

Gabriel's Angels, Inc.

**Financial Statements
With Independent Auditor's Report**

For the Year Ended April 30, 2021

**With Summarized Comparative Information
For the Year Ended April 30, 2020**

Gabriel's Angels, Inc.
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April 30, 2021 and 2020

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Independent Auditor's Report

The Board of Directors
Gabriel's Angels, Inc.
Phoenix, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of Gabriel's Angels, Inc. (a nonprofit organization), which comprise the statement of financial position as of April 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Gabriel's Angels, Inc. as of April 30, 2021 and the changes in its net assets and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Gabriel's Angels 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 15, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended April 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Snyder & Brown CPAs, PLLC

Tempe, Arizona
November 4, 2021

Gabriel's Angels, Inc.
Statement of Financial Position
April 30, 2021
(With Summarized Comparative Totals as of April 30, 2020)

	2021	2020
Assets		
Current assets:		
Cash and cash equivalents	\$ 474,121	\$ 337,903
Investments	40,203	28,281
Contributions and pledges receivable	39,457	80,219
Product inventory	1,044	2,700
Prepaid expenses and deposits	10,998	11,552
Total current assets	565,823	460,655
Noncurrent assets:		
Restricted investments	6,010	6,010
Contributions and pledges receivable	48,813	99,387
Cash surrender value, life insurance	198,132	169,328
Property and equipment, net	2,532	4,558
Total assets	821,310	739,938
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	-	200
Accrued payroll and related expenses	38,273	47,371
Deferred rent	634	8,244
Deferred revenue	-	33,150
Total current liabilities	38,907	88,965
Noncurrent liabilities:		
Loan Payable	122,155	125,000
Total liabilities	161,062	213,965
Net Assets:		
Without donor restrictions		
Undesignated	527,570	305,410
Board designated for replacement reserves	38,398	27,644
Total without donor restrictions	565,968	333,054
Net Assets with donor restrictions	94,280	192,919
Total net assets	660,248	525,973
Total liabilities and net assets	\$ 821,310	\$ 739,938

See Accompanying Notes to Financial Statements.

Gabriel's Angels, Inc.
Statement of Activities
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

	<u>2021</u>			<u>2020</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Total</u>
Revenue and Other Support				
Contributions	\$ 602,148	\$ -	\$ 602,148	\$ 514,434
Grants	113,300		113,300	177,025
Increase in cash surrender value of life insurance policy	28,804	-	28,804	31,990
Other Income	-	-	-	75
Net investment income	12,121	-	12,121	-
Total revenue and other support before special events and releases from restrictions	<u>756,373</u>	<u>-</u>	<u>756,373</u>	<u>723,524</u>
Special event revenue	53,847		53,847	305,044
Less cost of direct benefits to donors	(28,044)	-	(28,044)	(151,665)
Net revenues from special events	<u>25,803</u>	<u>-</u>	<u>25,803</u>	<u>153,379</u>
Net assets released from restrictions	98,639	(98,639)	-	-
Total revenues and other support	<u>880,815</u>	<u>(98,639)</u>	<u>782,176</u>	<u>876,903</u>
Expenses and Losses				
Operating expenses:				
Program services	468,646		468,646	779,494
Support services				
Management and general	90,536	-	90,536	103,736
Fundraising and development	88,719	-	88,719	94,017
Total operating expenses	<u>647,901</u>	<u>-</u>	<u>647,901</u>	<u>977,247</u>
Investment loss	-	-	-	3,568
Total expenses and losses	<u>647,901</u>	<u>-</u>	<u>647,901</u>	<u>980,815</u>
Change in net assets	232,914	(98,639)	134,275	(103,912)
Net assets, beginning of year	333,054	192,919	525,973	629,885
Net assets, end of year	<u>\$ 565,968</u>	<u>\$ 94,280</u>	<u>\$ 660,248</u>	<u>\$ 525,973</u>

See Accompanying Notes to Financial Statements.

Gabriel's Angels, Inc.
Statement of Functional Expenses
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

	Program Services	Management and General	Fundraising	Totals	
				2021	2020
Salaries	\$ 301,387	\$ 27,714	\$ 17,321	\$ 346,422	\$ 614,300
Payroll benefits and taxes	57,751	5,309	3,318	66,378	95,902
	<u>359,138</u>	<u>33,023</u>	<u>20,639</u>	<u>412,800</u>	<u>710,202</u>
Program promotion and community outreach	4,735	-	2,026	6,761	20,010
Uniforms and apparel	-	-	1,946	1,946	1,202
Program supplies	2,501	-	-	2,501	24,466
Dues and subscriptions	11,334	-	-	11,334	6,291
Professional and consulting fees	19,321	16,305	25,200	60,826	74,910
Rents and utilities	31,779	23,111	2,888	57,778	57,148
Repairs and maintenance	2,319	1,194	-	3,513	2,233
Equipment	-	1,374	-	1,374	356
Telephone and internet	11,159	1,487	2,232	14,878	11,708
Insurance	16,866	9,838	1,406	28,110	23,998
Postage	945	157	2,048	3,150	6,336
Printing and reproduction	2,162	360	4,684	7,206	10,560
Supplies	-	2,304	-	2,304	7,258
Bank charges/credit card fees	1,636	1,181	8,591	11,408	18,540
In-kind services	2,928	-	-	2,928	-
Bad debts	-	-	17,059	17,059	-
Depreciation and amortization	1,823	202	-	2,025	2,029
	<u>1,823</u>	<u>202</u>	<u>-</u>	<u>2,025</u>	<u>2,029</u>
Total expenses	<u>\$ 468,646</u>	<u>\$ 90,536</u>	<u>\$ 88,719</u>	<u>\$ 647,901</u>	<u>\$ 977,247</u>

See Accompanying Notes to Financial Statements.

Gabriel's Angels, Inc.
Statement of Cash Flows
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 134,275	\$ (103,912)
Adjustments to reconcile change in net assets to net cash from operating activities		
Loan forgiveness	(125,000)	-
Depreciation and amortization	2,025	2,029
Unrealized (gain) loss on investments	(11,921)	3,621
Write off of uncollectible pledges	17,059	14,443
Change in cash surrender value of life insurance	(28,804)	(31,990)
Changes in operating assets and liabilities		
(Increase) decrease in		
Contributions and pledges receivable	74,277	89,199
Product inventory	1,656	(2,700)
Prepaid expenses and deposits	554	42,969
Increase (decrease) in		
Accounts payable	(200)	(264)
Accrued payroll and related expenses	(9,098)	503
Deferred rent	(7,610)	(6,114)
Deferred revenue	(33,150)	19,555
Net cash provided by operating activities	<u>14,063</u>	<u>27,339</u>
Cash Flows from Financing Activities		
Purchase of additional assets	-	(6,076)
Proceeds from loan against life insurance		100,000
Proceeds from payroll protection loan	122,155	125,000
Net cash provided by investing activities	<u>122,155</u>	<u>218,924</u>
Net Change in Cash and Cash Equivalents	136,218	246,263
Cash and Cash Equivalents, Beginning of Year	<u>337,903</u>	<u>91,640</u>
Cash and Cash Equivalents, End of year	<u>\$ 474,121</u>	<u>\$ 337,903</u>

See Accompanying Notes to Financial Statements.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Note 1 - Principal Business Activity and Significant Accounting Policies

Organization

Gabriel's Angels, Inc. (the Organization) was incorporated under the laws of the State of Arizona in May 2000. The Organization is a not-for-profit organization dedicated to providing healing pet therapy and animal assisted activities to abused, neglected and at-risk children, nurturing their ability to love and trust, and thereby freeing them from the cycle of violence. The Organization provides free services, with registered, volunteer Pet Therapy teams, to Title 1 Schools and various crisis shelters and community organizations throughout Maricopa County, Southern and Northern Arizona.

The Organization funds its programs and operations through grants, contributions and fundraising activities.

Basis of Presentation

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

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. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

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 or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. The Organization, at times, maintains cash at financial institutions in excess of the \$250,000 per bank limit insured by the Federal Deposit Insurance Corporation (FDIC). The Organization manages this risk by maintaining funds at high level financial organizations and management believes it is not exposed to significant credit risk in its cash accounts.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Contributions

Unconditional contributions are recognized when pledged and 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. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a 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. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Contributions restricted for the acquisition of land, buildings, and equipment are reported as net assets without donor restriction upon acquisition of the assets and the assets are placed in service.

Contributions and Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded as pledges receivable at net realizable value. Unconditional promises to give that are expected to be collected in periods greater than one year are recorded at the net present value of expected cash flows. The Organization provides an allowance for estimated uncollectible pledges.

Pledges receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on pledges receivable using the allowance method. The allowance is based on experience, knowledge of the donors and the industry and other circumstances which may affect the ability of donors to meet their obligations. It is the Organization's policy to charge off uncollectible pledges when management determines the receivable will not be collected. An allowance for doubtful pledges of approximately \$20,000 is recorded as a reduction of pledges receivable at April 30, 2021 and 2020. The Organization wrote off uncollectible pledges of approximately \$17,059 and \$14,443 during the years ended April 30, 2021 and 2020, respectively.

Product Inventory

Inventory is valued at the lower of cost (first-in, first out method) or net realizable value. Charm inventory consists of keepsake charms customized for the Organization. Book inventory consists of a book written by the founder of Gabriel's Angels telling the story of the Organization and of Gabriel, the dog who inspired the Organization and other inspirational books. Other products include various items promoting Gabriel's Angels and its programs. Inventory may be used for marketing purposes as well as for sales.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Investments

Investment purchases are recorded at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment gain/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Donated Assets and Services

Donated assets, services and other non-cash donations are recorded as contributions at their estimated values at the date of donation. Donated services and time are recognized as contributions if the services create or enhance non-financial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The Organization pays for most services requiring specific expertise. However, if such services are donated and the value is ascertainable, the fair market value is reflected in the financial statements as revenue and expense. For the years ended April 30, 2021 and 2020, \$6,819 and \$25,358, respectively, of donated materials directly related to special events are included in special events revenues and direct costs.

In addition, the Organization received numerous hours of donated services by volunteers dedicated to the Organization's programs. The fair value of these donated services is not recognized in the statement of activities since they do not meet the criteria for recognition under generally accepted accounting principles.

Deferred revenue

Deferred revenue consisted of sponsorships, and advance ticket sales for events that were used in the subsequent year.

Property and Equipment

All acquisitions of property and equipment in excess of \$500 and a useful life of more than one year are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation and amortization is provided on the straight-line method over the estimated useful lives of the respective assets. The Organization reviews its valuation of property and equipment whenever events indicate that the carrying amount of the asset may not be recoverable. An impairment loss is recorded when the sum of the future cash flows is less than the carrying amount of the asset. An impairment loss is measured as the amount by which the carrying amount of the asset exceeds its fair value. No impairment losses were recorded in 2021 and 2020.

Functional Expense Allocations

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities and Functional Expenses. Directly identifiable expenses are charged to programs and supporting services. Certain costs have been allocated among the programs and support services benefited based on management's estimate of employee hours devoted to each function.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Tax Status

Gabriel's Angels, Inc. is a not-for-profit organization exempt from federal and state income taxes under the provisions of the Internal Revenue Code Section 501 (c)(3). Income determined to be unrelated business taxable income may be taxable to the Organization. The Organization did not report any unrelated business taxable income for 2021 and 2020. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b) (1)(A)(II) and is classified as an organization other than a private foundation under Section 509(a)(2). At April 30, 2021 and 2020, there were no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

Endowments

The Organization's endowment consists of one fund established under donor restrictions or as designated by the Board of Directors to hold both donor endowments and board designated endowments. As required by generally accepted accounting principles, net assets associated with the endowment fund are classified and reported based on the existence or absence of donor-imposed restrictions or board designated endowments.

The State of Arizona adopted the Uniform Prudent Management of Institutional Funds Act (the Act). The Board of Directors of the Organization has interpreted the Act as requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets the original value of the gifts donated to permanent endowments; the original value of subsequent gifts to permanent endowments; and accumulations to permanent endowments made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by the Act and the policies established by the Board of Directors.

In accordance with the Act, the Organization considers the following factors in making a determination to appropriate or accumulate endowment funds: (a) duration and preservation of the fund; (b) purpose of the organization and the donor-restricted endowment funds; (c) general economic conditions; (d) possible effects of inflation and deflation; (e) expected total return from income and the appreciation of investments; (f) other resources of the organization; and (g) the investment policies of the Organization.

Subsequent Events

Subsequent events have been evaluated through November 4, 2021 which was the date the Organization's financial statements were available to be issued.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

New Accounting Pronouncement

In May 2014, the FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*, which requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods and services to customers. The ASU replaced most existing revenue recognition guidance in U.S. GAAP.

In June 2018, the FASB issued ASU No. 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, to clarify and improve the scope and the accounting guidance for contributions received and contributions made. The Organization has implemented these standards for 2020. These standards did not have a material impact on the recognized revenue for 2021 or 2020.

Reclassifications

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

Note 2 - Investments

The Organization investments entirely consist of debt and equity mutual funds. These funds are open-end with readily determinable fair values based on daily redemption values. The fair values of the Organization's financial assets that are measured on a recurring basis as of April 30, 2021 and 2020, are as follows:

	<u>Fair value hierarchy</u>	<u>2021</u>	<u>2020</u>
Mutual funds:			
Fixed income	Level 1	\$ 26,562	\$ 15,621
US equity	Level 1	7,582	4,595
International equity	Level 1	12,069	14,075
Total		<u>\$ 46,213</u>	<u>\$ 34,291</u>

Note 3 - Contributions and Pledges Receivable

Unconditional promises to give are recorded as contributions and pledges receivable and revenue is recognized when the promise is made by the donor. Pledges are discounted to the anticipated net present value of the future cash flows. Pledges receivable are summarized as follows at April 30:

	<u>2021</u>	<u>2020</u>
Receivables in less than one year	\$ 39,457	\$ 80,219
Receivables in one to five years	79,771	130,345
	<u>119,228</u>	<u>210,564</u>
Discount to net present value at 2.0%	(10,958)	(10,958)
Allowance for uncollectible pledges	<u>(20,000)</u>	<u>(20,000)</u>
Total	<u>\$ 88,270</u>	<u>\$ 179,606</u>

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Note 4 - Availability and Liquidity

The following represents the Organization's financial assets at April 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 474,121	\$ 337,903
Investments	40,203	28,281
Current portion of receivables	39,457	80,219
Cash surrender value, life insurance	198,132	169,328
Less purpose restricted net assets	<u>-</u>	<u>(7,303)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 751,913</u>	<u>\$ 608,428</u>

The Organization's goal is generally to maintain financial assets to meet 90 days of expenses (approximately \$250,000). As part of its liquidity plan, Gabriel's Angels maintains the majority of its short-term assets in cash and short-term receivables.

Note 5 - Net Assets with Donor Imposed Restrictions

Net assets are restricted for the following at April 30:

	<u>2021</u>	<u>2020</u>
Implied time restriction on net contributions and pledges receivable	\$ 88,270	\$ 179,606
ATLAS grant - purpose restricted	-	7,303
Endowment fund-permanent restriction	<u>6,010</u>	<u>6,010</u>
Total net assets with restrictions	<u>\$ 94,280</u>	<u>\$ 192,919</u>

Net assets released from restrictions consisted of the following:

	<u>2021</u>	<u>2020</u>
Implied time restriction on net contributions and pledges receivable	\$ 91,336	\$ 115,324
Program expenses	<u>7,303</u>	<u>-</u>
Total net assets released from restrictions	<u>\$ 98,639</u>	<u>\$ 115,324</u>

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Note 6 - Property and Equipment

Property and equipment consisted of the following at April 30:

	<u>2021</u>	<u>2020</u>
Equipment and computers	\$ 17,129	\$ 17,129
Software	8,900	8,900
Furniture	<u>6,496</u>	<u>6,496</u>
	32,525	32,525
Accumulated depreciation and amortization	<u>(29,993)</u>	<u>(27,967)</u>
Property and equipment, net	<u>\$ 2,532</u>	<u>\$ 4,558</u>

Note 7 - Endowments

At April 30, 2021 and 2020, net assets with donor-imposed restrictions included permanently restricted net assets of an endowment fund totaling \$6,010. The investment earnings on the endowment are temporarily restricted until appropriated by the Board of Directors. No amounts remain unappropriated at fiscal year-end 2020 and 2019.

Fund Deficiencies

From time to time, the fair value of assets associated with donor-restricted endowment funds may fall below the level that the donor or the Uniform Prudent Management of Institutional Funds Act (the Act) requires the Organization to retain as a fund of perpetual duration.

Return Objectives and Risk Parameters

The Organization has not formally adopted investment policies for endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period as well as Board designated funds.

Investment Strategies

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns may be achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization has currently invested its endowment fund in a money market fund to achieve its long-term return objectives within prudent risk constraints.

Spending Policy

The Organization has no formally adopted spending policy. Accumulated earnings on the endowment are released from temporarily restricted net assets when appropriated by the Board of Directors.

Net assets in the endowment fund consisted entirely of permanently restricted corpus at April 30, 2021 and 2020.

Gabriel's Angels, Inc.
Notes to Financial Statements
For the Year Ended April 30, 2021
(With Summarized Comparative Totals for the Year Ended April 30, 2020)

Note 8 - Operating Leases

The Organization leases office space under a noncancelable operating lease expiring May 2021. Subsequent to year-end, the lease was extended through June 30, 2022. The total rental expense under the office lease, including deferred rent, was approximately \$55,206 and \$52,796 for the years ended April 30, 2021 and 2020, respectively. Future minimum payments for the office space lease are as follows for the fiscal years ending:

2022	\$ 55,315
2023	9,220
	\$ 64,535

The Organization entered into a sixty-month copier lease beginning in August 2017 at a monthly lease amount of approximately \$170. Future minimum payments for the copier lease are as follows for the fiscal years ending:

2022	2,027
2023	507
	\$ 2,534

Note 9 - Payroll Protection Program Loan-COVID 19 Uncertainties

On March 11, 2020, the World Health Organization declared the outbreak of the coronavirus (COVID-19) a pandemic. The COVID-19 outbreak has resulted in significant economic uncertainties. Management is unable to quantify the potential effects of this pandemic on future financial statements. In an effort to help small businesses and eligible nonprofit organizations during the State's imposed operating restrictions on businesses to address the outbreak, the United States government established the Paycheck Protection Program (PPP) through the CARES Act. The PPP allows eligible organizations to obtain forgivable loans to cover up to 24 weeks of payroll and benefit cost. The program also allows funds to be used to pay interest on mortgages, rent and utilities. The Organization received a PPP forgivable loan in fiscal year 2020 for \$125,000 which was forgiven during fiscal year 2021 and reflected as part of contribution revenue. During fiscal year 2021 the Organization received an additional PPP loan of \$122,155 which is eligible to be forgiven in full as long as the terms of the agreement are met. Management expects to qualify for loan forgiveness in fiscal year 2022.