Village of Hope of
Palm Beach County, Inc.

Financial Statements
For the Year Ended December 31, 2020

Keefe McCullough
CPA's + Trusted Advisors

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Village of Hope of Palm Beach County, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Village of Hope of Palm Beach County, Inc. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, 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 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 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 qualified audit opinion.

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Basis for Qualified Opinion

As more fully described in Note 11 to the financial statements, the Organization's financial statements do not include the accounts of Place of Hope, Inc., Treasures for Hope, Inc. d/b/a Peninsula Social Enterprises, and The Place of Hope at the Haven Campus, Inc. d/b/a The Place of Hope at the Leighan and David Rinker Campus, which are related parties to the Organization. The related parties and the Organization have been identified by management as meeting the requirements for the presentation of combined financial statements as required by accounting principles generally accepted in the United States of America; however, these financial statements are not presented on a combined basis. In our opinion, the Organization's financial statements should include the accounts of these related parties to conform with accounting principles generally accepted in the United States of America.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
July 7, 2021

Village of Hope of Palm Beach County, Inc.
Statement of Financial Position
December 31, 2020

Assets:		
Cash and cash equivalents	$	263,146
Investments		270,360
Rent receivable		11,177
Prepaid expenses		15,653
Due from related party		606
Property and equipment, net		2,300,976
Total assets	$	2,861,918
Liabilities:		
Accrued expenses	$	56,791
Tenant deposits		3,383
Due to related party		19,867
Refundable advances		7,900
Total liabilities		87,941
Net Assets:		
Without donor restrictions:		
Undesignated		2,773,977
Total net assets		2,773,977
Total liabilities and net assets	$	2,861,918

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

Village of Hope of Palm Beach County, Inc.
Statement of Activities
For the Year Ended December 31, 2020

		Without Donor Restrictions
Public Support and Revenues:		
Contributions	$	644,379
Grants and contracts		112,547
Grant income - Paycheck Protection Program		39,342
Rental income		86,809
Donated goods and services		336,355
Total public support and revenues		1,219,432
Expenses:		
Program services		1,086,153
Supporting services:		
Management and general		75,887
Fundraising		35,329
Total supporting services		111,216
Total expenses		1,197,369
Net operating revenue (loss)		22,063
Nonoperating revenues:		
Investment income, net		38,182
Total nonoperating revenues		38,182
Change in net assets		60,245
Net Assets, beginning of year		2,713,732
Net Assets, end of year	$	2,773,977

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

Village of Hope of Palm Beach County, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2020

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Total
Personnel Costs:				
Salaries	$ 313,366	$ 55,533	$ 27,767	$ 396,666
Employee benefits and payroll taxes	40,648	7,111	3,555	51,314
Total personnel costs	354,014	62,644	31,322	447,980
Other Expenses:				
Event expenses	866	216	-	1,082
In-kind donations	328,249	4,808	3,298	336,355
Insurance	84,722	2,718	535	87,975
Licenses and permits	5,537	-	-	5,537
Miscellaneous expenses	13,361	1,204	-	14,565
Office supplies and other	2,853	-	-	2,853
Professional fees	28,508	4,297	174	32,979
Promotional expenses	415	-	-	415
Provision for depreciation	137,201	-	-	137,201
Repairs and maintenance	41,572	-	-	41,572
Residents support	41,176	-	-	41,176
Training and development	388	-	-	388
Utilities	47,291	-	-	47,291
Total other expenses	732,139	13,243	4,007	749,389
Total expenses	$ 1,086,153	$ 75,887	$ 35,329	$ 1,197,369

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

Village of Hope of Palm Beach County, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2020

Cash Flows from Operating Activities:		
Change in net assets	$	60,245
Adjustments to reconcile change in net assets		
to net cash provided by (used in) operating activities:		
Provision for depreciation		137,201
Net realized and unrealized (gains) losses on investments		(31,017)
Changes in assets and liabilities:		
(Increase) decrease in assets:		
Rent receivable		(7,990)
Prepaid expenses		(5,522)
Due from related party		258
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses		19,695
Tenant deposits		530
Due to related party		(12,041)
Deferred revenue and refundable advances		(391)
Net cash provided by (used in) operating activities		160,968
Cash Flows from Investing Activities:		
Proceeds from sales and purchases of investments, net		(7,725)
Purchases of property and equipment		(9,286)
Net cash provided by (used in) investing activities		(17,011)
Net increase (decrease) in cash and cash equivalents		143,957
Cash and Cash Equivalents, beginning of year		119,189
Cash and Cash Equivalents, end of year	$	263,146

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

Note 1 - Organization and Operations

Village of Hope of Palm Beach County, Inc. (the "Organization"), incorporated in March, 2006, is a not-for-profit, tax exempt organization, created to provide independent living residential support and essential life-skills development for emancipated foster youth and other homeless youth in need. The Organization is committed to providing a supportive and proactive living and learning environment for youth who "age out" of the state's foster care system and other homeless youth. The program serves emancipated foster youth and other homeless youth ages eighteen through twenty-five for placement in a residential supervised apartment setting. The Organization partnered with Place of Hope, Inc. ("Place"), a not-for-profit entity and related party (Note 9), to launch the residential campuses, located in unincorporated Palm Beach Gardens and Boca Raton, Florida, which combined currently accommodates up to fifty-eight (58) young adults at a time.

The Organization provides a youth-centered approach allowing participants to decide a course of action for their own future, while promoting access to apartments for self-sufficiency. The Organization is committed to meeting a desperate need in the community by sharing God's love, supporting the transition to adulthood, and building hope - *one young adult at a time*.

The Organization partners with its affiliate organizations Place, Treasures for Hope, Inc. d/b/a Peninsula Social Enterprises ("Treasures"), and The Place of Hope at the Haven Campus, Inc. d/b/a The Place of Hope at the Leighan and David Rinker Campus ("Haven") (Notes 9 and 12). Place, a not-for-profit entity incorporated in 1998, provides family-style foster care, family outreach and intervention, transitional housing and support services, adoption and foster care recruitment and support, a maternity home, hope and healing opportunities for children and families who have been traumatized by abuse and neglect throughout Palm Beach County. Treasures, a not-for-profit entity incorporated in 2012, operates a charity store which sells second-hand items, to support the activities of the Organization. Haven, a nonprofit entity incorporated in 2013, provides real estate and other property and equipment to the Organization and Place in furtherance of their respective missions.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting: The Organization uses the accrual basis of accounting for financial reporting purposes, which is in accordance with accounting principles generally accepted in the United States of America ("GAAP"). Revenues are recognized when earned and expenses are recognized when incurred.

Basis of presentation: The financial statement presentation follows the recommendation of the Financial Accounting Standards Board in its Accounting Standards Update (FASB ASU) 2016-14 Not-for-Profit Entities (Topic 958): *Presentation of Financial Statements for Not-for-Profit Entities.* Under FASB ASU 2016-14, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets: Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - consist of net assets for use in general operations and not subject to donor (or certain grantor) restrictions.

Note 2 - Summary of Significant Accounting Policies (continued)

Net Assets with Donor Restrictions - represent net assets subject to donor (or certain grantor) imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor or grantor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity.

Generally, contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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. All contributions are considered available for general use, unless specifically restricted by the donor or subject to other legal restrictions. The Organization reported no net assets with donor restrictions at December 31, 2020.

Cash and cash equivalents: The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments: The Organization reports its investments in equity securities with readily determinable fair values at their estimated fair value. Investment gains (losses) (including realized and unrealized gains and losses on investments, interest, and dividends) are included in the accompanying statement of activities.

Promises to give: Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. The Organization had no unconditional or conditional promises to give as of December 31, 2020.

Rent receivable and allowance for doubtful accounts: Rent receivable consists principally of claims not yet reimbursed for amounts billed to individuals. Management periodically reviews the rent receivable balance. The direct write-off method is used to recognize bad debts. Management considered the rent receivable to be fully collectible within the current accounting period and no allowance for doubtful accounts was considered necessary. At December 31, 2020, rent receivable totaled $ 11,177, as compared to $ 3,187 at December 31, 2019.

Property and equipment: Property and equipment are carried at cost if purchased or, if donated, at estimated fair value on the date of donation, less accumulated depreciation. The Organization's policy is to provide for depreciation using the straight-line method over the estimated useful life of each type of asset which is as follows:

Building and improvements	27.5 years
Land improvements	27.5 years
Vehicles	5-7 years
Furniture, fixtures, and office equipment	3-7 years

Donations of property and equipment are reported as support without donor restrictions unless the donor has restricted the donated asset for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as an increase to net assets with donor restrictions. Without donor stipulations regarding how long these donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated assets are placed in service, reclassifying net assets with donor restrictions to net assets without donor restrictions at that time. The Organization recorded no such assets during the year ended December 31, 2020.

Note 2 - Summary of Significant Accounting Policies (continued)

Maintenance and repairs to property and equipment are charged to expense when incurred. Additions and major renewals are capitalized.

Revenue and revenue recognition: The Organization recognizes revenues from nonexchange transactions when cash, securities, or other assets; an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

The Organization provides residential services to young adult tenants who have aged out of the state's traditional foster care system. Rental income from these services is recognized when earned, as there is no fixed long-term arrangement.

Grants and contracts revenue derived from units of service contracts is recognized as revenue when the unit of service has been provided in compliance with the specific contract. Revenue derived from cost-reimbursement contracts, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses, is recognized when such expenditures are incurred in compliance with specific contract provisions.

The Organization recognizes revenue from donated goods at their estimated fair values at the date of donation. Donated services are recognized if (1) the services received create or enhance nonfinancial assets or (2) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Grant income - Paycheck Protection Program: In accordance with the guidance of the AICPA, in Q&A Section 3200, the Organization has the option to report the proceeds of this forgivable loan program under FASB *Accounting Standards Codification (ASC) 470, Debt* or it can analogize the guidance of FASB *Accounting Standards Codification (ASC) 958-605, Revenue Recognition*, and account for the funds as a conditional government grant. The Organization's management has elected to analogize and follow the provisions of ASC 958-605 in which the loan proceeds (Note 7) were recognized as grant income during 2020. Per management, the conditions attached to the assistance were met and costs for which the grant intended to compensate were incurred.

Refundable advances: Revenues received in advance (nonexchange transaction) that are not recognized because the allowable costs as defined by the individual grant or contract have not been incurred, the unit of service has not been provided, and/or the conditions have not been substantially met or explicitly waived are considered refundable advances.

Donated goods and services: Donated services are recognized, at estimated fair value, as a contribution, along with corresponding expense, if the services: (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by individual with those skills, and would otherwise have been purchased. Donated goods are recorded at their estimated fair market value when received. Donated equipment is capitalized at its estimated fair market value at the date of donation and depreciated over the estimated useful life of the asset.

Functional expenses: The costs of providing the various programs and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Program and supporting services are charged with their direct expenses. Other expenses are allocated based on their proportionate share of total expenses as well as other estimates provided by management. The expenses that are allocated include personnel costs, insurance, professional fees, miscellaneous expenses, and other expenses; which are allocated on the basis of estimates of time and effort, and other methods as determined by management.

Note 2 - Summary of Significant Accounting Policies (continued)

Joint costs of fundraising appeals: The Organization utilizes various pamphlets, brochures and informational methods to inform the general public of their activities and to solicit funds. These costs are charged to fundraising.

Concentration of credit risk: Financial instruments that potentially subject the Organization to concentration of credit risk consist primarily of cash and cash equivalents, and investments. The Organization has cash in financial institutions that is insured by the Federal Deposit Insurance Corporation ("FDIC"). At various times throughout the year, the Organization may have cash balances at financial institutions that exceed the insured amount. Investments are held in brokerage accounts protected by the Securities Investor Protection Corporation ("SIPC"). In the event of broker-dealer failure, the Organization has up to $ 500,000 of protection for each brokerage account. The SIPC insurance does not protect against market losses on investments. Deposit and investment accounts are maintained with what management believes to be quality financial institutions.

Income taxes: The Organization qualifies as a non-profit corporation exempt from Federal income taxes under Internal Revenue Code Section 501(c)(3), with the exception of any unrelated business income. Management has evaluated the unrelated business tax implications and believes that the effects, if any, are immaterial to the Organization's financial statements. Accordingly, no provision for income taxes has been made to these financial statements.

Use of estimates: The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Date of management's review: Management has evaluated subsequent events through July 7, 2021, which is the date the financial statements were available for issuance.

Note 3 - Liquidity and Availability

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

Cash and cash equivalents	$	263,146
Investments		270,360
Rent receivable		11,177
Due from related party		606
	$	545,289

Note 4 - Grants and Contracts

Funding agreements for services to be provided are generally entered into on an annual basis. The release of funds is subject to monies made available by the federal and state government, and certain other grantor agencies, as applicable. These agreements may generally be terminated by either party upon thirty to ninety days written notice; however, such an event would be unlikely if contract performance continues to be satisfactory.

Note 4 - Grants and Contracts (continued)

Program expenditures made by the Organization are subject to additional audit by grantor agencies. As a result of such audits, the grantor may require that amounts be returned. In certain instances, the grantor may increase its grant of funds to the Organization to offset amounts which would otherwise be repayable based on audits. As of December 31, 2020, no amounts are known to be owed to grantor agencies.

In accordance with the Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Florida Single Audit Act, the Organization is required to perform “single audits” when the required threshold of $ 750,000 in grant expenditures from either source is exceeded. During the year ended December 31, 2020, the Organization did not exceed the required threshold for either source and thus no single audit was required.

Note 5 - Investments

The Organization follows the Statement of Financial Accounting Standards Board in its Accounting Standards Codification (FASB ASC) No. 820, *Fair Value Measurements and Disclosures* for fair value measurements of investments that are recognized and disclosed at fair value in the financial statements on a recurring basis. FASB ASC No. 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical investments that the Organization has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the investments, either directly or indirectly (e.g. quoted prices in active markets for similar securities, valuations based on commonly quoted benchmarks, interest rates and yield curves, and/or securities indices).
- Level 3 inputs are unobservable inputs for the investments (e.g. information about assumptions, including risk, market participants would use in pricing a security).

The level in the fair value hierarchy within which a fair measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety. The input or methodology used for valuing securities is not necessarily an indicator of risk associated with investing in those securities.

	Level 1	Level 2	Level 3	Total
Equities	$ 270,360	$ -	$ -	$ 270,360

Note 6 - Property and Equipment

Property and equipment consist of the following at December 31, 2020:

Buildings and improvements	$	2,415,593
Land improvements		687,943
Vehicles		120,981
Furniture, fixtures, and office equipment		102,371
		3,326,888
Less: accumulated depreciation		1,332,026
		1,994,862
Land		306,114
	$	2,300,976

Certain grant revenue have been previously awarded to the Organization for the purpose of improving existing real estate. If the improved real estate is no longer used for its intended purpose, the Organization must obtain approval from the grantor agencies to use this property for other lawful purposes within the prescribed time-frame.

Note 7 - Paycheck Protection Program

During the year, the Organization executed a promissory note for $ 39,342 under the Paycheck Protection Program (“PPP”) as authorized by the Coronavirus, Aid, Relief, and Economic Security Act (the “CARES Act”). Under the PPP, loan funds are eligible for forgiveness to the extent that they are used to cover certain payroll, rent, and utility costs and if the Organization maintains certain employment levels during a specified period of time. If the Small Business Administration (“SBA”) confirms full forgiveness of the unpaid balance of the note, the Organization’s obligation under this arrangement will be deemed fully satisfied and paid in full. Subsequent to year end, the Organization received notification of full forgiveness.

Note 8 - Donated Goods and Services

The Organization receives donated goods and services, paying for most services requiring specific expertise. A number of volunteers have donated their time in certain of the Organization's program service areas, fundraising activities and efforts to solicit charitable contributions. Because of the difficulty in determining the number of hours for such services, those items are not disclosed in the accompanying financial statements. However, when the value of donated services requires specific expertise, they are recorded in the financial statements as revenue and as an expense, or as property and equipment, depending on the nature of the services provided. For the year ended December 31, 2020, the Organization recorded as a revenue and as an expense $ 136,855 in donated services, which related to program and fundraising services received from Place (Note 9). In addition, the Organization recorded $ 199,500 for donated revenue and expense in relation to a sublease agreement with Place (Note 13). These amounts have been recorded as in-kind donations on the accompanying statement of functional expenses.

Note 9 - Related Party Transactions (Note 1)

The Organization is related to Place through common board members and management. The Organization also receives support in the form of donated services and contributions for its general operations from Place. During the year, the Organization was charged management fees of approximately $ 136,900 and received approximately $ 168,400 of contributions from Place.

Note 9 - Related Party Transactions (Note 1) (continued)

In addition, at December 31, 2020, the Organization had an amount due to Place amounting to $ 19,867, for expense reimbursements. This amount bears no interest and has no established repayment schedule.

The Organization is also related to Treasures and Haven, all not-for-profit entities, through common board members and management. For the year ended December 31, 2020, the Organization received $ 75,000 of contributions from Treasures. In addition, as of December 31, 2020, the Organization had an amount due from Haven amounting to $ 606, for expense reimbursements. This amount bears no interest and there is no established repayment schedule.

Note 10 - Retirement Plan

On January 1, 2020, the Organization, along with Place and Treasures, entered into a safe harbor 401k plan offered to eligible employees. Employee contributions are based upon the amount of compensation each participant elects to defer yearly, which may be "before tax" and are limited only by certain provisions of the Internal Revenue Code. The Organization provides a 100% match of up to 4% of the employees' eligible earnings. The total 401(k) plan expense for the Organization for the year ended December 31, 2020 amounted to approximately $ 7,800.

Note 11 - Combination of Related Party Entities (Note 1)

FASB Accounting Standards Codification (ASC) 958-810-25-3 for Not-for-Profit Organizations requires combination of related party financial statements if one of the related parties has (1) control through a majority voting interest, and (2) economic interest. The Organization, Place, Treasures, and Haven are all not-for-profit entities which share common Board members and Officers. Furthermore, Place provides general support to these entities in the form of contributions and donated services. Management indicated that, although the criterion for combination was met for the current year, they had chosen not to combine the financial statements for presentation. The Organization determined that if combination had taken place, as required by accounting principles generally accepted in the United States of America, the current year activity would have been affected by the summarized financial information documented in the table below.

Summarized financial information for uncombined related party entities, as of and for the year ended December 31, 2020, is as follows:

	Total	Place	Treasures	Haven
Total assets	$ 50,572,505	$ 26,031,526	$ 12,478,410	$ 12,062,569
Total liabilities	2,950,933	1,772,543	1,052,051	126,339
Total net assets	$ 47,621,572	$ 24,258,983	$ 11,426,359	$ 11,936,230
Total change in net assets	$ 6,784,276	$ (2,997,307)	$ 10,393,576	$ (611,993)

Reference should be made to the financial statements of Place of Hope, Inc., Treasures for Hope, Inc. d/b/a Peninsula Social Enterprises, and The Place of Hope at the Haven Campus, Inc. d/b/a The Place of Hope at the Leighan and David Rinker Campus as to which the independent auditor's/accounting reports are dated July 7, 2021.

Note 12 - Lease Agreement

During 2020, the Organization began using facilities leased by Place to further a significant portion of their program services. The Organization entered a 10-year sublease agreement with Place for use of these facilities beginning June 2020. In consideration of this lease, the Organization will make annual payments of $ 1 through May 2030. For the year ended December 31, 2020, the Organization recorded $ 199,500 of in-kind revenue and expense in relation to the lease.

Note 13 - Risks and Uncertainties

The coronavirus (COVID-19) outbreak has caused disruption in international and U.S. economies and markets. The coronavirus and fear of further spread has caused quarantines, cancellation of events, and overall reduction in business and economic activity. On March 11, 2020, the *World Health Organization* designated the coronavirus outbreak as a pandemic.

Management and the Board of Directors continue to evaluate and monitor the potential adverse effect that this event may have on the Organization's financial position, operations and cash flows. The full impact of COVID-19 is unknown at this time and cannot be reasonably estimated as these events are still developing.

Note 14 - Supplemental Cash Flows Information

Supplemental disclosure of cash flow information:

Cash received during the year for -		
Interest income	$	7,165