

**KOA CARE CAMPS
(A NONPROFIT ORGANIZATION)
FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

KOA Care Camps
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December 31, 2020 and 2019

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
KOA Care Camps
Ogdensburg, New York

We have audited the accompanying financial statements of KOA Care Camps (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KOA Care Camps as of December 31, 2020 and 2019 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Haynes Downard LLP

Haynes Downard LLP
Birmingham, Alabama

July 6, 2021

**KOA CARE CAMPS
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019**

	2020	2019
ASSETS		
Cash and cash equivalents	\$ 256,162	\$ 42,209
Accounts receivable	1,495	530
Certificates of deposit	1,501,119	953,147
Prepaid expenses	18,652	1,936
Total Assets	\$ 1,777,428	\$ 997,822
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 13,017	\$ 19,526
Total Liabilities	13,017	19,526
Net Assets		
Without donor restrictions	1,764,411	978,296
Total Net Assets	1,764,411	978,296
Total Liabilities and Net Assets	\$ 1,777,428	\$ 997,822

See accompanying notes.

**KOA CARE CAMPS
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	2020	2019
Revenues and Support		
Gifts and contributions	\$ 1,732,856	\$ 1,524,855
Special events, net	126,536	137,057
Interest income	7,888	7,469
PPP funding	11,982	-
Other income	204	283
	<hr/>	<hr/>
Total revenues and support	1,879,466	1,669,664
Expenses		
Program	801,945	1,423,516
Management and general	97,399	108,439
Fundraising	194,007	144,401
	<hr/>	<hr/>
Total expenses	1,093,351	1,676,356
	<hr/>	<hr/>
Change in Net Assets - Without Donor Restrictions	786,115	(6,692)
Net assets - without donor restrictions, beginning of year	978,296	984,988
	<hr/>	<hr/>
Net assets - without donor restrictions, end of year	<u>\$ 1,764,411</u>	<u>\$ 978,296</u>

See accompanying notes.

KOA CARE CAMPS
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

2020				
	Program	Management and General	Fundraising	Total
Bank fees	\$ -	\$ 11,074	\$ -	\$ 11,074
Convention	24,600	-	-	24,600
Consulting fees	-	-	26,275	26,275
Employee benefit plan	-	-	3,348	3,348
Fundraising costs	-	-	17,899	17,899
Grants	732,178	-	-	732,178
Management fee	-	65,313	-	65,313
Marketing	32,316	-	32,318	64,634
Office expenses	-	14,102	-	14,102
Payroll expense	-	-	105,775	105,775
Payroll taxes	-	-	8,392	8,392
Professional fees	-	5,825	-	5,825
Travel	12,851	-	-	12,851
Website expense	-	1,085	-	1,085
	<u>\$ 801,945</u>	<u>\$ 97,399</u>	<u>\$ 194,007</u>	<u>\$ 1,093,351</u>

2019				
	Program	Management and General	Fundraising	Total
Bank fees	\$ -	\$ 9,680	\$ -	\$ 9,680
Convention	50,753	-	-	50,753
Consulting fees	-	-	53,477	53,477
Employee benefit plan	-	-	486	486
Fundraising costs	-	-	23,577	23,577
Grants	1,334,611	-	-	1,334,611
Management fee	-	75,000	-	75,000
Marketing	21,257	-	21,258	42,515
Office expenses	-	16,814	-	16,814
Payroll expense	-	-	41,943	41,943
Payroll taxes	-	-	3,660	3,660
Professional fees	-	5,884	-	5,884
Travel	16,895	-	-	16,895
Website expense	-	1,061	-	1,061
	<u>\$ 1,423,516</u>	<u>\$ 108,439</u>	<u>\$ 144,401</u>	<u>\$ 1,676,356</u>

See accompanying notes.

**KOA CARE CAMPS
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 786,115	\$ (6,692)
Changes in assets and liabilities that (used) provided cash:		
Accounts receivable	(965)	28
Prepaid expenses	(16,716)	10,153
Accounts payable and accrued expenses	<u>(6,509)</u>	<u>(18,491)</u>
Net cash provided by (used in) operating activities	761,925	(15,002)
Cash Flows from Investing Activities		
Purchase of certificates of deposit	(1,501,119)	(953,147)
Proceeds from redemption of certificate of deposit	<u>953,147</u>	<u>900,597</u>
Net cash (used in) investing activities	<u>(547,972)</u>	<u>(52,550)</u>
Net increase (decrease) in cash and cash equivalents	213,953	(67,552)
Cash and cash equivalents, beginning of year	<u>42,209</u>	<u>109,761</u>
Cash and cash equivalents, end of year	<u><u>\$ 256,162</u></u>	<u><u>\$ 42,209</u></u>

See accompanying notes.

**KOA CARE CAMPS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

KOA Care Camps (the "Organization") is a non-profit corporation whose mission is to help children stricken with cancer and siblings to participate in the camping experience at an authorized cancer camp.

Basis of Accounting and Financial Statement Presentation

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles ("GAAP"). Resources are classified for reporting purposes based on the existence or absence of donor-imposed restrictions. This is accomplished by classification of fund balances into two classes of net assets: without donor restrictions and with donor restrictions. Descriptions of the two net assets categories and the types of transaction affecting each category follow:

Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions. Items that affect this net asset category principally consist of gifts without restrictions, previously restricted gifts whose donor-imposed restrictions were met during the year, investment income, and the expenses associated with the core activities of the Organization: grant making and other programs, management and general, and fundraising expenses.

With Donor Restrictions – Net assets subject to donor-imposed restrictions that will be met either by actions of the Organization 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. Expirations of restrictions on net assets with donor restrictions are reported as net assets released from restrictions.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

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, except certificates of deposit. The organization had no restricted cash during the reported periods.

**KOA CARE CAMPS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Certificates of Deposit

Certificates of deposit are recorded at cost plus accrued interest, which approximates fair value.

Revenue Recognition

The Organization records gifts and contributions when there is sufficient evidence in the form of verifiable documentation that an unconditional promise was received. Contributions and grants receivable are recorded at the amount management expects to collect. Support from fundraising events is recognized upon completion of the related event. In-kind contributed goods and services are recognized at fair value as determined by the donor on the date of the contribution.

Functional Classification of Expenses

The costs of program and supporting services have been summarized on a functional basis, based upon the function directly benefited. Marketing costs have been allocated equally between the program and fundraising functions based upon the joint nature of marketing materials.

Income Taxes

The Organization is a tax-exempt entity under Section 501(c)(3) of the Internal Revenue Code. The Organization's Department of Treasury information returns are subject to examination, generally for three years after the filing date.

Uncertain Tax Positions

As of December 31, 2020, the Organization has no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

Recently Adopted Accounting Standards

On January 1, 2019, the Organization adopted ASU 2018-08, "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made." This new standard clarified the criteria for evaluating whether contributions are unconditional or conditional. The adoption of this ASU did not materially impact the financial statements.

KOA CARE CAMPS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Evaluation of Subsequent Events

The Organization evaluated subsequent events through July 6, 2021, which is the date the financial statements were available to be issued.

NOTE 2. CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash in bank deposit accounts. Accounts at each institution are insured by the Federal Deposit Insurance Company up to \$250,000. There were no uninsured balances at December 31, 2020 and 2019.

NOTE 3. CERTIFICATES OF DEPOSIT

Certificates of deposit consist of the following as of December 31, 2020:

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
26 Week CD	January 7, 2021	0.55%	\$ 250,000
26 Week CD	January 28, 2021	0.55%	250,000
26 Week CD	February 25, 2021	0.55%	250,000
26 Week CD	March 4, 2021	0.55%	250,000
26 Week CD	June 3, 2021	0.20%	250,000
26 Week CD	June 17, 2021	0.20%	250,000
			<u>\$ 1,500,000</u>

Certificates of deposit consist of the following as of December 31, 2019:

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
26 Week CD	January 23, 2020	1.54%	\$ 203,147
13 Week CD	March 26, 2020	0.75%	250,000
26 Week CD	April 23, 2020	0.90%	250,000
26 Week CD	May 14, 2020	0.90%	250,000
			<u>\$ 953,147</u>

KOA CARE CAMPS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 4. SPECIAL EVENTS

Special events revenues are presented net of the costs of direct benefits provided to the donors. Total costs of direct benefits provided to donors for the years ended December 31, 2020 and 2019 were \$5,050 and \$33,266, respectively.

NOTE 5. FINANCIAL ASSETS AND LIQUIDITY RESOURCES

Financial assets and liquidity resources available for general expenditure within one year of the statement of financial position dates were as follows as of December 31:

	<u>2020</u>	<u>2019</u>
Financial assets:		
Cash and cash equivalents	\$ 256,162	\$ 42,209
Certificates of deposit	1,501,119	953,147
Accounts receivable	<u>14,154</u>	<u>530</u>
Financial assets available within one year without donor restrictions	<u>\$ 1,771,435</u>	<u>\$ 995,886</u>

NOTE 6. IN-KIND CONTRIBUTIONS

In-kind contributions consist of the following for the years ended December 31:

	<u>2020</u>	<u>2019</u>
Advertising	\$ 44,829	\$ -
In-kind contributions	<u>\$ 44,829</u>	<u>\$ -</u>

NOTE 7. PPP FUNDING

The Organization received a refundable advance under the Paycheck Protection Program ("PPP"), established by the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"). Under the terms of the PPP, the use of the proceeds for qualifying expenses and the meeting of certain requirements provide for an unconditional promise to forgive the advance. Having received notification of forgiveness, the Organization has recognized revenue in the amount of \$11,982 for the year ended December 31, 2020.