

RAISEUP FAMILIES
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
JUNE 30, 2020 AND 2019

RAISEUP FAMILIES

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INDEPENDENT AUDITORS' REPORT

Board of Directors
RaiseUp Families
Houston, Texas

We have audited the accompanying financial statements of RaiseUp Families, (a Texas nonprofit organization), which comprise the statements of assets, liabilities and net assets - modified cash basis as of June 30, 2020 and 2019, and the related statements of support, revenue, expenses and other changes in net assets - modified cash basis and cash flows - modified cash basis for the years 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 the financial statements in accordance with the modified cash basis of accounting as described in Note 2; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 the significant 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 assets, liabilities, and net assets of RaiseUp Families as of June 30, 2020 and 2019, and its support, revenue, expenses and other changes in net assets and cash flows for the years then ended in accordance with the modified cash basis of accounting as described in Note 2.

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.



October 30, 2020
Houston, Texas

RAISEUP FAMILIES
STATEMENTS OF ASSETS, LIABILITIES AND
NET ASSETS - MODIFIED CASH BASIS

JUNE 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 554,842	\$ 476,279
Prepaid expenses and deposits	<u>7,818</u>	<u>8,445</u>
Total current assets	562,660	484,724
Property and equipment, net	<u>2,197</u>	<u>1,626</u>
Total Assets	<u>\$ 564,857</u>	<u>\$ 486,350</u>
 LIABILITIES		
Accounts payable	\$ 2,331	\$ 97
Other accrued expenses	1,412	2,432
Accrued interest payable	<u>551</u>	<u>-</u>
Total accounts payable and accrued expenses	4,294	2,529
Notes payable	<u>210,100</u>	<u>-</u>
Total Liabilities	<u>\$ 214,394</u>	<u>\$ 2,529</u>
 NET ASSETS		
With donor restrictions	\$ 28,718	\$ 37,029
Without donor restrictions	<u>321,745</u>	<u>446,792</u>
Total Net Assets	<u>350,463</u>	<u>483,821</u>
Total Liabilities and Net Assets	<u>\$ 564,857</u>	<u>\$ 486,350</u>

See notes to financial statements.

RAISEUP FAMILIES

**STATEMENT OF SUPPORT, REVENUE, EXPENSES AND OTHER
CHANGES IN NET ASSETS - MODIFIED CASH BASIS**

FOR THE YEAR ENDED JUNE 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions and grants	\$ 447,880	\$ 7,000	\$ 454,880
Investment income	139	-	139
Net assets released from restrictions			
Restrictions satisfied by use	<u>15,311</u>	<u>(15,311)</u>	<u>-</u>
Total support and revenue	<u>463,330</u>	<u>(8,311)</u>	<u>455,019</u>
EXPENSES			
Program services	413,923	-	413,923
Management and general	70,719	-	70,719
Fundraising	<u>103,735</u>	<u>-</u>	<u>103,735</u>
Total expenses	<u>588,377</u>	<u>-</u>	<u>588,377</u>
DECREASE IN NET ASSETS	<u>(125,047)</u>	<u>(8,311)</u>	<u>(133,358)</u>
NET ASSETS			
BEGINNING OF YEAR	<u>446,792</u>	<u>37,029</u>	<u>483,821</u>
END OF YEAR	<u>\$ 321,745</u>	<u>\$ 28,718</u>	<u>\$ 350,463</u>

RAISEUP FAMILIES

**STATEMENT OF SUPPORT, REVENUE, EXPENSES AND OTHER
CHANGES IN NET ASSETS - MODIFIED CASH BASIS**

FOR THE YEAR ENDED JUNE 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions and grants	\$ 673,038	\$ 7,650	\$ 680,688
Investment income	592	-	592
Net assets released from restrictions			
Restrictions satisfied by use	<u>9,746</u>	<u>(9,746)</u>	<u>-</u>
Total support and revenue	<u>683,376</u>	<u>(2,096)</u>	<u>681,280</u>
EXPENSES			
Program services	534,918	-	534,918
Management and general	68,377	-	68,377
Fundraising	<u>97,891</u>	<u>-</u>	<u>97,891</u>
Total expenses	<u>701,186</u>	<u>-</u>	<u>701,186</u>
DECREASE IN NET ASSETS	<u>(17,810)</u>	<u>(2,096)</u>	<u>(19,906)</u>
NET ASSETS			
BEGINNING OF YEAR	<u>464,602</u>	<u>39,125</u>	<u>503,727</u>
END OF YEAR	<u>\$ 446,792</u>	<u>\$ 37,029</u>	<u>\$ 483,821</u>

See notes to financial statements.

RAISEUP FAMILIES

STATEMENTS OF CASH FLOWS - MODIFIED CASH BASIS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Decrease in net assets	\$ (133,358)	\$ (19,906)
Adjustments to reconcile changes in net assets to net cash used by operating activities:		
Depreciation	888	579
(Increase) decrease in prepaid expenses and deposits	627	(7,247)
Increase (decrease) in accounts payable and other accrued expenses	1,214	(4,249)
Increase in accrued interest payable	<u>551</u>	<u>-</u>
Total Adjustments	<u>3,280</u>	<u>(10,917)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(130,078)</u>	<u>(30,823)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>(1,459)</u>	<u>(826)</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>(1,459)</u>	<u>(826)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
New borrowings	<u>210,100</u>	<u>-</u>
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>210,100</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH	78,563	(31,649)
CASH, BEGINNING OF YEAR	<u>476,279</u>	<u>507,928</u>
CASH, END OF YEAR	<u>\$ 554,842</u>	<u>\$ 476,279</u>

See notes to financial statements.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - ORGANIZATION

RaiseUp Families (the Organization), was incorporated in the State of Texas in 1994 as a nonprofit organization under the name Westside Homeless Partnership, Inc. Effective August 21, 2018, the Organization changed its name to RaiseUp Families. The mission of the Organization is to strengthen families by providing uninterrupted education in a child's learning. RaiseUp Families provides tools, guidance, and resources to empower families to overcome obstacles and discover their potential for a future that might not otherwise be possible. The Organization's programs are primarily focused on families with children within the Spring Branch Independent School District and Katy Independent School District. The Organization is supported primarily through donations by churches, businesses, individuals and private foundations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting - The financial statements of the Organization are prepared on a modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). This basis of presentation differs from GAAP in that certain revenues and the related assets are recognized when received rather than earned and certain expenses are recognized when paid rather than when the obligation is incurred. Specifically, the Organization does not recognize accounts receivable from unconditional pledges from donors or the related revenue until received. Management has determined that the modified cash basis of accounting as described above is an acceptable basis for the presentation of the financial statements in the circumstances.

Basis of Presentation - The Organization adopted the guidance in Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*, which made certain changes to the presentation of financial statements and disclosures. Among other items, ASU 2016-14 changed the classes of net assets presented on the face of the statement of assets, liabilities and net assets - modified cash basis from three to two (with donor restrictions and without donor restrictions) and requires disclosure of expenses by both function and nature.

Support - Contributions received are recorded as increases in net assets without donor restrictions unless the use of the contributed asset is specifically restricted by the donor.

Revenue Recognition - The Organization uses the modified cash basis of accounting as described above. Under this method, revenue is recognized when received.

Contributed services - The Organization receives support in the form of services from donors in connection with its fundraising activities. No amounts have been reflected in the financial statement for donated services.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents - For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. The carrying amounts reported for cash and cash equivalents in the accompanying statement of assets, liabilities and net assets as of June 30, 2020 and 2019 approximates fair value.

Property and equipment - Property and equipment is stated at cost or donated value. The Organization capitalizes property and equipment over \$500. Lesser amounts are expensed. Depreciation is provided using the straight-line method over the estimated useful lives of the assets, ranging from 3 to 5 years. Expenditures for repairs and maintenance are charged to expense as incurred.

Fair Value Measurements - The financial statements are presented under the authoritative guidance regarding Fair Value Measurements. The guidance establishes a single authoritative definition of fair value, sets a framework for measuring fair value and requires additional disclosures about fair value measurement. The Project did not elect the fair value option for measurement of any eligible assets or liabilities. The Project's financial instruments (primarily cash, accounts payable and notes payables) are carried in the accompanying statements of financial position at amounts which reasonably approximate fair value.

Long-Lived Assets - The Organization's long-lived assets are evaluated for impairment in accordance with authoritative guidance which requires that long-lived assets be reviewed for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable based on expected undiscounted cash flows attributable to that asset. This review requires significant judgments both in assessing events and circumstances as well as estimating future cash flows. Should events indicate that any of the assets are impaired, the amount of such impairment will be measured as the difference between the carrying value and the fair value of the impaired asset and the impairment will be recorded in earnings during the period of such impairment. No impairment was noted during the year ended June 30, 2020 and 2019.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make certain estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimated. The most significant estimates are for depreciation and for the functional allocation of expenses.

Federal Income Taxes - The Organization is a nonprofit, tax-exempt, charitable organization, under Section 501(c)(3) of the Internal Revenue Code and has been classified by the Internal Revenue Service as a publicly supported organization. Therefore, no provision for federal income tax has been included in the financial statements.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cost Allocation - The financial statements report expenses that are attributable to more than one functional classification of expenses (program services, management and general and fundraising). Therefore, these expenses required allocation on a reasonable basis that is consistently applied. Salaries, payroll taxes, employee benefits and professional fees are allocated by function based on estimates of time and effort. Other expenses that are allocated include lease expense, insurance, office and postage, other miscellaneous, printing and copying, technology and IT and telephone and Internet. These expenses are allocated based on management estimates of usage.

Reclassification - Certain prior year amounts have been reclassified to conform to the current year presentation.

Date of Management Review - The Organization's management has evaluated subsequent events through the date the financial statements were available to be issued, which was October 30, 2020.

NOTE 3 - CASH AND CASH EQUIVALENTS

Cash and cash equivalents consists of the following at June 30:

	<u>2020</u>	<u>2019</u>
Cash in banks	\$ 554,353	475,497
Cash on hand	489	782
	<u>\$ 554,842</u>	<u>\$ 476,279</u>

The Organization maintains cash balances at banks which may, at times, exceed the Federally insured limits. The Organization has not experienced any losses from maintaining cash accounts in excess of this limit. At June 30, 2020 and 2019, the Organization's cash balances exceeded the insured limit by approximately \$141,000 and \$66,000, respectively.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30:

	<u>2020</u>	<u>2019</u>
Furniture and equipment	\$ 6,117	\$ 6,117
Computers and printers	1,459	4,395
	7,576	10,512
Less accumulated depreciation and amortization	(5,379)	(8,886)
	<u>\$ 2,197</u>	<u>\$ 1,626</u>

Depreciation expense amounted to \$888 and \$579 for the years ended June 30, 2020 and 2019, respectively.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 - NOTES PAYABLE

Notes payable at June 30, 2020 consists of the following:

Paycheck Protection Program Note	\$ 60,100
Economic Injury Disaster Loan	<u>150,000</u>
Total notes payable	<u>\$ 210,100</u>

Paycheck Protection Program Loan (PPP Note)

On April 17, 2020, the Organization executed a note (the PPP Note) for the benefit of Frost Bank (the "Lender") in the aggregate amount of \$60,100 under the Paycheck Protection Program ("PPP") of the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act").

The PPP is administered by the U.S. Small Business Administration (the "SBA"). The interest rate of the loan is 1.00% per annum and accrues on the unpaid principal balance computed on a 365/365 simple interest basis. Commencing seven months after the effective date of the PPP Note, the Organization is required to pay the Lender equal monthly payments of principal and interest as required to fully amortize any unforgiven principal balance of the loan by the two-year anniversary of the effective date of the PPP Note (the "Maturity Date"). The PPP Note contains customary events of default relating to, among other things, payment defaults, making materially false or misleading representations to the SBA or the Lender, or breaching the terms of the PPP Note. The occurrence of an event of default may result in the repayment of all amounts outstanding under the PPP Note, collection of all amounts owing from the Organization, or filing suit and obtaining judgment against the Organization. Under the terms of the CARES Act, PPP loan recipients can apply for and be granted forgiveness for all or a portion of the loan granted under the PPP. Such forgiveness will be determined, subject to limitations, based on the use of loan proceeds for payment of payroll costs and any payments of mortgage interest, rent, and utilities. Recent modifications to the PPP by the U.S. Treasury and Congress have extended the time period for loan forgiveness beyond the original eight-week period, making it possible for the Organization to apply for forgiveness of its PPP loan. No assurance can be given that the Organization will be successful in obtaining forgiveness of the loan in whole or part, however management believes that the Organization has met the criteria for loan forgiveness and that the entire loan will be forgiven.

Economic Injury Disaster Loan

On May 23, 2020, the Organization executed the standard loan documents required for securing a loan (the "EIDL Loan") from the SBA under its Economic Injury Disaster Loan ("EIDL") assistance program in light of the impact of the COVID-19 pandemic on the Organization's business.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 - NOTES PAYABLE (CONTINUED)

Pursuant to that certain Loan Authorization and Agreement (the "SBA Loan Agreement"), the principal amount of the EIDL Loan is up to \$150,000, which proceeds are to be used for working capital purposes. As of June 30, 2020, the Organization has obtained the full \$150,000 disbursement under the EIDL Loan. Interest accrues at the rate of 2.75% per annum. Installment payments, including principal and interest, are due monthly beginning May 23, 2021 (twelve months from the date of the SBA Loan Agreement) in the amount of \$641. The balance of principal and interest is payable thirty years from the date of the SBA Loan Agreement. In connection therewith, the Organization received a \$5,000 advance, which does not have to be repaid. This advance is included in contributions and grants in the statement of support, revenues, expenses and other changes in net assets - modified cash basis for the year ended June 30, 2020.

In connection with the EIDL Loan, the Organization entered into a security agreement with the SBA whereby the Organization granted the SBA a security interest in all of the Organization's right, title and interest in all of the Organization's assets.

Future maturities of the EIDL Loan are as follows:

Fiscal year ended June 30:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ 1,282	\$ 1,282
2022	380	7,312	7,692
2023	3,623	4,069	7,692
2024	3,724	3,968	7,692
2025	3,828	3,864	7,692
2026-2030	20,797	17,663	38,460
2031-2035	23,859	14,601	38,460
2036-2040	27,371	11,089	38,460
2041-2045	31,401	7,059	38,460
2046-2050	<u>35,017</u>	<u>2,437</u>	<u>37,454</u>
Total	<u>\$ 150,000</u>	<u>\$ 73,344</u>	<u>\$ 223,344</u>

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 6 - NET ASSETS

Net assets with donor restrictions are available for the following purposes at June 30:

	<u>2020</u>	<u>2019</u>
Bub/Woodard Memorial Fund	\$ 16,730	\$ 21,290
Summer Program	2,304	2,607
Dollar a Day Savings Plan	100	100
Client Furniture	1,596	3,756
Transportation	3,869	4,319
Back to School	2,607	3,185
College Scholarship	1,512	1,772
	<u>\$ 28,718</u>	<u>\$ 37,029</u>

Net assets with donor restrictions are released from the related restriction by making specific expenditures. Net assets without donor restrictions amounted to \$321,745 and \$446,792 at June 30, 2020 and 2019, respectively.

NOTE 7 - SUPPORT

A summary of contributions and grants recognized during the year ended June 30 follows:

	<u>2020</u>	<u>2019</u>
Individuals	\$ 261,839	\$ 347,324
Foundations	28,278	148,484
Churches	110,139	116,511
Businesses	49,624	68,369
EIDL Grant	5,000	-
	<u>\$ 454,880</u>	<u>\$ 680,688</u>

NOTE 8 - LEASES

The Organization has various leases for office space and equipment that are classified as operating leases. Future minimum lease payments under the noncancelable operating leases with initial or remaining terms of one year or more as of June 30, 2020 are as follows:

2021	\$ 29,732
2022	29,732
2023	29,732
2024	2,388
2025	398
	<u>\$ 91,982</u>

Rent expense for each of the years ended June 30, 2020 and 2019 amounted to \$27,009 per year.

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 9 - FUNCTIONAL EXPENSES

An analysis of expenses by both function and nature is as follows:

Year Ended June 30, 2020:	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 185,256	\$ 8,303	\$ 25,108	\$ 218,667
Payroll taxes	14,917	653	1,980	17,550
Employee benefits	9,340	347	1,050	10,737
Lease expense	10,803	8,103	8,103	27,009
Transitional rent	138,088	-	-	138,088
Transitional utilities	3,277	-	-	3,277
Other client expenses	14,331	-	-	14,331
Accounting and auditing	-	7,366	-	7,366
Bank and credit card fees	-	-	1,764	1,764
Contract services	2,730	8,818	-	11,548
Depreciation	-	888	-	888
Fundraising events	-	-	21,500	21,500
Insurance	1,950	1,462	1,462	4,874
Interest	-	551	-	551
Office and postage	1,103	1,693	827	3,623
Other miscellaneous	646	484	484	1,614
Printing and copying	2,685	2,406	6,465	11,556
Professional fees	19,275	19,275	25,700	64,250
Seminars and training	-	4,177	-	4,177
Technology and IT	4,413	4,227	7,943	16,583
Telephone and internet	1,799	1,818	1,349	4,966
Travel	3,310	148	-	3,458
	<u>\$ 413,923</u>	<u>\$ 70,719</u>	<u>\$ 103,735</u>	<u>\$ 588,377</u>

Year Ended June 30, 2019:	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 249,219	\$ 12,148	\$ 37,302	\$ 298,669
Payroll taxes	19,352	941	2,892	23,185
Employee benefits	14,605	718	2,202	17,525
Lease expense	10,804	8,102	8,103	27,009
Transitional rent	182,488	-	-	182,488
Transitional utilities	13,147	-	-	13,147
Other client expenses	24,548	-	-	24,548
Accounting and auditing	-	8,858	-	8,858
Bank and credit card fees	-	-	5,114	5,114
Contract services	2,401	6,664	-	9,065
Depreciation	-	579	-	579
Fundraising events	-	-	31,628	31,628
Insurance	1,733	1,299	1,300	4,332
Office and postage	2,371	1,779	1,779	5,929
Other miscellaneous	850	638	637	2,125
Printing and copying	3,266	2,449	2,449	8,164
Professional fees	-	18,925	-	18,925
Technology and IT	4,057	3,042	3,043	10,142
Telephone and internet	1,922	1,442	1,442	4,806
Travel	4,155	793	-	4,948
	<u>\$ 534,918</u>	<u>\$ 68,377</u>	<u>\$ 97,891</u>	<u>\$ 701,186</u>

RAISEUP FAMILIES

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 10 - LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

The Organization regularly monitors the liquidity required to meet its operational needs and other contractual commitments. The Organization's sources of liquidity include its cash and cash equivalent balances. In addition to its financial assets available to meet the Organization's general expenditures over the next twelve months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

The following table reflects the financial assets available for general expenditures over the next twelve months:

Financial assets:		
Cash and cash equivalents	<u>\$ 554,842</u>	<u>\$ 476,279</u>
Total financial assets	554,842	476,279
Less financial assets unavailable for general expenditures within one year to due to donor restrictions	<u>28,718</u>	<u>37,029</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 526,124</u>	<u>\$ 439,250</u>

NOTE 11 - INCOME TAX UNCERTAINTIES

The Organization has reviewed its current income tax return, as well as all open tax years. The Organization adopted the policy of recognizing interest and penalties, if any, related to unrecognized tax positions as income tax expense. The Organization did not have any unrecognized tax positions or benefits from tax positions that do not meet the more likely than not criterion. Accordingly, there was no effect on the Organization's financial condition or results of operations for the year ended June 30, 2020 and 2019. The Federal tax returns of the Organization for the previous three years are subject to examination by the Internal Revenue Service.

NOTE 12 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through October 30, 2020, which is the date the financial statements were available to be issued. Based on the evaluation, no adjustments to the accompanying financial statements were required.