

**Diabetes Foundation, Inc.**

Financial Statements

Years Ended June 30, 2020 and 2019

# Diabetes Foundation, Inc.

## Financial Statements

Years Ended June 30, 2020 and 2019

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# Diabetes Foundation, Inc.

## Statements of Financial Position

	June 30,	
	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 408,973	\$ 122,973
Investments, at fair value	655,766	325,836
Prepaid expenses	5,945	5,500
Total current assets	<u>1,070,684</u>	<u>454,309</u>
<b>PROPERTY AND EQUIPMENT</b>		
Office furniture	39,819	36,858
Office equipment	6,051	6,051
Software	17,239	17,239
Less accumulated depreciation	<u>(44,039)</u>	<u>(46,035)</u>
Net property and equipment	<u>19,070</u>	<u>14,113</u>
<b>OTHER ASSETS</b>		
Security deposits	<u>5,952</u>	<u>5,952</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 1,095,706</b></u>	<u><b>\$ 474,374</b></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 120,206	\$ 33,789
Accrued expenses	28,554	9,004
Deferred revenue	<u>-</u>	<u>13,825</u>
Total current liabilities	<u>148,760</u>	<u>56,618</u>
<b>NONCURRENT LIABILITIES</b>		
Paycheck Protection Program ("PPP") loan	<u>56,138</u>	<u>-</u>
<b>NET ASSETS</b>		
Without donor restrictions	<u>890,808</u>	<u>417,756</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><b>\$ 1,095,706</b></u>	<u><b>\$ 474,374</b></u>

See accompanying Notes to Financial Statements.

# Diabetes Foundation, Inc.

## Statements of Activities

	Years Ended June 30,	
	2020	2019
	Without Donor Restrictions	
<b>SUPPORT AND REVENUE</b>		
Contributions, including in-kind donations of \$93,993 and \$109,549, respectively	\$ 136,712	\$ 153,965
Fundraising, net of direct benefit to donors of \$57,554 and \$52,437, respectively	818,656	864,680
Grants	198,030	84,601
In-kind discounts on medication	94,415	80,000
Estate bequest	573,799	302,013
Investment income, net of fees	71,007	1,556
Memorial	16,617	5,949
Total support and revenue	1,909,236	1,492,764
<b>EXPENSES</b>		
Programs	815,492	616,584
Fundraising	479,965	402,156
Administration	140,727	201,930
Total expenses	1,436,184	1,220,670
<b>Change in net assets</b>	<b>473,052</b>	<b>272,094</b>
<b>NET ASSETS, <i>beginning of year</i></b>	417,756	161,975
Adjustment for change in accounting method	-	(16,313)
<b>NET ASSETS, beginning of year, as restated</b>	417,756	145,662
<b>NET ASSETS, <i>end of year</i></b>	<b>\$ 890,808</b>	<b>\$ 417,756</b>

See accompanying Notes to Financial Statements.

## Diabetes Foundation, Inc.

### Statement of Functional Expenses

Year Ended June 30, 2020

	Medication Assistance	Childrens' Camperships	Education/ Diabetes Resource Solutions	Supply Assistance	Programs Total	Fundraising	Administration	Total
Salaries and non-employee compensation	\$ 44,919	\$ 5,134	\$ 148,875	\$ 57,753	\$ 256,681	\$ 60,605	\$ 39,216	\$ 356,502
Payroll tax expense and benefits	6,190	707	20,521	7,960	35,378	8,352	7,938	51,668
Fundraising - car raffle	-	-	-	-	-	303,080	-	303,080
Fundraising - other allocated expenses	-	-	-	-	-	82,170	-	82,170
Medical assistance, including in-kind donations of \$108,751	225,027	-	-	-	225,027	-	-	225,027
Program administration	-	-	81,521	44,245	125,766	-	-	125,766
Camp Nejeida	-	20,050	-	-	20,050	-	-	20,050
Miscellaneous program activities	2,218	83	2,408	934	5,643	297	10,859	16,799
Computer expenses, including in-kind donations of \$50,000	7,158	818	23,724	9,203	40,903	9,658	6,249	56,810
Office expenses	89	10	296	115	510	-	14,043	14,553
Rent and utilities, including in-kind donations of \$29,657	9,495	1,085	31,468	12,207	54,255	12,810	8,289	75,354
Grant expense	-	-	-	-	-	176	-	176
Accounting and consulting	-	-	-	-	-	-	33,346	33,346
Miscellaneous administrative expenses	188	22	624	242	1,076	109	6,693	7,878
Stationary and printing	839	-	-	-	839	58	5,851	6,748
Travel and entertainment	279	32	927	359	1,597	-	1,528	3,125
Marketing	26	3	87	34	150	2,650	5,660	8,460
Outreach	7,594	868	25,169	9,764	43,395	-	-	43,395
<b>Total expenses before depreciation</b>	<b>304,022</b>	<b>28,812</b>	<b>335,620</b>	<b>142,816</b>	<b>811,270</b>	<b>479,965</b>	<b>139,672</b>	<b>1,430,907</b>
Depreciation	739	84	2,449	950	4,222	-	1,055	5,277
	<b>\$ 304,761</b>	<b>\$ 28,896</b>	<b>\$ 338,069</b>	<b>\$ 143,766</b>	<b>\$ 815,492</b>	<b>\$ 479,965</b>	<b>\$ 140,727</b>	<b>\$ 1,436,184</b>

See accompanying Notes to Financial Statements.

**Diabetes Foundation, Inc.**

Statement of Functional Expenses

Year Ended June 30, 2019

	Medication Assistance	Children's Camperships	Education/ Diabetes Resource Solutions	Programs Total	Fundraising	Administration	Total
Salaries and non-employee compensation	\$ 48,264	\$ 16,088	\$ 96,528	\$ 160,880	\$ 1,181	\$ 109,012	\$ 271,073
Payroll tax expense and benefits	5,052	1,684	10,104	16,840	-	19,359	36,199
Fundraising - car raffle, including in-kind donations of \$12,194	-	-	-	-	189,999	-	189,999
Fundraising - other allocated expenses	7,928	2,643	38,357	48,928	193,309	-	242,237
donations of \$18,090	211,045	-	-	211,045	-	-	211,045
Program administration	9,352	3,118	18,703	31,173	5,200	-	36,373
Camp Neveda	-	20,581	-	20,581	4,772	-	25,353
Miscellaneous program activities	3,167	1,057	6,333	10,557	281	2,303	13,141
Computer expenses, including in-kind donations of \$13,608	594	198	1,189	1,981	-	17,538	19,519
Office expenses	-	-	-	-	2,964	6,746	9,710
Rent and utilities, including in-kind donations of \$29,657	16,148	5,383	32,295	53,826	-	13,457	67,283
Grant expense	-	-	14,006	14,006	-	-	14,006
Accounting and consulting, including in-kind donations of \$16,000	4,805	1,602	9,608	16,015	2,740	14,050	32,805
Miscellaneous administrative expenses	-	-	-	-	6,933	6,933	6,933
Stationary and printing	2,179	726	4,358	7,263	441	874	8,578
Travel and entertainment	-	-	-	-	1,269	2,914	4,183
Marketing	-	-	-	-	-	7,233	7,233
Outreach	-	-	17,447	17,447	-	-	17,447
Total expenses before depreciation	308,534	53,080	248,928	610,542	402,156	200,419	1,213,117
Depreciation	1,813	604	3,625	6,042	-	1,511	7,563
	<u>\$ 310,347</u>	<u>\$ 53,684</u>	<u>\$ 252,553</u>	<u>\$ 616,584</u>	<u>\$ 402,156</u>	<u>\$ 201,930</u>	<u>\$ 1,220,670</u>

See accompanying Notes to Financial Statements.

# Diabetes Foundation, Inc.

## Statements of Cash Flows

	Years Ended June 30,	
	2020	2019
<b>CASH FLOWS PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>		
Change in net assets	\$ 473,052	\$ 272,094
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities		
Depreciation	5,277	7,553
Net unrealized (gain) loss on investments	(74,028)	3,756
(Increase) decrease in assets		
Prepaid expenses	(445)	-
Increase (decrease) in liabilities		
Accounts payable	86,417	19,615
Accrued expenses	19,550	(1,702)
Deferred revenue	(13,825)	13,825
	<b>495,998</b>	<b>315,141</b>
 <b>CASH FLOWS PROVIDED BY (USED FOR) INVESTING ACTIVITIES</b>		
Purchases of investments	(474,945)	(249,299)
Sales of investments	219,044	-
Purchase of fixed assets	(10,235)	-
	<b>(266,136)</b>	<b>(249,299)</b>
 <b>CASH FLOWS PROVIDED BY (USED FOR) FINANCING ACTIVITIES</b>		
Proceeds from Paycheck Protection Program loan	56,138	-
	<b>56,138</b>	-
 <b>Net increase in cash and cash equivalents</b>	<b>286,000</b>	<b>65,842</b>
 <b>CASH AND CASH EQUIVALENTS, <i>beginning of year</i></b>	<b>122,973</b>	<b>57,131</b>
 <b>CASH AND CASH EQUIVALENTS, <i>end of year</i></b>	<b>\$ 408,973</b>	<b>\$ 122,973</b>

See accompanying Notes to Financial Statements.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 1 - Nature of the Organization

Diabetes Foundation, Inc., (the "Organization" or "Foundation") was established on August 17, 1990 as a nonprofit 501(c)(3) corporation. The Foundation's primary functions are (1) to assist indigent diabetics; (2) to provide education concerning diabetes to the general public, diabetics, and professionals working with diabetics, (3) to provide insulin, oral medication, and diabetes testing supplies to uninsured and underinsured children and adults, and (4) to provide targeted services to children including "camperships" to diabetes camp and other networking opportunities.

### Note 2 - Summary of Significant Accounting Policies

#### a. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP") as detailed in the Financial Accounting Standards Codification.

#### b. Financial Statement Presentation

The financial statements are presented in accordance with the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958, *Not-for-profit Entities*, and the provisions of Accounting Standards Update 2016-14 *Not-For-Profit Entities (Topic 958): Presentation of Financial Statement of Not-For-Profit Entities*. ASU 2016-14 requires the Organization to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Assets accumulated and resources received and expended by the Organization are either without donor restrictions or restricted by the donor for a particular purpose. Net assets with donor restrictions represent contributions to the Organization whose use is limited by donor-imposed stipulations that either expire by the passage of time or can be fulfilled by expending the funds for their restricted purpose. The designation of net assets for specific purposes by the Organization itself does not constitute a basis for reclassifying them as net assets with donor restrictions.

#### c. Tax Status

The Diabetes Foundation, Inc. is a non-profit corporation, exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code.

Management has evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that require adjustment to the financial statements.

#### d. Cash and Cash Equivalents

The Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. The Organization includes amounts due from credit card companies (net of commissions) as cash when the money is deposited into the account.



# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 2 - Summary of Significant Accounting Policies - Continued

#### *e. Support and Revenue Recognition*

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions.

The Organization records contributions as revenue in the period received, at their net realizable value. Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions, in the reporting period in which the revenue is recognized. 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 net assets without donor restrictions and reported in the statements of activities, as net assets released from restrictions. However, restricted contributions whose restriction expires or are otherwise satisfied within the period in which they are received are reported as revenue without donor restriction in the statements of activities.

#### *f. Investments*

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Unrealized gains and losses, if applicable, are included in investment income (loss) in the statements of activities.

#### *g. Property and Equipment*

The Organization capitalizes property and equipment over \$500. Fixed assets consist of leasehold improvements, computer equipment, office equipment, and software that were purchased by the Organization for use in its daily operations. These assets are stated at cost and depreciated on the straight-line basis over the assets estimated useful lives of 3 to 5 years.

#### *h. Functional Expenses*

The cost of providing the Organization's programs and other activities is summarized on a functional basis in the statements of activities, and the statements of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefitted based on time records and estimates made by the Organization's management and square footage.

#### *i. Use of Estimates*

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 2 - Summary of Significant Accounting Policies - Continued

#### *j. Recent Accounting Pronouncements*

Effective July 1, 2019, The Organization adopted the provisions of ASU 2018-08, *Not-for-Profit Entities* (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The new guidance applies to all entities that receive or make contributions. This ASU includes specific criteria to consider when determining whether a contract or agreement should be accounted for as a contribution or as an exchange transaction. ASU No. 2018-08 also provides a framework to determine whether a contribution is conditional or unconditional which may impact the timing of revenue recognition. Under the new guidance, if a transaction is considered an exchange transaction, it is accounted for under the applicable revenue recognition standards. The adoption of the standard did not result in any significant change in the recognition of revenue. The Organization does not make significant contributions and the impact of this ASU related to contributions made did not have a material impact on the financial statements or disclosures.

#### *k. Pending Accounting Pronouncements*

In May 2014, the 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 GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with cumulative effect transition method. In June 2020, the FASB issued ASU 2020-05, which defers the effective date of ASU 2014-09 one year, making it effective for annual reporting periods beginning after December 15, 2019, therefore effective fiscal year ending June 30, 2021. The Organization is currently evaluating the effect that the standard will have on the financial statements.

In February 2016, FASB issued ASU 2016-02, *Leases* (Topic 842), requiring an entity to recognize operating lease agreements on the statement of financial position by recording a liability and a corresponding right-of-use asset. This standard will replace current lease guidance under GAAP. In June 2020, the FASB issued 2020-05 which defers the effective date of ASU 2016-02 one year, making it effective for all fiscal years beginning after December 15, 2021, therefore effective with fiscal year ending June 30, 2023, with early adoption permitted. It requires adopters to use a modified retrospective approach in applying the new standard to previous and current financial statement preparation. The Organization has not yet selected a transition method and is currently evaluating the effect the updated standard will have on the financial statements.

In September 2020, the FASB issued ASU 2020-07, *Not-for-Profit Entities* (Topic 958): *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU requires a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. It also requires a not-for-profit organization to provide additional disclosures on the contributed nonfinancial assets with the intent to improve transparency in the reporting of contributed nonfinancial assets. The ASU is effective for fiscal years beginning after June 15, 2021, therefore effective for fiscal year ending June 30, 2022.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 2 - Summary of Significant Accounting Policies - Continued

#### *l. Donated Services*

Material donations-in-kind items are recorded at their estimated fair value as income and expense at the time the items are placed into service or distributed.

Contributed services are reported as contributions at their fair value if such services create or enhance nonfinancial assets, would have been purchased if not provided by contribution, or require specialized skills and are provided by individuals possessing such specialized skills. In addition, the appropriate value of donated services of individuals is recorded as an expense when such services qualify for cost reimbursement from third-party providers.

#### *m. Fundraising Events*

The Organization holds special events, such as a car raffle and a golf outing, which are its primary sources of funds. The Organization does not use professional fundraisers in its activities.

#### *n. Subsequent Events*

The Organization has evaluated subsequent events for potential recognition or disclosure through January 4, 2021, the date the financial statements were available to be issued.

### Note 3 - Liquidity and Availability

The following reflects Diabetes Foundation Inc.'s financial assets as of June 30, 2020 and 2019 which are not restricted for use within one year:

	June 30,	
	2020	2019
Cash and cash equivalents	\$ 408,973	\$ 122,973
Investments	655,766	325,836
	<u>\$ 1,064,739</u>	<u>\$ 448,809</u>

Management and the Board of Directors have a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due.

### Note 4 - Investments

The Organization invests in a professionally managed portfolio that primarily contains mutual funds, stocks, and ETFs. 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.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 4 - Investments - Continued

Cost and fair values of investments at June 30, 2020 and 2019 are as follows:

	June 30, 2020	
	Cost	Fair Value
Money market funds	\$ 94,381	\$ 94,381
Mutual funds	256,816	257,979
Stocks and ETFs	253,447	279,466
Real estate investment trust	25,000	23,940
Total investments	<u>\$ 629,644</u>	<u>\$ 655,766</u>

  

	June 30, 2019	
	Cost	Fair Value
Money market funds	\$ 5,193	\$ 5,193
Mutual funds	135,997	136,146
Stocks and ETFs	158,775	160,181
Real estate investment trust	25,000	24,316
Total investments	<u>\$ 324,965</u>	<u>\$ 325,836</u>

The components of investment income at June 30, 2020 and 2019 are as follows:

	Years Ended June 30,	
	2020	2019
Unrealized gains (losses)	\$ 74,028	\$ (3,756)
Interest income	1,435	4,812
Investment fees	(4,456)	500
Total investment income	<u>\$ 71,007</u>	<u>\$ 1,556</u>

### Note 5 - Fair Value Measurements

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 date. In determining fair value, the Organization uses various methods including market, income, and cost approaches. Based on these approaches, the Organization often utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and/or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The Organization utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques the Organization is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine the fair values.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 5 - Fair Value Measurements - Continued

Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

- Level 1: Quoted market prices in active markets for identical assets or liabilities.
- Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.
- Level 3: Unobservable inputs that are not corroborated by market data.

For the years ended June 30, 2020 and 2019, the application of valuation techniques applied to similar assets and liabilities has been consistent. The fair value of investment securities is the market value based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of the instrument.

The following is a description of the valuation methodologies used for assets measured at fair value for the Level 2 investments included below.

*Real estate investment trust ("REIT")*: Is an SEC registered non-traded fund, which is valued based on the net asset value per share. Net asset value per share is determined based on a valuation of the portfolio of properties held by the REIT. Valuations and appraisals of the properties are estimates of fair value and may not necessarily correspond to realizable value upon the sale of such properties, therefore the net asset value per share may not reflect the amount that would be realized upon a sale of each of the properties.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although 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.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 5 - Fair Value Measurements - Continued

	June 30, 2020			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 94,381	\$ -	\$ -	\$ 94,381
Mutual funds	257,979	-	-	257,979
Stocks and ETFs	279,466	-	-	279,466
Real estate investment trust	-	23,940	-	23,940
Total investments	\$ 631,826	\$ 23,940	\$ -	\$ 655,766
	June 30, 2019			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 5,193	\$ -	\$ -	\$ 5,193
Mutual funds	136,146	-	-	136,146
Stocks and ETFs	160,181	-	-	160,181
Real estate investment trust	-	24,316	-	24,316
Total investments	\$ 301,520	\$ 24,316	\$ -	\$ 325,836

### Note 6 - Property and Equipment

The following is a summary of property and equipment at June 30, 2020 and 2019:

	June 30,	
	2020	2019
Software	\$ 17,239	\$ 17,239
Furniture	39,819	36,858
Equipment	6,051	6,051
Total property and equipment	63,109	60,148
Less accumulated depreciation	44,039	46,035
Net property and equipment	\$ 19,070	\$ 14,113

Depreciation expense for the years ended June 30, 2020 and 2019 was \$5,277 and \$7,553, respectively.

# Diabetes Foundation, Inc.

## Notes to Financial Statements

Years Ended June 30, 2020 and 2019

### Note 7 - Paycheck Protection Program ("PPP") Loan

On May 6, 2020 the Organization (the "Borrower") was granted a loan (the "Loan") from the First Bank of the Lake in the aggregate amount of \$56,138, pursuant to The Coronavirus Aid, Relief, and Economic Security ("CARES") Act under the Paycheck Protection Program ("PPP"). The Loan, which was in the form of a note dated May 6, 2020, which matures in May 2022 and bears interest at a rate of 1.00% per annum. Payments on the note will be required commencing 10 months after the end of the 24 week covered period, or August 2021. The loan may be prepaid by the Borrower at any time prior to maturity with no prepayment penalties. Under the terms of the PPP, the loan may be forgiven if proceeds are used for qualifying expenses and payroll levels are maintained at prior levels as described in the CARES Act. The Organization believes it has used all proceeds for qualifying expenses and has applied for forgiveness in full. The Organization is awaiting a final determination by the bank and the SBA.

### Note 8 - Future Minimum Lease Payments

The Organization leases office space under an operating agreement. The lease provides for office space for monthly rental payments of approximately \$3,100. Fifty percent of rent expense is discounted as an in-kind donation by the landlord. This is included as in-kind of the statements of activities. The lease is set to expire in December 2022. As of June 30, 2020, the future minimum payments due under operating leases are as follows:

For the years ending June 30,	
2021	\$ 39,039
2022	40,249
2023	20,276
	<u>\$ 99,564</u>

### Note 9 - Risk and Uncertainty

The Organization's continuing operations have been affected by the recent and ongoing outbreak of the coronavirus ("COVID-19") which was declared a pandemic by the World Health Organization in March 2020. Actions taken around the world to help mitigate the spread of COVID-19 include restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and the actions taken to mitigate it have had, and are expected to continue to have, an adverse impact on the economies and financial markets of many countries, including the geographical location in which the Organization operates. The Organization experienced the cancelation of all in person fundraising special events therefore leading to a gap in operating revenues during the second quarter of 2020. These were offset by additional funding from grants received. The Organization additionally began providing programmatic services and aid to those with diabetes during the COVID-19 pandemic through a new testing supply program. The above dynamic is expected to continue until public restrictions are lifted due to COVID-19, leaving uncertainty regarding the future impact on the Organization.