KIDS NEED TO READ

Inspiring Imagination

FINANCIAL STATEMENTS
(Reviewed)

YEAR ENDED MARCH 31, 2021

LOHMAN COMPANY, PLLC

Certified Public Accountants & Business Consultants

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Kids Need to Read
Mesa, Arizona

We have reviewed the accompanying financial statements of Kids Need to Read, which comprise the statement of financial position as of March 31, 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. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. 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.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Lohman Company, PLLC

Mesa, Arizona
September 10, 2021

KIDS NEED TO READ
STATEMENT OF FINANCIAL POSITION
March 31, 2021

ASSETS	
Current assets	
Cash	$ 108,968
Books inventory	2,435,394
Prepaid expenses	1,729
Total current assets	2,546,091
Property and equipment	
Office equipment	4,698
Vehicle	26,850
Leasehold improvements	2,625
	34,173
Less accumulated depreciation and amortization	(27,163)
Total property and equipment	7,010
Other assets	
Investments held by Arizona Community Foundation	34,424
Security deposit	2,941
Total other assets	37,365
Total assets	$ 2,590,466

KIDS NEED TO READ
STATEMENT OF FINANCIAL POSITION (Continued)
March 31, 2021

LIABILITIES AND NET ASSETS	
Current liabilities	
Accounts payable	$ 1,615
Credit cards payable	3,795
Paycheck Protection Program loan	17,175
Economic Injury Disaster loan	20,000
Accrued expenses	3,582
Total current liabilities	46,167
Commitment	
Net assets	
Net assets without donor restrictions	2,509,875
Net assets with donor restrictions	34,424
Total net assets	2,544,299
Total liabilities and net assets	$ 2,590,466

KIDS NEED TO READ
STATEMENT OF ACTIVITIES
Year Ended March 31, 2021

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Support and revenue			
Contributed books inventory	$ 894,523	$ -	$ 894,523
Contributions	150,287	-	150,287
Grants	44,454	-	44,454
Fundraising	4,727	-	4,727
Paycheck Protection Program loan forgiven	22,000	-	22,000
Contributed services	7,444	-	7,444
Investment income	-	6,560	6,560
Total support and revenue	1,123,435	6,560	1,129,995
Net assets released from restrictions	64,679	(64,679)	-
Total support and revenue and reclassifications	1,188,114	(58,119)	1,129,995
Functional expenses			
Program services	1,242,320	-	1,242,320
Fundraising	31,023	-	31,023
General and administrative	61,025	-	61,025
Total functional expenses before disposal of obsolete inventory and loss on disposition of equipment	1,334,368	-	1,334,368
Disposal of obsolete inventory	8,287	-	8,287
Loss on disposition of equipment	4,232	-	4,232
Total functional expenses	1,346,887	-	1,346,887
Change in net assets	(158,773)	(58,119)	(216,892)
Net assets, beginning balance	2,668,648	92,543	2,761,191
Net assets, ending balance	$ 2,509,875	$ 34,424	$ 2,544,299

KIDS NEED TO READ
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended March 31, 2021

	Program Services	Support Services: Fundraising	Support Services: General and Administrative	Total
Distributed books inventory	$ 1,132,078	$ -	$ -	$ 1,132,078
Salaries	52,081	19,506	23,855	95,442
In-kind professional fees	-	-	12,576	12,576
Materials and supplies	15,474	41	281	15,796
Professional fees	-	-	2,786	2,786
Rent and utilities	25,880	1,795	2,159	29,834
Shipping	12,772	185	149	13,106
Payroll taxes	4,035	1,518	1,853	7,406
Fundraising fees	-	40	-	40
Purchased services	-	3,458	4,661	8,119
Insurance	-	-	4,935	4,935
Equipment	-	-	1,665	1,665
Depreciation and amortization	-	-	4,971	4,971
Other	-	4,480	1,134	5,614
Total functional expenses	$ 1,242,320	$ 31,023	$ 61,025	$ 1,334,368

KIDS NEED TO READ
STATEMENT OF CASH FLOWS
Year Ended March 31, 2021

Cash flows from operating activities		
Change in net assets	$	(216,892)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Contributed books inventory		(894,523)
Distributed books inventory		1,132,078
Disposal of obsolete inventory		8,287
Amortization of discount on pledge receivable		(1,518)
Depreciation and amortization		4,971
Loss on disposition of equipment		4,232
Investment income		(6,560)
(Increase) decrease in:		
Pledges receivable		53,550
Purchased books inventory		(30,294)
Prepaid expenses		2,408
Increase (decrease) in:		
Accounts payable		1,215
Credit cards payable		(11,919)
Accrued expenses		(1,240)
Net cash provided by operating activities		43,795
Cash flows from financing activities		
Proceeds on Paycheck Protection Program loan		17,175
Proceeds on Economic Injury Disaster loan		20,000
Net cash provided by financing activities		37,175
Net increase in cash		80,970
Cash, beginning balance		27,998
Cash, ending balance	$	108,968
Supplemental disclosure of cash flow information		
Noncash investing and financing activities:		
Loan forgiveness on the Paycheck Protection Program loan	$	22,000

See accompanying notes and independent accountant's review report

Note 1. Nature of Organization and Summary of Significant Accounting Policies

Nature of organization:

Kids Need to Read ("Organization") was incorporated on May 29, 2008 as The Kids Need to Read Foundation, a not-for-profit corporation under the laws of the State of California. On December 17, 2009, the Organization amended its articles of incorporation to change its name. The Organization's administrative office is located in Mesa, Arizona. The mission of Kids Need to Read is to create a culture of reading for children by providing inspiring books to under-funded schools, libraries and literacy programs across the United States, especially those serving disadvantaged children. The Organization is primarily supported by contributions of books from authors and publishing companies and monetary contributions from corporations and individuals.

Basis of presentation:

The Organization's external financial statement presentation is governed by Accounting Standards Codification ("ASC") Topic 958, *Not-for-Profit Entities* ("ASC 958"). Under ASC 958, a not-for-profit 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 asset with donor restrictions, based upon the existence or absence of donor-imposed restrictions as follows:

Net assets without donor restrictions	Net assets that are not subject to donor-imposed restrictions. Certain net assets may be designated for specific purposes by action of the Board of Directors. As of March 31, 2021, the Organization does not have any Board of Directors designated net assets.
Net assets with donor restrictions	Net assets subject to donor-imposed restrictions. Restrictions may be temporary or permanent subject to time and/or purpose. See Note 5 for net assets with donor restrictions.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions.

Liquidity and funds availability:

The Organization has $108,968 of financial assets available within one year of the financial position date to meet cash needs for general expenditures consisting of cash. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the financial position date. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Contributions and pledge receivable:

Unconditional contributions and pledges receivable that are expected to be collected within one year are recorded at net realizable value. Unconditional contributions and pledges receivable that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the contributions and pledges are received. Amortization of the discounts is included in contribution revenue. Conditional contributions and pledges are not included as support until the conditions are substantially met. As of March 31, 2021, the Organization does not have any conditional contributions and pledges receivable.

The Organization provides an allowance for uncollectible contributions and pledges receivables by evaluating the receivables, donors' financial condition, historical collection information and current economic conditions. Management determined that no allowance was considered necessary at March 31, 2021.

Books inventory:

Books inventory consists of books and other reading materials. Contributions of books are recorded as support at their estimated fair value at the date of contribution and such items are expensed, based upon the specific identification method, as program services expense when distributed to other not-for-profit corporations. Contributions of new books are valued at 80% of the retail price. Contributions of used books are valued at half the retail price. Contributions of advanced reading copy books are valued at $1. Contributed books with no identifiable retail price or not usable by the Organization are valued at $1.

Books purchased by the Organization are valued at cost (specific identification) or net realizable value. Net realizable value is the estimated realizable value, less reasonably predictable costs of disposal and transportation. The valuation of books inventory requires management to estimate obsolete or excess inventory. The determination of obsolete or excess inventory requires management to estimate the future demand for the Organization's books inventory. Management determined that no allowance for inventory obsolescence was necessary at March 31, 2021.

Property and equipment:

The Organization capitalizes all property and equipment with a value greater than $500 and an estimated useful life of three years or more beginning April 1, 2012. Purchased property and equipment are carried at cost. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as net assets without donor restrictions unless the donor has restricted the donated assets to 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 restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor.

Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Depreciation has been provided on the straight-line method over estimated useful lives of three to seven years. Leasehold improvements are stated at cost and amortized over the shorter of the estimated useful life of the improvement or the remaining lease term utilizing the straight-line method. When items of property and equipment are sold or retired, the related costs and accumulated depreciation and amortization is removed from the accounts and any gain or loss is included in change in net assets without donor restrictions.

Repairs that significantly extend the lives of property and equipment are capitalized, while routine repairs and maintenance are expensed when incurred.

Investments:

The Organization invests its endowment fund in a professionally managed portfolio with the Arizona Community Foundation. The portfolio is held in the long-term pool which includes allocation ranges of 55 percent equities, 25 percent fixed income and 20 percent diversifying strategies investments. Such investments are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term would materially affect investment balances and the amounts reported in the financial statements.

Investments are stated at fair value, and unrealized holding gains and losses, net of the related investment fees, are included in the statement of activities. Realized gains and losses and declines in fair value judged to be other-than-temporary are included in the statement of activities.

The Organization evaluates investments for other-than-temporary impairment at least on an annual basis, and more frequently when economic or market concerns warrant such evaluation. The Organization employs a systematic methodology that considers available evidence in evaluating potential impairment of its investments. In the event that the cost of an investment exceeds its fair value, the Organization evaluates, among other factors, the magnitude and duration of the decline in fair value; the expected cash flows of the securities; the financial health and business outlook for the issuer; the performance of the underlying assets for interest in securitized assets; and the Organization's intent and ability to hold the investment. Once a decline in fair value is determined to be other-than-temporary, an impairment charge is recorded in other revenues (expenses) and a new cost basis in the investment is established. Management determined that no other-than-temporary impairment of investments existed at March 31, 2021.

Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Endowment Fund:

The Organization's endowment consists of funds established to support the mission of the Organization. As required by accounting principles generally accepted in the United States of America ("U.S. GAAP"), net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. Annually, the Organization can elect to appropriate earnings from the endowment fund assets for expenditures of the Organization to support general activities or re-invest earnings back into the fund.

The Organization has adopted investment policies for endowment assets in which funds are invested in manner intended to emphasize long-term capital growth.

Revenue recognition:

The Organization adopted Accounting Standards Codification Topic 606, *Revenue from Contracts with Customers* ("ASC 606"), and all the related amendments using the modified retrospective method as of April 1, 2020. As a result, financial information for reporting periods beginning on or after January 1, 2020 are presented in accordance with ASC 606. The Organization did not record a cumulative adjustment related to the adoption of ASC 606 as the effects of adoption were not significant.

In accordance with ASC 606, the Organization recognizes revenue by applying the following five step model: (1) identify the contract with a customer, (2) identify the performance obligations in the contract, (3) determine the transaction price, (4) allocate the transaction price to performance obligations in the contract, and (5) recognize revenue as performance obligations are satisfied.

<u>Special events</u>- The Organization attends an annual event designed to attract donors and raise awareness. Special event revenue is recognized when the event takes place.

Contributions, pledges, and grants:

Under Accounting Standards Update ("ASU") 2018-08, contributions, pledges and grant arrangements constitute contributions since the donor does not receive commensurate value for the consideration received by the Organization. Contributions, pledges and grants, including promises to give, are received and recorded as revenue and net assets with or without donor restrictions depending on the existence and/or nature of any donor-imposed restrictions.

All contributions, pledges, and grants are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as donor restricted support that increases that net asset class. When a temporary restriction expires, net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the contribution, pledge, or grant is received, the Organization reports the support as net assets without donor restrictions.

Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Contributed goods and services:

Contributed goods and services are recorded as support at their estimated fair value at the date goods are contributed or services are rendered. Contributed services are recognized when the services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and typically need to be purchased if not contributed. The Organization recognized contributed services and related professional fee expenses of $7,444 for the year ended March 31, 2021.

In addition, a substantial number of volunteers have contributed significant amounts of their time to the Organization; however, the fair value of these services have not been recorded in the accompanying financial statements since the appropriate criteria for recognizing the services have not been met.

Functional expenses:

Expenses that can be identified as a program or fundraising activity are charged directly to their natural expenditure classification. Those expenses which cannot be specifically identified as a program or fundraising activity have been allocated based upon management's best estimate of usage.

Income taxes:

The Organization has received from the Internal Revenue Service an exemption from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. It has been classified as a public charity under section 509(a)(2). A provision is made in the financial statements for income taxes on unrelated trade or business income earned, when applicable. No significant timing or other difference that would result in a material deferred income tax liability exists.

Management evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that require adjustment to the accompanying financial statements to comply with the provisions of this guidance.

Use of estimates:

The preparation of financial statements in conformity with U.S. GAAP 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 and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent events:

The Organization has evaluated subsequent events through September 10, 2021, the date on which the financial statements were available to be issued. See Note 8 for a discussion of the subsequent events noted.

Note 2. Recent Authoritative Accounting Guidance (Continued)

In May 2014, the Financial Accounting Standards Board ("FASB") issued ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)*, requiring an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. The updated standard will replace most existing revenue recognition guidance in U.S. GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with cumulative effect transition method. In August 2015, FASB issued ASU 2015-14 which delayed the implementation date of ASU 2014-09 to be effective for annual reporting periods beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019. In May 2020, FASB voted to extend by one year the effective date of ASU 2014-09 to all nonpublic entities that have not issued their financial statements. The Organization elected to delay implementation of this standard until April 1, 2020. The Organization adopted this guidance effective April 1, 2020 under the modified retrospective method and the adoption did not have a material impact on its financial statements but increased the disclosures included within notes to the financial statements. The timing and amount of revenue recognized after adoption of the new guidance was not different from before adoption. See further discussion in Note 1.

In June 2018, the FASB issued ASU 2018-08, *Not-for-Profit Entities* ("Topic 958"), clarifying how an entity determines whether a resource provider is participating in an exchange transaction by evaluating whether the resource provider is receiving commensurate value in return for the resources transferred.The updated standard will be effective for annual reporting periods beginning after December 15, 2019, and interim periods within annual periods beginning after December 15, 2020. The Organization adopted this guidance effective April 1, 2020, under the modified prospective method. See further discussion in Note 1.

In February 2016, the FASB issued ASU 2016-02, *Leases* (Topic 842), requiring an entity that leases assets – or lessees – to recognize assets and liabilities on their statement of financial position for leases with lease terms of more than 12 months. The updated standard will replace most existing lease recognition guidance in GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with cumulative effect transition method. In May 2020, FASB voted to extend by one year the effective date of ASU 2016-02 to all nonpublic entities. The updated standard will be effective for annual reporting periods beginning after December 15, 2021, and interim periods within annual periods beginning after December 15, 2022. Early adoption is permitted for all organizations. The Organization has not yet selected a transition method and is currently evaluating the effect that the updated standard will have on the financial statements

Note 3. Books Inventory

The following is an analysis of the activity in books inventory during the year ended March 31, 2021:

Books inventory, beginning balance	$ 2,650,942
Contributed books inventory	894,523
Distributed books inventory	(1,132,078)
Purchased books inventory	30,294
Disposal of obsolete donated inventory	(8,287)
Books inventory, ending balance	$ 2,435,394

Note 4. Investments

The following is a summary of the Organization's investments as of March 31, 2021:

	Cost	Gross Unrealized Gain	Fair Value
Arizona Community Foundation	$ 29,803	$ 4,621	$ 34,424

Investment return, net of investment fees, is summarized as follows for the year ended March 31, 2021:

Interest and dividends	$ 575
Realized gains	2,181
Unrealized gains	4,621
Investment fees	(817)
	$ 6,560

Note 4. Investments (Continued)

FASB ASC Topic 820, *Fair Value Measurements and Disclosures* (“ASC 820”), establishes a framework for measuring fair value. That framework provides 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 unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset’s or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value:

Arizona Community Foundation: Valued based on unobservable inputs in the long-term pool with the Arizona Community Foundation (“ACF”), which include the fair value of the underlying assets held by ACF and the Organization’s percentage interest in ACF’s investments.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Note 4. Investments (Continued)

The following table sets forth by level, within the fair value hierarchy, the Organization's investments at fair value as of March 31, 2021:

	Level 1	Level 2	Level 3	Total
Arizona Community Foundation	$ -	$ -	$ 34,424	$ 34,424
Total investments at fair value	$ -	$ -	$ 34,424	$ 34,424

The following is a reconciliation of beginning and ending balances of assets measured at fair value on a recurring basis using significant unobservable (Level 3) inputs during the year ended March 31, 2021:

Investments, beginning balance	$ 27,864
Interest and dividends	575
Realized and unrealized gains	6,802
Investment fees	(817)
Investments, ending balance	$ 34,424

Note 5. Net Assets

Net assets released from time restrictions are $64,679 for the year ended March 31, 2021.

Net assets with donor restrictions subject to restriction in perpetuity are endowment funds of $34,424 as of March 31, 2021.

Note 6. Endowment Funds

Endowment funds include investments held by Arizona Community Foundation. Annually, the Organization may elect to reinvest earnings from the funds in the endowment fund or appropriate the earnings for expenditures.

Endowment net asset composition as of March 31, 2021 is as follows:

	Net assets without donor restrictions	Net assets with donor restrictions	Total
Board restricted endowment funds	$ -	$ 34,424	$ 34,424
Total endowment funds	$ -	$ 34,424	$ 34,424

Changes in endowment net assets for the year ended March 31, 2021 are as follows:

	Net assets without donor restrictions	Net assets with donor restrictions	Total
Endowment funds, beginning balance	$ -	$ 27,864	$ 27,864
Interest and dividends	-	575	575
Realized and unrealized gains	-	6,802	6,802
Investment fees	-	(817)	(817)
Endowment funds, ending balance	$ -	$ 34,424	$ 34.424

Annually, the Organization may elect to re-invest earnings, net of investment fees, from the endowment funds or appropriate the earnings for expenditures. If the election is made to re-invest the earnings, net of investment fees, the earnings are restricted in perpetuity within the endowment fund. For the year ended March 31, 2021, the Organization elected to re-invest earnings.

Note 7. Commitment

Operating lease:

The Organization leases its administrative office under a non-cancelable operating lease that requires monthly payments of $1,970, plus sales tax, expiring October 31, 2021.

Rental expense for this operating lease was $24,098 for the year ended March 31, 2021 and is included in functional expenses on the accompanying statement of activities.

The future minimum rental payments required under this operating lease are $13,787 for fiscal year 2022 as of March 31, 2021.

Note 8. COVID-19 Pandemic

In March 2020, the President of the United States of America ("President") declared the outbreak of the novel coronavirus ("COVID-19") a national emergency. As a result of this declaration, there have been significant disruptions to businesses in Arizona and throughout the United States. There has not been a significant change in the Organization's activities; however, any related future potential negative financial impact to the Organization's financial results or financial condition cannot be reasonably estimated.

On March 27, 2020, the President enacted the Coronavirus Aid, Relief, and Economics Security ("CARES") Act which included the Paycheck Protection Program ("PPP") administered by the Small Business Administration. In May 2020, the Organization received PPP loan proceeds of $22,000. Portions of the loan, up to 100%, are forgivable if certain criteria are met. In October 2020, the Organization was notified of complete forgiveness on this loan by the SBA, and is included in support and revenue on the accompanying statement of activities. In January 2021, the Organization received PPP loan proceeds of $17,175. Portions of the loan, up to 100%, are forgivable if certain criteria are met. The first payment of the unforgiven portion of the loan is due when forgiveness is determined and includes interest at 1.00%. In August 2021, the Organization was notified of complete forgiveness on this loan by the SBA.

In July 2020, the Organization received approval for an Economic Injury Disaster Loan ("EIDL") from the U.S. Small Business Administration with available proceeds up to $20,000. Monthly payments of $86, including interest at 2.75%, maturing July 2051 are scheduled to begin in July 2021, unless repaid. The Organization repaid the EIDL in full during August 2021.