognize, measure, present and disclose uncertain tax positions that have been or are expected to be taken. As such, the financial statements would reflect expected future tax consequences of uncertain tax positions presuming the taxing authorities' full knowledge of the position and all relevant facts, if they existed. Management believes that there are no uncertain tax positions. BAYarts' tax years that remain subject to examination by the Internal Revenue Service are 2018 and forward.
- H. Donated Goods and Services- Donations of goods are recorded at FMV on the date of donation. A portion of BAYarts' functions are conducted by unpaid officers, board members, and volunteers. Although these volunteers are very important to the mission of BAYarts, these services are not reflected in the financial statements as they do not meet the criteria for recognition under FASB ASC 958-605-25.
- I. Recently issued pronouncements - From time to time, new accounting pronouncements are issued by the FASB and are adopted by BAYarts as of the specified effective date. Unless otherwise discussed, BAYarts believes that the impact of other recently issued accounting pronouncements will not have a material impact on its financial position, statements of activities, changes in net assets, and cash flows, or do not apply to BAYarts' operations.

See Auditors' Report

BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2021 AND 2020

NOTE 2- Summary of Significant Accounting Policies (Continued)

J. Investments - Initial valuation- Pursuant to FASB ASC 958-320 and FASB ASC 958-325, BAYarts initially measures investments at acquisition cost (including brokerage cost and transaction fees) if they are purchased. If they are received as a donation, they are recorded at estimated fair value.

Subsequent valuation- BAYarts complies with FASB ASC 958-320, which requires investments in equity securities with readily determined fair value and all investments in debt securities to be measured at fair value in the statement of financial position. With regard to other investments, such as real estate, BAYarts values the investment at lower of cost or management's estimate of fair value.

Valuation hierarchy- FASB ASC 820-10-50 Fair Value Measurements and Disclosures requires categorization of applicable financial instruments into a required fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). For BAYarts the financial assets and liabilities reported at fair value are based upon quoted prices for identical assets or liabilities in an active market (Level 1).

K. Advertising Costs- BAYarts expenses advertising costs when the cost is incurred.

NOTE 3- Cash

BAYarts considers all highly-liquid investments with a maturity of three months or less when purchased to be cash equivalents. There are no bank restrictions on the cash accounts. Cash and cash equivalents consist of the following:

	<u>2021</u>	<u>2020</u>
Cash box	\$ 2,833	\$ 2,117
Paypal and Venmo	279	147
Checking	39	10,155
Deposit account	<u>429,374</u>	<u>182,120</u>
 Total cash and cash equivalents	 <u>\$ 432,525</u>	 <u>\$ 194,539</u>

NOTE 4- Trade and Grants Receivable

Based upon a review of specific accounts, BAYarts considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts is required.

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BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2021 AND 2020

NOTE 5- Investments

Investment gains or losses are included in the statement of activities and changes in net assets. The cost and value are as follows:

	<u>2021</u>		<u>2020</u>	
	<u>Cost</u>	<u>FMV</u>	<u>Cost</u>	<u>FMV</u>
BAYarts Culture Access Fund	<u>\$13,770</u>	<u>\$13,770</u>	<u>\$11,364</u>	<u>\$11,364</u>

The intention of the board is to allow the investments to grow until such time as they may be required for a particular purpose. The BAYarts Culture Access Fund's principal balance may be distributed upon the affirmative vote of a majority of the voting members of the executive committee.

NOTE 6- Artwork

BAYarts has various pieces of art that have been donated through the years. This art work is valued at fair market value at the date of donation. The artwork may not be readily marketable.

NOTE 7- Property and Equipment

Property and equipment are stated at cost, if purchased, or at the fair market value on the date of donation, if contributed. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets as follows:

<u>Category</u>	<u>Estimated useful life</u>
Furniture & Equipment	5 - 7 years
Leasehold improvements	39 & 5 years

Costs of maintenance and repairs are charged to expenses. Costs of renewals and betterments, where significant in amount, are capitalized.

NOTE 8- Line of Credit

BAYarts has a line of credit with a limit of \$100,000. The interest rate is a variable and based on the lender's prime commercial rate plus a spread, and totaled 4.78% at year-end. The balance as of December 31, 2021 and 2020 was \$0 and \$43,985, respectively. This loan is secured by a lien on substantially all BAYarts' assets and is due on demand.

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BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2021 AND 2020

NOTE 9- Net Assets With Donor Restrictions

Net assets with donor restrictions are as follows:

	2021	2020
Scholarship Fund (expenditure)	\$4,627	\$ 4,627
Playhouse (expenditure)	106,420	13,920
Ohio Arts Council (time)	13,030	9,805
Total	\$124,077	\$28,352

NOTE 10-Consignment Sales

BAYarts sells artwork of local artists on consignment. The consignment sales of \$144,758 and \$104,543 (included in gallery, shop and other art events on the statement of activity), are shown net of \$87,196 and \$71,039 for fiscal years ended December 31, 2021 and 2020, respectively, which was paid to the individual artists.

NOTE 11- Leases

BAYarts leases all of its facilities from the Cleveland Metroparks. BAYarts is not required to pay any fee for rent; however, it is required to pay all utilities. This lease agreement is valid as long as BAYarts maintains its exempt mission.

BAYarts also leases office equipment. The lease requires monthly lease payments of \$182 through December 2023. The following is a schedule of the minimum future payments:

2022	\$2,187
2023	2,187
2024	-
2025	-
2026	-
Thereafter	-
	\$ 4,374

NOTE 12- Income Taxes

BAYarts is a not-for-profit organization exempt from income taxes under section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for federal income taxes has been reported in the financial statements.

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BAYARTS  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2021 AND 2020

NOTE 13- Special Fundraising Events, Related Party Transactions

BAYarts holds an annual fall event and several smaller events for fund-raising purposes. The revenue raised is shown net of direct expenses of \$22,526 and \$11,547 for fiscal years ended December 31, 2021 and 2020, respectively. BAYarts collected an additional \$39,022 and \$33,150 during fiscal years ended December 31, 2021 and 2020, respectively, in corporate sponsorships (included in grants & contributions in the financial statements). A board member provided beverages for the event and was paid \$3,573 and \$3,514 for years ended December 31, 2021 and 2020, respectively.

NOTE 14-Retirement Plan

BAYarts has established an employee benefit plan under which employees can make elective deferrals as provided for under Internal Revenue Code section 403 B. BAYarts is required to match 100% of the first 3% of each participant's salary. BAYarts matched \$5,570 and \$5,662 in employee contributions, for fiscal years ended December 31, 2021 and 2020, respectively.

NOTE 15-Liquid Assets Available for General Expenditures

BAYarts policy is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. All of the current assets, shown on BAYarts' Statement of Financial Position, are available for general expenditures within one year of the date of the financial statements, with the exception of current assets restricted or designated for specific purposes, as described in Note 9-Net Assets With Donor Restrictions. Receivables are subject to implied time restrictions but are expected to be collected within one year.

NOTE 16- Subsequent Events

BAYarts has evaluated subsequent events through March 15, 2022; which is the date the financial statements were available to be issued. No events have occurred that require adjustment to or disclosure in these financial statements. Further, although the national crisis related to the COVID-19 pandemic has altered the way BAYarts provides its programming, BAYarts believes it has resources and means to continue its operations and programs throughout the coming years.

See Auditors' Report