

**Bilingual International Assistant Services**

Financial Statements

June 30, 2022 and 2021



## TABLE OF CONTENTS

	<u>Page No.</u>
Independent Auditor's Report	1 - 2
Statements of Financial Position	3
Statements of Activities	4 - 5
Statements of Functional Expenses	6 - 7
Statements of Cash Flows	8
Notes to Financial Statements	9 - 15

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Bilingual International Assistant Services  
St. Louis, Missouri

### **Opinion**

We have audited the accompanying financial statements of Bilingual International Assistant Services (a Missouri nonprofit corporation) (the "Organization"), which comprise the statements of financial position as of June 30, 2022 and 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 Bilingual International Assistant Services as of June 30, 2022 and 2021, 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 of 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 Bilingual International Assistant Services 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.

### **Responsibilities of Management 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, 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 Bilingual International Assistant Services'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, 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 Bilingual International Assistant Services'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 Bilingual International Assistant Services'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.



Armanino<sup>LLP</sup>  
St. Louis, Missouri

December 20, 2022

Bilingual International Assistant Services  
 Statements of Financial Position  
 June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash and cash equivalents	\$ 766,495	\$ 751,801
Accounts receivable	27,585	7,611
Grants receivable	174,332	154,923
Total assets	\$ 968,412	\$ 914,335
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 42,878	\$ 35,085
Accrued expenses	87,778	84,151
Total liabilities	130,656	119,236
Net assets		
Without donor restrictions		
Undesignated	594,074	665,766
Board designated	100,000	100,000
Total without donor restrictions	694,074	765,766
With donor restrictions	143,682	29,333
Total net assets	837,756	795,099
Total liabilities and net assets	\$ 968,412	\$ 914,335

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

Bilingual International Assistant Services  
Statement of Activities  
For the Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support			
Program service revenue	\$ 249,294	\$ -	\$ 249,294
Contributions	25,504	-	25,504
In-kind donations	48,930	-	48,930
Grants	1,229,864	341,823	1,571,687
Other income	8,796	-	8,796
Net assets released from restriction	<u>227,474</u>	<u>(227,474)</u>	<u>-</u>
Total revenues and support	<u>1,789,862</u>	<u>114,349</u>	<u>1,904,211</u>
Functional expenses			
Program services			
Mental health	945,958	-	945,958
Emergency services	8,543	-	8,543
Social services	238,115	-	238,115
Citizenship	205,698	-	205,698
Education and outreach	72,635	-	72,635
Language services	<u>112,874</u>	<u>-</u>	<u>112,874</u>
Total program services	<u>1,583,823</u>	<u>-</u>	<u>1,583,823</u>
Support services			
Management and general	275,772	-	275,772
Fundraising	<u>1,959</u>	<u>-</u>	<u>1,959</u>
Total support services	<u>277,731</u>	<u>-</u>	<u>277,731</u>
Total functional expenses	<u>1,861,554</u>	<u>-</u>	<u>1,861,554</u>
Change in net assets	(71,692)	114,349	42,657
Net assets, beginning of year	<u>765,766</u>	<u>29,333</u>	<u>795,099</u>
Net assets, end of year	<u>\$ 694,074</u>	<u>\$ 143,682</u>	<u>\$ 837,756</u>

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

Bilingual International Assistant Services  
Statement of Activities  
For the Year Ended June 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and support			
Program service revenue	\$ 233,700	\$ -	\$ 233,700
Contributions	11,478	-	11,478
In-kind donations	41,184	-	41,184
Grants	1,772,100	76,000	1,848,100
Other income	21,381	-	21,381
Net assets released from restriction	<u>117,442</u>	<u>(117,442)</u>	<u>-</u>
Total revenues and support	<u>2,197,285</u>	<u>(41,442)</u>	<u>2,155,843</u>
Functional expenses			
Program services			
Mental health	839,134	-	839,134
Emergency services	547,904	-	547,904
Social services	234,742	-	234,742
Citizenship	172,523	-	172,523
Education and outreach	470	-	470
Language services	59,868	-	59,868
Total program services	<u>1,854,641</u>	<u>-</u>	<u>1,854,641</u>
Support services			
Management and general	284,575	-	284,575
Fundraising	6,114	-	6,114
Total support services	<u>290,689</u>	<u>-</u>	<u>290,689</u>
Total functional expenses	<u>2,145,330</u>	<u>-</u>	<u>2,145,330</u>
Change in net assets from operations	51,955	(41,442)	10,513
Forgiveness of PPP loan	<u>190,633</u>	<u>-</u>	<u>190,633</u>
Change in net assets	242,588	(41,442)	201,146
Net assets, beginning of year	<u>523,178</u>	<u>70,775</u>	<u>593,953</u>
Net assets, end of year	<u>\$ 765,766</u>	<u>\$ 29,333</u>	<u>\$ 795,099</u>

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

Bilingual International Assistant Services  
Statement of Functional Expenses  
For the Year Ended June 30, 2022

	Program Services						Support Services			Total
	Mental health	Emergency services	Social services	Citizenship	Education and outreach	Language services	Total program	Management and general	Fundraising	
Salaries and payroll taxes	\$ 719,719	\$ 8,490	\$ 146,492	\$ 135,530	\$ 27,404	\$ 31,409	\$ 1,069,044	\$ 163,724	\$ -	\$ 1,232,768
Contract labor	70,750	-	8,640	36,531	30,656	38,193	184,770	289	-	185,059
Employee benefits	53,929	22	97	2,032	-	3,243	59,323	12,649	-	71,972
Advertising	399	-	-	-	2,452	-	2,851	-	15	2,866
Travel and conferences	12,447	-	2,589	3,718	1,508	322	20,584	1,046	637	22,267
Supplies and equipment	22,672	-	27,810	14,243	6,433	3,468	74,626	3,698	31	78,355
Miscellaneous expenses	1,745	-	-	-	-	411	2,156	2,503	-	4,659
Insurance	11,659	-	4,694	3,143	1,224	364	21,084	1,802	91	22,977
Occupancy	18,489	-	33,868	5,060	1,420	4,800	63,637	54,143	1,185	118,965
Printing and postage	1,551	17	857	792	242	-	3,459	75	-	3,534
Professional development	7,466	-	380	1,415	-	-	9,261	-	-	9,261
Professional fees	15,106	-	5,261	2,209	278	30,307	53,161	35,291	-	88,452
Program events	-	-	4,844	-	-	-	4,844	17	-	4,861
Telephone	10,026	14	2,583	1,025	1,018	357	15,023	535	-	15,558
	<u>\$ 945,958</u>	<u>\$ 8,543</u>	<u>\$ 238,115</u>	<u>\$ 205,698</u>	<u>\$ 72,635</u>	<u>\$ 112,874</u>	<u>\$ 1,583,823</u>	<u>\$ 275,772</u>	<u>\$ 1,959</u>	<u>\$ 1,861,554</u>

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



Bilingual International Assistant Services  
Statement of Functional Expenses  
For the Year Ended June 30, 2021

	Program Services						Support Services			Total
	Mental health	Emergency services	Social services	Citizenship	Education and outreach	Language services	Total program	Management and general	Fundraising	
Salaries and payroll taxes	\$ 638,813	\$ 99,190	\$ 151,031	\$ 109,393	\$ 75	\$ 9,719	\$ 1,008,221	\$ 160,353	\$ 1,494	\$ 1,170,068
Contract labor	69,338	2,134	18,338	40,255	-	28,270	158,335	11,029	-	169,364
Employee benefits	44,977	274	1,490	2,109	-	-	48,850	9,215	-	58,065
Advertising	183	-	-	-	-	2,150	2,333	500	700	3,533
Travel and conferences	2,366	157	1,602	654	-	8	4,787	14	-	4,801
Supplies and equipment	7,002	435,833	14,705	6,083	-	-	463,623	7,354	-	470,977
Miscellaneous expenses	20,003	2,809	5,964	3,572	-	2,292	34,640	4,429	2,484	41,553
Insurance	11,878	5,401	2,048	1,971	-	500	21,798	1,587	50	23,435
Occupancy	18,146	768	35,145	4,390	120	5,480	64,049	54,564	1,352	119,965
Printing and postage	1,506	488	264	802	275	2	3,337	252	-	3,589
Professional development	3,517	-	308	645	-	-	4,470	237	-	4,707
Professional fees	12,534	299	1,494	1,549	-	11,143	27,019	32,749	34	59,802
Program events	-	-	-	-	-	-	-	24	-	24
Telephone	8,871	551	2,353	1,100	-	304	13,179	2,268	-	15,447
	<u>\$ 839,134</u>	<u>\$ 547,904</u>	<u>\$ 234,742</u>	<u>\$ 172,523</u>	<u>\$ 470</u>	<u>\$ 59,868</u>	<u>\$ 1,854,641</u>	<u>\$ 284,575</u>	<u>\$ 6,114</u>	<u>\$ 2,145,330</u>

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

Bilingual International Assistant Services  
 Statements of Cash Flows  
 For the Years Ended June 30, 2022 and 2021

	2022	2021
Cash flows from operating activities		
Change in net assets	\$ 42,657	\$ 201,146
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Forgiveness of PPP loan	-	(190,633)
Changes in operating assets and liabilities		
Accounts receivable	(19,409)	2,083
Grants receivable	(19,974)	36,646
Accounts payable	7,793	(3,824)
Accrued expenses	<u>3,627</u>	<u>578</u>
Net cash provided by operating activities	<u>14,694</u>	<u>45,996</u>
Net increase in cash and cash equivalents	14,694	45,996
Cash and cash equivalents, beginning of year	<u>751,801</u>	<u>705,805</u>
Cash and cash equivalents, end of year	<u><u>\$ 766,495</u></u>	<u><u>\$ 751,801</u></u>

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

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

1. NATURE OF OPERATIONS

Organization

Bilingual International Assistant Services (the "Organization"), a Missouri not-for-profit corporation, was founded in 2002 by former refugees. The Organization offers services to elderly and disabled Americans, as well as foreign-born children and adults, in a culturally and linguistically accessible manner. The Organization provides services with a deep understanding and appreciation for consumers' cultural backgrounds and individual life experiences. The Organization's mission is to ensure equal access to healthcare, mental health, and social services for all, regardless of national origin or language ability, through advocacy, education, and direct multilingual services. The Organization prides itself in making home-based services available, with dedicated professional staff traveling to consumers' homes to offer mental health services, case management, and social services. The Organization's primary source of revenue is program specific grants.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

These financial statements have been prepared on the accrual basis of accounting. Revenues and expenses are recognized in the period in which they are earned or incurred.

Net asset classifications

Net assets, 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 into two categories of net assets, as applicable, and reported as follows:

*Net assets without donor restrictions* - are those resources over which the Board of Directors has discretionary control for use in general operations. Designated amounts represent those resources that the Board has set aside for a particular purpose.

*Net assets with donor restrictions* - are those resources over which donors have placed limitation on their use. 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. When stipulated time restrictions expire or purpose restrictions are met, these net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that the resources are maintained in perpetuity with use of income for general operations or donor-restricted purposes. The Organization does not have any net asset restrictions that are perpetual in nature as of June 30, 2022 and 2021.

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 short-term investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

Accounts receivables

Accounts receivable are uncollateralized amounts from various consumers and third-party payers due under normal trade terms generally requiring payment within 30 days of the invoice date.

The Organization provides an allowance for doubtful accounts equal to the estimated losses that will be incurred in the collection of accounts receivable, if any. When necessary, this estimate is based on historical experience coupled with a review of the current status of existing receivables. The allowance and associated accounts receivable are reduced when the receivables are determined to be uncollectible. The Organization considers accounts receivable to be fully collectible as of June 30, 2022 and 2021.

Grants receivable

Grants receivables include amounts due from various funding sources under binding contracts with the Organization for services rendered prior to year-end. The evaluation of uncollectible amounts is handled in the same manner as noted in accounts receivable. There was no allowance charged against grants receivable as of June 30, 2022 and 2021.

Property and equipment

Property and equipment acquisitions with a cost in excess of \$1,000 are capitalized and recorded at cost, while maintenance and repairs are expensed as incurred. Donated assets are recorded at fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose or period of time.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and equipment (continued)

The estimated lives for computing depreciation on property and equipment are:

Vehicles	1 - 4 years
Furniture and office equipment	5 - 7 years
Computers and software	5 years

Revenues and support

Contributions, including unconditional promises to give, are recognized as revenue in the period the pledges are made. All contributions are available for use in operations unless specifically restricted by the donor. Promises to give are considered conditional when a measurable barrier and right of return or release exists. The conditional promises to give become unconditional and are recognized as revenue when the barriers upon which they depend are overcome. Unconditional promises to give are reported at the amount management expects to collect on balances outstanding at year end. Donor restricted contributions in which the restrictions are met within the same year as received are reported as contributions without donor restriction in the accompanying financial statements.

Program service revenue is primarily derived from fees for services to clients, including interpretations, federal funding, and Medicaid reassessments, of which are reported at the estimated net realizable amounts from clients, third-party payers and others for services rendered and is recognized over time on the statements of activities.

The Organization receives funding on a unit-based reimbursement basis under various agreements, which require the fulfillment of certain conditions and performance of services. Failure to fulfill the conditions could result in the return of the funds or no release of the funds. No amounts have been reflected in these financial statements for the conditional promises to give until conditions are satisfied.

Grants received are recorded as revenue either with or without restrictions, depending on the existence or nature of any donor restrictions. When the satisfaction of a restriction is accomplished, net assets with donor restrictions is reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Donated materials, rent and services

The Organization receives various forms of support donated as gifts in-kind, primarily in the form of in-kind rental relief and assistance, as well as food items and general supplies for clients, and volunteer labor. In-kind donations are recorded as contributions at their estimated fair market value on the date of receipt and reported and liquidated quickly thereafter. Values are established based on fair market or wholesale values that would otherwise be commanded in a sale of goods considering their condition and utility at the point of donation. Donated gifts in-kind are not sold and only distributed for program use, with the exception of items donated intentionally for Organization fundraising (i.e. in response to silent auction solicitations). With regard to in-kind rental support, these estimates were established by the property ownership group and based on the aggregated square footage of the Organization's facility as compared to similar facilities in the area available for rent. The value of volunteer labor is calculated based on Independent Sector's estimates, which are extrapolated from the Board of Labor Statistics Annual Compensation Survey. Organization programs utilizing volunteer labor report these efforts by number of hours on a monthly basis.

In-kind revenue recorded related to noncash assets received totaled \$0 for each of the years ended June 30, 2022 and 2021. Donated rent totaled \$35,101 for each of the years ended June 30, 2022 and 2021.

Donated services are recognized as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers provided tutoring services throughout the year that are recognized as contributions in the financial statements since the recognition criteria were met. In-kind revenue recorded related to services totaled \$13,829 and \$6,083 for the years ended June 30, 2022 and 2021, respectively.

Functional expense allocation

The Organization allocates expenses on a functional basis among various programs and supporting services. Expenses that can be identified with a specific program and supporting service, such as advertising, supplies and equipment, and professional fees, are allocated directly according to their natural expenditure classifications. Other expenses represent costs associated with multiple activities and require allocation, such as insurance and occupancy, on a reasonable basis that is consistently applied, among the program and supporting services benefited. Except for expenses that can be directly attributed to a program or supporting service, operating expenses, such as salaries, payroll taxes, and contract labor, are allocated on the basis of time and effort to the various programs, administrative and fundraising.

Income taxes

The Organization is exempt from federal income taxes under Section 501 (c)(3) of the Internal Revenue Code (the "Code"), except on net income derived from unrelated business activities as defined in the Code. Accordingly, the Organization files as a tax-exempt organization.

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income taxes (continued)

The Organization has evaluated its tax positions, expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary to cover any uncertain tax positions.

Paycheck Protection Program loan and forgiveness of loan

During 2020, the Organization applied and was awarded a loan under the Paycheck Protection Program ("PPP"). The Organization elected to account for the loan using the debt-model under FASB ASC 470. The debt-model requires initial recording of the proceeds received as a financing activity and the loan as a liability until the Organization is legally released from the obligation to repay the loan. As of June 30, 2021, the Organization was released from all requirements to pay back the loan and has recorded the forgiveness of PPP loan in the statement of activities.

Change in accounting principle

In September 2020, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2020-07, Presentation and Disclosures by Not-For-Profit Entities for Contributed Nonfinancial Assets, which provides for new presentation and disclosure requirements for recognized contributed services. The Organization adopted ASU 2020-07 with a date of initial application of July 1, 2021, using the modified retrospective method. The adoption of ASU 2020-07 did not have a significant impact on the Organization's financial position, results of operations, or cash flows.

Subsequent events

The Organization has evaluated subsequent events through December 20, 2022, the date the financial statements were available to be issued.

3. GRANTS

Grants receivable on June 30, 2022 and 2021, are as follows:

	2022	2021
St. Louis County Children's Service Fund	\$ 18,758	\$ 40,940
St. Louis Area Agency on Aging	73,581	51,773
US Department of Health and Human Services	23,017	26,059
Mental Health Board	41,626	20,857
MO Department of Health and Senior Services	17,350	15,294
	\$ 174,332	\$ 154,923

Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

4. PROPERTY AND EQUIPMENT

Property and equipment on June 30, 2022 and 2021, is as follows:

	2022	2021
Furniture and office equipment	\$ 18,408	\$ 18,408
Computers and software	22,543	22,543
Vehicles	17,474	17,474
Less accumulated depreciation	(58,425)	(58,425)
	\$ -	\$ -

Depreciation expense for both of the years ended June 30, 2022 and 2021 totaled \$0.

5. LINE OF CREDIT

The Organization has a line of credit agreement (the "Agreement") of \$25,000 that is scheduled to expire on August 27, 2023. Borrowings are charged interest at the prime rate (3.25 percent on June 30, 2022) plus 1%. On June 30, 2022 and 2021, there were no borrowings outstanding.

6. NET ASSETS

The Board of Directors has designated a portion of the proceeds from the sale of a building towards the establishment of an operating reserve. Balances in board designated net assets as of June 30, 2022 and 2021, were \$100,000, respectively.

Net assets with donor restrictions on June 30, 2022 and 2021, for services to be rendered in the next fiscal year are restricted for the following:

	2022	2021
Grant specified programming	\$ 143,682	\$ 29,333

Net assets with donor restrictions of \$227,474 and \$117,442 were released from restriction in 2022 and 2021, respectively, when the funds were used for their donor restricted purpose.

7. RISKS AND UNCERTAINTIES

Concentrations

Contracts with three grantors represented approximately 51% and contracts with two grantors represented approximately 33% of the Organization's revenue and support for the years ended June 30, 2022 and 2021, respectively. Accounts and grants receivable from these grantors were approximately 41% and 29% of the Organization's accounts and grants receivable at June 30, 2022 and 2021, respectively.



Bilingual International Assistant Services  
Notes to Financial Statements  
June 30, 2022 and 2021

7. RISKS AND UNCERTAINTIES (continued)

Concentration of credit risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and cash equivalents, accounts receivable, and grants receivable. The Organization maintains its cash primarily with two financial institutions. Deposits at these banks are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization performs ongoing credit evaluations of its consumers and funders and maintains allowances, as needed, for potential credit losses. Although the Organization is directly affected by the financial stability of its consumers and funders, management does not believe significant credit risk exists as of June 30, 2022.

8. COMMITMENTS AND CONTINGENCIES

Rent expense related to operating leases for the years ended June 30, 2022 and 2021 totaled \$118,965 and \$119,965, which includes in kind portion of \$35,101, for the years ended June 30, 2022 and 2021, respectively.

9. LIQUIDITY AND AVAILABILITY OF RESOURCES

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

	2022	2021
Cash and cash equivalents	\$ 766,495	\$ 751,801
Accounts receivable	27,585	7,611
Grants receivable	174,332	154,923
Less program restrictions	(143,682)	(29,333)
Less board designated	(100,000)	(100,000)
	\$ 724,730	\$ 785,002

The Organization has board-designated funds of \$100,000 for various purposes described in Note 6. These funds can be made available upon board approval, if necessary.

The Organization also has a line of credit totaling \$25,000 of which \$0 has been drawn down as of June 30, 2022 and 2021.