

BROOKLYN COMMUNITY PRIDE CENTER, INC.
FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

GETTRYMARCUS



Brooklyn Community Pride Center, Inc.

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Year Ended June 30, 2022

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Independent Auditor's Report

To the Board of Directors
Brooklyn Community Pride Center, Inc.
Brooklyn, New York

Opinion

We have audited the accompanying financial statements of Brooklyn Community Pride Center, Inc. (a nonprofit organization) ("the Organization"), which comprise the statement of financial position as of June 30, 2022 and the related statements of activities, functional expenses, and cash flows for the year 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 the Organization as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibility 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 Responsibility 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 audit 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 an 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 judgement 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 the Organization'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 the Organization'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.



Gettry Marcus CPA, P.C.
New York, New York
May 12, 2023

Brooklyn Community Pride Center, Inc.
Statement of Financial Position
June 30, 2022

	<u>Net Assets Without Donor Restrictions</u>	<u>Net Assets With Donor Restrictions</u>	<u>Total</u>
Assets			
Current assets			
Cash	\$ 469,902	\$ -	\$ 469,902
Government grants receivable	195,653	-	195,653
Contributions receivable	5,000	-	5,000
Other income receivable	21,241	-	21,241
Prepaid expenses and other assets	28,102	-	28,102
Total current assets	719,898	-	719,898
Other assets			
Property and equipment, net	78,670	-	78,670
Security deposit	41,562	-	41,562
Total other assets	120,232	-	120,232
Total assets	\$ 840,130	\$ -	\$ 840,130
Liabilities and Net Assets			
Current liabilities			
Accounts payable and accrued expenses	\$ 37,306	\$ -	\$ 37,306
Deferred rent obligation	8,109	-	8,109
Security deposit	9,750	-	9,750
Total current liabilities	55,165	-	55,165
Net Assets			
Without donor restrictions	784,965	-	784,965
With donor restrictions	-	-	-
Total net assets	784,965	-	784,965
Total liabilities and net assets	\$ 840,130	\$ -	\$ 840,130

Brooklyn Community Pride Center, Inc.
Statement of Activities
Year Ended June 30, 2022

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Support and revenues			
Foundations and trusts	\$ 39,425	\$ -	\$ 39,425
Corporations	39,460	-	39,460
Individuals	93,936	-	93,936
In-kind contributions	147,699	-	147,699
Government grants	<u>564,375</u>	<u>-</u>	<u>564,375</u>
Total support and revenues	<u>884,895</u>	<u>-</u>	<u>884,895</u>
Other income			
Room rental and licensing fees	72,663	-	72,663
Consulting fees	43,802	-	43,802
Paycheck Protection Program loan forgiveness	112,975	-	112,975
Miscellaneous income	2,600	-	2,600
Interest income	<u>154</u>	<u>-</u>	<u>154</u>
Total other income	<u>232,194</u>	<u>-</u>	<u>232,194</u>
Net assets released from restrictions	<u>32,500</u>	<u>(32,500)</u>	<u>-</u>
Total support, revenues and other income	<u>1,149,589</u>	<u>(32,500)</u>	<u>1,117,089</u>
Functional expenses			
Program services	692,473	-	692,473
Fundraising services	226,967	-	226,967
Administration services	<u>199,109</u>	<u>-</u>	<u>199,109</u>
Total functional expenses	<u>1,118,549</u>	<u>-</u>	<u>1,118,549</u>
Increase (decrease) in net assets	31,040	(32,500)	(1,460)
Net assets - Beginning of year	<u>753,925</u>	<u>32,500</u>	<u>786,425</u>
Net assets - End of year	<u>\$ 784,965</u>	<u>\$ -</u>	<u>\$ 784,965</u>

Brooklyn Community Pride Center, Inc.
Statement of Functional Expenses
Year Ended June 30, 2022

	<u>Program Services</u>	<u>Fundraising Services</u>	<u>Administration Services</u>	<u>Total Functional Expenses</u>
Salaries and wages	\$ 270,814	\$ 154,547	\$ 71,898	\$ 497,259
Payroll taxes and fringe benefits	22,101	12,394	5,215	39,710
Employee benefits	27,101	5,187	21,241	53,529
Rent and common charges	81,738	7,828	4,954	94,520
Repairs and maintenance	60,925	5,629	4,208	70,762
Utilities and telephone	9,317	852	5,918	16,087
Consulting and professional fees	42,620	15,812	10,901	69,333
Accounting and bookkeeping fees	-	-	49,624	49,624
Advertising and promotion	7,431	6,533	696	14,660
Insurance	5,075	494	827	6,396
Depreciation expense	8,484	1,131	1,697	11,312
Equipment rental	5,488	437	4,186	10,111
Supplies	10,224	1,619	2,945	14,788
Travel	5,942	1,227	1,394	8,563
Conferences & meetings	680	-	475	1,155
Legal fees	127,726	12,232	7,741	147,699
Meals and entertainment	2,572	-	-	2,572
Grants	1,200	-	-	1,200
Video production	-	474	-	474
Other office expenses	1,601	341	4,068	6,010
Miscellaneous expenses	178	-	182	360
Data and payroll processing fees	1,256	230	939	2,425
Total expenses	\$ 692,473	\$ 226,967	\$ 199,109	\$ 1,118,549

See independent auditor's report and notes to financial statements.

Brooklyn Community Pride Center, Inc.
Statement of Cash Flows
Year Ended June 30, 2022

Cash flows from operating activities	
Decrease in net assets	\$ (1,460)
Adjustments to reconcile decrease in net assets to net cash provided by operating activities:	
Depreciation	11,312
Deferred rent decrease	(1,330)
Paycheck Protection Program loan forgiveness	(112,975)
(Increase) decrease in operating assets:	
Government grants receivable	204,472
Contributions receivable	3,500
Other income receivable	(14,700)
Prepaid expenses and other assets	(19,096)
Security deposit	9,750
Decrease in operating liabilities:	
Accounts payable and accrued expenses	3,539
Total adjustments	<u>84,472</u>
Net cash provided by operating activities	83,012
Net increase in cash	83,012
Cash - Beginning of year	<u>386,890</u>
Cash - End of year	<u><u>\$ 469,902</u></u>

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 1 – Summary of Organization and Nature of Activities

Brooklyn Community Pride Center, Inc. (the “Organization”), is a nonprofit organization established in 2008 with the goal to become Brooklyn’s premier network of programs and services for the lesbian, gay, bisexual, transgender and queer (“LGBTQ+”) community of New York City’s largest borough.

At present, the Organization runs a community center offering programs and events for the LGBTQ+ community which focuses on six key areas that align with their mission. The six focus areas are Health and Wellness, Homelessness and Housing, Immigration, Racial Justice, Social Isolation and Workforce Development (Pride Path Program). Across the spectrum from young people to elders, the Brooklyn Community Pride Center enables the community to actively participate in positive, life-affirming activities. They offer a distinctive choice for the residents of Brooklyn to celebrate, heal, learn, create, organize, relax, socialize, and play. The Organization’s work expands the quantity and quality of LGBTQ+ services in the community and strengthens the community from the inside out.

The Organization is supported primarily through donor contributions and grants.

Note 2 – 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 (“U.S. GAAP”).

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

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. The Board may designate assets without restrictions for specific operational purposes from time to time.

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. When a restriction expires (when a stipulated time restriction ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions of property and equipment or cash restricted for acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation.

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 2 – Summary of Significant Accounting Policies (continued)

Contributions and Expenditures

Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give will be recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets will be reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities will be reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between applicable classes of net assets.

Uninsured Cash Balances

The Organization maintains cash balances at a bank in the New York metropolitan area. Cash accounts at the bank are insured by the Federal Deposit Insurance Corporation subject to certain limits. At times, such cash balances may be in excess of the insured limits. As of June 30, 2022, the Organization had approximately \$40,000 in deposits in excess of FDIC limits. The Organization has not experienced any losses in these accounts and does not believe it is exposed to any significant credit risk on its cash.

Grants, Contributions and Other Income Receivable

Grants, contributions, and other income receivable are stated at the amount management expects to collect from outstanding balances and are all due within one year. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the receivable. In the opinion of management, no allowance was necessary at June 30, 2022. The Organization does not charge interest on its receivables.

Property and Equipment and Related Depreciation Methods

Major property and equipment additions are recorded at cost if purchased, or, if in the case of donated property, at the fair value at the date of the gift. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long these donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method over the estimated useful lives of the respective assets, which are as follows:

Office equipment	3 years
Leasehold improvements	Lower of lease term or 15 years

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 2 – Summary of Significant Accounting Policies (continued)

In-Kind Contributions

During the year ended June 30, 2022, the value of contributed goods and services meeting the requirements for recognition in the financial statements were included in support and revenues on the statement of activities and allocated among the corresponding functional expenses based on the nature of the goods and services.

Impairment of Long-Lived Assets

The Organization evaluates whether events and circumstances have occurred that indicate the remaining estimated useful life of long-lived assets may warrant revision or that the remaining balance of an asset may not be recoverable. The measurement of possible impairment is based on the ability to recover the balance of assets from expected future operating cash flows on an undiscounted basis. Impairment losses, if any, would be determined based on fair value, using the present value of the cash flows with discount rates that reflect the inherent risk of the underlying business. No impairment was required to be recognized for the year ended June 30, 2022.

Financial Instruments

The Organization's financial instruments include cash, contributions receivable, government grants receivable, other income receivable, and accounts payable and accrued expenses. The recorded values of cash, contributions receivable, government grants receivable, other income receivable and accounts payable and accrued expenses approximates their fair values due to their short-term duration.

Tax-Exempt Status

The Organization has been notified by the Internal Revenue Service that it is exempt from Federal income taxes under section 501(c)(3) of the Internal Revenue Code ("Code"). The Organization is further classified as an organization that is not a private foundation under Section 509(a)(3) of the Code. The Organization follows the guidance of Accounting Standards Codification 740, *Accounting for Income Taxes*, related to uncertain income taxes, which prescribes a threshold of more likely than not for recognition and derecognition of tax positions taken or expected to be taken in a tax return. All significant tax positions have been considered by management. It has been determined that is more likely than not that all tax positions would be sustained upon examination by taxing authorities. Accordingly, no provision for income taxes has been recorded.

Deferred Rent

The Organization has entered into an operating lease agreement which contains provisions for future rent increases. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease. The difference between rent expense recorded and the amount paid is credited or charged to "Deferred rent obligation," which is included in liabilities in the accompanying statement of financial position.

Government Grants

The Organization is the recipient of various grants from government agencies. Expenses charged to these grants are subject to audit by the government agencies. No provision for any potential liability for the current or prior years has been reflected in these financial statements.

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 2 – Summary of Significant Accounting Policies (continued)

Functional Expense Allocations

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. The financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions. Accordingly, certain costs have been allocated among the programs and supporting services benefited, using appropriate measurement methodologies. The expenses that are being allocated include salaries and related expenses, which are allocated based on estimates of time and effort, as well as rent and common charges, utilities and telephone, and repairs and maintenance which are allocated on a square footage basis.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. Estimates are based on past experience and other assumptions that management believes are reasonable under the circumstances, and management evaluates these estimates on an ongoing basis. The significant estimates of the Organization include no allowance for uncollectible receivables, no provision for potential recoupment of government grants, the estimated lives on property and equipment, and the allocation of certain expenses in the statement of functional expenses.

Advertising

Advertising costs are expensed as incurred. Advertising expenses amounted to \$14,660 for the year ended June 30, 2022.

Accounting Standards Updates (“ASU”)

The Organization has reviewed recently issued ASUs by the Financial Accounting Standards Board (“FASB”) and based on that review, has determined that those ASUs did not have a significant effect on the Organization’s financial statements.

In May 2014, FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*. This ASU replaces all current U.S. GAAP guidance on this topic and eliminates industry-specific guidance. The topic, which was amended several times since, contains a core principle, that is, to recognize revenues when promised goods or services are transferred to customers in an amount that reflect the consideration to which an entity is expected to be entitled for those goods or services. The ASU defines a five-step process to achieve this core principle and, in so doing, more judgement and estimates may be required within the revenue recognition process than was previously required. This process includes identifying performance obligations in the contract, estimating the amount of variable consideration to include in the transaction price and allocation the transaction to each performance obligation. The ASU was effective for annual periods beginning after December 15, 2019. Entities could use either one of these methods (a) retrospective to each prior reporting period presented with the option to elect certain practical expedients as defined within the ASU, or, (b) retrospective with the cumulative effect of initially applying the ASU recognized at the date of initial application and providing certain additional disclosures as defined in the ASU. The Organization adopted this ASU effective July 1, 2020, and the adoption had no impact on its financial statements.

In September 2020, FASB issued ASU No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The intention of this ASU is to increase transparency about nonfinancial gifts in kind, including how they are used and how they are valued. The ASU requires a separate line-item presentation of contributed nonfinancial assets in the statement of activities, apart from the contributions of cash or other financial assets.

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 2 – Summary of Significant Accounting Policies (continued)

The ASU requires disclosure of the disaggregation of the amount of nonfinancial gifts in-kind received by category and the organization, and for each category, disclosure of: (i) qualitative information about whether the contributed nonfinancial assets were either monetized or utilized during the reporting period; (ii) the not-for-profit's policy about monetizing rather than utilizing contributed nonfinancial assets; (iii) a description of any related donor-imposed restrictions associated with the contributed nonfinancial assets; (iv) the valuation techniques and inputs used to arrive at a fair value measure; and (v) the principal market (or most advantageous market) used to arrive at a fair value measure. The ASU is effective for annual reporting periods beginning after June 15, 2021, to be applied on a retrospective basis, and earlier application is permitted. The Organization adopted this ASU and the adoption had no impact on its financial statements.

Note 3 – Government Grants

Government grant income consists of the following for the year ending June 30, 2022:

<u>Government Agency</u>	<u>Amount Awarded</u>
New York City Department of Youth & Community Development	\$ 544,375
New York City Department for the Aging	<u>20,000</u>
	<u>\$ 564,375</u>

Government grant income from the New York City Department of Youth & Community Development accounted for approximately 62% of total support for the year ending June 30, 2022.

Government grants receivable at June 30, 2022 was \$195,653 from the two government agencies above. In the opinion of management, no allowance for doubtful accounts is necessary at June 30, 2022.

Note 4 – Property and Equipment

Property and equipment consist of the following at June 30, 2022:

Office equipment	\$ 28,586
Leasehold improvements	111,138
Less: accumulated depreciation	<u>(61,054)</u>
	<u>\$ 78,670</u>

Depreciation expense for the year ended June 30, 2022 amounted to \$11,312.

Note 5 – Note Payable – Paycheck Protection Program

The Organization received a Paycheck Protection Program (“PPP”) loan on January 8, 2021 in the amount of \$112,975. The PPP loan has an effective interest rate of 1.00% with a maturity date of February 8, 2026. Management has determined that the PPP loan should be accounted for as debt until forgiven. Accordingly, the forgiveness of the Loans will be recorded as other income entirely in the year that the Organization receives notification from the SBA that the Loan has been forgiven.

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 5 – Note Payable – Paycheck Protection Program (continued)

The Organization applied and was granted forgiveness of the PPP loan for \$112,975 in November 2021. Accordingly, the \$112,975 was recognized as income in the statement of activities for the year ended June 30, 2022.

Note 6 – Net Assets - With Donor Restrictions

Net assets released from donor restrictions were for the following purposes for the year ended June 30, 2022:

Subject to expenditure for specified purposes:	
Pride Path internship program	\$ 20,000
Arts and culture program	5,000
Vocational training for LGBTQ+ women	<u>7,500</u>
Total subject to expenditure for specified purposes	<u>32,500</u>
Total releases from restrictions	<u><u>\$ 32,500</u></u>

Note 7 – Commitments

Effective July 17, 2017, the Organization entered into an agreement to lease office space at 1360 Fulton Street under a non-cancelable lease that commenced July 2017 and expired in October 2022. Effective October 15, 2022, the lease was extended for two additional years through October 14, 2024.

On February 11, 2020, the Organization signed a thirty-year lease on its new Crown Heights satellite location at the newly renovated space in the Bedford-Union Armory (now officially renamed the Major R. Owens Health & Wellness Community Center). The lease was executed on April 22, 2021, however, the Organization did not begin paying rent on the space until the landlord delivered the premises, as per the lease agreement, which took place in September 2021. Legal services included in in-kind contributions on the statement of activities, pertained mainly to lease and common area maintenance charge negotiations regarding this new space.

The total minimum annual lease payments related to the Organization's two leases, exclusive of escalations for taxes and other operating expenses are as follows:

<u>Years Ending June 30,</u>	
2023	\$ 29,577
2024	26,677
2025	27,477
2026	28,301
2027	29,150
Thereafter	<u>1,053,601</u>
	<u><u>\$ 1,194,783</u></u>

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 8 – Contingencies

On June 26, 2022, a former patron of the Organization filed a complaint with The New York State Division of Human Rights (“NYSDHR”) alleging disability discrimination. The Organization vehemently denies these allegations and has filed a position statement with the NYSDHR explaining why the complaint should be dismissed. The NYSDHR investigation of these allegations is ongoing, and the Organization has not received a final decision as of the date of these financial statements. Management and counsel believe that it is too early to determine any likely outcome of this matter and to what extent, if any, the Organization may be exposed to such claim.

Note 9 – Risks and Uncertainties

The Organization is dependent upon contributions from the public for its revenue. The ability of the Organization to continue to raise funds is dependent upon current and future economic conditions as well as income tax efficiencies.

There are various direct and indirect risks that could impact the Organization, such as a potential global economic slowdown, inflationary pressures, the pandemic, and more. It is also impossible to predict the effect these will have on the Organization’s donors, and its impact on the Organization’s liquidity, vendors and counterparties. To help minimize the uncertainty of these items, management continues to explore how to best operate in this environment, including taking advantage of several of the Cares Act and successor act’s provisions.

Note 10 – Liquidity

As part of its liquidity management, the Organization established a liquid unrestricted net assets fund (“LUNA fund”) to maintain financial assets on hand to meet 90 days of normal operating expenses. The Organization’s goal is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due by maintaining adequate reserves in the LUNA fund. The Organization does not have a line of credit available to assist with liquidity management.

The Organization’s financial assets available within one year of the statement of financial position date for general expenditures, without limitations, are as follows:

Cash	\$ 469,902
Government grants receivable	195,653
Contributions receivable	5,000
Other income receivable	<u>21,241</u>
Financial assets at fiscal year ended June 30, 2022	691,796
Less: those unavailable for general expenditures within one year due to donor restrictions	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 691,796</u></u>

Brooklyn Community Pride Center, Inc.
Notes to Financial Statements
June 30, 2022

Note 10 – Liquidity (continued)

The Organization's financial assets have been reduced by amounts not available for general use because of donor imposed restrictions within one year of the balance date. In addition to financial assets available to meet general expenditures over the year, the Organization operates with a balanced budget and anticipates covering its general expenditures through special event income, room rental and licensing fees and by utilizing donor-restricted resources from current and prior years.

Note 11 – Subsequent Events

Management has evaluated subsequent events and transactions for potential recognition or disclosure in the financial statements through May 12, 2023, the date the financial statements were available to be issued.