

STILL SERVING VETERANS

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2020 AND 2019

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Still Serving Veterans
Huntsville, Alabama

We have audited the accompanying financial statements of Still Serving Veterans (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 years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Still Serving Veterans as of December 31, 2020, and the changes in net assets and its cash flows for the years then ended in accordance with the accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Still Serving Veterans' 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 22, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Mercer & Associates, PC

June 4, 2021

**STILL SERVING VETERANS
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019**

ASSETS	<u>2020</u>	<u>RESTATED 2019</u>
Current Assets		
Cash and Cash Equivalents	\$ 732,217	\$ 229,404
Accounts Receivable	0	1,250
Prepaid Expenses	<u>4,880</u>	<u>5,727</u>
Total Current Assets	<u>737,097</u>	<u>236,381</u>
Fixed Assets		
Furniture, Fixtures and Equipment	19,816	19,816
Leasehold Improvements	95,466	95,466
Accumulated Depreciation	<u>(47,863)</u>	<u>(41,499)</u>
Total Fixed Assets	<u>67,419</u>	<u>73,783</u>
Intangible Assets, net of amortization	<u>6,200</u>	<u>6,800</u>
Other Assets		
Beneficial Interest in Assets held by Community Foundation	0	231
Fidelity Endowment	67,503	53,583
Utility Deposit	<u>1,322</u>	<u>1,322</u>
Total Other Assets	<u>68,825</u>	<u>55,136</u>
TOTAL ASSETS	<u>\$ 879,541</u>	<u>\$ 372,100</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 4,112	\$ 6,750
Accrued Payroll & Vacation	41,311	14,595
Payroll Liabilities	<u>3,601</u>	<u>89</u>
Total Current Liabilities	<u>49,024</u>	<u>21,434</u>
TOTAL LIABILITES	<u>49,024</u>	<u>21,434</u>
Net Assets		
Without Donor Restrictions	198,014	(35,641)
With Donor Restrictions	<u>632,503</u>	<u>386,307</u>
Total Net Assets	<u>830,517</u>	<u>350,666</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 879,541</u>	<u>\$ 372,100</u>

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

**STILL SERVING VETERANS
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	2020	RESTATED 2019
NET ASSETS WITOUT DONOR RESTRICTIONS:		
Revenue and Support		
Contributed support	\$ 128,176	\$ 109,121
Nonprofit organization and foundation grants	963,486	958,113
Agency/government grants	64,000	55,000
Paycheck Protection Program loan forgiveness	200,610	0
Miscellaneous income	1,260	0
Stock donation	0	51,649
Revenue Excluding Special Events	<u>1,357,532</u>	<u>1,173,883</u>
Special Events Revenue		
Event revenue	87,623	170,863
Less: direct expenses	(12,164)	(23,677)
Special Events Revenue, Net of Expenses	<u>75,459</u>	<u>147,186</u>
Net Assets Released from Restriction	<u>332,724</u>	<u>265,600</u>
Total Revenue and Support	<u>1,765,715</u>	<u>1,586,669</u>
Functional Expenses		
Program services	1,389,272	1,335,046
Management and general	156,391	231,968
Fundraising	86	4,238
Total Functional Expenses	<u>1,545,749</u>	<u>1,571,252</u>
Other Income (Expenses)		
Interest and investment income and expenses	1,024	1,483
Unrealized gain (loss)	11,443	4,281
Realized gain (loss)	1,222	257
Total Other Income (Expenses)	<u>13,689</u>	<u>6,021</u>
Change in Net Assets Without Donor Restrictions	<u>233,655</u>	<u>21,438</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Revenue and Support		
Nonprofit organization grants	578,920	232,724
Net Assets Released from Restriction	<u>(332,724)</u>	<u>(265,600)</u>
Change in Net Assets With Donor Restrictions	<u>246,196</u>	<u>(32,876)</u>
Change in Net Assets	<u>479,851</u>	<u>(11,438)</u>
Net Assets, Beginning	<u>350,666</u>	<u>362,104</u>
Net Assets, Ending	<u>\$ 830,517</u>	<u>\$ 350,666</u>

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

**STILL SERVING VETERANS
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	2020				2019
	Program Services	Management and General	Fundraising	Total	(TOTAL ONLY)
Salaries, taxes, employee benefits	\$ 1,116,591	\$ 152,050	\$ -	\$ 1,268,641	\$ 1,284,984
Rent and utilities	84,618	-	-	84,618	66,861
Advertising	24,500	-	-	24,500	16,167
Travel	5,668	401	-	6,069	34,308
Telephone	31,692	-	-	31,692	35,955
Training and Workshops	1,823	-	-	1,823	9,684
Office expenses	62,921	2,971	-	65,892	32,832
Printing and copying	18,676	-	-	18,676	19,809
Staff development	130	-	-	130	9,640
Professional fees	5,000	-	-	5,000	12,275
Janitorial expense	4,796	-	-	4,796	5,559
Insurance expense	8,670	-	-	8,670	8,134
Depreciation and amortization	5,989	905	70	6,964	5,216
Membership dues, subscriptions, and books	5,392	-	-	5,392	7,406
Postage	1,609	-	-	1,609	1,431
Interest expense	-	-	-	-	-
Relocation expense	-	-	-	-	1,857
Contract services	-	-	-	-	963
Facility Improvement	-	-	-	-	4,011
Miscellaneous	10,746	-	-	10,746	14,160
Bank and investment fees	451	64	16	531	-
TOTAL FUNCTIONAL EXPENSES	\$ 1,389,272	\$ 156,391	\$ 86	\$ 1,545,749	\$ 1,571,252

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

**STILL SERVING VETERANS
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

Reconciliation of Net Income to Net Cash Provided (Used) by Operating Activities	<u>2020</u>	<u>RESTATED 2019</u>
Increase (Decrease) in Net Assets	\$ 479,851	\$ (11,438)
Adjustment to reconcile net income to net cash provided (used) by operating activities:		
Depreciation	6,364	4,616
Amortization	600	600
Paycheck protection program loan forgiveness	(200,610)	0
Stock Donation	0	(51,649)
Unrealized (gain)/loss on investments	(11,443)	(4,281)
Realized (gain)/loss on investments	(1,222)	(257)
Investment income-dividends/interest	(1,555)	(1,702)
Investment fees	531	219
(Increase) decrease in:		
Prepaid expenses	847	(905)
Accounts Receivable	1,250	(1,250)
Increase (decrease) in:		
Accounts payable	(2,638)	4,186
Payroll related liabilities	30,228	(41,940)
Net Cash Provided by (Used by) Operating Activities	<u>302,203</u>	<u>(103,801)</u>
Cash Flows from Investing Activities		
Acquisition of Fixed Assets	0	(31,466)
Proceeds from investments-Community Foundation	0	45,046
Net Cash Provided by (Used by) Investing Activities	<u>0</u>	<u>13,580</u>
Cash Flows from Financing and Capital Activities		
Paycheck Protection Loan proceeds	200,610	0
Principal payments on leasehold improvements	0	(9,341)
Net Cash Provided by (Used by) Financing and Capital Activities	<u>200,610</u>	<u>(9,341)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	502,813	(99,562)
Cash and Cash Equivalents at Beginning of Year	<u>229,404</u>	<u>328,966</u>
Cash and Cash Equivalents at End of Year	<u>\$ 732,217</u>	<u>\$ 229,404</u>
Cash Paid for Interest:	<u>\$ 0</u>	<u>\$ 0</u>

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

**STILL SERVING VETERANS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Still Serving Veterans (SSV) was founded in 2006 to empower Veterans, including wounded warriors and their families, by helping them reintegrate into the workforce and communities through counseling, coaching, mentoring, job transition training, and assistance in obtaining all Veterans Administration (VA) benefits to which they are entitled. SSV also serves as a clearinghouse for referrals to existing Federal, State, and local services. Sources of revenue for the organization include contributions, grants, governmental assistance, and special events held throughout the year.

Basis of Accounting

Under the provisions of the "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"), net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

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 Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Accounting standards require that investments in equity securities with readily determinable fair values and all investments in debt securities be measured at fair value in the statement of financial position. In addition, gains and losses on investments should be reported in the statement of activities as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law.

The financial statements include certain prior year summarized comparative information in total but not by functional expense category. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2019, from which the summarized information was derived.

Income Tax Status

The Organization is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. The Organization is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. In addition, the Organization has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. Tax years after December 31, 2016 remain subject to examination by taxing authorities.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Contributions Receivable

Unconditional promises to give are recorded as receivables and revenue when the promise is received. The Organization distinguishes between contributions received for each net asset category in accordance with donor-imposed restrictions. The Organization considers all contributions receivable to be fully collectible. As of December 31, 2020 and 2019 there are no recorded contributions receivable.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, Still Serving Veterans considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Property and Equipment

Equipment is stated at cost or, if donated, at the fair market value on the date the equipment is contributed. Depreciation is provided using the straight-line method over the estimated useful lives of the assets. Equipment is depreciated over a period of five to seven years. When assets are retired, the assets and related accumulated depreciation are removed from the respective accounts and any profit or loss due to the disposition is credited or charged to income. Gifts of long-lived assets are reported as unrestricted support unless subject to donor stipulations.

The cost of maintenance and repairs is charged to income as incurred; significant renewals and betterments are capitalized. Additions, improvements, and expenditures for repairs and maintenance that significantly add to the productivity or extend the useful life of the assets are capitalized. Other expenses for repairs and maintenance are charged to operations when incurred. The state and federal funding agencies may maintain equitable interest in the property purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets.

Intangible Assets

In May, 2016, the Organization purchased a domain name for \$9,000. This was recorded as an intangible asset and is being amortized over 15 years. Amortization expense for the year ended December 31, 2020 and 2019 was \$600 and \$600, respectively. Accumulated amortization at December 31, 2020 and 2019 was \$2,800 and \$2,200, respectively.

Grants Receivable

The Organization has not recorded an allowance for doubtful accounts, as any grants receivable are deemed collectible.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles of 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.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Revenue Recognition

In May 2014, the Financial Accounting Standards Board issued Accounting Standards Update 2014-09, Revenue from Contracts with Customers (Topic 606) ("ASU 2014-09"). The Organization's revenue is largely grants and contributions. The adoption of ASU 2014-09 had no impact on revenue and support or net assets.

Contributions received are recorded as support without donor restrictions and support with donor restrictions, depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction.

The Organization has elected to report donor-restricted contributions (including contributions of long-lived assets) whose restrictions are met in the same reporting period as support without donor restrictions.

Donated Equipment, Facilities, and Services

Donated equipment and facilities may be reflected as contributions in the accompanying statements at the estimated value at the date of receipt. In the current year, the Organization did not receive a material amount of donated equipment or facilities, so no donated equipment or facilities were recognized. In addition, a substantial number of volunteers have donated significant amounts of their time in the organization's program services and in its fund-raising campaigns. The value of this contributed time is not reflected in these statements since it is not susceptible to objective measurement or valuation.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and Benefits	Time and Effort
Education and Awareness	Time and Effort
Office Expenses, Printing, and Postage	Time and Effort
Travel	Time and effort
Depreciation, Interest, and Bank Fees	Square Footage
Rent, Utilities, Janitorial, Telephone, and Insurance	Square Footage
All Other	Time and effort

Advertising

All advertising costs are expensed as incurred. Advertising expense for 2020 and 2019 was \$24,500 and \$16,167, respectively.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE 2 - COMMITMENTS AND CONTINGENCIES

Still Serving Veterans signed a five year lease for the Huntsville office effective September 1, 2019. This required a payment of \$2,750 per month for years 1 through 5 and are now on a month to month basis. Rental expense for the Huntsville office for the year ended December 31, 2019 totaled \$32,800. Rental expense for the year ended December 31, 2020 was \$33,000.

Still Serving Veterans signed a two year lease for the East Alabama office, located in Phenix City, Alabama, effective December 8, 2015. This lease requires a payment of \$1,200 per month for two years, beginning with January 2016. Lease payments were increased September 2019 to \$1,800 and are on a month to month basis. Rental expense for the year ended December 31, 2019 was \$16,800. Rental expense for the year ended December 31, 2020 was \$21,600.

Still Serving Veterans signed a 38 month lease for the Central Alabama office, located in Birmingham, Alabama, effective February 20, 2015. Still Serving Veterans signed a lease May 6, 2019 to extend the lease on the Central Alabama office until May 31, 2021 for a payment of \$1,644 per month. In August 2020 the lease was terminated with a payment to buy out the lease of \$15,237. Rental expense for the years ended December 31, 2019 and December 31, 2020 was \$20,120 and \$27,392, respectively.

Additionally, the owner of the Huntsville office property has made improvements to the property to benefit the Organization. These leasehold improvements are in the amount of \$64,000. Still Serving Veterans is repaying the owner of the property for this amount plus 5% interest over a 5 year period. Principal payments in the amount of \$9,341 and \$0 were made during the years ended December 31, 2019 and 2020. No interest expense was recorded for the years ended December 31, 2019 and 2020. The final payment was made in 2019.

NOTE 3 - CONCENTRATIONS OF RISK

Cash includes petty cash funds, amounts in demand deposits, cash on hand, and certificates of deposit. \$486,612 of the 2020 bank balance is not covered by FDIC insurance. \$12,145 of the 2019 bank balance was not covered by FDIC insurance.

NOTE 4 - BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

In 2012, the Organization transferred funds to the Community Foundation of Huntsville/Madison County to establish a nonprofit agency fund with the Foundation. The purpose of the fund is to provide a stable and ongoing means of generating revenue, which will be used to support the charitable mission of the organization. The fund is subject to the variance power of the Community Foundation of Huntsville/Madison County.

At December 31, 2020 and 2019, the fund had a value of \$0 and \$231, respectively, which was reported in the statement of financial position as a beneficial interest in assets held by others. This other asset was included in the level 1 fair value hierarchy described in Note 5. The valuation technique used to measure fair value of this asset was the market approach. Distributions may be made upon request of the agency and Board approval of the Community Foundation. The account was no longer needed and was therefore closed in 2020.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE 5 - INVESTMENTS AND FAIR VALUE MEASUREMENTS

Generally accepted accounting principles define fair value, establish a framework for measuring fair value, and establish a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement dates. A fair value measurement assumes that the transaction to see the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value in three broad levels:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Organization has the ability to access.

Level 2 inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.

Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Foundation's own data.)

The following table presents Still Serving Veteran's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of December 31, 2019:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investment	\$53,814	\$0	\$0	\$53,814
Interest receivable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Totals	<u>\$53,814</u>	<u>\$0</u>	<u>\$0</u>	<u>\$53,814</u>

The following table presents Still Serving Veteran's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of December 31, 2020:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investment	\$67,503	\$0	\$0	\$67,503
Interest receivable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Totals	<u>\$67,503</u>	<u>\$0</u>	<u>\$0</u>	<u>\$67,503</u>

The Board of Directors approved investment of funds for the SSV Legacy Endowment Fund with Twickenham Advisors. All investments are invested by Twickenham Advisors in the name of Still Serving Veterans.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE 6- ENDOWMENT FUND

The Organization’s endowment fund (“SSV Legacy Endowment Fund”) consists of assets held in an investment account at Twickenham Advisors. The organization’s endowment consists of contributions designated to support Still Serving Veterans in perpetuity. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The endowment agreement states there are no planned distributions or withdrawals allowed until the endowment fund balance totals one million dollars (\$1,000,000). After such threshold has been achieved, the annual distribution shall be equal to 5% of said funds, as long as the principal remains at or above \$750,000. Any withdrawals other than a planned distribution shall require approval of 2/3 of the members of the SSV’s Board of Directors. Disbursement of planned distributions shall be made on an annual basis commencing on November 30 of each calendar year.

Endowment net assets by type of fund as of December 31, 2020 and 2019 are as follows: (then there will be a table with details)

	<u>2020</u>	<u>2019</u>
SSV Legacy Endowment Fund	<u>\$67,503</u>	<u>\$53,583</u>

NOTE 7 - FIXED ASSETS

At December 31, 2019 and 2020, the costs and related accumulated depreciation of fixed assets consisted of the following:

	<u>2019</u>	<u>2020</u>
Furniture and equipment	\$ 19,816	\$ 19,816
Leasehold improvements	95,466	95,466
Accumulated depreciation	<u>(41,499)</u>	<u>(47,863)</u>
	<u>\$ 73,783</u>	<u>\$ 67,419</u>

Depreciation expense for the years ended December 31, 2019 and 2020 was \$4,616 and \$6,364.

NOTE 8 – LIQUIDITY

The Organization’s financial assets available within one year of the balance sheet date for general expenditure are as follows:

	<u>2019</u>	<u>2020</u>
Cash and cash equivalents	\$ 229,404	\$ 732,217
Investments	54,905	67,503
Accounts Receivable	1,250	0
Prepaid expenses	<u>5,727</u>	<u>4,880</u>
Total	<u>\$ 291,286</u>	<u>\$ 804,600</u>

As part of The Organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTES TO FINANCIAL STATEMENTS – CONTINUED

NOTE 8- NET ASSETS – WITH DONOR RESTRICTIONS

Donor restricted net assets consist for the following purposes as of December 31, 2020 & 2019:

	<u>2020</u>	<u>2019</u>
Subject to expenditure for specified purpose:		
Garcia Family Foundation Grant	\$ 150,000	\$ 100,000
CVR Project 2020 Income	-	457
VRC CA donations to Birmingham	-	18,862
VRC UAB Grant	-	4,700
IMS Employee Peaks Fund	-	3,705
Boeing- Boeing Life Transition Program	50,000	100,000
Marshall Garcia Donor advised fund	50,000	-
Bob Woodruff Foundation	10,000	-
CODE 2021 funding	145,000	-
Daniel Foundation Grant	20,000	-
Raytheon Grant	5,000	-
Iberia Bank Grant	5,000	-
Regions Grant	10,000	-
James Cecil Ashburn Foundation	10,000	-
Venturi Grant	5,000	-
Subject to the passage of time:		
Alpha Foundation Grant	105,000	105,000
SSV Legacy Endowment Fund	<u>67,503</u>	<u>53,583</u>
	<u>\$ 632,503</u>	<u>\$ 386,307</u>

Releases from Donor Restricted Net Assets for December 31, 2020 & 2019 are as follows:

	<u>2020</u>	<u>2019</u>
Subject to expenditure for specified purpose:		
Toyota Motor of North Alabama	\$ -	\$ 5,000
Raytheon	-	5,000
Venturi Grant	-	10,000
Daniel Foundation Grant	-	20,000
Northrup Grumman-Amer Freedom Foundation	-	9,250
BBVA Compass Foundation	-	5,000
VRC UAB Grant	4,700	-
CVR Project 2020 Income	457	-
VRC CA donations to Birmingham	18,862	-
IMS Employee Peaks Fund- 2020 veteran support	3,705	-
Garcia Family Foundation	100,000	-
Boeing - Boeing Life Transition Program	100,000	136,350
Subject to passage of time:		
Alpha Foundation	<u>105,000</u>	<u>75,000</u>
Total	<u>\$ 332,724</u>	<u>\$ 265,600</u>

NOTES TO FINANCIAL STATEMENTS – CONTINUED

NOTE 9 – SPECIAL EVENTS

Special events generate revenue for the Organization as well as raise awareness about the organization's mission. Some events are annual and some are incidental to the Organization's central activities and do not happen regularly. Incidental events are recorded net in the accompanying Statement of Activities.

	<u>2019</u>	<u>2020</u>
Contributions:		
Golf Tournament	\$ 45,602	\$ 49,242
Hockey Game	56,128	13,785
Car Show	10,175	2,994
BBB event	58,958	21,602
Miscellaneous	<u>0</u>	<u>0</u>
 Total	 <u>\$ 170,863</u>	 <u>\$ 87,623</u>
 Expenses:		
Golf Tournament	\$ 14,251	\$ 11,757
Hockey Game	5,409	0
BBB event	3,414	0
Miscellaneous	<u>603</u>	<u>407</u>
 Total	 <u>\$ 23,677</u>	 <u>\$ 12,164</u>
 Special Events net income	 <u>\$ 147,186</u>	 <u>\$ 75,459</u>

NOTE 10 – PAYCHECK PROTECTION PROGRAM LOAN

On April 7, 2020 the Organization was granted a loan (the “Loan”) from First Bank in the aggregate amount of \$200,610, pursuant to the Paycheck Protection Program (the “PPP”) under Division A, Title I of the CARES Act, which was enacted March 27, 2020. The loan matures on April 7, 2022 and bears interest at a rate of 1% per annum, payable monthly commencing on October 7, 2020. However, the HR7010 Paycheck Protection Program Flexibility Act of 2020 extended the due date to April 7, 2025, and deferred payments until loan forgiveness. The loan may be prepaid by the Organization at any time prior to maturity with no prepayment penalties. Under the terms of the PPP, certain amounts of the loan may be forgiven if they are used for qualifying expenses as described in the CARES Act. Qualifying expenses include payroll costs, group health care benefit costs, mortgage payments, rent, utilities, and interest on other debt obligations. The Organization used the loan amount for qualifying expenses. The loan was forgiven on November 2, 2020 and became a grant resulting in being reported as income in fiscal 2020. Any accrued interest has not been recorded and is immaterial.

NOTES TO FINANCIAL STATEMENTS – CONTINUED

NOTE 11- RESTATED FINANCIAL STATEMENTS

The 2019 financial statements were restated to recognize the December 31, 2019 balance for the SSV Legacy Endowment Fund of \$53,583.

NOTE 12 - SUBSEQUENT EVENTS

The date through which subsequent events have been evaluated is June 4, 2021. The financial statements were available to be issued at that time.

The World Health Organization declared the COVID-19 outbreak a public health emergency on January 30, 2020. As a result of the spread of the COVID-10 coronavirus, economic uncertainties have arisen which are likely to negatively impact the Organization's operating results and financial position. At this time, an estimate of the financial statement effect of the event cannot be made.