

NON-PROFIT, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 20XX

| ASSETS | |
|---|----------------|
| CURRENT ASSETS | |
| Cash: | |
| Unrestricted | \$XXX,XXX |
| Restricted | XX,XXX |
| Inventories of merchandise and supplies | XX,XXX |
| Prepaid expenses and deposits | X,XXX |
| Total Current Assets | XXX,XXX |
| INVESTMENTS | XXX,XXX |
| PROPERTIES AND EQUIPMENT | <u>XXX,XXX</u> |
| TOTAL ASSETS | \$XXX,XXX |

LIABILITIES AND NET ASSETS

| | |
|--|------------------|
| CURRENT LIABILITIES | |
| Current portion of long-term debt | \$XX,XXX |
| Accounts payable | XX,XXX |
| Payroll tax liabilities | <u>X,XXX</u> |
| Total Current Liabilities | XX,XXX |
| LONG-TERM DEBT | XXX,XXX |
| NET ASSETS | |
| Without donor restrictions (Board designated - \$XX,XXX) | XXX,XXX |
| With donor restrictions | <u>XX,XXX</u> |
| Total Net Assets | <u>XXX,XXX</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$XXX,XXX</u> |

See Accompanying Notes to Financial Statements.

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NON-PROFIT, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 20XX

| | Without Donor Restrictions | With Donor Restrictions | Total |
|---------------------------------------|-------------------------------|----------------------------|----------------------|
| SUPPORT AND REVENUES | | | |
| Contributions: | | | |
| Unrestricted | \$X,XXX,XXX | | \$X,XXX,XXX |
| Restricted | | \$XXX,XXX | XXX,XXX |
| In-Kind | XXX,XXX | | XXX,XXX |
| Unrealized gain on investments | XXX | | XXX |
| Interest | X,XXX | | X,XXX |
| Net assets released from restrictions | <u>XXX,XXX</u> | <u>(XXX,XXX)</u> | <u>X</u> |
| Total Support and Revenues | X,XXX,XXX | XX,XXX | X,XXX,XXX |
| EXPENSES | | | |
| Program services | X,XXX,XXX | | X,XXX,XXX |
| Supporting services | | | |
| Management and general | XXX,XXX | | XXX,XXX |
| Fundraising | <u>XXX,XXX</u> | | <u>XXX,XXX</u> |
| Total Expenses | X,XXX,XXX | | X,XXX,XXX |
| INCREASE IN NET ASSETS | XXX,XXX | XX,XXX | XXX,XXX |
| NET ASSETS AT BEGINNING OF YEAR | <u>XXX,XXX</u> | <u>X</u> | <u>XXX,XXX</u> |
| NET ASSETS AT END OF YEAR | <u>\$XXX,XXX</u> | <u>\$XX,XXX</u> | <u>\$XXX,XXX</u> |

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NON-PROFIT, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 20XX

| | Oklahoma City | Boston | Management and General | Fundraising | Total |
|-----------------------|---------------|--------------|------------------------|-------------|--------------|
| Salaries and benefits | \$ XXX,XXX | \$ XXX,XXX | \$ XXX,XXX | \$ XX,XXX | \$ XXX,XXX |
| Occupancy Costs | XX,XXX | XX,XXX | XX,XXX | X,XXX | XXX,XXX |
| Relief Supplies | XXX,XXX | XXX,XXX | | | X,XXX,XXX |
| Travel Expenses | XXX,XXX | XXX,XXX | | | XXX,XXX |
| Conference and Events | XX,XXX | XX,XXX | | XXX,XXX | XXX,XXX |
| Postage and Printing | | | | | |
| Office Expenses | | | XX,XXX | XX,XXX | XXX,XXX |
| Merchandise Purchases | | | | XXX,XXX | XXX,XXX |
| Publication Costs | | | | XX,XXX | XX,XXX |
| | | | | | |
| Total | \$ X,XXX,XXX | \$ X,XXX,XXX | \$ XXX,XXX | \$ XXX,XXX | \$ X,XXX,XXX |

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NON-PROFIT, INC.
STATEMENT OF CASH FLOWS
Year Ended December 31, 20XX

| | |
|---|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Increase in net assets | \$ XXX,XXX |
| Adjustments to reconcile increase in net assets to net cash provided by operating activities | |
| In-kind contributions | (XXX,XXX) |
| Depreciation | XX,XXX |
| Increase in unrealized gains and losses on investments | (XXX) |
| Increase in accounts payable | X,XXX |
| Increase in payroll tax liabilities | <u>X,XXX</u> |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | XX,XXX |
| CASH FLOWS USED BY INVESTING ACTIVITIES | |
| Purchase of tractor/trailer | (XX,XXX) |
| CASH FLOWS USED BY FINANCING ACTIVITIES | |
| Payments on debt obligations | <u>(XX,XXX)</u> |
| NET DECREASE IN CASH | (XX,XXX) |
| CASH AT END OF YEAR | <u>XXX,XXX</u> |
| CASH AT END OF YEAR | <u>\$ XXX,XXX</u> |

See Notes to Accompanying Financial Statements

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NON-PROFIT, INC.

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 20XX

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNT POLICIES

Non-Profit Inc. is a non-profit organization exempt from tax under code 501 (c) (3). This company assists people and their communities by coming together to solve healthcare disparities with people who have low income and a lack of access to resources. This entity receives support from the public and other accompanying organizations. However, Non-Profit Inc does not have control or influence over these supporting entities, therefore, these statements only include details of Non-Profit Inc.

Summary of Significant Accounting Policies

Cash

Funds deposited at a financial institution constitute cash. The non-profit has no cash equivalents.

Concentrations Risk

Cash deposits are a concentrations risk for non-profits. There are federally insured limitations and other insured limitations for a non-profit that this organization has reached at times. Non-Profit Inc has not had any losses, nor expects any losses this year or in the foreseeable future.

Use of Estimates

During the reporting period, officials must make estimates that affect the reported assets, liabilities, and the disclosure of contingent assets and liabilities at the time of reporting to stay conformed to GAAP. As a result of estimating and making assumptions, true numbers may vary.

Revenue Recognition

Unless otherwise dictated by the donor, all donations are considered unrestricted. As net assets are released from restrictions, they are reclassified from temporarily restricted to unrestricted net assets and reported in the statement of activities. If the donation is temporarily restricted until certain circumstances are met, they are reported as temporarily restricted support. This increases this category of net assets.

Net Assets Without Donor Restrictions

Assets without donor restrictions are assets that are available to the organization at the present time for whatever reason the organization sees fit.

Net Assets with Donor Restrictions

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Assets with donor restrictions are assets that are unusable to the organization until a time or specified need arises to the organization. If the restriction is met during the reported period, it is only reported as an unrestricted asset.

Inventory of Merchandise and Supplies

Inventory is valued less than market value at an average cost. Any donated merchandise is valued at fair value when the item is donated. Inventory and merchandise consist of all merchandise and supplies used by the entity.

Property and Equipment

Any property or piece of equipment over \$1,000 is capitalized at its cost and then depreciated using the straight-line method of depreciation. Donated items, as previously mentioned, is valued at fair value at the time of donation and still depreciates using the straight-line method. Any repairs or maintenance for the property and equipment are recorded at cost and reported in the period the expense is incurred.

Income Taxes

Under the Internal Revenue Code, Section 501 (c) (3), Non-profit Inc is tax exempt. In all open tax years, there is no year or period where this organization does not qualify for this status. This entity also identifies under IRC Section 509(a) and 170(b)(1)(A)(vi). This lists them as not being a private foundation that qualifies them for deductible contributions.

Method of Accounting

The above policies are listed to assist statement users. Non-Profit Inc has utilized the accrual basis of accounting and has been created in agreement with the American Institute of CPAs Audit and Accounting Guide.

Basis of Presentation

The financial statements have been prepped following the guidelines created by the FASB in the Statement of Financial Accounting Standards No. 117 further amended by ASU 2016-02. Under these guidelines, the entity reports its financial information activities with two categories: net assets without donor restrictions and net assets with donor restrictions.

NOTE B – INVESTMENTS

Non-Profit Inc has invested in the New York Stock Exchange. All values listed are based on market prices as of December 31, 20XX in accordance with SFAS No. 124 (ASC 958 and 820).

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| Description | Shares | Input level | Unrealized Gains and Losses | Fair Value |
|-------------|--------|-------------|-----------------------------|------------------|
| Tesla | 10 | Level 1 | \$ XXX | \$ X,XXX |
| Bitcoin | 260 | Level 1 | X,XXX | XX,XXX |
| Dow Jones | 100 | Level 1 | X,XXX | X,XXX |
| Nvidia | 5,000 | Level 1 | (X,XXX) | X,XXX |
| Apple | 750 | Level 1 | X,XXX | XX,XXX |
| | | | <u>\$ X,XXX</u> | <u>\$ XX,XXX</u> |

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment, listed at cost, as of December 31, 20XX

| | |
|--------------------------------|-------------------|
| Office furniture and equipment | \$ XX,XXX |
| Delivery trucks | <u>XXX,XXX</u> |
| | XXX,XXX |
| Less accumulated depreciation | XX,XXX |
| | <u>\$ XXX,XXX</u> |

Thus depreciation is \$XXX,XXX for the reported year.

NOTE D – OPERATING LEASE

Under amendment ASU 2019-10, all operating leases are less than 12 month. Those longer than 12 months are capitalized. Office space for Non-Profit Inc is listed in total as:

Year Ended December 31,

| | |
|------|------------------|
| 20XX | \$ XX,XXX |
| 20XX | XX,XXX |
| 20XX | <u>XX,XXX</u> |
| | <u>\$XXX,XXX</u> |

The rental balance totaled to \$ XX,XXX for the year ended December 31, 20XX.

NOTE E – DONATED SERVICES

Only professional services donated to the organization have been reflected via fair value in the financial statement. However, numerous volunteers have given their time to contribute to the success of the organization.

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NOTE F – NON-CASH TRANSACTIONS

Non-cash transactions have occurred during the reported year of December 21, 20XX. These are not included in the statement of cash flows. These transactions are listed as follows:

- Purchase of the trailer from Ray Brandt on an installment plan totaling \$ XX,XXX
- Donation of media services recorded at a market value of \$ XX,XXX to help the community acknowledge our presence for donation and volunteer opportunities and for those who need service to reach us.

NOTE G – RELATED PARTY TRANSACTIONS

To assist in relieving health disparities, Non-Profit Inc is required to purchase supplies from organizations that they are not affiliated with. In the reported year, the entity purchased a total amount at fair value from each of the following:

| | | |
|--------------------|-----------------------------------|-----------|
| Office Depot | Office supplies for awareness | \$ X,XXX |
| Lowes | Tents and tables for health fairs | \$ XXX |
| Winn-Dixie Grocers | Water and canned goods | \$ XX,XXX |

NOTE H – DEBT OBLIGATIONS

Debt obligations as of December 31, 20XX

| | |
|---|-------------------|
| Bank Note, paid monthly at a rate of \$X,XXX with an interest rate of X.X% collateralized to Keesler Credit Union | \$ XX,XXX |
| Installment plan for trailer, paid monthly at a rate of \$ XXX with an interest rate of X.X% collateralized to Ray Brandt | \$XX,XXX |
| Installment plan for truck, paid monthly at a rate of \$ XXX with an interest rate of X.X% collateralized to Ray Brandt | <u>\$ XX,XXX</u> |
| | \$ XXX,XXX |
| Less Current Portion | <u>(\$XX,XXX)</u> |
| | <u>\$ XXX,XXX</u> |

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The principal maturities on these obligations are:

| Year Ending December 31, | |
|--------------------------|---------------|
| 20XX | \$ XX,XXX |
| 20XX | XX,XXX |
| 20XX | XX,XXX |
| 20XX | <u>XX,XXX</u> |
| | \$ XXX,XXX |

Interest paid during the reported year of December 31, 20XX totaled \$ XX,XXX.

NOTE I – LIQUIDITY INFORMATION

Non-Profit Inc’s financial assets are listed in the balance sheet for the year reported, however, it is reduced by donor restricted assets by time (\$ XX,XXX) or appropriation (\$ XX,XXX). Other amounts not available include amounts that are set aside for long-term investments (\$ XX,XXX), investments held by an annuity trust (\$ XX,XXX), quasi-endowment funds (\$XX,XXX), liquidity reserves (\$XX,XXX), and financial assets available to meet cash needs within one year (\$ XX,XXX).

NOTE J – BOARD AND DONOR RESTRICTIONS

There are designated funds in the amount of \$XX,XXX reserved for updating computers to ensure the continuation of the non-profit daily activities.

NOTE K – NET ASSETS WITH DONOR RESTRICTIONS

Unused donor restricted assets as of December 31, 20XX

| | <u>Oklahoma City</u> | <u>Boston</u> | <u>Total</u> |
|---|----------------------|-----------------|------------------|
| January 1, 20XX Balance | \$ 0 | \$ 0 | \$ 0 |
| Contributions | <u>XXX,XXX</u> | <u>XX,XXX</u> | <u>XXX,XXX</u> |
| Change in net assets | XXX,XXX | XX,XXX | XXX,XXX |
| Transfer to net assets without donor restrictions upon satisfaction | <u>(XXX,XXX)</u> | <u>(XX,XXX)</u> | <u>(XXX,XXX)</u> |
| Interest in net assets | <u>XX,XXX</u> | <u>X,XXX</u> | <u>XX,XXX</u> |
| December 31, 20XX Balance | <u>\$ XX,XXX</u> | <u>\$ X,XXX</u> | <u>\$ XX,XXX</u> |

One donor gifted \$ XX,XXX of the funding this reporting period.

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NOTE L – JOINT COST ALLOCATION

The events, conferences, workshops, and direct mail campaigns are all components of each activity held by the organization to ensure its success. Together, the costs accumulated to \$ XX,XXX. Separately, the costs were \$ X,XXX, \$ X,XXX, \$ XX,XXX, and \$ X,XXX respectively. Each of these were allocated per effort as follows:

| | |
|------------------------|------------------|
| Oklahoma City | \$ X,XXX |
| Boston | X,XXX |
| Management and General | XX,XXX |
| Fundraising | <u>X,XXX</u> |
| Total | <u>\$ XX,XXX</u> |