

Wheelchairs 4 Kids, Inc.

Financial Statements

May 31, 2022 and 2021



WHEELCHAIRS 4 KIDS, INC.
TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	3 - 4
Financial Statements for the Years Ended May 31, 2022 and 2021:	
Statements of Financial Position	5
Statements of Activities	6 - 7
Statement of Functional Expenses	8
Statements of Cash Flows	9
Notes to Financial Statements	10 - 16

See accompanying notes to financial statements

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Wheelchairs 4 Kids, Inc.
Tarpon Springs, Florida

Opinion

We have audited the accompanying financial statements of Wheelchairs 4 Kids, Inc., (a nonprofit organization), which comprise the statements of financial position as of May 31, 2022 and 2021, and the related statements of activities, and cash flows for the years then ended, and the statement of functional expenses for the year ended May 31, 2022, 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 Wheelchairs 4 Kids, Inc. as of May 31, 2022 and 2021, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Wheelchairs 4 Kids, Inc. 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

CONTINUED

INDEPENDENT AUDITOR'S REPORT - CONTINUED

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 Wheelchairs 4 Kids, Inc.'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 Wheelchairs 4 Kids, Inc.'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.

Report on Summarized Comparative Information

We have previously audited Wheelchairs 4 Kids, Inc. financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 6, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended May 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

PDR CPAs + Advisors

Oldsmar, Florida
October 11, 2022

WHEELCHAIRS 4 KIDS, INC.
STATEMENTS OF FINANCIAL POSITION
MAY 31, 2022 AND 2021

	2022	2021
<u>ASSETS</u>		
Current Assets		
Cash and cash equivalents	\$ 625,202	\$ 499,479
Contributions receivable	-	9,500
Inventory, net	46,052	42,718
Prepaid expenses	8,729	6,983
Total current assets	679,983	558,680
Property and Equipment, Net	824	1,791
Other Assets		
Agency reserve fund - CFTB	94,508	-
Deposits	3,662	1,338
	98,170	1,338
Total Assets	\$ 778,977	\$ 561,809
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts payable and accrued expenses	\$ 12,518	\$ 13,551
Other current liabilities	316	316
Total current liabilities	12,834	13,867
Long-Term Liabilities		
Note payable - PPP	-	46,627
Total liabilities	12,834	60,494
Net Assets		
Net assets without donor restrictions:		
Undesignated	537,291	367,441
Net investment in property and equipment	824	1,791
Total net assets without donor restrictions	538,115	369,232
Net assets with donor restrictions	228,028	132,083
Total net assets	766,143	501,315
Total Liabilities and Net Assets	\$ 778,977	\$ 561,809

See accompanying notes to financial statements

**WHEELCHAIRS 4 KIDS, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2022
(WITH COMPARATIVE TOTALS FOR 2021)**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	
			<u>2022</u>	<u>2021</u>
Operating Support and Revenue				
Corporate and foundation grants	\$ 248,041	\$ 296,100	\$ 544,141	\$ 438,754
Contributions	128,058	-	128,058	129,856
Special events, net of direct costs of \$175,739	338,327	-	338,327	210,089
In-kind	459,206	-	459,206	385,514
Other revenue	4,903	-	4,903	6,865
Net assets released from restrictions	200,155	(200,155)	-	-
Total operating support and revenue	1,378,690	95,945	1,474,635	1,171,078
Operating Expenses				
Program services	1,104,793	-	1,104,793	879,637
Supporting services				
Management and general	68,612	-	68,612	60,487
Fundraising	75,205	-	75,205	62,817
Total operating expenses	1,248,610	-	1,248,610	1,002,941
Change in Net Assets Before Other Changes	130,080	95,945	226,025	168,137
Other Changes - Revenue (Expense)				
Unrealized loss - agency reserve fund - CFTB	(7,824)	-	(7,824)	-
Gain on forgiveness of PPP note payable	46,627	-	46,627	42,920
Total other changes	38,803	-	38,803	42,920
Change in Net Assets	168,883	95,945	264,828	211,057
Net Assets at Beginning of Year	369,232	132,083	501,315	290,258
Net Assets at End of Year	\$ 538,115	\$ 228,028	\$ 766,143	\$ 501,315

See accompanying notes to financial statements

**WHEELCHAIRS 4 KIDS, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2021**

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Support and Revenue			
Corporate and foundation grants	\$ 249,204	\$ 189,550	\$ 438,754
Contributions	129,856	-	129,856
Special events, net of direct costs of \$80,183	210,089	-	210,089
In-kind services	385,514	-	385,514
Other revenue	6,865	-	6,865
Net assets released from restrictions	122,977	(122,977)	-
Total operating support and revenue	1,104,505	66,573	1,171,078
Operating Expenses			
Program services	879,637	-	879,637
Supporting services			
Management and general	60,487	-	60,487
Fundraising	62,817	-	62,817
Total operating expenses	1,002,941	-	1,002,941
Change in Net Assets Before Other Changes	101,564	66,573	168,137
Other Changes - Revenue			
Gain on forgiveness of PPP note payable	42,920	-	42,920
Total other changes	42,920	-	42,920
Change in Net Assets	144,484	66,573	211,057
Net Assets at Beginning of Year	224,748	65,510	290,258
Net Assets at End of Year	\$ 369,232	\$ 132,083	\$ 501,315

See accompanying notes to financial statements

WHEELCHAIRS 4 KIDS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MAY 31, 2022
(WITH COMPARATIVE TOTALS FOR 2021)

	<u>Supporting Services</u>				<u>Total</u>	
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising Expenses</u>	<u>Total Supporting Services</u>	<u>2022</u>	<u>2021</u>
Salaries	\$ 159,455	\$ 32,380	\$ 43,272	\$ 75,652	\$ 235,107	\$ 199,592
Payroll taxes	12,194	2,477	3,309	5,786	17,980	15,319
Employee insurance	22,685	4,607	6,156	10,763	33,448	37,903
Total salaries and related expenses	194,334	39,464	52,737	92,201	286,535	252,814
Let's Roll: wheelchairs and equipment	769,243	-	-	-	769,243	618,458
Wheely Fun Days	73,862	-	-	-	73,862	48,253
Occupancy	20,094	3,546	-	3,546	23,640	23,194
Accounting fees	-	19,338	-	19,338	19,338	13,900
Advertising and promotional	7,607	-	1,342	1,342	8,949	5,582
Telephone and internet	4,825	284	568	852	5,677	6,687
Registration fees	-	-	5,625	5,625	5,625	3,004
Insurance	5,708	1,007	-	1,007	6,715	3,887
Travel	4,285	-	756	756	5,041	1,727
Office expense and supplies	9,421	1,884	1,256	3,140	12,561	5,478
Information and technology	7,281	1,456	971	2,427	9,708	7,928
Postage and printing	1,911	382	255	637	2,548	1,865
Payroll fees	2,088	423	567	990	3,078	2,574
Repairs and maintenance	388	69	-	69	457	96
Meals and training	-	-	99	99	99	315
Program networking	-	-	3,896	3,896	3,896	2,489
Bank and merchant fees	-	-	6,216	6,216	6,216	3,566
Outside contract services	2,455	499	666	1,165	3,620	-
Community management fees	566	115	154	269	835	-
Total expenses before depreciation	1,104,068	68,467	75,108	143,575	1,247,643	1,001,817
Depreciation	725	145	97	242	967	1,124
Total Functional Expenses	\$ 1,104,793	\$ 68,612	\$ 75,205	\$ 143,817	\$ 1,248,610	\$ 1,002,941

See accompanying notes to financial statements

**WHEELCHAIRS 4 KIDS, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED MAY 31, 2022 AND 2021**

	2022	2021
Cash Flows from Operating Activities:		
Change in net assets	\$ 264,828	\$ 211,057
Adjustments to reconcile the change in net assets to net cash provided by operating activities:		
Depreciation	967	1,124
Realized and unrealized loss, net - agency reserve fund - CFTB	7,021	-
Gain on forgiveness of PPP note payable	(46,627)	(42,920)
Decrease (increase) in operating assets		
Contributions receivable	9,500	(3,500)
Prepaid expenses	(1,746)	(1,220)
Inventory	(3,334)	(34,316)
Other assets	(2,324)	-
Increase (decrease) in operating liabilities		
Accounts payable and accrued expenses	(1,033)	6,257
Other current liabilities	-	(2,200)
	227,252	134,282
Cash Flows from Investing Activities:		
Transfer of funds to agency reserve fund - CFTB	(101,529)	-
	(101,529)	-
Cash Flows from Financing Activities:		
Proceeds from Paycheck Protection Program note payable	-	46,627
	-	46,627
Net Increase in Cash and Cash Equivalents	125,723	180,909
Cash and Cash Equivalents at Beginning of Year	499,479	318,570
Cash and Cash Equivalents at End of Year	\$ 625,202	\$ 499,479

See accompanying notes to financial statements

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE A - NATURE OF ORGANIZATION

Wheelchairs 4 Kids, Inc. (the Organization) a not-for-profit organization located in Tarpon Springs, Florida and is dedicated to improving the lives of children with physical disabilities. The Organization operates primarily two programs – Wheely Fun Days and the Let’s Roll Program. Wheely Fun Days focuses on inclusion, allowing the children served to experience activities that are taken for granted. Wheely Fun Days puts children out in the community, improving their social skills and fostering acceptance of individual differences. The Let’s Roll Program provides wheelchairs, home and vehicle modifications as well as other assistive equipment at no charge to the families. The Organization is supported primarily through donor contributions and grants.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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 (US GAAP), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization’s management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Revenue is reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions.

Measure of Operations

The statements of activities 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 services. Nonoperating activities, if any, are limited to unrealized gain and losses and other activities considered to be of a more unusual or nonrecurring nature.

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates. Significant estimates in the financial statements include allocation of expenses by function, collectability of receivables, valuation of inventory, and determination of useful lives of the property and equipment.

Fair Value Measurement

The financial statements are prepared in accordance with an accounting standard, for all financial assets and liabilities and for nonfinancial assets and liabilities recognized or disclosed at fair value in the financial statements or on a recurring basis (at least annually). Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on a measurement date. The standard also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. There are three levels of inputs that may be used to measure fair value:

- Level 1: Quoted market prices in active markets for identical assets or liabilities.
- Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.
- Level 3: Unobservable inputs that are not corroborated by market data.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on deposit with financial institutions and money market mutual fund accounts. The Organization considers all cash equivalents with an initial maturity of three months or less as cash.

Cash and cash equivalents which potentially subject the Organization to concentrations of credit risk consist principally of cash held in financial institutions in excess of federally insured limits. From time to time throughout the years ended May 31, 2022 and 2021, the Organization's cash balance may have exceeded the federally insured limit. However, the Organization has not experienced and does not expect to incur any losses in such accounts.

Inventory

Inventory consists of purchased and donated wheelchairs and other adaptive equipment. Purchased inventory is valued at cost and donated inventory is valued at the estimated fair market value based on vendor invoices or current sale prices for similar equipment at the time of donation. Management determined that no valuation allowance was necessary at May 31, 2022 and 2021.

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Property and Equipment

Property and equipment are stated at cost. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets ranging from three to thirty years. Major renewals and betterments with an estimated useful life in excess of one year are capitalized. Donations are recorded at fair value as of the date received.

Grants and Contributions - Revenue Recognition

Grants and contributions are recognized when cash, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the condition. Grants and contributions that are restricted by the donor are reported as increases in net assets without donor restrictions, if the restrictions expire or are otherwise satisfied in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributions receivable are stated at the amount management expects to collect. The Organization has determined that all amounts are collectable; accordingly no allowance for uncollectible accounts has been recorded at May 31, 2021.

Contributed Goods and Services

Contributed professional services are recognized at fair value if the services received require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Contributions of tangible assets and materials are recognized at fair value when received. Donated rent is recognized at fair value when the space is made available. Those amounts, when reflected in the accompanying financial statements as contributions in-kind, are offset by like amounts included in expenses.

In addition, numerous volunteers have donated significant amounts of their time and performed a variety of tasks that assist the Organization in meeting its objectives, but these services do not meet the criteria for recognition as contributed services.

Functional Allocation of Expenses

Expenses are shown by natural expense classification and function in the accompanying statement of functional expenses. Expenses that are attributable to more than one program or supporting function are allocated on a reasonable basis that is consistently applied. Allocations are based on direct usage or management's estimate of the benefit derived by each activity. Management's estimates are based on factors such as time and effort or direct costs. Salaries and related expenses and payroll fees are allocated based on time and effort. Occupancy and insurance expenses are allocated on a square footage basis.

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Income Tax Status

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Uncertain Tax Positions

The Organization accounts for the effect of any uncertain tax positions based on a “more likely than not” threshold to the recognition of the tax positions being sustained based on the technical merits of the position under scrutiny by the applicable taxing authority. If a tax position or positions are deemed to result in uncertainties of those positions, the unrecognized tax benefit is estimated based on a “cumulative probability assessment” that aggregates the estimated tax liability for all uncertain tax positions. The Organization has identified its tax status as a tax-exempt entity as its only significant tax position; however, the Organization has determined that such tax position does not result in an uncertainty requiring recognition. The Organization is not currently under examination by any taxing jurisdiction. The Organization’s federal returns are generally open for examination for three years following the date filed.

Summarized Comparative Financial information

The accompanying financial statements include certain prior year summarized comparative total amounts. Such information does not include sufficient detail to constitute a presentation in conformity with US GAAP. Accordingly, such information should be read in conjunction with the Organization’s financial statements for the year ended May 31, 2021, from which the summarized information was derived.

Reclassifications

Certain amounts in the 2021 financial statements have been reclassified for presentation purposes. These reclassifications had no impact on the ending net assets at May 31, 2021.

NOTE C - AVAILABILITY AND LIQUIDITY

The Organization regularly monitors liquidity required to meet its operating costs and other financial commitments. Excess cash is invested in a money market account and is available for operations.

The Organization has certain donor-restricted net assets that are available for general expenditures within one year of May 31, 2022, because the restrictions on the net assets are expected to be met by conducting the normal activities of its programs in the coming year. Accordingly, the related resources have been included in the quantitative information detailing the financial assets available to meet general expenditures in one year. The Organization operates with a balanced budget and anticipates collecting adequate unrestricted support to cover general expenditures not covered by donor-restricted resources.

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE C - AVAILABILITY AND LIQUIDITY - CONTINUED

Financial assets available to meet general expenditures over the next twelve months consist of cash and cash equivalents and contributions receivable of \$625,202 and \$508,979 at May 31, 2022 and 2021, respectively. The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses.

NOTE D - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at May 31:

	<u>2022</u>	<u>2021</u>
Furniture and fixtures	\$ 9,693	\$ 9,693
Less accumulated depreciation	<u>(8,869)</u>	<u>(7,902)</u>
	<u>\$ 824</u>	<u>\$ 1,791</u>

Depreciation was \$967 and \$1,124 for the years ended May 31, 2022 and 2021, respectively.

NOTE E - AGENCY RESERVE FUND

The Organization established a reserve fund in June 2021 with the Community Foundation of Tampa Bay (CFTB). The assets of the reserve fund are invested according to the CFTB investment policy. Funds are able to be distributed to the Organization in accordance with the CFTB agreement. As of May 31, 2022, the fair value of these assets was \$94,508, and included in net assets without donor restrictions. Unrealized gains and losses are included in the statements of activities within other changes. Realized gains and losses are included within other revenues net of investment fees.

NOTE F - FAIR VALUE MEASUREMENT

The Organization's investments are reported at fair value in the accompanying statements of financial position. Following is a description of valuation methodologies used for investments measured at fair value.

Agency reserve fund - The investments are managed by an unrelated third party and are valued based upon the third party information without adjustment. The Organization does not develop nor are they provided with the quantitative inputs used to develop the fair market values. Management has determined that these should be reported at Level 3 because the fair values for these assets have unobservable inputs.

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE F - FAIR VALUE MEASUREMENT - CONTINUED

The fair values of assets measured on a recurring basis at May 31, 2022 are as follows:

Fair Value Measurements at Reporting Date Using				
Description	Quoted Prices In Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Total Fair Value
Investments:				
Agency reserve fund	\$ -	\$ -	\$ 94,508	\$ 94,508
	\$ -	\$ -	\$ 94,508	\$ 94,508

The following is a summary of changes in the fair value of the Organization's Level 3 assets for the year ended May 31:

	2022
Balance at beginning of year	\$ -
Contributions	101,529
Dividends & interest	1,634
Investment fees	(831)
Net (loss) on investments	(7,824)
Balance, at end of year	\$ 94,508

NOTE G - CONTINGENCIES AND COMMITMENTS

The Organization may be subject to audit examination by funding sources to determine compliance with grant conditions. In the event that expenditures would be disallowed, repayment could be required. Management believes the Organization is in compliance with the terms of its grant agreements.

NOTE H - LEASES

The Organization leases office space under an operating lease which expires in July 2022. The total rental expense was approximately \$21,700 and \$21,500 for the years ended May 31, 2022 and 2021, respectively. Future minimum lease payments are as follows:

Years Ending May 31,	Amount
2023	1,623
Total minimum lease payments	\$ 1,623

WHEELCHAIRS 4 KIDS, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2022 AND 2021

NOTE H - LEASES - CONTINUED

Subsequent to year end, the Organization relocated and signed new operating lease for office space effective July 1, 2022.

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of May 31, 2022 and 2021 totaled \$228,028 and \$132,083, respectively, and were comprised of grants and contributions restricted to the Let's Roll program. The program provides wheelchairs and other adaptive equipment to children whose families would otherwise not be able to afford them. In addition, certain amounts included in the total are also restricted to provide program services to residents of certain counties in Florida and Texas.

NOTE J - PAYCHECK PROTECTION PROGRAM

In response to the coronavirus (COVID-19) outbreak in 2020, the U.S. Federal Government enacted the Coronavirus Aid, Relief, and Economic Security Act that, among other economic stimulus measures, established the Paycheck Protection Program (PPP) to provide small business loans. The Organization obtained two PPP loans for \$42,920 and \$46,627 in April 2020 and February 2021, respectively. The Organization used all of the proceeds from the loans for qualifying expenses and received full forgiveness of the loans in January 2021, and September 2021.

NOTE K - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through October 11, 2022 the date the financial statements were available to be issued. The Organization is not aware of any subsequent events except for those disclosed in **NOTE H**, which would require recognition or disclosures in the financial statements.