

WORLD HELP

Financial Statements
With Independent Auditors' Report

March 31, 2020

WORLD HELP

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INDEPENDENT AUDITORS' REPORT

Board of Directors
World Help
Forest, Virginia

We have audited the accompanying financial statements of World Help (a nonprofit corporation), which comprise the statement of financial position as of March 31, 2020, and the related statements of activities, cash flows, and functional expenses 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.

Auditors' 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 from material misstatement.

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

Board of Directors
World Help
Forest, Virginia

Opinion

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

Capin Crouse LLP

New York, New York
July 16, 2020

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Statement of Financial Position

March 31, 2020

ASSETS:

Cash and cash equivalents	\$ 2,010,650
Investments	975,664
Prepaid expenses and other assets	326,576
Inventory	284,334
Property and equipment—net	575,479
Investments held for long term purposes	<u>153,425</u>

Total Assets	<u><u>\$ 4,326,128</u></u>
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LIABILITIES AND NET ASSETS:

Liabilities:

Accounts payable	\$ 355,896
Accrued payroll and payroll taxes	220,949
Grants payable	231,598
Deferred revenue	232,276
Revolving line of credit	1,250,000
Notes payable	22,845
Capital lease obligation	<u>39,755</u>
	<u>2,353,319</u>

Net assets:

Without donor restrictions	(502,306)
With donor restrictions	<u>2,475,115</u>
	<u>1,972,809</u>

Total Liabilities and Net Assets	<u><u>\$ 4,326,128</u></u>
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See notes to financial statements

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Statement of Activities

Year Ended March 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:			
Contributions and grants:			
Cash	\$ 13,923,467	\$ 1,176,149	\$ 15,099,616
Gifts-in-kind	16,695,795	-	16,695,795
Special events-net	1,207,835	-	1,207,835
Product sales	41,143	-	41,143
Investment income (loss)	(117,774)	16,000	(101,774)
Other loss	(1,892)	-	(1,892)
	<u>31,748,574</u>	<u>1,192,149</u>	<u>32,940,723</u>
RECLASSIFICATIONS:			
Satisfaction of program restrictions	1,358,885	(1,358,885)	-
	<u>1,358,885</u>	<u>(1,358,885)</u>	<u>-</u>
EXPENSES:			
Program services:			
International ministries	25,758,958	-	25,758,958
Outreach ministries	779,507	-	779,507
Total program services	<u>26,538,465</u>	<u>-</u>	<u>26,538,465</u>
Supporting activities:			
Management and general	2,819,436	-	2,819,436
Fundraising	2,712,746	-	2,712,746
Total supporting activities	<u>5,532,182</u>	<u>-</u>	<u>5,532,182</u>
	<u>32,070,647</u>	<u>-</u>	<u>32,070,647</u>
Change in Net Assets	1,036,812	(166,736)	870,076
Net Assets, Beginning of Year	<u>(1,539,118)</u>	<u>2,641,851</u>	<u>1,102,733</u>
Net Assets, End of Year	<u>\$ (502,306)</u>	<u>\$ 2,475,115</u>	<u>\$ 1,972,809</u>

See notes to financial statements

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Statement of Cash Flows

Year Ended March 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 870,076
Adjustments to reconcile changes in net assets to net cash provided (used) by operating activities:	
Depreciation	96,854
Net realized and unrealized loss on investments	160,436
Net loss on sale of equipment	1,893
Net change in in-kind inventory	(238,344)
Changes in:	
Prepaid expenses and other assets	114,465
Purchased inventory	10,563
Accounts payable	59,811
Accrued payroll and payroll taxes	(53,115)
Grants payable	(35,343)
Deferred revenue	(108,688)
Net Cash Provided by Operating Activities	<u>878,608</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of property and equipment	(13,309)
Proceeds from sale of property and equipment	250
Purchase of investments	(581,908)
Proceeds from sale of investments	446,728
Net Cash Used by Investing Activities	<u>(148,239)</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Borrowings on line of credit	1,300,000
Payments on line of credit	(1,300,000)
Payments on notes payable and capital lease obligation	(28,971)
Net Cash Used by Financing Activities	<u>(28,971)</u>

CHANGE IN CASH AND CASH EQUIVALENTS 701,398

CASH AND CASH EQUIVALENTS:

Beginning of year	<u>1,309,252</u>
End of year	<u>\$ 2,010,650</u>

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:

Cash paid for interest	<u>\$ 32,303</u>
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See notes to financial statements

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Statement of Functional Expenses

Year Ended March 31, 2020

	Program Services			Supporting Activities			Cost of Direct Benefit to Donors	Total
	International Programs	Outreach Ministries	Total Program	Management and General	Fundraising	Total Supporting		
Humanitarian aid	\$ 16,457,451	\$ -	\$ 16,457,451	\$ -	\$ -	\$ -	\$ -	\$ 16,457,451
Contributions to ministry partners	7,573,092	2,957	7,576,049	-	335,995	335,995	-	7,912,044
Payroll and employee benefits	1,099,190	396,953	1,496,143	1,454,780	1,278,790	2,733,570	-	4,229,713
Postage and freight	435,881	4,672	440,553	584	345,213	345,797	-	786,350
Printing and mailing	-	25,394	25,394	1,883	348,547	350,430	-	375,824
Professional fees	-	81,760	81,760	510,381	10,220	520,601	-	602,361
Travel	37,064	171,552	208,616	66,229	60,633	126,862	-	335,478
Special events	-	-	-	-	132,989	132,989	588,935	721,924
Taxes and licenses	-	-	-	317,707	-	317,707	-	317,707
Promotional	-	-	-	105,589	118,553	224,142	-	224,142
Rent	107,706	5,022	112,728	23,953	16,178	40,131	-	152,859
Depreciation	-	29,664	29,664	63,482	3,708	67,190	-	96,854
Other	48,574	61,533	110,107	274,848	61,920	336,768	-	446,875
Total expenses	25,758,958	779,507	26,538,465	2,819,436	2,712,746	5,532,182	588,935	32,659,582
Less cost of direct benefit to donors	-	-	-	-	-	-	(588,935)	(588,935)
Total expenses on statement of activities	\$ 25,758,958	\$ 779,507	\$ 26,538,465	\$ 2,819,436	\$ 2,712,746	\$ 5,532,182	\$ -	\$ 32,070,647

See notes to financial statements

WORLD HELP

Notes to Financial Statements

March 31, 2020

1. NATURE OF ORGANIZATION:

World Help (Organization) was incorporated as a not-for-profit organization in 1991, and is a Christian humanitarian organization serving the physical and spiritual needs of people in impoverished communities around the world. The Organization's primary activities are described below:

International Programs—The Organization works with partners to provide humanitarian, medical and educational assistance and ensuring clean water and people's spiritual needs by providing Bibles and establishing churches in as many communities as possible.

Outreach Ministries—The Organization's outreach ministries primarily consists of "Children of the World", which is a program designed to educate the perils of children in the developing world. Annually, the Organization forms a choir of children from its child sponsorship program and tours the United States to promote awareness of the needs of children to overcome malnutrition, obtain clean water, education, etc.

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC) and comparable state laws. However, the Organization is subject to federal income tax on any unrelated business taxable income. In addition, the Organization is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

2. SIGNIFICANT ACCOUNTING POLICIES:

The Organization prepares its financial statements on the accrual basis of accounting. The Organization uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements. The more significant accounting policies are described below.

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 unless held for reinvestment as part of the investment portfolio, pledged to secure loan agreements, or otherwise designated or restricted. The carrying amount approximates fair value because of the short maturity of those instruments. At March 31, 2020, the cash accounts exceeded FDIC insured limits by approximately \$252,000. The Organization has not experienced any losses on such accounts and does not believe it is exposed to any significant credit risk on these accounts.

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Notes to Financial Statements

March 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

INVESTMENTS

The Organization's primary investment objective is to preserve and protect its assets by earning a total return for each account appropriate to each account's liquidity requirements, distribution requirements, and risk tolerance. Investments are stated at fair value, except for cash equivalents, closely held stock and a note receivable which are reported at cost. The note receivable was donated to the Organization during 2016. The note receivable is unsecured with an interest rate of 7% and requires monthly interest only payments until its maturity on December 31, 2020. Management has not recorded an allowance because it considers the note receivable to be fully collectible. Investments held for long-term purposes consist of endowment and term endowment investments.

INVENTORY

Inventory procured by the Organization is stated at the lower of cost or net realizable value, which is determined using the first-in, first-out method. The Organization receives donations of medical equipment, medical supplies, clothing and food for use in the Organization's humanitarian aid programs. Gifts-in-kind contributions are valued at their estimated fair value on the date of donation. Fair value is determined using the market approach. This approach uses prices and other relevant information generated for market transactions involving comparable assets. In-kind contributions of inventory included in total contributions received were \$16,695,795 for the year ended March 31, 2020.

For the year ended March 31, 2020, \$13,385,367 of donated inventory was delivered to the Organization before being distributed and the remaining amounts of approximately \$3,072,084 were shipped directly from the donor to other organizations. As of March 31, 2020, \$232,036 of donated inventory was not distributed and remained on hand (Note 5).

The Organization is a member of the Accord Network, a group of charities performing and providing regulation and oversight for those organizations doing relief and development work. In accordance with standards the group revised in December 2009 (the Interagency Gift-in-kind Standards), the Organization only recognizes amounts related to the value of gifts-in-kind when the Organization (i) is the original recipient of the gift, or (ii) is in partnership with another organization for distribution, or (iii) uses the gifts-in-kind in a program.

FIXED ASSETS AND DEPRECIATION

Property and equipment purchased by the Organization are recorded at cost. The Organization follows the practice of capitalizing all expenditures for property and equipment over \$2,000 with a useful life in excess of one year. The fair value of donated fixed assets are similarly capitalized. Depreciation is computed on the straight-line method based upon the following estimated useful lives of the assets:

Building	39 years
Office equipment and computers	3-7 years
Office furniture	7 years
Vehicles	5 years

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Notes to Financial Statements

March 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

DISCLOSURES ABOUT FAIR VALUE OF ASSETS AND LIABILITIES

The Organization follows the provisions of the *Fair Value Measurements and Disclosure* topic of the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC). These standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

Level 1

Quoted prices in active markets for identical assets or liabilities.

Level 2

Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in active markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3

Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying statement of financial position, as well as the general classification of such instruments pursuant to the valuation hierarchy.

Investments

Investments include marketable equity securities, exchange traded funds, and mutual funds and are recorded at fair value based on readily determinable values which are considered Level 1 under the *Fair Value* topic of the FASB ASC. The fair value of the Level 1 securities are determined by reference to quoted market prices and other relevant information generated by market transactions.

NET ASSETS

The Organization classifies net assets into two categories: without donor restrictions and with donor restrictions. All net assets are considered to be available for use unless specifically restricted by the donor or by law. Board designated net assets are set aside to begin funding a retirement plan for the Organization's Founder. Net assets with donor restrictions include contributions with temporary, donor-imposed time or purpose restrictions. Net assets with donor-imposed time or purpose restrictions become without donor restrictions and are reported in the statement of activities as net assets released from restrictions when the time restrictions expire or the contributions are used for the restricted purpose. Net assets with donor restrictions in perpetuity include contributions with donor-imposed restrictions requiring resources to be maintained in perpetuity but permitting use of all or part of the investment income earned on the contributions. Management has elected to omit the reporting disclosures associated with the *Endowment* topic of the FASB ASC due to the lack of materiality to its financial statements.

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Notes to Financial Statements

March 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

CONTRIBUTIONS, REVENUE AND NET ASSETS RELEASED FROM RESTRICTIONS

Revenue is reported when earned and support when contributions are made, which may be when cash is received, unconditional promises are made, or ownership of other assets is transferred to the Organization. Deferred revenue represents event and conference fees that have not yet been earned.

Contributions and grants are recorded as with donor restrictions if they are received with donor stipulations that limit their use through purpose and/or time restrictions. When donor restrictions expire, that is, when the purpose restriction is fulfilled or the time restriction expires, the net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions, which have been fully expended for their intended purposes within the reporting period, are reported as without donor restrictions. Donor restricted contributions are subject to assessments averaging a range from 20% to 40%, which are used for general and administrative expenses.

ALLOCATION OF FUNCTIONAL EXPENSES

Expenses are reported when incurred. The costs of providing the various program services and supporting activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. These expenses include depreciation, salaries and benefits, and other expenses. These expenses are allocated based on time and efforts or based on the programmatic purpose of the asset being depreciated. Costs of other categories were allocated based on programmatic purpose of the employees directly affected by the expense.

RECENTLY ADOPTED ACCOUNTING STANDARDS

In 2014, the FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers*. The Organization adopted the provisions of this new standard during the year ended March 31, 2020. The new standard applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. Adoption of this standard had no effect on change in net assets or net assets in total.

In 2018, FASB also issued ASU No. 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The Organization adopted the provisions of this new standard during the year ended March 31, 2020. The new standard clarifies and improves current guidance about whether a transfer of assets (or the reduction, settlement, or cancellation of liabilities) is a contribution or an exchange transaction. Adoption of this standard had no effect on change in net assets or net assets in total.

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Notes to Financial Statements

March 31, 2020

3. LIQUIDITY AND FUNDS AVAILABLE:

The following reflects the Organization's financial assets as of March 31, 2020, reduced by amounts not available for general use because of contractual or donor-imposed restrictions, as well as board designations, within one year of the statement of financial position date.

Financial assets:

Cash and cash equivalents	\$ 2,010,650
Investments	975,664
Investments held for long term purposes	153,425
Financial assets, at period end	<u>3,139,739</u>

Less those unavailable for general expenditure within one year, due to:

Contractual or donor-imposed restrictions:

Restricted by donors in perpetuity	(64,300)
Subject to appropriation from endowment beyond one year	(14,698)
Restrictions by donors with time or purpose restrictions	(631,825)
Board designation	(169,237)
	<u>(880,060)</u>

Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,259,679</u>
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The Organization is substantially supported by contributions on an unrestricted and restricted basis. Those contributions with donor restriction require resources to be used in a particular manner or in a future period. The Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. The Organization has \$2,410,815 in net assets with donor restrictions for projects, bibles, and other purposes, of which \$1,764,292 is considered available to meet needs for general expenditures within one year. Additionally, as discussed in Note 2, donor restricted contributions are charged an administrative fee, calculated at a percentage rate range averaging from 20% to 40%, in order to offset the costs of administering those activities.

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. To help manage liquidity needs, the Organization maintains a line of credit in the amount of \$1,250,000 (Note 7).

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Notes to Financial Statements

March 31, 2020

4. INVESTMENTS:

At March 31, 2020, investments consist of:

Investments at cost:

Cash equivalents	\$ 10,930
Note receivable	170,000
Closely held stock	3,658
	<u>184,588</u>

Investments at fair value:

Marketable equity securities	141,593
Exchange-traded funds	57,189
Mutual funds	745,719
	<u>745,719</u>
	<u>\$ 1,129,089</u>

At March 31, 2020, investments are reported in the statement of financial position as follows:

Investments	\$ 975,664
Investment held for long-term purposes	153,425
	<u>153,425</u>
	<u>\$ 1,129,089</u>

For the year ended March 31, 2020, investment income (loss) consists of:

Interest and dividends	\$ 58,662
Net realized and unrealized losses on investments	<u>(160,436)</u>
	<u>\$ (101,774)</u>

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Notes to Financial Statements

March 31, 2020

5. INVENTORY:

At March 31, 2020, inventory consists of:

Donated medical supplies	\$	195,000
Donated clothing and other		37,036
Books and media		47,195
Clothing and other		5,103
		<u>5,103</u>
	\$	<u>284,334</u>

6. PROPERTY AND EQUIPMENT—NET:

At March 31, 2020, property and equipment consists of:

	Cost	Accumulated Depreciation	Net
Land	\$ 144,406	\$ -	\$ 144,406
Buildings	652,971	(352,506)	300,465
Office equipment	475,435	(413,768)	61,667
Office furniture	28,816	(20,202)	8,614
Transportation equipment	511,021	(450,694)	60,327
	<u>\$ 1,812,649</u>	<u>\$ (1,237,170)</u>	<u>\$ 575,479</u>

Depreciation expense for the year ended March 31, 2020, was \$96,854.

7. REVOLVING LINE OF CREDIT:

The Organization maintains a \$1,250,000 revolving line of credit with a financial institution with variable interest payable monthly, secured by a deed of trust on the land and building. The outstanding balance and any unpaid interest is payable on demand or upon maturity at June 1, 2021.

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Notes to Financial Statements

March 31, 2020

8. NOTES PAYABLE:

At March 31, 2020, notes payable consists of a note payable to a financial institution with a fixed interest rate of 3.04%. The note is payable in monthly installments of \$945 and secured by a vehicle. The note matures in April 2022.

Future estimated maturities of notes payable are as follows:

<u>Year Ending March 31,</u>	
2021	\$ 10,791
2022	11,124
2023	<u>930</u>
	<u>\$ 22,845</u>

9. OBLIGATION UNDER CAPITAL LEASE:

The Organization has a capital lease agreement for office equipment. The net book value of the related equipment for the year ended March 31, 2020, is as follows:

Office equipment, at capitalized cost	\$ 75,943
Less accumulated amortization	<u>(28,479)</u>
	<u>\$ 47,464</u>

Future minimum payments under capital lease are as follows:

<u>Years Ending March 31,</u>	
2021	\$ 21,296
2022	21,296
Less: amount representing interest	<u>(2,837)</u>
	<u>\$ 39,755</u>

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Notes to Financial Statements

March 31, 2020

10. NET ASSETS:

At March 31, 2020, net assets consists of:

Without donor restrictions:		
Available for operations	\$	(671,543)
Board designated		<u>169,237</u>
Total without donor restrictions		<u>(502,306)</u>
With donor restrictions:		
Subject to expenditure for specified purpose or passage of time:		
Ministry projects		1,443,152
Bibles		719,663
Term endowment		46,708
Other purposes		<u>201,292</u>
		2,410,815
Subject to restriction in perpetuity:		
Endowment fund		<u>64,300</u>
Total with donor restrictions		<u>2,475,115</u>
Total net assets		<u><u>\$ 1,972,809</u></u>

Net assets with restrictions were released from restrictions because the purpose restrictions were accomplished as follows:

	Net Assets March 31, 2019	Restricted Contributions	Amounts Released	Net Assets March 31, 2020
Ministry projects	\$ 1,724,632	\$ 787,010	\$ (1,068,490)	\$ 1,443,152
Bibles	615,295	389,139	(284,771)	719,663
Term endowment	46,708	-	-	46,708
Other purposes	<u>190,916</u>	<u>16,000</u>	<u>(5,624)</u>	<u>201,292</u>
	<u><u>\$ 2,577,551</u></u>	<u><u>\$ 1,192,149</u></u>	<u><u>\$ (1,358,885)</u></u>	<u><u>\$ 2,410,815</u></u>

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Notes to Financial Statements

March 31, 2020

11. SPECIAL EVENTS - NET:

The Organization hosts semi-annual Global Impact Summits as well as golf tournaments, running races and other events with the proceeds of the events going to the Organization. For the year ended March 31, 2020, special events consist of:

Contributions	\$ 1,498,817
Revenue	297,953
Less: direct expenses	<u>(588,935)</u>
	<u>\$ 1,207,835</u>

12. OPERATING LEASES:

The Organization has several operating leases for housing, warehouse space and equipment that expire at various dates through 2024. Lease expense was approximately \$136,000 for the year ended March 31, 2020.

Future minimum lease payments under the operating leases are:

<u>Years Ending March 31,</u>	
2021	\$ 8,684
2022	8,684
2023	8,684
2024	<u>6,513</u>
	<u>\$ 32,565</u>

13. RETIREMENT PLAN:

The Organization has established a SIMPLE IRA retirement plan covering all employees who are reasonably expected to receive at least \$5,000 in compensation for the calendar year. The plan allows for employee contributions to the plan up to the maximum allowed by the Internal Revenue Service. The Organization matches 100% of each employee's contributions up to a maximum of 3% of gross wages. The Organization contributed \$57,782 for the year ended March 31, 2020.

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Notes to Financial Statements

March 31, 2020

14. RELATED PARTY TRANSACTIONS:

Members of the board of directors, individually or through their business interests, contributed approximately \$975,000 to the Organization during the year ended March 31, 2020.

15. DONOR CONCENTRATION:

Four donors provided approximately 84% of donated inventory received by the Organization for the year ended March 31, 2020. The organizational implications of these concentrations are recognized by management and the board.

16. RISKS AND UNCERTAINTIES:

The COVID-19 (coronavirus) outbreak in the United States has caused disruption through mandated and voluntary closings and/or transitions to remote work for numerous businesses, including the Organization. While the disruptions are currently expected to be temporary, there is considerable uncertainty around the duration of these continued disruptions. Therefore, the Organization expects that this could have a negative effect on its future operations, including the potential cancelation of events that may have exit costs involved. Further, the Organization expects a negative impact on future contributions. However, the extent to which the COVID-19 outbreak will financially impact the Organization's operations or financial results cannot be reasonably estimated at this time.

17. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through July 16, 2020, which is the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

In response to the COVID-19 outbreak, on April 13, 2020, the Organization received an approximately \$703,000 Paycheck Protection Program Loan (PPPL) and \$150,000 Economic Injury Disaster Loan (EIDL), on June 24, 2020, through the Small Business Administration.