

ASSISTANCE LEAGUE OF GREATER CINCINNATI

**FINANCIAL STATEMENTS AND
ACCOUNTANTS' REVIEW REPORT**

May 31, 2020 and 2019

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of
Assistance League of Greater Cincinnati

We have reviewed the accompanying financial statements of **ASSISTANCE LEAGUE OF GREATER CINCINNATI** (a nonprofit organization), which comprise the statement of financial position as of May 31, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Summarized Comparative Information

We previously reviewed Assistance League of Greater Cincinnati's May 31, 2019 financial statements and in our conclusion dated August 20, 2019, stated that based on our review, we were not aware of any material modifications that should be made to the May 31, 2019 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended May 31, 2019, for it to be consistent with the reviewed financial statements from which it has been derived.

Economou & Flood, P.C.

Cincinnati, Ohio
January 8, 2021

ASSISTANCE LEAGUE OF GREATER CINCINNATI
STATEMENTS OF FINANCIAL POSITION
MAY 31, 2020
(WITH COMPARATIVE TOTALS FOR MAY 31, 2019)

	2020	2019
ASSETS		
Cash and cash equivalents	\$ 515,232	\$ 540,249
Prepaid expenses	7,996	5,236
Inventories (Note B)	47,550	45,142
Property and equipment, net (Note C)	5,853	7,357
Intangible assets, net	550	657
TOTAL ASSETS	\$ 577,181	\$ 598,641
LIABILITIES		
Accounts payable	\$ 2,976	\$ 2,981
Deferred dues revenue	4,538	7,585
Total liabilities	7,514	10,566
NET ASSETS (Note F)		
Without donor restrictions	569,667	588,075
With donor restrictions	-	-
Total net assets	569,667	588,075
TOTAL LIABILITIES AND NET ASSETS	\$ 577,181	\$ 598,641

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

ASSISTANCE LEAGUE OF GREATER CINCINNATI
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2020
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MAY 31, 2019)

	2020	2019
	<u>Without Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUES		
Special events and other fundraising revenue (Note E)	\$ 90,174	\$ 138,547
Less: cost of direct benefits	<u>(11,417)</u>	<u>(16,323)</u>
Net revenue from special events and fundraising	78,757	122,224
Contributions and grants	198,152	162,249
Noncash contributions	700	1,987
Membership	6,373	6,747
Interest income	<u>729</u>	<u>882</u>
Total support and revenues	284,711	294,089
EXPENSES		
Program Services:		
Operation School Bell	169,737	147,311
College Starter Kits	9,644	10,263
New Beginnings	35,664	24,607
Assault Survivor Kits	20,984	16,695
Domestic Violence Kits	6,535	11,293
Kinship Program	<u>22,476</u>	<u>9,530</u>
Total program services expenses	265,040	219,699
Supporting services:		
Special events and other fundraising activities indirect	10,486	14,572
Management and general	24,006	20,012
Membership development	<u>3,587</u>	<u>3,976</u>
Total supporting services expenses	<u>38,079</u>	<u>38,560</u>
Total expenses	<u>303,119</u>	<u>258,259</u>
CHANGE IN NET ASSETS		
WITHOUT DONOR RESTRICTIONS	(18,408)	35,830
NET ASSETS, beginning of year	<u>588,075</u>	<u>552,245</u>
NET ASSETS, end of year	<u>\$ 569,667</u>	<u>\$ 588,075</u>

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

ASSISTANCE LEAGUE OF GREATER CINCINNATI
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED MAY 31, 2020
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MAY 31, 2019)

	Program Services						Supporting Services				Year Ended May 31, 2019 Total Expenses	
	Operation School Bell	College Starter Kits	New Beginnings	Assault Survivor Kits	Domestic Violence Kits	Kinship Program	Total Program Services	Total Fundraising Expenses	Management and General	Membership Development		Total Supporting Services
Program Supplies	\$ 140,976	\$ 7,985	\$ 29,873	\$ 17,239	\$ 5,414	\$ 18,482	\$ 219,969	\$ -	\$ 3,200	\$ -	\$ 219,969	\$ 171,529
Professional services	-	-	-	-	-	-	-	-	3,200	-	3,200	2,500
Advertising and marketing	1,897	58	202	124	37	172	2,490	1,042	252	-	3,784	5,883
Office expense	1,689	80	278	372	97	352	2,868	182	1,686	208	4,944	5,093
Information technology	-	-	-	-	-	-	-	195	2,097	-	2,292	2,008
Occupancy	23,237	1,423	4,963	3,040	923	3,247	36,833	2,258	6,185	-	45,276	44,223
Conferences, conventions and meetings	-	-	-	-	-	-	-	-	7,292	-	7,292	6,848
Depreciation and amortization	867	53	192	113	35	121	1,381	56	154	19	1,610	1,940
Insurance	1,071	45	156	96	29	102	1,499	71	953	-	2,523	2,474
Special event expense	-	-	-	-	-	-	-	6,682	-	-	6,682	10,993
National dues	-	-	-	-	-	-	-	-	3,360	-	3,360	3,500
Other expenses	-	-	-	-	-	-	-	-	2,187	-	2,187	1,268
Subtotal expenses	169,737	9,644	35,664	20,984	6,535	22,476	265,040	10,486	24,006	3,587	303,119	258,259
Direct benefit to attendee:	-	-	-	-	-	-	-	-	-	-	-	-
Food and beverage	-	-	-	-	-	-	-	6,277	-	-	6,277	15,189
Entertainment	-	-	-	-	-	-	-	-	-	-	-	150
Other expenses	-	-	-	-	-	-	-	5,140	-	-	5,140	984
Subtotal direct benefit expenses	-	-	-	-	-	-	-	11,417	-	-	11,417	16,323
Total expenses	169,737	9,644	35,664	20,984	6,535	22,476	265,040	21,903	24,006	3,587	314,536	274,582
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	(11,417)	-	-	(11,417)	(16,323)
TOTAL EXPENSES PER STATEMENT OF ACTIVITIES	\$ 169,737	\$ 9,644	\$ 35,664	\$ 20,984	\$ 6,535	\$ 22,476	\$ 265,040	\$ 10,486	\$ 24,006	\$ 3,587	\$ 303,119	\$ 258,259

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

ASSISTANCE LEAGUE OF GREATER CINCINNATI
STATEMENTS OF CASH FLOW
FOR THE YEAR ENDED MAY 31, 2020
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MAY 31, 2019)

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (18,408)	\$ 35,830
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	1,610	1,940
(Increase) decrease in prepaid expenses	(2,759)	2,955
Increase in inventories	(2,408)	(2,943)
Decrease in accounts payable	(5)	(8,300)
Decrease in deferred revenue	<u>(3,047)</u>	<u>(4,750)</u>
Net cash provided by (used by) operating activities	(25,017)	24,732
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>-</u>	<u>(2,950)</u>
Net cash used by investing activities	<u>-</u>	<u>(2,950)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(25,017)	21,782
CASH AND CASH EQUIVALENTS, at beginning of year	<u>540,249</u>	<u>518,467</u>
CASH AND CASH EQUIVALENTS, at end of year	<u>\$ 515,232</u>	<u>\$ 540,249</u>

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

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE A – SUMMARY OF ACCOUNTING POLICIES

1. Nature of Activities

Assistance League of Greater Cincinnati (the Chapter) is a nonprofit public benefit corporation, which engages in philanthropic service programs in the Greater Cincinnati area. The Chapter is affiliated with the National Assistance League, a volunteer organization founded in 1935 that is dedicated to promoting effective volunteerism through education, service, leadership development and financial accountability. Local chapters research, identify, administer, and fund philanthropic programs tailored to meet the needs of their community.

The Chapter is dependent upon the success of grant requests, donations, and fundraising activities in the Cincinnati area in order to fund its programs. The bylaws, policies, and standards of National Assistance League guide each local chapter. The Chapter is a chartered chapter of National Assistance League, and as such, pays annual dues to that organization. Identifying and addressing unmet needs in the Greater Cincinnati area is the sole focus of the Chapter.

The following are the primary programs the Chapter supports to meet these needs:

Operation School Bell

Students from 23 area public and parochial schools came by bus to the Chapter's center where members and community volunteers helped them select new pants, shirts, fleece jacket, underwear, socks, and a belt for school wear. In addition, Chapter members, university students, and other community volunteers helped assemble multiple sizes of boxed new clothes which were provided to 19 area public and parochial schools for distribution to students at their sites. For the fiscal year ended May 31, 2020, Assistance League helped clothe 4,130 students. In addition, the Chapter assisted the Cincinnati Public School District during emergency school closures starting in March 2020 by providing personal hygiene kits and books for 1,200 elementary students. Since the program began locally in 1998, the Chapter has provided school uniform clothing to 36,988 students.

Assault Survivor Kits

A pair of sweatpants, a sweatshirt, tee shirt, socks, underwear and a hygiene kit are packaged in a reusable drawstring bag by Chapter members. These kits, along with a fleece jacket during the winter months, are delivered to three organizations: the Sexual Assault Nurse Examiners (S.A.N.E.), the Northern Kentucky Crisis Center and the Tri-Health Cares Program. These organizations then distribute the kits and jackets to 25 hospitals in the Greater Cincinnati and Northern Kentucky area that are treating victims of assault and/or rape. There were 474 kits were delivered this past year. In the past ten years, 6,012 kits were delivered.

**ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019**

NOTE A – SUMMARY OF ACCOUNTING POLICIES (continued)

1. Nature of Activities (continued)

Domestic Violence Kits

Kits that contain nightclothes, slipper socks, hygiene kits, underwear, writing journal and pen are packaged in reusable drawstring bags and delivered to shelters in the Greater Cincinnati area. We presently serve one shelter in Hamilton County, one in Warren County, one in Clermont County, one in Butler County and one in Northern Kentucky. The kits are given to victims of domestic violence. 464 kits were delivered this past year. In the past ten years, 10,460 kits were delivered.

College Starter Kits

Kits that contain basic school supplies are assembled in a customized bag and distributed to financially challenged adults enrolling at Chatfield College, Cincinnati State, UC Blue Ash College and the Hemi and Gen-1 programs at the University of Cincinnati. The kits contain a scientific calculator, flash drive, stapler, notebook and paper as well as other items. 401 College Starter Kits were delivered in the past year.

College Scholarship

No college housing scholarships were awarded for the 2019-2020 school year. To date, \$15,750 in grants have been awarded.

New Beginnings

Chapter members and donors purchase essential household items and items for infants and children. These items are divided into cleaning, bed/ bath, and kitchen item sets as well as sets for children. The sets are distributed to women and children who are victims of domestic violence and are leaving the shelters to establish a home away from their abusers. In the past year, 383 households with 383 children received sets in Hamilton County, Clermont County and Northern Kentucky. Since this program began in 2010, 1,532 women and 1,535 children have benefitted from this program.

Kinship Foster Care

Cincinnati Children's Hospital Comprehensive Health Evaluation for Cincinnati Kids (CHECK) Unit and Jack's Closet on Clough Pike in Cincinnati are supplied with new undergarments, socks, diapers, baby wipes and hygiene kits for the children they serve. The Cincinnati Children's CHECK Foster Care Center provides screening, evaluation and up-to-date evidence-based clinical care for the children living in foster and kinship care in Hamilton County. Jack's Closet provides clothing to foster and kinship care children. Assistance League provided one or more articles to 1,278 children last year.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE A – SUMMARY OF ACCOUNTING POLICIES (continued)

1. Nature of Activities (continued)

The Chapter's support and revenues come primarily from contributions, grants and other fundraising efforts.

2. Basis of Accounting

The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Accordingly, they reflect all significant receivables, payables, and liabilities.

3. Basis of Presentation

The financial statements are presented in accordance with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Not-For-Profit Entities. Under ASC 958, the Chapter is required to report information regarding its financial position and activities in three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

4. Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the chapter's financial statements for the year ended May 31, 2019, from which the summarized information was derived.

5. Fair Value Information

FASB guidance on fair value measurements defines fair value, establishes a framework for measuring fair value and expands disclosure of fair value measurements. The guidance applies to all assets and liabilities that are measured and reported on a fair value basis. The carrying amounts of financial instruments including cash, cash equivalents, receivables, and payables approximate fair value due to their nature and duration.

6. Cash and Cash Equivalents

Cash and cash equivalents include cash held in checking and money market accounts, time deposits, certificates of deposit and all highly liquid investments with original maturities of three months or less.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE A – SUMMARY OF ACCOUNTING POLICIES (continued)

7. Promises to Give

Unconditional promises to give are recognized as contributions in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefit received. Promises to give are recorded at net realizable value if they are expected to be collected within one year and at net present value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

8. Inventories

The Chapter maintains an inventory of new clothing, school supplies, household items, children's items and personal care products for distribution in its Operation School Bell, Assault Survivor Kits, Domestic Violence Kits, New Beginnings, College Starter Kits and Kinship Foster Care programs. Inventories are stated at the lower of cost or market determined by the first-in, first-out method.

9. Concentrations of Credit Risk and Market Risk

Financial instruments that potentially expose the organization to the concentrations of credit and market risk consist of cash and cash equivalents. Cash and cash equivalents are maintained at high quality financial institutions and accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At May 31, 2020, the Chapter held no uninsured balances at these institutions. The Chapter has not experienced any losses on its cash or cash equivalents. The Chapter receives support from individuals, businesses, and other nonprofit organizations in the Greater Cincinnati area. No other funding sources provided more than 10% of total revenues for 2020.

10. Property and Equipment

Property and equipment are stated at cost or at the fair market value at the date of donation in the case of donated assets. The chapter provides for depreciation and amortization of property and equipment by use of the straight-line method over the estimated useful lives of the respective assets.

11. Deferred Revenue

Membership dues are collected prior to the fiscal year to which they apply are deferred and recognized over the periods to which the dues relate.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE A – SUMMARY OF ACCOUNTING POLICIES (continued)

12. Contributions

Contributions received and unconditional promises to give are measured at their fair values and are reported as increases in net assets. Revenues from sources other than contributions are reported as increases in unrestricted net assets. Revenues from sources other than contributions are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions, or if they are designated as support for future periods. Contributions received that are designated for future periods, or restricted by the donor for specific purposes, are reported as restricted support. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restriction. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

The Chapter reports gifts of goods and equipment as unrestricted support unless donor stipulations specify how the donated assets are to be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how those long-lived assets must be maintained, the Chapter reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

12. Donated Services and Materials

A significant portion of the chapter's program service, fundraising, and administrative functions are conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the services do not require specialized skills. During the year ended May 31, 2020, volunteers donated 12,500 hours with an estimated value of \$335,750. This value was computed using an estimated hourly rate of \$26.86 based upon the average hourly earnings of nonagricultural workers for the time period, as determined by the US Department of Labor's Statistics, plus an estimated percentage for fringe benefits. Donations of materials are recorded at fair value as noncash contributions on the statements of activities and as inventory on the statements of financial position.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE A – SUMMARY OF ACCOUNTING POLICIES (continued)

13. Tax Status

The Chapter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue code. Therefore, no provision for income taxes has been made in these financial statements. In addition, the chapter qualified for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). The Chapter is also exempt from state income taxes under the applicable state revenue and taxation codes. Newly effective accounting standards prescribe when to recognize and how to measure the financial statement effects, if any, of income tax positions taken or expected to be taken in a tax return. The standards require that a tax position be recognized or derecognized based on a "more likely than not" threshold. Based on management's evaluation, the Chapter does not believe its financial statements include any uncertain tax positions. Further, no interest or penalties have been accrued or charged to expense as of May 31, 2020 or for the year then ended. The Chapter's federal tax returns are subject to examination by the Internal Revenue Service for a period of three years from the date they are filed.

14. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

15. Functional Allocation of Expenses

The costs of providing the Chapter's various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE B-INVENTORIES

The Chapter maintains inventories of new clothing for use in its Operation School Bell program, inventories of clothing and personal care items for Assault Survivor Kits, inventories of household goods, and personal care items for its New Beginnings program and children’s clothing and supplies for its Kinship Foster Care program. Inventories are recorded at the lower of cost as determined on a specific identification basis, or market. Inventories consist of the following as of May 31, 2020 and 2019:

	2020	2019
Operation School Bell	\$ 15,267	\$ 17,658
Assault Survivor Kits	10,287	12,555
Domestic Violence Kits	5,054	2,547
New Beginnings	5,824	6,026
College Starter Kits	504	941
ALGC Logo Bags	2,149	2,581
Kinship Foster Care	8,465	2,834
	\$ 47,550	\$ 45,142

NOTE C- PROPERTY AND EQUIPMENT

Property and equipment is stated at cost or at the fair market value at the date of donation in the case of donated assets. The Chapter provides for depreciation of equipment using the straight-line method over the estimated useful lives of 5 to 7 years. Property and equipment consist of the following as of May 31, 2020 and 2019:

	2020	2019
Furniture and equipment	\$ 33,090	\$ 33,090
Leasehold improvements	13,086	13,086
Total property and equipment	46,176	46,176
Less: accumulated depreciation	(40,323)	(38,819)
	\$ 5,853	\$ 7,357

NOTE D – OPERATING LEASE

The Chapter leases office space for \$3,500 per month, including utilities, under a month-to-month arrangement.

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE E- SPECIAL EVENTS AND OTHER FUNDRAISING

The Chapter conducts special events in order to raise awareness of the Chapter and its activities, and to generate revenues to support those activities. Expenditures for direct expenses are reported as a reduction of revenues on the statement of activities. Direct expenses include food, entertainment, and other direct expenses that provide some benefit to the event participants. Indirect expenses are presented as fundraising expenses in the statement of functional expenses. Indirect expenses include postage, printing, advertising, and other general expenses related to each event.

Revenues and expenses by event/activity are as follows:

	<u>Revenue</u>	<u>Cost of Direct Benefit to Attendees</u>	<u>Other Indirect Costs</u>	<u>Net Profit (Loss)</u>
<u>Year ended May 31, 2020:</u>				
Books and Brunch	\$ 53,474	\$ 11,417	\$ 6,850	\$ 35,207
Direct Appeal Campaign	<u>36,700</u>	<u>-</u>	<u>3,636</u>	<u>33,064</u>
	<u>\$ 90,174</u>	<u>\$ 11,417</u>	<u>\$ 10,486</u>	<u>\$ 68,271</u>
 <u>Year ended May 31, 2019:</u>				
Books and Brunch	\$ 50,546	\$ 7,503	\$ 6,572	\$ 36,471
Aspire	42,779	8,820	5,218	28,741
Direct Appeal Campaign	<u>45,222</u>	<u>-</u>	<u>2,782</u>	<u>42,440</u>
	<u>\$ 138,547</u>	<u>\$ 16,323</u>	<u>\$ 14,572</u>	<u>\$ 107,652</u>

NOTE F – NET ASSETS

As of May 31, 2020 and 2019, the Chapter's net assets were restricted by donors or designated by the chapter as follows:

	<u>2020</u>	<u>2019</u>
Unrestricted Net Assets:		
Designated for operating expenses	\$ 314,283	289,087
Designated for organization growth and development	5,164	5,164
Designated for facilities	8,069	8,069
No designation	<u>242,228</u>	<u>285,755</u>
	<u>\$ 569,744</u>	<u>588,075</u>

ASSISTANCE LEAGUE OF GREATER CINCINNATI
NOTES TO FINANCIAL STATEMENTS
May 31, 2020 and 2019

NOTE G – LIQUID RESOURCE MANAGEMENT

The Chapter regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the chapter considers all expenditures related to its ongoing program activities as well as the conduct of services undertaken to support those activities to be general expenditures.

As of May 31, 2020, the cash and cash equivalents of \$501,199 could readily be made available within one year of the balance sheet date to meet general expenditures.

To build upon its past achievements and ensure future sustainability, the chapter has a long-standing policy that requires the governing board to maintain unrestricted net assets sufficient for one year's operating expenses. Assets held for the chapter's board designated growth and development and building reserve have been excluded from the total above, although those assets could be undesignated by the governing board to meet cash needs if necessary. However, assets received with donor restrictions to be used in the next fiscal year for operating purposes are considered to be available for general expenditure spending as of May 31, 2020. No assets were received with donor restrictions during the year ended May, 31, 2020.

NOTE H – SUBSEQUENT EVENTS

The Chapter evaluated subsequent events through January 8, 2021, which is the date the financial statements were available to be issued. No subsequent events were identified that required adjustment or disclosure within the financial statements.

NOTE I – RECLASSIFICATION OF PRIOR YEAR PRESENTATION

Certain prior year amounts have been reclassified to conform to current year presentation. These reclassifications had no effect on previously reported results of operations.