

**Iowa Center for Economic Success  
and Affiliate**

**Consolidated Financial Statements**

**June 30, 2021**



**Iowa Center for Economic Success and Affiliate  
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## Independent Auditor's Report

Board of Directors  
Iowa Center for Economic Success and Affiliate

We have audited the accompanying consolidated financial statements of Iowa Center for Economic Success and its affiliate, Iowa Center Loan Fund, which comprise the consolidated statement of financial position as of June 30, 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

### *Management's Responsibility for the 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 of America; 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 in the first paragraph present fairly, in all material respects, the financial position of Iowa Center for Economic Success and affiliate, as of June 30, 2021, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Report on Supplementary Information**

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary consolidating information is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position, results of operations, and cash flows of the individual entities, and is 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 of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

*BerganKDV, LTD.*

Waterloo, Iowa  
January 10, 2022

**Iowa Center for Economic Success and Affiliate  
Consolidated Statement of Financial Position  
As of June 30, 2021**

<b>Assets</b>	
Cash	\$ 891,170
Grants receivable	94,585
Loans receivable, net	67,321
Prepaid and other assets	7,455
Beneficial interest in assets held by Community Foundation	29,734
Property and equipment, net	<u>52,889</u>
Total assets	<u><u>\$ 1,143,154</u></u>
 <b>Liabilities and Net Assets</b>	
Accounts payable	\$ 28,800
Accrued expenses	18,100
Refundable advance	105,478
Paycheck Protection Program loan	<u>138,637</u>
Total liabilities	<u><u>291,015</u></u>
 Net assets	
Without donor restrictions	
Undesignated	172,990
Board designated - operating reserve	310,000
Board designated - Stanley Estate	170,425
Board designated - lending capital	<u>187,169</u>
Total without donor restrictions	840,584
With donor restrictions	<u>11,555</u>
Total net assets	<u><u>852,139</u></u>
Total liabilities and net assets	<u><u>\$ 1,143,154</u></u>

**Iowa Center for Economic Success and Affiliate  
Consolidated Statement of Activities  
Year Ended June 30, 2021**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue, Gains and Public Support</b>			
Grants and contributions	\$ 829,143	\$ 11,555	\$ 840,698
Paycheck Protection Program	112,714	-	112,714
Program revenue	5,383	-	5,383
Contract income	333,694	-	333,694
Investment return, net	3,915	-	3,915
Interest income on loans receivable	4,203	-	4,203
Total revenue, gains and public support	<u>1,289,052</u>	<u>11,555</u>	<u>1,300,607</u>
<b>Expenses</b>			
Programs	942,572	-	942,572
Management and general	270,857	-	270,857
Fundraising	11,825	-	11,825
Total expenses	<u>1,225,254</u>	<u>-</u>	<u>1,225,254</u>
<b>Loss on Disposal of Property and Equipment</b>			
	<u>11,957</u>	<u>-</u>	<u>11,957</u>
Change in net assets	51,841	11,555	63,396
Net assets, beginning of year	<u>788,743</u>	<u>-</u>	<u>788,743</u>
Net assets, end of year	<u>\$ 840,584</u>	<u>\$ 11,555</u>	<u>\$ 852,139</u>

**Iowa Center for Economic Success and Affiliate  
Consolidated Statement of Functional Expenses  
As of June 30, 2021**

	Programs				Supporting Activities			Total Expenses
	Lending and Investing	Tax Preparation	Women's Business Center	Other Programs	Total Programs	Management and General	Fundraising	
Salaries and wages	\$ 171,157	\$ 89,856	\$ 153,909	\$ 72,869	\$ 487,791	\$ 196,897	\$ 10,007	\$ 694,695
Employee benefits	17,631	9,256	15,854	7,506	50,247	20,282	1,031	71,560
Payroll taxes	13,467	7,070	12,110	5,734	38,381	15,493	787	54,661
Total salaries and related expenses	<u>202,255</u>	<u>106,182</u>	<u>181,873</u>	<u>86,109</u>	<u>576,419</u>	<u>232,672</u>	<u>11,825</u>	<u>820,916</u>
Consulting services	5,455	6,891	-	5,000	17,346	20,451	-	37,797
Occupancy	15,844	9,870	30,346	-	56,060	2,001	-	58,061
Office supplies and expense	5,156	4,876	9,854	70	19,956	9,735	-	29,691
Marketing and advertising	-	-	-	-	-	705	-	705
Program costs	10,941	179,217	7,677	65,133	262,968	-	-	262,968
Travel and vehicle	-	267	-	-	267	-	-	267
Insurance	1,333	1,630	1,233	582	4,778	1,238	-	6,016
Depreciation	1,643	897	1,520	718	4,778	4,055	-	8,833
Total expenses by function	<u>\$ 242,627</u>	<u>\$ 309,830</u>	<u>\$ 232,503</u>	<u>\$ 157,612</u>	<u>\$ 942,572</u>	<u>\$ 270,857</u>	<u>\$ 11,825</u>	<u>\$ 1,225,254</u>

**Iowa Center for Economic Success and Affiliate  
Consolidated Statement of Cash Flows  
Year Ended June 30, 2021**

**Cash Flows - Operating Activities**

Change in net assets	\$ 63,396
Adjustments to reconcile change in net assets to net cash flows - operating activities	
Depreciation	8,833
Loss on disposal of property and equipment	11,957
Paycheck Protection Program	(112,714)
Change in beneficial interest	(3,892)
Changes in operating assets and liabilities	
Receivables	219,246
Prepaid and other assets	(5,795)
Accounts payable	(69,856)
Accrued expenses	10,145
Refundable advance	(858,118)
Net cash flows - operating activities	(736,798)

**Cash Flows - Financing Activities**

Proceeds from Paycheck Protection Program loans	223,951
Net change in cash	(512,847)

**Cash**

Beginning of year	1,404,017
End of year	\$ 891,170

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Organization and Principles of Consolidation**

Iowa Center for Economic Success (The Iowa Center) is a nonprofit corporation whose mission is to empower Iowans with the potential to succeed as they pursue opportunities for financial success. The Iowa Center provides support for entrepreneurs starting or growing small businesses in Iowa.

The Iowa Center has an economic interest in the Iowa Center Loan Fund (The Loan Fund), a nonprofit corporation that operates a microloan program, disbursing small business loans to qualified individuals. Accounting principles generally accepted in the United States of America requires an entity which has an economic interest and control of another entity to consolidate the entity in its financial statements. Accordingly, the consolidated financial statements include the accounts of The Iowa Center and The Loan Fund, hereafter referred to as the Organization. All significant intercompany accounts and transactions have been eliminated in the consolidated financial statements.

The Organization operates the following programs:

*Lending and investing.* The Organization provides new or growing small businesses with access to capital. The program provides fixed interest rate loans with up to 5-year terms and no down payments required. The Organization's contract with the Iowa Economic Development Authority to manage the state's Targeted Small Business loan program was terminated on June 30, 2021.

*Tax preparation.* The Iowa Center and its coalition partners provide low-income taxpayers throughout Iowa with free tax preparation and planning services. Sites are centrally located within communities and surrounded by other human service organizations serving the Organization's target population. Sites are open day, evening, and weekend hours to accommodate the varying schedules of clients served, and interpreters are available on specified days or by appointment to help those in need.

*Women's Business Center.* The Women's Business Center assists clients launch their new business and provides capital infusions. The Organization has created classes that are relevant and timely for clients with topics that include: computer security, point of sale options, cultural awareness, marketing, branding, pricing for profit, and many more.

*Other Programs.* The Organization provides other small business education and coaching opportunities that are dependent on current events and funding opportunities. During the year ended June 30, 2021, the Organization participated in emergency small-business relief that supported Iowa businesses during the pandemic.

**Accounting Estimates**

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

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Concentrations of Credit Risk**

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash. The Organization's cash is held with high credit quality financial institutions and, at times, is in excess of the FDIC insurance limit.

The Organization is subject to a degree of vulnerability due to concentrations of receivables and revenue from major funding sources. The Organization received approximately 44% of its total revenue, gains and public support from two sources for the year ended June 30, 2021. As of June 30, 2021, these sources accounted for approximately 78% of receivables.

**Loans Receivable**

Loans receivable are carried at the original contracted amount, less any subsequent payments, and are stated at the amount management expects to collect from outstanding balances. Receivables are written off when deemed uncollectible. The allowance for uncollectible balances as of June 30, 2021 was \$6,369.

**Beneficial Interest in Assets Held by Community Foundation**

The Organization has an account with the Community Foundation of Greater Des Moines (the Foundation), which is held is a designated agency endowment fund, for the benefit of the Organization. The transactions with the Foundation are deemed reciprocal, and therefore, the fair value of the fund held by the Foundation is recognized as an asset by the Organization.

**Property and Equipment**

Property and equipment are stated at cost, or fair value if donated, with depreciation computed under the straight-line method over the economic useful lives of the assets. The Organization's policy is to capitalize all property and equipment purchases in excess of \$2,500.

**Paycheck Protection Program Loans**

The Organization follows the Financial Accounting Standards Board's Topic 470-*Debt* in accounting for its Paycheck Protection Program (PPP) loans. The proceeds from the loans remain as a liability until either (1) the loans are, in part or wholly, forgiven and the Organization has been legally released or (2) the Organization pays off the loans to the creditor. Once the loans are (in part or wholly) forgiven and legal release is received, the Organization reduces the liability by the amount forgiven and records a gain on extinguishment.

**Net Assets**

Net assets, revenues, gains, and other support are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets 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. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and certain assets received from an estate.

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Net Assets (Continued)**

*Net Assets With Donor Restrictions* – Net assets subject to donor-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 donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is 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 and reported in the consolidated statement of activities as net assets released from restrictions.

**Income Taxes**

The Organizations are exempt from income taxes under provisions of Section 501(c)(3) of the Internal Revenue Code and are exempt from federal income taxes pursuant to Section 501(a) of the Code.

**Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statement of activities. The consolidated statement of functional expenses presents the natural classification detail of expenses by function. The consolidated financial statements report certain categories of expense that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Substantially all expenses are allocated on the basis of estimates of time and effort.

**Revenue Recognition**

The Organization recognizes contributions, measured at fair value on the date received, when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give which contain a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Contract revenue is primarily derived from cost-reimbursement contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the consolidated statement of financial position.

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Recently Issued Accounting Pronouncements**

*Leases*

In February 2016, the FASB issued Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)*. This update requires capitalization of “right-of-use assets” and recognition of an obligation for future lease payments for most leases currently classified as operating leases. In June 2020, the FASB issued ASU 2020-05 which defers the effective date one year making it effective for annual reporting periods beginning after December 15, 2021, with early adoption permitted. The provisions of this ASU are to be applied using either the retrospective approach or modified retrospective approach. The Organization is currently evaluating the impact this standard will have on its consolidated financial statements.

*Contributed Nonfinancial Assets*

In September 2020, the FASB issued ASU No. 2020-07 *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit organizations. In addition to enhanced disclosures for contributed nonfinancial assets, this ASU requires not-for-profit organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The amendments in this ASU should be applied on a retrospective basis and are effective for annual reporting periods beginning after June 15, 2021, with early adoption permitted. The Organization is currently evaluating the impact this standard will have on its consolidated financial statements.

**Subsequent Events**

Management has evaluated subsequent events through January 10, 2022, the date which the consolidated financial statements were available for issue.

The Organization's Paycheck Protection Program loan of \$138,637 was forgiven by the SBA in November 2021.

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 2 – LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date, comprise the following as of June 30, 2021:

Cash	\$	891,170
Grants receivable		94,585
Loans receivable in less than one year, net		36,448
Total financial assets available		1,022,203
Less board designated - operating reserve		310,000
Less board designated - Stanley Estate		170,425
Less board designated - lending capital		187,169
Less donor restrictions		11,555
Financial assets available within one year	\$	343,054

The Organization has funds available at the Community Foundation of Greater Des Moines. These funds are invested for long-term appreciation but are available at the discretion of the Foundation.

The Organization's governing board has designated a portion of its unrestricted resources for an operating reserve which is intended to cover approximately three months of operations. In addition, the Organization received funding from an estate without donor restriction that the board has designated for strategic initiatives.

**NOTE 3 – LOANS RECEIVABLE**

Loans receivable have the following maturities as of June 30, 2021:

Receivable in:		
Less than one year	\$	42,817
One to five years		30,873
Less allowance		(6,369)
Loans receivable, net	\$	67,321

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 4 – FUNDS HELD AT COMMUNITY FOUNDATION**

The Organization has a beneficial interest in assets held by the Community Foundation of Greater Des Moines (the Foundation) in the amount of \$29,701 as of June 30, 2021, which represents funds previously transferred to the Foundation by the Organization, and the earnings thereon. The Organization has granted variance power to the Foundation in the event the Organization terminates or ceases to exist as a legal entity. The Fund's income is available to support the Organization's operations. There were no amounts distributed to the Organization from the Foundation during the year ended June 30, 2021.

**NOTE 5 – PROPERTY AND EQUIPMENT**

Property and equipment as of June 30, 2021 consisted of the following:

Office furniture and equipment	\$ 47,151
Website and logo design	26,100
	<hr/>
	73,251
Less accumulated depreciation	20,362
	<hr/>
Total property and equipment, net	<u>\$ 52,889</u>

**NOTE 6 – PAYCHECK PROTECTION PROGRAM LOANS**

The Organization applied for and obtained a \$27,400 PPP loan in May 2020, administered by the U.S. Small Business Administration, established under the Coronavirus Aid, Relief, and Economic Security Act (Cares Act). Under the terms of the loan, the Organization could apply for and be granted forgiveness for a portion or all of the loan. Forgiveness was determined, if during a specified period (covered period) after the loan origination, the Organization maintained certain employee levels and uses the proceeds on eligible expenses including payroll, benefits, rent, and utilities. Additional funding under this loan in the amount of \$85,314 was received in April 2021. The total loan amount, \$112,714, was forgiven by the SBA in June 2021. Accordingly, the Organization recorded a gain on extinguishment.

The Organization also applied for and obtained a \$138,637 PPP loan in May 2021, under the Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act (the Economic Aid Act). The loan was forgiven by the SBA in November 2021.

The Organization must retain all records relating to the loans for six years from the date of forgiveness and must permit authorized representatives of the SBA, including representatives of its Office of Inspector General, to access such files upon request.

**Iowa Center for Economic Success and Affiliate  
Notes to Consolidated Financial Statements**

**NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS**

As of June 30, 2021, the Organization had \$11,555 of net assets restricted for the Organization's tax preparation program in future periods.

**NOTE 8 – RETIREMENT PLAN**

The Organization sponsors a defined contribution 403(b) plan covering substantially all of its employees. The Organization contributes 3% of eligible compensation. For the year ended June 30, 2021, the Organization contributed \$20,069 to the plan.

**NOTE 9 – OPERATING LEASE**

The Organization conducts a portion of its operations from a leased facility under a noncancellable operating lease, which includes a five-year renewal option at the end of the lease term.

The following is a schedule by years of future minimum lease payments required under the noncancellable operating lease:

<u>Year Ending June 30</u>	
2022	\$ 43,926
2023	43,926
2024	43,926
2025	43,926
2025	43,926
Thereafter	<u>135,438</u>
Total minimum payments required	<u>\$ 355,068</u>

In addition to the minimum rentals, the lease requires the Organization to pay utilities and its pro-rata share (25%) of any increase in common area maintenance and property taxes over the base year of 2019. Rent expense for all operating leases was \$43,926 for the year ended June 30, 2021.

**SUPPLEMENTARY INFORMATION**

**Iowa Center for Economic Success and Affiliate  
Consolidating Statement of Financial Position  
As of June 30, 2021**

	Iowa Center for Economic Success	Iowa Center Loan Fund	Eliminations	Total
<b>Assets</b>				
Cash	\$ 872,234	\$ 18,936	\$ -	\$ 891,170
Grants receivable	94,585	-	-	94,585
Loans receivable, net	-	67,321	-	67,321
Due from related party	-	100,912	(100,912)	-
Prepaid and other assets	7,455	-	-	7,455
Beneficial interest in assets held by Community Foundation	29,734	-	-	29,734
Property and equipment, net	52,889	-	-	52,889
 Total assets	 <u>\$ 1,056,897</u>	 <u>\$ 187,169</u>	 <u>\$ (100,912)</u>	 <u>\$ 1,143,154</u>
<b>Liabilities and Net Assets</b>				
Accounts payable	\$ 28,800	\$ -	\$ -	\$ 28,800
Due to related party	100,912	-	(100,912)	-
Accrued expenses	18,100	-	-	18,100
Refundable advance	105,478	-	-	105,478
Paycheck Protection Program loan	138,637	-	-	138,637
 Total liabilities	 <u>391,927</u>	 <u>-</u>	 <u>(100,912)</u>	 <u>291,015</u>
<b>Net assets</b>				
<b>Without donor restrictions</b>				
Undesignated	172,990	-	-	172,990
Board designated - operating reserve	310,000	-	-	310,000
Board designated - Stanley Estate	170,425	-	-	170,425
Board designated - lending capital	-	187,169	-	187,169
Total without donor restrictions	<u>653,415</u>	<u>187,169</u>	<u>-</u>	<u>840,584</u>
 With donor restrictions	 11,555	 -	 -	 11,555
Total net assets	<u>664,970</u>	<u>187,169</u>	<u>-</u>	<u>852,139</u>
 Total liabilities and net assets	 <u>\$ 1,056,897</u>	 <u>\$ 187,169</u>	 <u>\$ (100,912)</u>	 <u>\$ 1,143,154</u>

**Iowa Center for Economic Success and Affiliate  
Consolidating Statement of Activities  
Year Ended June 30, 2021**

	Iowa Center for Economic Success		Iowa Center Loan Fund		Eliminations	Total
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions		
<b>Revenue, Gains and Public Support</b>						
Grants and contributions	\$ 811,079	\$ 11,555	\$ 118,064	\$ -	\$ (100,000)	\$ 840,698
Paycheck Protection Program	112,714	-	-	-	-	112,714
Program revenue	5,383	-	-	-	-	5,383
Contract income	333,694	-	-	-	-	333,694
Investment return, net	3,915	-	-	-	-	3,915
Interest income on loans receivable	-	-	4,203	-	-	4,203
Total revenue, gains and public support	<u>1,266,785</u>	<u>11,555</u>	<u>122,267</u>	<u>-</u>	<u>(100,000)</u>	<u>1,300,607</u>
<b>Expenses</b>						
Programs	1,042,572	-	-	-	(100,000)	942,572
Management and general	270,813	-	44	-	-	270,857
Fundraising	11,825	-	-	-	-	11,825
Total expenses	<u>1,325,210</u>	<u>-</u>	<u>44</u>	<u>-</u>	<u>(100,000)</u>	<u>1,225,254</u>
<b>Loss on Disposal of Property and Equipment</b>	<u>11,957</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,957</u>
Change in net assets	(70,382)	11,555	122,223	-	-	63,396
Net assets, beginning of year	788,743	-	-	-	-	788,743
Transfer, lending portfolio	<u>(64,946)</u>	<u>-</u>	<u>64,946</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, end of year	<u>\$ 653,415</u>	<u>\$ 11,555</u>	<u>\$ 187,169</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 852,139</u>