



May 5, 2022

Ms. Amy Rossman
Rodman for Kids, Inc.
10 Lincoln Road, Suite 208
Foxboro, MA 02035

Dear Ms. Rossman:

Please find enclosed five copies of the financial statements of Rodman for Kids, Inc. as of December 31, 2021.

Very truly yours,

Kevin J. Carnes

KJC/zp
Enclosures

RODMAN FOR KIDS, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2021 AND 2020

RODMAN FOR KIDS, INC.

Financial Statements

December 31, 2021 and 2020

C O N T E N T S

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Rodman for Kids, Inc.
Foxborough, Massachusetts

Opinion

We have audited the accompanying financial statements of Rodman For Kids, Inc., (a Massachusetts not-for-profit organization) (the "Organization"), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial positions of the Organization as of December 31, 2021 and 2020, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' 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 audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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.

Auditors' 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 auditors' 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, including omissions, 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.

O'Connor + Drew, P.C.

**Certified Public Accountants
Braintree, Massachusetts**

April 29, 2022

RODMAN FOR KIDS, INC.

Statements of Financial Position

December 31,

Assets

	<u>2021</u>	<u>2020</u>
Current Assets:		
Cash and cash equivalents	\$ 921,786	\$ 579,900
Contributions receivable	<u>70,445</u>	<u>169,894</u>
Total Current Assets	<u>992,231</u>	<u>749,794</u>
Noncurrent Asset:		
Property and equipment, net	<u>50,783</u>	<u>60,617</u>
Total Assets	<u>\$ 1,043,014</u>	<u>\$ 810,411</u>

Liabilities and Net Assets

Current Liabilities:		
Accounts payable	\$ 17,212	\$ 22,816
Retirement plan contribution payable	<u>2,862</u>	<u>-</u>
Total Current Liabilities	<u>20,074</u>	<u>22,816</u>
Net Assets:		
Without donor restrictions	721,009	605,122
With donor restrictions	<u>301,931</u>	<u>182,473</u>
Total Net Assets	<u>1,022,940</u>	<u>787,595</u>
Total Liabilities and Net Assets	<u>\$ 1,043,014</u>	<u>\$ 810,411</u>

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

RODMAN FOR KIDS, INC.

Statements of Activities and Changes in Net Assets

For the Year Ended December 31, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and Other Support:			
Contributions	\$ 780,133	\$ 1,681,982	\$ 2,462,115
Special events	505,841	-	505,841
Net assets released from restrictions	<u>1,562,524</u>	<u>(1,562,524)</u>	<u>-</u>
Total Revenues and Other Support	<u>2,848,498</u>	<u>119,458</u>	<u>2,967,956</u>
Program Expenses	<u>2,115,350</u>	<u>-</u>	<u>2,115,350</u>
Supporting Service Expenses:			
Management and general	256,836	-	256,836
Fundraising	<u>360,425</u>	<u>-</u>	<u>360,425</u>
Total Supporting Service Expenses	<u>617,261</u>	<u>-</u>	<u>617,261</u>
Total Expenses	<u>2,732,611</u>	<u>-</u>	<u>2,732,611</u>
Change in Net Assets	115,887	119,458	235,345
Net Assets, Beginning of Year	<u>605,122</u>	<u>182,473</u>	<u>787,595</u>
Net Assets, End of Year	<u>\$ 721,009</u>	<u>\$ 301,931</u>	<u>\$ 1,022,940</u>

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

RODMAN FOR KIDS, INC.

Statements of Activities and Changes in Net Assets

For the Year Ended December 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and Other Support:			
Contributions	\$ 233,361	\$ 1,744,812	\$ 1,978,173
Special events	283,567	-	283,567
In-kind, goods and services	79,555	-	79,555
Net assets released from restrictions	<u>1,646,274</u>	<u>(1,646,274)</u>	<u>-</u>
Total Revenues and Other Support	<u>2,242,757</u>	<u>98,538</u>	<u>2,341,295</u>
Program Expenses	<u>1,990,314</u>	<u>-</u>	<u>1,990,314</u>
Supporting Service Expenses:			
Management and general	190,481	-	190,481
Fundraising	<u>132,239</u>	<u>-</u>	<u>132,239</u>
Total Supporting Service Expenses	<u>322,720</u>	<u>-</u>	<u>322,720</u>
Total Expenses	<u>2,313,034</u>	<u>-</u>	<u>2,313,034</u>
Change in Net Assets	(70,277)	98,538	28,261
Net Assets, Beginning of Year	<u>675,399</u>	<u>83,935</u>	<u>759,334</u>
Net Assets, End of Year	<u>\$ 605,122</u>	<u>\$ 182,473</u>	<u>\$ 787,595</u>

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

RODMAN FOR KIDS, INC.

Statements of Functional Expenses

For the Year Ended December 31, 2021

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Expenses:				
Partner disbursements	\$ 1,264,542	\$ -	\$ -	\$ 1,264,542
Incentives	262,218	-	-	262,218
Celebration	-	-	236,537	236,537
Salaries	112,761	46,617	51,587	210,965
Other donations	198,565	-	-	198,565
The Ride	155,387	-	-	155,387
Occupancy	-	86,282	-	86,282
Disney tickets and transportation	69,421	-	-	69,421
Professional fees	-	68,256	-	68,256
Advertising and promotion	-	-	64,463	64,463
Theater tickets	29,996	-	-	29,996
Depreciation	-	25,217	-	25,217
Payroll taxes	8,532	3,741	3,830	16,103
Other employee benefits	10,760	1,839	3,019	15,618
Information technology	-	13,930	-	13,930
Office	71	4,166	-	4,237
Retirement plan contributions	3,097	669	989	4,755
Insurance	-	3,475	-	3,475
Other fees	-	2,644	-	2,644
	<u>\$ 2,115,350</u>	<u>\$ 256,836</u>	<u>\$ 360,425</u>	<u>\$ 2,732,611</u>

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

RODMAN FOR KIDS, INC.

Statements of Functional Expenses

For the Year Ended December 31, 2020

	Program <u>Services</u>	Management <u>and General</u>	<u>Fundraising</u>	<u>Total</u>
Expenses:				
Partner disbursements	\$ 1,155,839	\$ -	\$ -	\$ 1,155,839
Other donations	406,500	-	-	406,500
Incentives	225,700	-	-	225,700
Salaries	79,115	18,304	29,527	126,946
Credit card processing fees	93,939	-	-	93,939
Celebration	-	-	86,797	86,797
Occupancy	-	78,658	-	78,658
Professional fees	-	47,882	-	47,882
Other fees	-	22,400	-	22,400
The Ride	15,085	-	-	15,085
Advertising and promotion	-	-	12,962	12,962
Payroll taxes	6,049	1,830	2,953	10,832
Disney tickets and transportation	8,087	-	-	8,087
Office	-	7,840	-	7,840
Information technology	-	6,363	-	6,363
Depreciation	-	4,186	-	4,186
Insurance	-	2,673	-	2,673
Interest	-	345	-	345
	<u>\$ 1,990,314</u>	<u>\$ 190,481</u>	<u>\$ 132,239</u>	<u>\$ 2,313,034</u>

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

RODMAN FOR KIDS, INC.

Statements of Cash Flows

For the Years Ended December 31,

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities:		
Change in net assets	<u>\$ 235,345</u>	<u>\$ 28,261</u>
Adjustments to reconcile change in net assets to net cash provided by (applied) to operating activities:		
Depreciation	25,217	4,186
Donated property and equipment	-	(60,055)
Changes in assets and liabilities:		
Contributions receivable	99,449	(22,730)
Accounts payable	(5,604)	(267,721)
Retirement plan contribution payable	<u>2,862</u>	<u>-</u>
Net Adjustments	<u>121,924</u>	<u>(346,320)</u>
Net Cash Provided by (Applied to) Operating Activities	<u>357,269</u>	<u>(318,059)</u>
Cash Flows from Investing Activity:		
Acquisition of property and equipment	<u>(15,383)</u>	<u>(1,241)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	341,886	(319,300)
Cash and Cash Equivalents, Beginning of Year	<u>579,900</u>	<u>899,200</u>
Cash and Cash Equivalents, End of Year	<u>\$ 921,786</u>	<u>\$ 579,900</u>

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

RODMAN FOR KIDS, INC.

Notes to the Financial Statements

December 31, 2021 and 2020

Note 1 - **Nature of the Organization**

Rodman for Kids, Inc. (the “Organization”) raises funds to support various programs for disadvantaged youths who come from all ethnic and cultural backgrounds, and raises funds for, and on behalf of, various agencies that work with such disadvantaged youths through a variety of counseling, educational, recreational, and vocational programs. Funds are raised via continuous marketing campaigns, as well as through an annual bicycle ride through Southeastern Massachusetts and an annual social event. The Organization's primary programs are the Ride for Kids (annual bicycle ride), Celebration for Kids (annual social event), Marilyn Rodman Theatre for Kids, and Disney for Kids.

Note 2 - **Summary of Significant Accounting Policies**

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. Accordingly, revenue is recorded when earned and expenses when goods are received, or services rendered.

Financial Statement Presentation

Assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expensed for any purpose in performing the objectives of the Organization.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Restricted contributions are reported as increases in net assets with donor restrictions.

Measure of Operations

The statements of activities and changes in net assets report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Organization's ongoing purpose. Nonoperating activities are limited to activities considered to be of a more unusual or nonrecurring nature.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

Note 2 - **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 about future events. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as reported amounts of revenues and expenses during the reporting period. Management evaluates the estimates and assumptions on an ongoing basis using historical experience and other factors that management believes to be reasonable under the circumstances. Adjustments to estimates and assumptions are made as facts and circumstances require. As future events and their effects cannot be determined with certainty, actual results may differ from the estimates used in preparing the accompanying financial statements. Significant estimates and assumptions are required as part of determining the value of contributions receivable and estimating depreciation.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less, when acquired, to be cash equivalents.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue. Conditional promises to give are not included as support until the conditions are met. As of December 31, 2021 and 2020, management has concluded an allowance for doubtful accounts was not required. All contributions receivable are expected to be collected within one year of the applicable statements of financial position date.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

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

Property and Equipment

Property and equipment are stated at cost at the date of purchase or, for donated assets, at fair value at the date of donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the lesser of the estimated useful lives of the assets or the lease term. The useful lives range from three to seven years. The Organization's policy is to capitalize property and equipment acquired and expense normal repairs and maintenance as incurred. The Organization's management periodically evaluates whether events or circumstances have occurred indicating that the carrying amount of long-lived assets may not be recovered.

Contributions

Contributions are recognized as revenue when they are unconditional, usually when qualifying expenditures are incurred and other conditions under the agreement are met. Contributions are conditional if there is a barrier that must be overcome before the recipient is entitled to the contribution and the donor has the right to request the funds back if they are not spent properly.

Unconditional 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-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor-restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

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

Donated Assets and Services

The Organization records donated assets and services at their fair market value at the date of contribution. Donated services are recognized as contributions at their fair value in the period received if the services create or enhance nonfinancial assets or required specialized skills are performed by individuals with those skills, and would otherwise be purchased by the Organization.

Income Tax Status

The Organization is a not-for-profit entity exempt from income taxes under section 501(c)(3) of the Internal Revenue Code. As a not-for-profit entity exempt from income taxes, the Organization may, however, be subject to tax on unrelated business income.

Accounting principles generally accepted in the United States of America require an entity to assess the probability that a tax position has a “more likely than not” sustainability after review by tax authorities. If a tax position is deemed not to meet this threshold, any unrecognized tax benefits and costs are estimated and recognized. Tax returns are routinely open for review by the tax authorities for three years from their due date. In certain circumstances, the statute of limitations may remain open indefinitely.

Functional Allocation of Expenses

Expenses are categorized by program services, management and general, or fundraising on a direct identification basis, where practical, and on a percentage allocation basis based on management’s judgement. Salaries and payroll taxes are allocated based on time and effort.

Revenue Recognition

Revenue from contracts with customers is recognized when a customer obtains control of promised goods or services in an amount that reflects the consideration the entity expects to receive in exchange for those goods or services.

The principles in the standard are applied using a five-step model that includes: (1) identifying the contract(s) with the customer, (2) identifying the performance obligations in the contract, (3) determining the transaction price, (4) allocating the transaction price to the performance obligations in the contract, and (5) recognizing revenue when (or as) the performance obligations are satisfied. The Organization’s revenues and cash flows are correlated to the general conditions of the economy.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

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

Revenue Recognition - continued

The Organization derives revenue with customers from their special event, the Celebration for Kids, which is an annual social event. The Organization considers the performance obligation to be the event. As a result, the Organization recognizes event revenue at a point in time when the event occurs. The Organization expects to receive cash considerations equal to the ticket admission cost or sponsorship. The Organization usually collects amounts due shortly after the transaction occurs. The price for the event was \$1,000 per ticket in 2021 and \$0 in 2020 (the event was virtual in 2020, therefore there were no tickets, and in 2021 the event was held in person) and the price of event sponsorship varies based on the level of sponsoring the event.

Prepayments for tickets or sponsorships are considered contract liabilities and reflected as deferred revenue, if any, on the statements of financial position and are recognized as revenue in the future when the product is provided to the customer, which is usually within twelve months.

New Accounting Pronouncement

FASB issued ASU 2016-02, *Leases*, effective for non-public and most not-for-profit entities for fiscal years beginning after December 15, 2021. The purpose of this pronouncement will require lessees to recognize on their statements of financial position the rights and obligations resulting from leases categorized as operating leases as assets and liabilities. It provides for an election on leases with terms of less than twelve months to be excluded. Management is in the process of evaluating this pronouncement and has not yet determined its impact on the financial statements.

Reclassifications

Certain amounts in the 2020 financial statements have been reclassified to conform to the 2021 presentation.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

Note 3 - Property and Equipment

A summary of the major components of property and equipment at December 31, is as follows:

	<u>2021</u>	<u>2020</u>
Furniture and fixtures	\$ 70,697	\$ 60,055
Computers and office equipment	18,132	13,391
Signage	<u>798</u>	<u>798</u>
	89,627	74,244
Less: accumulated depreciation	<u>(38,844)</u>	<u>(13,627)</u>
	<u>\$ 50,783</u>	<u>\$ 60,617</u>

During the year ended December 31, 2021, the Organization capitalized \$0 of donated furniture and fixtures (in-kind contributions).

Note 4 - In-Kind Goods and Services

For the years ended December 31, 2021 and 2020, in-kind goods and services meeting the requirements for recognition were recorded as revenues. The value of in-kind goods and services is recorded as contributions in the financial statements and the corresponding expenses for the years ended December 31, are as follows:

	<u>2021</u>	<u>2020</u>
Furniture and fixtures	\$ -	\$ 60,055
Rent	<u>-</u>	<u>19,500</u>
	<u>\$ -</u>	<u>\$ 79,555</u>

Note 5 - Net Assets

Net assets represent the cumulative excess of revenue, gains, and other support over expenses. Net assets of the Organization consist of two components: net assets without donor restrictions and net assets with donor restrictions. Funds without donor restrictions are not restricted as to use. Funds with donor restrictions are restricted to use by the donor or grant requirements.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

Note 5 - Net Assets - Continued

Net Assets Without Restrictions

Net assets without donor restrictions comprise the receipt of funds related to activities the Organization engages in that are not restricted in nature. Net assets without restrictions amounted to \$721,009 and \$605,122 as of December 31, 2021 and 2020, respectively.

Net Assets With Restrictions

Net assets with donor restrictions are available for the following purposes at December 31,:

	<u>2021</u>	<u>2020</u>
Programs (for purpose):		
Marilyn Rodman Theatre for Kids	\$ 239,246	\$ 172,089
Disney for Kids	<u>62,685</u>	<u>10,384</u>
	<u>\$ 301,931</u>	<u>\$ 182,473</u>

Net Assets Released from Restrictions

Net assets with donor restrictions were released from restrictions by incurring expenses satisfying the purpose specified by donors for the years ended December 31,:

	<u>2021</u>	<u>2020</u>
Program (for purpose):		
Ride for Kids	\$1,219,759	\$1,239,774
Celebration for Kids	243,348	406,500
Disney for Kids	69,421	-
Marilyn Rodman Theatre for Kids	<u>29,996</u>	<u>-</u>
	<u>\$1,562,524</u>	<u>\$1,646,274</u>

As a result of the change in the event's operating model, by eliminating the requirement for external funds raised to be receipted by the Organization, the Organization is typically able to receipt and disburse the majority of funds raised for affiliated charities within the same calendar year.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

Note 6 - **Related Party Transactions**

Payroll costs (salaries and related taxes) of approximately \$52,000 and \$22,000 for the years ended December 31, 2021 and 2020, respectively, were processed by an entity under common control. The Organization reimburses the entity under common control for the full amount of its payroll costs on a quarterly basis. During 2021 and 2020, the entity under common control processed the Organization's first quarter payroll and the Organization processed their payroll internally for the remainder of the year.

The Organization occupied office space from an entity under common control. During the years ended December 31, 2021 and 2020, the Organization reported in-kind rent of \$0 and \$19,500, respectively. During 2020, the real estate entity (entity under common control) sold the property to an unrelated third-party. The current property owner charges the Organization rent at fair market value. The Organization is a tenant-at-will.

The Organization received approximately \$100,000 and \$380,000 in support from an affiliated foundation for the years ended December 31, 2021 and 2020, respectively. The affiliated foundation is committed to funding the Organization's operating expenses, as necessary, indefinitely. The Organization and the affiliated foundation have common members of their Board of Directors. The Organization is highly dependent on the affiliated foundation's annual support.

Note 7 - **Risks and Uncertainties**

Economic Uncertainty

On March 23, 2020, the Governor of Massachusetts declared a state of emergency and ordered all non-essential business services to temporarily cease due to the COVID-19 outbreak. The Organization continued to operate remotely during this time, and management took steps, such as reducing expenses and expanding fundraising campaigns, to mitigate the negative effects on operations. The Governor of Massachusetts lifted the state of emergency on June 15, 2021. The COVID-19 crisis has created volatility in the financial markets and the overall economy.

Cash

From time to time, the Organization's cash balances fluctuate and can exceed the federally insured limit. Management monitors the financial condition of the banking institutions, along with its cash balances, in an effort to keep this potential risk to a minimum. At December 31, 2021 and 2020, approximately \$393,000 and \$1,656,000 was uninsured, respectively.

RODMAN FOR KIDS, INC.

Notes to the Financial Statements - Continued

December 31, 2021 and 2020

Note 7 - **Risks and Uncertainties - Continued**

Uncertainties

The Organization is highly dependent on donor contributions. There is risk to the extent that these contributions are not renewed each year.

Note 8 - **Availability and Liquidity**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following at December 31,:

	<u>2021</u>	<u>2020</u>
Financial assets at year-end:		
Cash and cash equivalents	\$ 921,786	\$ 579,900
Contributions receivable	<u>70,445</u>	<u>169,894</u>
 Total financial assets	 992,231	 749,794
 Less: amounts not available to be used within one year:		
Net assets with donor restrictions	<u>(301,931)</u>	<u>(182,473)</u>
 Financial assets available to meet general expenditures within one year:	 <u>\$ 690,300</u>	 <u>\$ 567,321</u>

The Organization reviews its cash position on a regular basis to ensure that adequate funds are available to meet expenses. At December 31, 2021 and 2020, management believes that the Organization has no liquidity issues.

Note 9 - **Management's Acceptance of the Financial Statements**

Management has evaluated subsequent events through April 29, 2022, the date for which the financial statements were available for issuance. Management has accepted the financial statements and did not identify any events subsequent to December 31, 2021 requiring disclosure in these financial statements.