

Lincoln Hills Cares Lincoln Hills Cares Foundation

Consolidated Financial Statements

Years Ended September 30, 2020 and 2019



**Lincoln Hills Cares
Lincoln Hills Cares Foundation
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Lincoln Hills Cares
Lincoln Hills Cares Foundation
Denver, Colorado

We have audited the accompanying consolidated financial statements of Lincoln Hills Cares and Lincoln Hills Cares Foundation (Colorado nonprofit organizations), which comprise the consolidated statements of financial position as of September 30, 2020 and 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated 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 consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Lincoln Hills Cares and Lincoln Hills Cares Foundation as of September 30, 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.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The additional consolidating statements presented on pages 17 through 19 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP

December 8, 2021
Denver, Colorado

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statements of Financial Position
September 30, 2020 and 2019**

	2020	2019
<u>Assets</u>		
Cash and cash equivalents	\$ 452,096	\$ 554,682
Grants and contributions receivable	7,500	77,500
Accounts and other receivables	18,483	4,319
Property and equipment, net	2,237	3,458
Total Assets	\$ 480,316	\$ 639,959
<u>Liabilities</u>		
Accounts payable	\$ 14,647	\$ 6,774
Grants payable	10,000	32,646
Accrued expenses	320,970	769,004
Payroll Protection Program Loan	35,057	-
Total Liabilities	380,674	808,424
<u>Net Assets (Deficit)</u>		
Without donor restrictions	92,142	(245,965)
With donor restrictions	7,500	77,500
Total Net Assets (Deficit)	99,642	(168,465)
Total Liabilities and Net Assets	\$ 480,316	\$ 639,959

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statement of Activities
Year Ended September 30, 2020**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>
<u>Support and Revenue</u>			
Contributions and grants	\$ 1,395,149	\$ 7,500	\$ 1,402,649
Program seervice fees	30,670	-	30,670
Net assets released from restrictions	77,500	(77,500)	-
Total Support and Revenue	1,503,319	(70,000)	1,433,319
<u>Expenses</u>			
Program Services			
Grant expense	67,895	-	67,895
Educational and recreational	764,659	-	764,659
Total Program Services	832,554	-	832,554
Supporting Services			
Management and general	136,855	-	136,855
Fundraising	195,803	-	195,803
Total Supporting Services	332,658	-	332,658
Total Expenses	1,165,212	-	1,165,212
Change in Net Assets	338,107	(70,000)	268,107
NET ASSETS (DEFICIT) - beginning of year	(245,965)	77,500	(168,465)
NET ASSETS - end of year	\$ 92,142	\$ 7,500	\$ 99,642

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statement of Activities
Year Ended September 30, 2019**

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Totals</u>
<u>Support and Revenue</u>			
Contributions and grants	\$ 1,966,669	\$ 77,500	\$ 2,044,169
Program service fees	71,972	-	71,972
	<hr/>	<hr/>	<hr/>
Total Support and Revenue	2,038,641	77,500	2,116,141
 <u>Expenses</u>			
Program Services			
Grant expense	1,682,970	-	1,682,970
Educational and recreational	693,216	-	693,216
	<hr/>	<hr/>	<hr/>
Total Program Services	2,376,186	-	2,376,186
 Supporting Services			
Management and general	121,736	-	121,736
Fundraising	159,391	-	159,391
	<hr/>	<hr/>	<hr/>
Total Supporting Services	281,127	-	281,127
	<hr/>	<hr/>	<hr/>
Total Expenses	2,657,313	-	2,657,313
	<hr/>	<hr/>	<hr/>
Change in Net Assets	(618,672)	77,500	(541,172)
NET ASSETS - beginning of year	<hr/>	<hr/>	<hr/>
	372,707	-	372,707
NET ASSETS (DEFICIT) - end of year	<hr/>	<hr/>	<hr/>
	\$ (245,965)	\$ 77,500	\$ (168,465)
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**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statement of Functional Expenses
Year Ended September 30, 2020**

	Supporting Services				Total
	Program Services	Management and General	Fund- Raising	Supporting Services Total	
Salary and wages	\$ 57,501	\$ 72,675	\$ 69,480	\$ 142,155	\$ 199,656
Employee benefits	6,563	5,156	7,030	12,186	18,749
Payroll taxes	5,020	6,344	6,065	12,409	17,429
Total Employee Costs	<u>69,084</u>	<u>84,175</u>	<u>82,575</u>	<u>166,750</u>	<u>235,834</u>
Land access and use fees	555,917	-	-	-	555,917
Contract services	46,985	-	71,313	71,313	118,298
Program expenses	71,223	-	-	-	71,223
Grant expense	67,895	-	-	-	67,895
Professional fees	11,339	39,505	10,176	49,681	61,020
Advertising	185	185	14,159	14,344	14,529
Information technology	4,902	4,902	4,202	9,104	14,006
Occupancy	2,809	3,640	3,654	7,294	10,103
Insurance	958	2,400	2,984	5,384	6,342
Fundraising	-	-	3,116	3,116	3,116
Training	-	608	912	1,520	1,520
Dues and subscriptions	324	436	724	1,160	1,484
Depreciation	427	427	367	794	1,221
Office expense	343	414	400	814	1,157
Travel	-	-	1,080	1,080	1,080
Bank fees	163	163	141	304	467
Total Expenses	<u>\$ 832,554</u>	<u>\$ 136,855</u>	<u>\$ 195,803</u>	<u>\$ 332,658</u>	<u>\$ 1,165,212</u>

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statement of Functional Expenses
Year Ended September 30, 2019**

	Supporting Services			Supporting Services Total	Total
	Program Services	Management and General	Fund- Raising		
Salary and wages	\$ 54,842	\$ 69,957	\$ 36,021	\$ 105,978	\$ 160,820
Payroll taxes	3,765	4,759	4,550	9,309	13,074
Total Employee Costs	<u>58,607</u>	<u>74,716</u>	<u>40,571</u>	<u>115,287</u>	<u>173,894</u>
Grant expense	1,682,970	-	-	-	1,682,970
Land access and use fees	522,584	-	-	-	522,584
Program expenses	91,069	-	-	-	91,069
Contract services	11,785	-	62,901	62,901	74,686
Professional fees	1,026	35,158	28,033	63,191	64,217
Information technology	3,502	3,502	3,003	6,505	10,007
Fundraising	-	-	9,471	9,471	9,471
Occupancy	640	3,389	4,673	8,062	8,702
Insurance	1,497	2,475	2,750	5,225	6,722
Advertising	894	894	4,927	5,821	6,715
Office expense	1,180	736	657	1,393	2,573
Travel	-	-	1,730	1,730	1,730
Bank fees	157	566	135	701	858
Dues and subscriptions	204	229	272	501	705
Training	-	-	207	207	207
Depreciation	71	71	61	132	203
Total Expenses	<u>\$ 2,376,186</u>	<u>\$ 121,736</u>	<u>\$ 159,391</u>	<u>\$ 281,127</u>	<u>\$ 2,657,313</u>

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidated Statements of Cash Flows
Years Ended September 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
<u>Cash Flows From Operating Activities</u>		
Change in net assets	\$ 268,107	\$ (541,172)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,221	203
Changes in operating assets and liabilities:		
Grants and contributions receivable	70,000	(77,500)
Accounts and other receivables	(14,164)	4,146
Accounts payable	7,873	1,274
Grants payable	(22,646)	32,646
Accrued expenses	(448,034)	(29,757)
Net Cash Flows From Operating Activities	<u>(137,643)</u>	<u>(610,160)</u>
<u>Cash Flows From Investing Activities</u>		
Purchases of property and equipment	<u>-</u>	<u>(3,661)</u>
Net Cash Flows From Investing Activities	<u>-</u>	<u>(3,661)</u>
<u>Cash Flows From Financing Activities</u>		
Proceeds from Payroll Protection Program Loan	<u>35,057</u>	<u>-</u>
Net Cash Flows From Financing Activities	<u>35,057</u>	<u>-</u>
<u>Net Change in Cash and Cash Equivalents</u>	(102,586)	(613,821)
<u>CASH AND CASH EQUIVALENTS, beginning of year</u>	<u>554,682</u>	<u>1,168,503</u>
<u>CASH AND CASH EQUIVALENTS, end of year</u>	<u>\$ 452,096</u>	<u>\$ 554,682</u>

1. Organization and Summary of Significant Accounting Policies

Organization

Lincoln Hills Cares ("LHC") and Lincoln Hills Cares Foundation ("LHCF") (together the "Organization"), are Colorado nonprofit organizations, incorporated in 2016, and are committed to developing educational and recreational programs emphasizing youth development designed to (i) educate the public on the African American experience, (ii) provide outdoor education for people of all ages and backgrounds, and (iii) enhance cultural understanding among various ethnicities, religions, and races in a mountain environment.

Basis of Accounting

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Net Assets

Net 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 available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions - Net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Basis of Consolidation

The consolidated financial statements include the accounts of Lincoln Hills Cares and the Lincoln Hills Cares Foundation because Lincoln Hills Cares has both control and an economic interest in the Foundation. All material intercompany transactions and accounts have been eliminated in consolidation.

Use of Estimates in Preparation of Consolidated Financial Statements

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States (GAAP) requires management to make estimates and assumptions that affect the results of reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

1. Organization and Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses

The costs of providing the program and supporting services have been reported on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis using methods such as estimated time spent, utilization, and square footage. Costs have been allocated between program and supporting services based on estimates, as determined by management. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

Concentration of Credit Risk

The Organization maintains several bank accounts at one institution, which is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. From time to time, the cash deposits will go above the FDIC insurance limit. The Organization has never experienced any losses related to these balances.

The Organization receives virtually all its revenues from public support. A significant reduction in the level of such support, if this were to occur, may have an adverse effect on the Organization's programs and activities.

For the year ended September 30, 2020 and 2019, the Organization received approximately 90% and 87%, respectively, of its support and revenue from one donor.

Income Taxes

Lincoln Hills Cares and its supporting organization, the Lincoln Hills Cares Foundation, are Colorado nonprofit corporations and are exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code, and are not deemed to be a "private foundation." However, continued compliance with the prescribed "public support test," and other rules and regulations, is required to maintain this exemption. Management is not aware of any event or activity that might adversely affect the Organizations' tax exempt status.

The Organization believes it has conducted its operations in accordance with, and has properly maintained, its tax-exempt status, and that it has taken no material uncertain tax positions that qualify for recognition or disclosure in the consolidated financial statements.

Cash and Cash Equivalents

For purposes of the consolidated statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Fair Value Measurements

The carrying amount reported in the consolidated statements of financial position for cash and cash equivalents, accounts payable, and accrued liabilities approximate fair value because of the immediate or short-term maturities of these consolidated financial instruments.

1. Organization and Summary of Significant Accounting Policies (continued)

Grants and Contributions Receivable

Grants and contributions receivable represent unconditional promises to give cash or other assets to the Organization. Grants and contributions receivable are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year, unless the effect on the consolidated financial statements is not significant. At September 30, 2020 and 2019, management deemed all grants and contributions receivable to be fully collectible; accordingly, no allowance for uncollectible grants and contributions receivable was required.

Accounts and Other Receivables

Accounts and other receivables are uncollateralized amounts due primarily for services. Management continually evaluates the need for an allowance for uncollectible accounts. Management reviewed the receivable balances as of September 30, 2020 and 2019 and determined that an allowance is not necessary.

Property and Equipment

Property and equipment are carried at cost. The Organization capitalizes property and equipment over \$1,000 with an estimated useful life in excess of one year. Donated property is carried at the fair market value on the date of the gift. Assets are depreciated using the straight-line method over the 3 year estimated useful life of the assets.

Grants Payable

The Organization records grants payable when the grant is awarded. Grants payable at September 30, 2020, are all scheduled to be disbursed in fiscal 2021. Grants payable totaled \$10,000 and \$32,646 at September 30, 2020 and 2021, respectively.

Program Service Fees

Program service fees are reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing its services. These amounts are primarily due from governmental agencies and other corporate sponsors based upon agreed upon rates. Revenue is recognized as the performance obligations are satisfied over time.

Performance obligations are determined based on the nature of the services provided. The Organization bills for services using contractual rates and is typically paid on a monthly basis for what it invoices.

1. Organization and Summary of Significant Accounting Policies (continued)

Contribution Revenue

Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution or promise to give contains a donor or grantor condition when both of the following are present:

- An explicit identifying of a barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized.
- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met.

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized.

Grant Revenue

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

Grant Awards That Are Contributions - Grant awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as a refundable advance liability.

Grant Awards That Are Exchange Transactions - Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability.

Subsequent Events

The Organization has evaluated subsequent events through December 8, 2021, which is the date these consolidated financial statements were available for issuance.

1. Organization and Summary of Significant Accounting Policies (continued)

Upcoming Accounting Pronouncement

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-02, Leases (Topic 842), which requires lessees to recognize on the statement of financial position a right-to-use asset and a lease liability for most lease arrangements with a term greater than one year. The new standard also requires new disclosures to help financial statement users better understand the amount, timing, and uncertainty of cash flows arising from the leases. ASU 2016-02 is effective for nonpublic companies for fiscal years beginning after December 15, 2021. Early adoption is permitted. The Organization is currently evaluating the effect that ASU 2016-02 will have on its consolidated financial statements.

2. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions or designations limiting their use, within twelve months of the consolidated statement of financial position date, are comprised of the following:

<u>As of September 30,</u>	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 452,096	\$ 554,682
Grants and contribution receivable	7,500	77,500
Accounts and other receivables	<u>18,483</u>	<u>4,319</u>
Total financial assets available for general expenditure	<u>\$ 478,079</u>	<u>\$ 636,501</u>

The Organization does not have a formal liquidity policy. The Organization invests its financial assets in a manner consistent with the concept of prudent money management, seeking maximum returns within reasonable levels of risk.

3. Property and Equipment

Property and equipment consists of the following:

<u>As of September 30,</u>	<u>2020</u>	<u>2019</u>
Computer equipment	\$ 3,661	\$ 3,661
Less: accumulated depreciation	<u>1,424</u>	<u>203</u>
Property and equipment, net	<u>\$ 2,237</u>	<u>\$ 3,458</u>

4. Paycheck Protection Program Loan

As of September 30, 2020, the Organization had an outstanding loan of \$35,057 from the Small Business Administration's (SBA) Paycheck Protection Program (PPP), as a result of legislation passed to assist businesses in navigating the Coronavirus pandemic. Under the terms of the original loan agreement, the loan bears interest at a rate of 1% with monthly payments of principal and interest commencing seven months after funding and extending for a two-year term. If certain criteria are met, the SBA will forgive all or a portion of the loan.

Subsequent to executing the loan document, the Paycheck Protection Program Flexibility Act was signed into law which modified the terms of the PPP. The modification to the program also extended the deferral period for payments of principal and interest to the date the SBA remits the borrower's loan forgiveness amount to the lender or, if the borrower does not apply for loan forgiveness, 10 months after the end of the borrower's loan forgiveness covered period (8 or 24 weeks).

While the Organization believes based upon current information all or substantially all of the loan and accrued interest will be forgiven under the program, under generally accepted accounting principles, any forgiveness is not recognized until a formal forgiveness determination is made by the SBA.

The loan was formally forgiven by the financial institution and recognized into income by the Organization on February 17, 2021.

5. Net Assets With Donor Restrictions

Net assets with donor restrictions consist of the following:

<u>As of September 30,</u>	<u>2020</u>	<u>2019</u>
<u>Subject to the passage of time:</u>		
Contributions and grants receivable	<u>\$ 7,500</u>	<u>\$ 77,500</u>

Net assets totaling \$77,500 were released from net assets with donor restrictions for the year ending September 30, 2020, as a result of the Organization incurring expenditures satisfying the related restricted purpose. No net assets were released for the year ending September 30, 2019.

6. Operating Leases

Office Lease –

The Organization leases office space under a long-term operating lease agreement, as amended, expiring in April 2025. Occupancy expense totaled \$10,103 and \$8,702, respectively, for the years ended September 30, 2020 and 2019.

Land Leases –

The Organization leases access to land under operating leases, all of which expire in December 2022. Land access and use fees under these leases totaled \$555,917 and \$522,584 for the years ended September 30, 2020 and 2019, respectively. Amounts payable and included in accrued expenses at September 30, 2020 and 2019, total \$308,605 and \$764,522, respectively.

Future minimum lease payments under these agreements are as follows:

Year Ending September 30,

2021	\$ 466,500
2022	466,400
2023	124,500
2024	10,500
2025	<u>6,100</u>
Total	<u>\$ 1,074,000</u>

7. Related Party Transactions

The Organization is related to Anglers of Honor Foundation (AHF) through a common mission, board of directors, and members of management.

The Organization is related to River Deep Foundation (RDF) through a common mission, board of directors, and members of management.

Details of related party transactions are as follows:

<u>Entity Name</u>	<u>Type of Service</u>	<u>September 30,</u>	
		<u>2020</u>	<u>2019</u>
Reimbursements:			
AHF	Payroll and rent reimbursement	<u>\$ 3,216</u>	<u>\$ 9,911</u>
RDF	Rent reimbursement	<u>\$ 3,150</u>	<u>\$ 1,838</u>
Expenses:			
AHF	Grant expense	<u>\$ -</u>	<u>\$ 303,945</u>
Receivables:			
AHF	Payroll expense	<u>\$ -</u>	<u>\$ 1,609</u>
RDF	Rent expense	<u>\$ 263</u>	<u>\$ 263</u>

8. Risks and Uncertainties

On March 11, 2020, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus as a “pandemic”. First identified in late 2019 and known now as COVID-19, the outbreak has impacted individuals worldwide. In response, many countries have implemented measures to combat the outbreak which have impacted global business operations.

The economic impact of the COVID-19 pandemic will impact various segments of the Organization’s fiscal 2021 operations and financial results. Management believes that the Organization is taking appropriate actions to mitigate the negative impact. However, the full impact of the COVID-19 pandemic is unknown and cannot be reasonably estimated as these events occurred subsequent to year-end and are still developing.

Supplementary Information

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidating Statement of Financial Position
September 30, 2020**

	<u>LHC</u>	<u>LHCF</u>	<u>Eliminations</u>	<u>Consolidated</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 163,339	\$ 288,757	\$ -	\$ 452,096
Grants and contributions receivable	7,500	-	-	7,500
Accounts and other receivables	18,746	-	(263)	18,483
Property and equipment, net	2,237	-	-	2,237
Total Assets	<u>\$ 191,822</u>	<u>\$ 288,757</u>	<u>\$ (263)</u>	<u>\$ 480,316</u>
<u>Liabilities</u>				
Accounts payable	\$ 12,463	\$ 2,447	\$ (263)	\$ 14,647
Grants payable	-	10,000	-	10,000
Accrued expenses	12,365	308,605	-	320,970
Payroll Protection Program Loan	35,057	-	-	35,057
Total Liabilities	<u>59,885</u>	<u>321,052</u>	<u>(263)</u>	<u>380,674</u>
<u>Net Assets (Deficit)</u>				
Without donor restrictions	124,437	(32,295)	-	92,142
With donor restrictions	7,500	-	-	7,500
Total Net Assets (Deficit)	<u>131,937</u>	<u>(32,295)</u>	<u>-</u>	<u>99,642</u>
Total Liabilities and Net Assets	<u>\$ 191,822</u>	<u>\$ 288,757</u>	<u>\$ (263)</u>	<u>\$ 480,316</u>

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidating Statement of Financial Position
September 30, 2019**

	<u>LHC</u>	<u>LHCF</u>	<u>Eliminations</u>	<u>Consolidated</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 105,761	\$ 448,921	\$ -	\$ 554,682
Grants and contributions receivable	77,500	-	-	77,500
Accounts and other receivables	4,582	-	(263)	4,319
Property and equipment, net	3,458	-	-	3,458
Total Assets	<u>\$ 191,301</u>	<u>\$ 448,921</u>	<u>\$ (263)</u>	<u>\$ 639,959</u>
<u>Liabilities</u>				
Accounts payable	\$ 6,405	\$ 632	\$ (263)	\$ 6,774
Grants payable	-	32,646	-	32,646
Accrued expenses	4,482	764,522	-	769,004
Total Liabilities	<u>10,887</u>	<u>797,800</u>	<u>(263)</u>	<u>808,424</u>
<u>Net Assets (Deficit)</u>				
Without donor restrictions	102,914	(348,879)	-	(245,965)
With donor restrictions	77,500	-	-	77,500
Total Net Assets (Deficit)	<u>180,414</u>	<u>(348,879)</u>	<u>-</u>	<u>(168,465)</u>
Total Liabilities and Net Assets	<u>\$ 191,301</u>	<u>\$ 448,921</u>	<u>\$ (263)</u>	<u>\$ 639,959</u>

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidating Statement of Activities
Year Ended September 30, 2020**

	<u>LHC</u>	<u>LHCF</u>	<u>Eliminations</u>	<u>Consolidated</u>
<u>Support and Revenue</u>				
Contributions and grants	\$ 333,052	\$ 1,241,597	\$ (172,000)	\$ 1,402,649
Program service fees	30,670	-	-	30,670
Total Support and Revenue	<u>363,722</u>	<u>1,241,597</u>	<u>(172,000)</u>	<u>1,433,319</u>
<u>Expenses</u>				
Program Services				
Grant expense	20,500	219,395	(172,000)	67,895
Educational and recreational	177,117	587,542	-	764,659
Total Program Services	<u>197,617</u>	<u>806,937</u>	<u>(172,000)</u>	<u>832,554</u>
Supporting Services				
Management and general	119,193	17,662	-	136,855
Fundraising	95,389	100,414	-	195,803
Total Supporting Services	<u>214,582</u>	<u>118,076</u>	<u>-</u>	<u>332,658</u>
Total Expenses	<u>412,199</u>	<u>925,013</u>	<u>(172,000)</u>	<u>1,165,212</u>
Change in Net Assets	<u>\$ (48,477)</u>	<u>\$ 316,584</u>	<u>\$ -</u>	<u>\$ 268,107</u>

**LINCOLN HILLS CARES
LINCOLN HILLS CARES FOUNDATION**

**Consolidating Statement of Activities
Year Ended September 30, 2019**

	<u>LHC</u>	<u>LHCF</u>	<u>Eliminations</u>	<u>Consolidated</u>
<u>Support and Revenue</u>				
Contributions and grants	\$ 367,609	\$ 1,896,560	\$ (220,000)	\$ 2,044,169
Program service fees	71,972	-	-	71,972
Total Support and Revenue	<u>439,581</u>	<u>1,896,560</u>	<u>(220,000)</u>	<u>2,116,141</u>
<u>Expenses</u>				
Program Services				
Grant expense	-	1,902,970	(220,000)	1,682,970
Educational and recreational	126,007	567,209	-	693,216
Total Program Services	<u>126,007</u>	<u>2,470,179</u>	<u>(220,000)</u>	<u>2,376,186</u>
Supporting Services				
Management and general	100,797	20,939	-	121,736
Fundraising	58,664	100,727	-	159,391
Total Supporting Services	<u>159,461</u>	<u>121,666</u>	<u>-</u>	<u>281,127</u>
Total Expenses	<u>285,468</u>	<u>2,591,845</u>	<u>(220,000)</u>	<u>2,657,313</u>
Change in Net Assets	<u>\$ 154,113</u>	<u>\$ (695,285)</u>	<u>\$ -</u>	<u>\$ (541,172)</u>