

**AO: ADVOCATING OPPORTUNITY, INC.  
FINANCIAL STATEMENTS  
WITH INDEPENDENT AUDITORS' REPORT  
DECEMBER 31, 2021 AND 2020**



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAcconnect.com](https://CLAcconnect.com)

## CONTENTS

	<b><u>PAGE</u></b>
INDEPENDENT AUDITORS' REPORT .....	3- 4
STATEMENTS OF FINANCIAL POSITION.....	5
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS (ACCUMULATED DEFICIT).....	6
STATEMENTS OF FUNCTIONAL EXPENSES .....	7
STATEMENTS OF CASH FLOWS .....	8
NOTES TO FINANCIAL STATEMENTS.....	9 - 16



## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
AO: Advocating Opportunity, Inc.  
Toledo, OH

### **Report on the Financial Statements**

We have audited the accompanying financial statements of AO: Advocating Opportunity, Inc. (the Organization), which comprise the statements of financial position as of December 31, 2021 and 2020 and the related statements of activities and changes in net assets (accumulated deficit), and the functional expenses and cash flows for the year ended December 31, 2021, and the related notes to the financial statements (collectively, the financial statements). We have reviewed the accompanying statements of activities and changes in net assets (accumulated deficit), functional expenses and cash flows for the year ended December 31, 2020. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **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 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.

**Accountants' Responsibility for the Statements of Activities and Changes in Net Assets (Accumulated Deficit), Functional Expenses and Cash Flows for the year ended December 31, 2020**

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

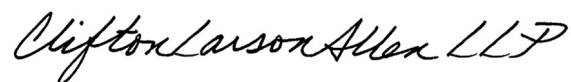
We are required to be independent of AO: Advocating Opportunity, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

**Auditors' Opinion**

In our opinion, the statements of financial position for the years ended December 31, 2021 and 2020, and the statements of activities and changes in net asset (accumulated deficit), functional expenses and cash flows for the year ended December 31, 2021, and related notes to the financial statements present fairly, in all material respects, the financial position of AO: Advocating Opportunity, Inc. in accordance with accounting principles generally accepted in the United States of America.

**Accountants' Conclusion**

Based on our review, we are not aware of any material modification that should be made to the accompanying statements of activities and changes in net assets, functional expenses and cash flows and the related notes to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America.



**CliftonLarsonAllen LLP**

Maumee, Ohio  
September 16, 2024

**AO: ADVOCATING OPPORTUNITY, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**December 31, 2021 and 2020**

	<b>Audited</b>	<b>Audited</b>
	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
<b>Assets</b>		
Cash and cash equivalents	\$ 397,443	\$ 248,117
Grants receivable	52,457	155,899
Total assets	449,900	404,016
<b>Property and equipment - net</b>	3,374	13,925
Total assets	\$ 453,274	\$ 417,941
 <b>LIABILITIES AND NET ASSETS (ACCUMULATED DEFICIT)</b>		
<b>Liabilities</b>		
Accrued payroll and other	\$ 59,874	\$ 18,949
Line of credit	30,000	30,000
Economic Injury Disaster Loan	475,200	150,000
Total liabilities	565,074	198,949
<b>Net assets (accumulated deficit)</b>		
Without donor restrictions	(111,800)	218,992
Total net assets (accumulated deficit)	(111,800)	218,992
Total liabilities and net assets (accumulated deficit)	\$ 453,274	\$ 417,941

See accompanying notes to financial statements.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS (ACCUMULATED DEFICIT)**  
**For the Years Ended December 31, 2021 and 2020**

	Audited 2021			Reviewed 2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Operating revenues</b>						
Public grants	\$ 694,999	\$ 0	\$ 694,999	\$ 694,055	\$ 0	\$ 694,055
Individual and corporate contributions	254,317		254,317	183,053		183,053
Paycheck Protection Program loan forgiveness	124,666		124,666	113,500		113,500
Contributed services	112,182		112,182	132,276		132,276
Interest income	79		79	541		541
Total operating revenues	1,186,243	0	1,186,243	1,123,425	0	1,123,425
<b>Net assets released from restrictions</b>	0	0	0	11,884	(11,884)	0
Total operating revenues	1,186,243	0	1,186,243	1,135,309	(11,884)	1,123,425
<b>Expenses</b>						
Program service	1,249,210		1,249,210	860,454		860,454
Management and general	267,825		267,825	194,153		194,153
Total expenses	1,517,035	0	1,517,035	1,054,607	0	1,054,607
Change in net assets	(330,792)	0	(330,792)	80,702	(11,884)	68,818
Net assets at beginning of year	218,992	0	218,992	138,290	11,884	150,174
Net assets (accumulated deficit) at end of year	<u>\$ (111,800)</u>	<u>\$ 0</u>	<u>\$ (111,800)</u>	<u>\$ 218,992</u>	<u>\$ 0</u>	<u>\$ 218,992</u>

See accompanying notes to financial statements.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**For the Years Ended December 31, 2021 and 2020**

	<b>Audited 2021</b>			<b>Reviewed 2020</b>		
	<b>Program Service</b>	<b>Management and General</b>	<b>Total</b>	<b>Program Service</b>	<b>Management and General</b>	<b>Total</b>
Payroll and payroll tax expense	\$ 892,651	\$ 90,343	\$ 982,994	\$ 586,809	\$ 70,439	\$ 657,248
Employee benefits	132,905	7,120	140,025	106,205	3,716	109,921
Rent	34,801	23,201	58,002	3,483	31,537	35,020
Utilities		2,097	2,097		3,517	3,517
Contract services	105,103	88,774	193,877	123,196	43,738	166,934
Office expense		30,970	30,970		26,990	26,990
Training and staff development	41,646		41,646			0
Client resources	5,779		5,779	3,275		3,275
Travel and entertainment	3,715		3,715	5,002		5,002
Vehicle	1,524		1,524	3,258	1,086	4,344
Depreciation expense	8,441	2,110	10,551	8,063	2,688	10,751
Insurance	7,392		7,392	10,577		10,577
Miscellaneous	15,253	23,210	38,463	10,586	10,442	21,028
	<u>\$ 1,249,210</u>	<u>\$ 267,825</u>	<u>\$ 1,517,035</u>	<u>\$ 860,454</u>	<u>\$ 194,153</u>	<u>\$ 1,054,607</u>

See accompanying notes to financial statements.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended December 31, 2021 and 2020**

	<b>Audited</b>	<b>Reviewed</b>
	<b>2021</b>	<b>2020</b>
	<u>          </u>	<u>          </u>
<b>Cash flows from operating activities</b>		
Change in net assets (accumulated deficit)	\$ (330,792)	\$ 68,818
Adjustments to reconcile change in net assets to net cash provided by used in operating activities		
Depreciation expense	10,551	10,751
Forgiveness of Paycheck Protection Program Loan	(113,572)	(113,572)
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Grants receivable	103,442	(90,186)
Increase in liabilities:		
Accrued payroll and other	40,925	3,911
Net cash used in operating activities	<u>(289,446)</u>	<u>(120,278)</u>
 <b>Cash flows from financing activities</b>		
Payment on line of credit	0	(300)
Proceeds on Economic Injury Disaster Loan	325,200	150,000
Proceeds on Paycheck Protection Program Loan	113,572	113,572
Net cash provided by investing activities	<u>438,772</u>	<u>263,272</u>
 Net increase in cash	149,326	142,994
 Cash at beginning of year	248,117	105,123
Cash at end of year	<u>\$ 397,443</u>	<u>\$ 248,117</u>
 <b>Supplemental cash flow information</b>		
Forgiveness of Paycheck Protection Program loan	<u>\$ 124,666</u>	<u>\$ 113,500</u>

See accompanying notes to financial statements.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2021 and 2020**

**Note 1–Nature of activities**

AO: Advocating Opportunity, Inc. (the Organization) was established in 2014 as a not-for-profit organization and operates in Toledo, Ohio and Columbus, Ohio. The Organization partners with dozens of organizations and agencies that serve victims of human sex trafficking. The mission of the Organization is to provide comprehensive legal advocacy, direct representation, and holistic services to all victims of human trafficking including labor and sex trafficking, prostitution, and commercial sexual exploitation. Revenue is derived primarily from various grants, both public and privately funded. The Organization is also funded through public support from supporting organizations.

**Note 2–Significant accounting policies**

**Basis of accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting. The accrual basis of accounting provides for the recognition of revenues when earned and the recognition of expenses when incurred.

**Financial statement presentation**

The accompanying financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, *Presentation of Financial Statements of Not-for-Profit Entities* to be in accordance with accounting principles generally accepted in the United States of America. The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. Furthermore, the ASC Topic expands disclosures about the Organizations' liquidity, financial performance, and cash flows.

**Net assets without donor restrictions**

Net assets without donor restrictions consist of all the resources and obligations related to the daily operations of the Organization. The operating budgets are approved, and operating results are reviewed by the Board of Directors.

**Net assets with donor restrictions**

The net assets with donor restrictions include amounts received that are designated for future periods or restricted by the donor for specific purposes.

**Use of 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 2—Significant accounting policies—continued**

**Cash and cash equivalents**

For the purposes of the statements of cash flows, the Organization considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents. The Organization maintains deposits in federally insured financial institutions. At times these deposits exceed federally insured limits; however, management monitors the soundness of these financial institutions and believes the Organization's risk is negligible.

**Grants receivable**

Grants receivable are recorded at the amount expected to be collected. The amount of grant expenses incurred for which payment was not yet received is the valued amount of grants receivable as of December 31, 2021 and 2020. Grants receivable are considered fully collectible as of December 31, 2021 and 2020. Accordingly, no allowance for uncollectible accounts is required.

**Property and equipment**

Property and equipment are carried at cost when purchased and placed in service. Expenditures relating to long term use assets (i.e. car purchase) are capitalized, while expenditures for maintenance and repairs are charged to expense. Depreciation is provided at rates designed to amortize the carrying amount of an asset over its estimated useful life and is computed by using the straight-line method.

**Program revenue**

The Organization's revenue consists principally of direct public grants and in-kind donations (See Note 8). Other sources include foundation and trust grants, direct public support, and interest income. All revenues are recorded as contributions in accordance with FASB ASC Topic, *Not-for-profit Entities – Revenue Recognition*. The Organization revenues as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 2—Significant accounting policies—continued**

**Income taxes**

A provision for income taxes has not been included in the financial statements since the Internal Revenue Service has determined the Organization to be exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3).

Management of the Organization is required to determine whether a tax position of the Organization, such as tax exemption designation, is more likely than not to be sustained upon examination by the applicable taxing authority. Management of the Organization is not aware of any tax positions for which it is reasonably possible that a significant change in a tax position will occur in the next twelve months. However, management's conclusions may be subject to review and adjustment at a later date based on factors including, but not limited to, new tax laws, regulations, and administrative interpretations (including relevant court decisions).

**New accounting pronouncements**

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*. This new standard will require that a lessee recognize assets and liabilities on the balance sheet for all leases with a lease term of more than twelve months, with the result being the recognition of a right of use asset and a lease liability. Recognition and presentation of expenses will depend on the classification of the lease as either finance or operating. The standard will also require quantitative and qualitative disclosures to supplement the amounts recorded in the financial statements to afford better understanding of the Organization's leasing activities. The new standard, as amended, is effective for fiscal years beginning after December 15, 2021 with early adoption permitted. The Organization is currently evaluating the effect that this standard will have on its financial statements.

In September 2020, the FASB issued ASU 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (ASU 2020-07), which requires a not-for-profit entity to present contributed nonfinancial assets in the statement of activities as a line item that is separate from contributions of cash or other financial assets. ASU 2020-07 also requires additional qualitative and quantitative disclosures about contributed nonfinancial assets received, disaggregated by category. ASU 2020-07 is effective for fiscal years beginning after June 15, 2021 with early adoption permitted and is to be applied retrospectively. The Organization is currently evaluating the effect that ASU 2020-07 will have on its financial statements and related disclosures.

**Subsequent events**

The Organization has evaluated subsequent events through September 16, 2024, which is the date the financial statements were available for issuance, and identified no material subsequent events that required further recognition or disclosure other than those identified in Note 14.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 3—Property and equipment**

Property and equipment consisted of the following as of December 31:

	<u>2021</u>	<u>2020</u>
Computers	\$ 6,011	\$ 6,011
Vehicles	43,000	43,000
Furniture and fixtures	5,242	5,242
Total cost	<u>54,253</u>	<u>54,253</u>
Less accumulated depreciation	50,879	40,328
Net property and equipment	<u>\$ 3,374</u>	<u>\$ 13,925</u>

Depreciation expense for the years ended December 31, 2021 and 2020 was \$10,551 and \$10,751, respectively.

**Note 4—Leases**

In November 2017, the Organization entered into a month-to-month lease agreement for office space in Toledo, Ohio to be used as a site for clients when needed at a rate of \$1,295 per month. The Organization is paying monthly rent of \$750 for an additional space but does not have a formal rent agreement for this location. Both leases ended during July 2021 when the Organization entered into a three-year noncancelable lease agreement for office space in Toledo, Ohio. Payments are due monthly in the amount of \$3,744 from July 1, 2021 through June 30, 2022, \$4,011 from July 1, 2022 through August 31, 2022, \$5,549 from September 1, 2022 through June 30, 2023, and \$5,919 from July 1, 2023 through June 30, 2024.

As the Organization began to expand, two office spaces were rented out in Columbus, Ohio on a month-to-month basis beginning in February 2016 in the amount of \$518 per month (with a clause of rent increasing 3% each year) and March 2019 in the amount of \$450 per month. Both leases ended during 2020 as an additional space was rented in Columbus, Ohio beginning in October 2020 with an agreement through December 2021 in the amount of \$1,200 per month. The lease is cancelable with 30 days written notice.

Rent expense for the years ended December 31, 2021 and 2020 totaled \$58,002 and \$35,020, respectively.

**Note 5—Line of credit**

The Organization has a line of credit for \$30,000. The interest rate for this line of credit is a floating rate and is based on the Wall Street Journal prime rate plus 3% (6.25% at both December 31, 2021 and 2020). The outstanding balance at December 31, 2021 and 2020 totaled \$30,000 and \$180,000, respectively. The line of credit is unsecured.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 6—Economic Injury Disaster Loan**

The Organization was granted a loan in the amount of \$150,000 from the U.S. Small Business Administration (SBA) Economic Injury Disaster Loan (EIDL) program. The loan was approved in June 2020. The EIDL loan was to be repaid in monthly installments of \$614, including principal and interest, over thirty years, beginning in June 2021. In December 2021, the loan was amended to increase the balance due to \$475,200, and the monthly installments to be repaid increased to \$2,077. The SBA extended deferral of payments during 2021 and 2022 on all EIDL loans. Installment payments of principal and interest are due monthly beginning December 2022. Payments will first be applied to accrued interest before principal payments will begin. Interest will accrue at the rate of 2.75% per annum and the loan is collateralized by the assets of the Organization. The balance of the loan was \$475,200 and \$150,000 at December 31, 2021 and 2020, respectively.

Future principal maturities for the EIDL for the years ending December 31 are as follows:

2022	\$	0
2023		0
2024		6,227
2025		12,180
2026		12,519
Thereafter		444,274
	<u>\$</u>	<u>475,200</u>

**Note 7—Retirement plan**

The Organization has a 401(k) plan, which provides for contributions on behalf of the employees. The Organization contributes 3% for all eligible employees on an annual basis. The contribution typically occurs in June/July of the subsequent year. The plan covers all employees who have attained the age of 21 and have at least one year of service. The 401(k) expense for the years ended December 31, 2021 and 2020 was \$25,750 and \$13,501, respectively.

**Note 8—Concentrations**

The Organization receives various monies from grantors on a reimbursement basis to provide legal services.

The Office for Victims of Crime grants accounted for approximately 37% of total revenues for the year ended December 31, 2021 as well as 91% of grants receivable at December 31, 2021.

The State of Ohio accounted for approximately 16% and 52% of total revenues for the years ended December 31, 2021 and 2020, respectively as well as 48% of grants receivable at December 31, 2020.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 9–In-kind donations**

The Organization receives in-kind donations for use in programs that support its mission and purpose. Such gifts are recorded at their estimated fair value at the date of donation based upon the quantities donated, their condition, and utility for use. The in-kind donation detail is reflected as contributed services as a line item on the statement of activities and included in the statement of functional expenses within the categories below.

	<b>2021</b>	<b>2020</b>
Rent	\$ 1,605	\$ 5,805
Client resources	5,474	3,275
Contract services	105,103	123,196
Total in-kind donations	\$ 112,182	\$ 132,276

For the years ending December 31, 2021 and 2020, \$13,500 and \$15,500, respectively were contributed nonfinancial assets of professional services from a board member.

**Note 10–Paycheck Protection Program loan**

In March 2020, passage of the Coronavirus Aid, Relief, and Economic Security (CARES) Act established the Paycheck Protection Program (PPP), administered by the Small Business Administration (SBA) to provide forgivable loans to qualifying entities. During April 2020 the Organization received a forgivable loan through the PPP in the amount of \$113,572. The entire balance is eligible for forgiveness provided a forgiveness application is filed and approved by the SBA. Management has indicated they believe all of the requirements for forgiveness have been met, and received notification of full forgiveness in December 2020. The forgiveness is subject to audit by the SBA for up to six years after forgiveness. At December 31, 2020, the forgiven balance was recognized as operating revenue on the statement of activities and changes in net assets.

During March 2021 the Organization received a second forgivable loan through the PPP in the amount of \$124,666. The entire balance is eligible for forgiveness provided a forgiveness application is filed and approved by the SBA. Management has indicated they believe all of the requirements for forgiveness have been met, and received notification of full forgiveness in November 2021. The forgiveness is subject to audit by the SBA for up to six years after forgiveness. At December 31, 2021, the forgiven balance was recognized as operating revenue on the statement of activities and changes in net assets.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 11—Methods used for the allocation of expenses between program and management and general**

The financial statements report certain categories of expense that are attributable to the program or supporting functions of the Organization. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Most expenses are charged directly to program services based on specific identification. The expenses that are allocated include: rent and utilities which are allocated based on use of the space between program service purposes and office use; vehicle and depreciation expense which is allocated based on use of the vehicle for program service and other uses; and payroll and payroll tax expense and employee benefits are split between individual job duties based on hours spent relating to each category. Costs that can be charged to specific cost centers are allocated to the associated program with remaining expenses charged to management and general.

**Note 12—Liquidity and availability of financial assets**

The Organization’s financial assets available within one year of the statement of financial position date for general expenditures are as follows at December 31:

	<b>2021</b>	<b>2020</b>
Cash	\$ 397,443	\$ 248,117
Grants receivable	52,457	155,899
Total	\$ 449,900	\$ 404,016

The Organization has \$449,900 and \$404,016 at December 31, 2021 and 2020, respectively, of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures, consisting of cash and grant receivables. The Organization manages cash in savings accounts to ensure funds are available to meet operating needs.

**Note 13—Contingencies**

In the normal course of operations, the Organization may be subject to litigation and claims. Management and its legal counsel periodically review the probable outcome of pending claims and proceedings, the costs and expenses reasonably expected to be incurred, the availability and limits of the Organization’s insurance coverage, and the Organization’s accruals for uninsured liabilities. While the ultimate legal and financial liability in respect to the claims and proceedings cannot be estimated with certainty, management believes, based on its reviews and experience to date, that any liability in excess of amounts covered by insurance will not have a material effect on the Organization’s financial statements.

**AO: ADVOCATING OPPORTUNITY, INC.**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**December 31, 2021 and 2020**

**Note 14—Subsequent events**

During November 2022, the Organization entered into a noncancelable copier lease with payments of \$83 per month through November 2026.

During March 2023, a \$30,000 loan was issued to the Organization at a fixed rate of 9.25% due on April 1, 2030. The Organization is to pay \$489 per month for principal and interest starting May 1, 2023, with the balance due on April 1, 2030.

During July 2023, the Organization was issued a \$20,178 vehicle loan with principal and interest payments beginning in August 2023. The Organization will pay \$439 per month at a fixed rate of 10.89%. The loan will mature in July 2028.

During September 2023, the Organization entered into a noncancelable copier lease with payments of \$131 per month through September 2028.

During July 2024, the Organization entered into a three-year noncancelable lease agreement for office space in Toledo, Ohio. Payments are due monthly in the amount of \$6,011 from July 1, 2024 through June 30, 2025, \$6,104 from July 1, 2025 through June 30, 2026, and \$6,196 from July 1, 2026 through June 30, 2027.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See [CLAGlobal.com/disclaimer](http://CLAGlobal.com/disclaimer). Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.