

STORYCORPS, INC.

**Financial Statements
For the Years Ended
December 31, 2022
and
December 31, 2021**

Independent Auditor's Report

To the Board of Directors of
StoryCorps, Inc.

Opinion

We have audited the accompanying financial statements of StoryCorps, Inc. (the "Organization") which comprise the statement of financial position as of December 31, 2022 and December 31, 2021 and the related statements of activities, functional expenses and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2022 and December 31, 2021 and the results of its activities and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Change in Accounting Principle

As discussed in Note 1 to the financial statements, the Organization has changed its method of accounting for operating leases as of January 1, 2022 due to the adoption of ASU 2016-02, *Leases* (Topic 842). Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Condon D'Meara McGinty & Donnelly LLP

July 26, 2023

STORYCORPS, INC.

Statement of Financial Position

Assets

	December 31	
	2022	2021
Cash and cash equivalents	\$ 6,896,458	\$ 8,596,733
Investments, at fair value	3,875,218	3,819,825
Unconditional promises to give, net	3,362,067	2,968,167
Other receivables	561,551	729,881
Prepaid expenses and other assets	187,483	58,892
Property and equipment, net	442,046	357,251
Security deposits	76,780	78,121
Right-of-use assets – operating leases, net	159,733	-
Total assets	\$ 15,561,336	\$ 16,608,870

Liabilities and Net Assets

Liabilities

Accounts payable and accrued expenses	\$ 956,869	\$ 842,733
Deferred revenue	147,992	253,492
Promissory note payable	-	912,141
Operating lease obligations	159,733	-
Total liabilities	1,264,594	2,008,366

Net assets

Without donor restrictions		
Operating	-	1,898,890
Board-designated	7,324,119	8,000,000
Total net assets without donor restrictions	7,324,119	9,898,890
With donor restrictions	6,972,623	4,701,614
Total net assets	14,296,742	14,600,504
Total liabilities and net assets	\$ 15,561,336	\$ 16,608,870

See notes to financial statements.

STORYCORPS, INC.

Statement of Activities
Years Ended December 31, 2022 and December 31, 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue						
Contributions of cash and other financial assets						
Government	\$ 1,380,275	\$ 494,483	\$ 1,874,758	\$ 2,470,176	\$ 904,314	\$ 3,374,490
Foundations and major donors	3,504,749	5,281,451	8,786,200	2,840,686	2,682,729	5,523,415
Corporations	983,469	-	983,469	1,258,304	-	1,258,304
Individuals	383,342	-	383,342	331,637	-	331,637
Contributed non-financial assets	413,265	-	413,265	413,234	-	413,234
Fees	1,894,156	-	1,894,156	1,559,274	-	1,559,274
Book sales	8,351	-	8,351	11,577	-	11,577
Investment return, net	51,030	-	51,030	17,546	-	17,546
Net assets released from restrictions	3,504,925	(3,504,925)	-	4,000,171	(4,000,171)	-
Total support and revenue	12,123,562	2,271,009	14,394,571	12,902,605	(413,128)	12,489,477
Expenses						
Program services	11,071,110	-	11,071,110	9,946,472	-	9,946,472
Supporting activities						
Management and general	1,584,082	-	1,584,082	1,644,254	-	1,644,254
Fundraising	2,043,141	-	2,043,141	1,724,693	-	1,724,693
Total supporting activities	3,627,223	-	3,627,223	3,368,947	-	3,368,947
Total expenses	14,698,333	-	14,698,333	13,315,419	-	13,315,419
Increase (decrease) in net assets	(2,574,771)	2,271,009	(303,762)	(412,814)	(413,128)	(825,942)
Net assets, beginning of year	9,898,890	4,701,614	14,600,504	10,311,704	5,114,742	15,426,446
Net assets, end of year	\$ 7,324,119	\$ 6,972,623	\$ 14,296,742	\$ 9,898,890	\$ 4,701,614	\$ 14,600,504

See notes to financial statements.

STORYCORPS, INC.

Statement of Functional Expenses
Year Ended December 31, 2022
(with Summarized Comparative Information for 2021)

	<u>2022</u>			<u>2021</u>	
		<u>Supporting Activities</u>			
	<u>Program</u>	<u>Management</u>		<u>Total</u>	<u>Total</u>
	<u>Services</u>	<u>and</u>	<u>Fundraising</u>		
		<u>General</u>			
Salaries and wages	\$ 5,465,992	\$ 540,531	\$ 1,274,444	\$ 7,280,967	\$ 6,281,887
Payroll taxes and employee benefits	1,194,775	351,665	205,045	1,751,485	1,610,386
Rent and utilities	318,220	48,142	55,854	422,216	404,732
Consulting fees	949,685	148,316	235,130	1,333,131	1,644,179
Professional fees	857,139	251,136	85,211	1,193,486	1,445,734
Telephone and data	56,221	10,370	8,140	74,731	66,494
Information technology	363,218	60,433	33,681	457,332	403,019
Repairs and maintenance	43,949	5,184	5,893	55,026	61,383
Office and facility supplies	8,425	1,276	682	10,383	11,956
Travel	481,751	14,750	48,501	545,002	148,191
Postage and delivery	9,049	2,240	1,436	12,725	64,485
Advertising and promotion	791,576	45,402	22,837	859,815	639,710
Insurance	65,922	10,549	12,240	88,711	63,467
Program partner support	232,286	-	-	232,286	231,378
Other	76,541	29,775	19,963	126,279	57,488
Vehicles and equipment	89,689	8,962	6,154	104,805	62,447
Interest and finance charges	1,941	3,274	17,666	22,881	57,971
Depreciation and amortization	64,731	52,077	10,264	127,072	60,512
Total	<u>\$11,071,110</u>	<u>\$ 1,584,082</u>	<u>\$ 2,043,141</u>	<u>\$14,698,333</u>	<u>\$13,315,419</u>

See notes to financial statements.

STORYCORPS, INC.

**Statement of Functional Expenses
Year Ended December 31, 2021**

	<u>Supporting Activities</u>		
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>
Salaries and wages	\$ 4,713,227	\$ 617,252	\$ 951,408
Payroll taxes and employee benefits	1,152,998	182,113	275,275
Rent and utilities	305,950	45,728	53,054
Consulting fees	1,228,530	123,740	291,909
Professional fees	936,810	483,257	25,667
Telephone and data	52,502	6,500	7,492
Information technology	327,134	47,695	28,190
Repairs and maintenance	49,084	5,693	6,606
Office and facility supplies	10,078	878	1,000
Travel	145,085	1,749	1,357
Postage and delivery	58,543	877	5,065
Advertising and promotion	570,126	36,751	32,833
Insurance	47,163	7,547	8,757
Program partner support	231,378	-	-
Other	31,981	12,501	13,006
Vehicles and equipment	55,654	3,588	3,205
Interest and finance charges	10,901	28,029	19,041
Depreciation and amortization	19,328	40,356	828
Total	\$ 9,946,472	\$ 1,644,254	\$ 1,724,693
			\$13,315,419

See notes to financial statements.

STORYCORPS, INC.

Statement of Cash Flows

	Year Ended December 31	
	2022	2021
Cash flows from operating activities		
(Decrease) in net assets	\$ (303,762)	\$ (825,942)
Adjustments to reconcile (decrease) in net assets to net cash (used in) operating activities		
Depreciation and amortization	127,072	60,512
Forgiveness of PPP loan	-	(1,000,000)
Realized (gain) on investments	(62)	-
Unrealized (gain) loss on investments	24,471	(2,928)
Accretion of interest on promissory note payable	-	39,958
Donated stock	(50,292)	(60,862)
Proceeds from sale of donated stock	2,666	-
(Increase) decrease in assets		
Unconditional promises to give, net	(435,244)	1,665,146
Other receivables	209,674	(419,950)
Prepaid expenses and other assets	(128,591)	205,448
Security deposits	1,341	(600)
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	114,136	261,890
Deferred revenue	(105,500)	(198,583)
Net cash (used in) operating activities	(544,091)	(275,911)
Cash flows (used in) investing activities		
Purchases of investments	(32,176)	(7,597)
Purchases of property and equipment	(211,867)	(247,235)
Net cash (used in) investing activities	(244,043)	(254,832)
Cash flows (used in) financing activities		
Repayment of loans payable	-	(3,893)
Repayment of notes payable	(912,141)	-
Net cash (used in) financing activities	(912,141)	(3,893)
Net (decrease) in cash and cash equivalents	(1,700,275)	(534,636)
Cash and cash equivalents, beginning of year	8,596,733	9,131,369
Cash and cash equivalents, end of year	\$ 6,896,458	\$ 8,596,733

See notes to financial statements.

STORYCORPS, INC.**Notes to Financial Statements
December 31, 2022 and December 31, 2021****Note 1 - Nature of organization and summary of significant accounting policies**Nature of organization

StoryCorps, Inc. (the “Organization”) is America’s oral history project. Recordings are archived at the American Folklife Center at the Library of Congress so that future generations can hear the stories – and the voices – of today. We share stories online and through our weekly broadcasts, podcast, animated shorts and books.

Basis of presentation

Net assets consist of revenue and other support that are classified based on the existence or absence of donor-imposed restrictions. The net assets of the Organization and changes therein are classified and reported as follows:

Without donor restrictions

Operating – Net assets that are not subject to donor-imposed restrictions and available for general use by the Organization. Such philanthropic support includes gifts without restrictions and restricted gifts whose donor-imposed restrictions are met during the year.

Board-designated – During 2021, the Organization established a board-designated fund with a transfer of \$8 million from net assets without donor restrictions-operating. The Organization specifically designated \$3.5 million for operating reserves and \$4.5 million for other Board designated purposes. For 2022, the Board authorized a transfer from Board-designated to operating of \$675,881 to cover the operational loss.

With donor restrictions

Net assets subject to donor-imposed restrictions that will be met either by their use in specific programs or the passage of time. Items that affect this net asset category are gifts for which donor-imposed restrictions have not been met in the year of receipt. Restrictions that have been met on net assets with donor restrictions are reported as net assets released from restrictions in the statement of activities.

Cash equivalents

The Organization considers all short-term highly liquid investments with original maturities of 90 days or less to be cash equivalents.

Investments

The Organization reports investments at fair value in the statement of financial position. Unrealized gains and losses on the investments are reflected in the statement of activities as increases and decreases in net assets without donor restrictions.

STORYCORPS, INC.**Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021****Note 1 – Nature of organization and summary of significant accounting policies (continued)**Fair value measurements

Accounting principles generally accepted in the United States of America established a fair value hierarchy that prioritizes the inputs used to measure fair value into three broad levels. All of the Organization's investments are measured using Level 1 inputs, which are defined as quoted prices in active markets for identical assets that the reporting entity has the ability to access at the measurement date.

Contributions and unconditional promises to give

Contributions, including unconditional promises to give, are recognized as revenue when pledged. Contributions of assets other than cash are recorded at their estimated fair value at the date of donation.

Allowance for doubtful accounts

The Organization deems all receivables to be collectible and, accordingly, an allowance for doubtful accounts is not necessary. Such estimate is based on management's experience, the aging of the receivables, subsequent receipts and current economic conditions.

Property and equipment

Expenditures for property and equipment over a nominal amount with a useful life greater than one year are recorded at cost. Depreciation and amortization are computed using the straight-line basis over the estimated useful life of the asset or term of the lease, whichever is shorter.

Revenue recognition

Revenue from fees is recognized in the period the services take place. Amounts collected in advance of such revenue recognition are deferred.

Advertising costs

Advertising costs are charged to operations when the advertising takes place.

Functional allocation of expenses

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. Expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques including time and effort spent, numbers of staff and office space usage.

STORYCORPS, INC.

Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021

Note 1 – Nature of organization and summary of significant accounting policies (continued)Use of estimates

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

Concentrations of credit risk

The Organization's financial instruments that are potentially exposed to concentrations of credit risk consist of cash, cash equivalents, investments and receivables. The Organization places its cash and cash equivalents with what it believes to be quality financial institutions. At times during the year, the Organization's bank balances were in excess of the FDIC insurance limit. The Organization has not experienced any losses in the accounts to date. The Organization's investments are exposed to various risks such as interest rate, market volatility, liquidity and credit. Due to the uncertainty related to the foregoing risks, it is reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statement of financial position as of December 31, 2022. The Organization monitors its cash, cash equivalents, investments and collectability of receivables. As a result, the Organization's management believes concentrations of credit risk are limited.

Subsequent events

The Organization has evaluated subsequent events through July 26, 2023, the date that the financial statements are considered available to be issued.

Note 2 – Financial assets and liquidity resources

The Organization's working capital and cash flows vary due to timing of payments received under grants and a concentration of contributions received near calendar year-end.

The following reflects the Organization's financial assets as of December 31, 2022 and December 31, 2021, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions:

	<u>2022</u>	<u>2021</u>
Financial assets		
Cash and cash equivalents	\$ 6,896,458	\$ 8,596,733
Investments, at fair value	3,875,218	3,819,825
Current portion of unconditional promises to give	2,903,411	1,832,809
Other receivables	<u>561,551</u>	<u>729,881</u>
Sub-total	14,236,638	14,979,248
Less: Board-designated net assets	<u>7,324,119</u>	<u>8,000,000</u>
Total	<u>\$ 6,912,519</u>	<u>\$ 6,979,248</u>

STORYCORPS, INC.

Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021

Note 2 – Financial assets and liquidity resources (continued)

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. In addition, the Organization invests cash in excess of daily requirements in short-term investments. To help manage unanticipated liquidity needs, the Organization has an uncommitted bank line of credit in the amount of \$350,000, which it could draw upon as needed. In addition, at December 31, 2022 and December 31, 2021, the Organization had Board-designated net assets of \$7,324,119 and \$8,000,000, respectively, which are available for general expenditure with Board approval.

Note 3 – Investments, at fair value

Investments consist of the following as of December 31, 2022 and December 31, 2021:

	2022		2021	
	Cost	Fair Value	Cost	Fair Value
Money market fund	\$2,699,507	\$2,699,507	\$2,658,236	\$2,658,236
Mutual funds – fixed income ⁽¹⁾	1,096,807	1,085,132	1,072,464	1,077,011
Mutual funds – equities	705	705	3,034	3,123
Common stock	89,874	89,874	73,295	81,455
Total	<u>\$3,886,893</u>	<u>\$3,875,218</u>	<u>\$3,807,029</u>	<u>\$3,819,825</u>

⁽¹⁾ Consists of short duration bond funds.

Note 4 – Unconditional promises to give, net

Unconditional promises to give consist of the following as of December 31, 2022 and December 31, 2021:

	December 31	
	2022	2021
Amounts expected to be collected in:		
Less than one year	\$ 2,903,411	\$ 1,832,809
One to two years	<u>500,000</u>	<u>1,155,000</u>
	3,403,411	2,987,809
Less discount to present value (4.41% for 2022 and 1.73% for 2021)	<u>41,344</u>	<u>19,642</u>
Total unconditional promises to give, net	<u>\$ 3,362,067</u>	<u>\$ 2,968,167</u>

At December 31, 2022 and December 31, 2021, three donors comprised approximately 85% and 80% of unconditional promises to give, respectively.

STORYCORPS, INC.

Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021

Note 5 – Property and equipment, net

Property and equipment, net, consist of the following as of December 31, 2022 and December 31, 2021:

	Estimated Useful Life	2022	2021
StoryCorps booths and vehicles	2-5 years	\$1,052,293	\$1,052,293
Production equipment	5 years	310,252	310,252
Computers and software	3-5 years	2,177,060	1,965,193
Furniture and fixtures	5 years	127,157	127,157
Leasehold improvements	Term of lease	<u>236,289</u>	<u>236,289</u>
Sub-total		3,903,051	3,691,184
Less: accumulated depreciation and amortization		<u>3,461,005</u>	<u>3,333,933</u>
Property and equipment, net		<u>\$ 442,046</u>	<u>\$ 357,251</u>

Note 6 – Promissory note payable

On August 6, 2008, the Organization executed a zero coupon promissory note with an entity controlled by a substantial donor and received loan proceeds of \$500,098. The promissory note obligated the Organization to pay \$1,225,000 on August 6, 2028. Interest accrued on the note at a rate of 4.53% per annum. During January 2022, the promissory note was repaid in full.

Note 7 – Bank line of credit

The Organization has a revolving line of credit, due on demand, in the amount of \$350,000. Interest is due monthly at the banks' prime rate plus 2.0%. Any outstanding balance must be repaid for a period of 30 consecutive days in each year. The line of credit is secured by certain of the Organization's personal property and is due for renewal in December 2023. There were no outstanding borrowings under the line of credit at December 31, 2022 and December 31, 2021.

Note 8 – PPP loan

In April 2020, the Organization received a \$1,000,000 term note under the Paycheck Protection Program (the "PPP Loan"). The PPP Loan was created as part of the relief efforts related to COVID-19 and administered by the Small Business Administration ("SBA"). As disclosed in the PPP Loan documents, principal and interest payments were deferred for the first six months. During the deferral period, interest on the outstanding principal accrued at a fixed rate of 1.0% per annum. The PPP Loan was to mature on April 16, 2022, when all outstanding principal plus accrued interest was to be due and payable. On March 30, 2021, the SBA authorized the PPP Loan to be forgiven and it is considered paid in full and therefore, the forgiveness is recorded in the 2021 statement of activities as a government grant.

STORYCORPS, INC.**Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021****Note 9 – Loans payable**

During 2016, the Organization obtained two loans to purchase two vehicles. The loans required total monthly principal and interest payments of \$976, with interest at the rates of .9% and 1.9% per annum. The loans matured in April 2021.

Note 10 – Operating lease obligation

The Organization is obligated under the terms of an operating lease for office space. The lease was due to expire June 30, 2023 and provided for minimum monthly payments as well as payments for utilities and taxes with an option to extend the lease for an additional five years. Rent expense for the years ended December 31, 2022 and December 31, 2021 was approximately \$364,000 and \$347,000, respectively. The future minimum rental payments due as of December 31, 2022 are \$170,164 for 2023.

In March 2023, the Organization extended its office space lease under modified terms. The Organization and landlord agreed to extend certain of the Organization's office space during the construction period (see note 11) through August 31, 2023 and the remaining space through June 30, 2028. Monthly payments are \$29,214 for July and August 2023 and \$21,530 for September 2023 to June 2024, with 3% increases annually thereafter.

Note 11 – Commitments and contingencies**Government grants**

Government supported projects are subject to audit by the applicable government granting agencies. The possible disallowances by the granting agencies of any item charged to the program cannot be determined until such time when and if an audit occurs. Therefore, no provision for any potential disallowances that may result from such audits has been made in the accompanying financial statements. The result of any potential disallowances is deemed to be immaterial.

403(b) plan

The Organization provides its eligible employees the option of deferring current earnings by participating in a tax deferred 403(b) Plan. Effective April 1, 2022, the Organization matched each eligible employee's contribution up to 2% of salary. Prior to April 1, 2022, the Organization matched each eligible employee's contributions up to 1% of salary. The Organization's contributions to the Plan were approximately \$123,000 and \$68,000 in 2022 and 2021, respectively.

Construction contract

During March 2023, the Organization entered into an agreement for the renovation of office space for approximately \$380,000. The project is expected to be completed in August 2023.

STORYCORPS, INC.

Notes to Financial Statements (continued)
December 31, 2022 and December 31, 2021

Note 12 – Net assets with donor restrictions

Net assets with donor restrictions consisted of the following as of December 31, 2022 and December 31, 2021:

	Balance at December 31, 2021	Contributions	Net assets released from restrictions	Balance at December 31, 2022
Government	\$ 908,057	\$ 494,483	\$ (751,592)	\$ 650,948
Foundations and major donors	<u>3,793,557</u>	<u>5,281,451</u>	<u>(2,753,333)</u>	<u>6,321,675</u>
Total	<u>\$ 4,701,614</u>	<u>\$ 5,775,934</u>	<u>\$ (3,504,925)</u>	<u>\$ 6,972,623</u>
	Balance at December 31, 2020	Contributions	Net assets released from restrictions	Balance at December 31, 2021
Government	\$ 736,131	\$ 904,314	\$ (732,388)	\$ 908,057
Foundations and major donors	<u>4,378,611</u>	<u>2,682,729</u>	<u>(3,267,783)</u>	<u>3,793,557</u>
Total	<u>\$ 5,114,742</u>	<u>\$ 3,587,043</u>	<u>\$ (4,000,171)</u>	<u>\$ 4,701,614</u>

Note 13 – Contributed non-financial assets

Donated goods and services consist of the following for the years ended December 31, 2022 and December 31, 2021:

	2022	2021
Legal services	\$ 197,000	\$ 65,233
Lodging - StoryCorps program	105,896	32,673
Advertising	<u>110,369</u>	<u>315,328</u>
	<u>\$ 413,265</u>	<u>\$ 413,234</u>

The Organization recognizes contributed nonfinancial assets within revenue, including contributed goods and services. Contributed nonfinancial assets do not have donor-imposed restrictions. Contributed services are composed of legal fees from attorneys on administrative issues, lodging for employees and general advertising for the Organization. Contributed services are valued and reported at the estimated fair value based on current rates for similar services.

Note 14 – Tax status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the “Code”). In addition, the Organization has been determined by the Internal Revenue Service to be a publicly supported organization and not a private foundation within the meaning of Section 509(a)(1) of the Code. As a result, donors are able to receive the maximum charitable tax deduction available.