

**Community Assistance Center, Inc.**

**FINANCIAL STATEMENTS**

For the Years Ended December 31, 2020 and 2019  
with  
Independent Auditor's Report

**Community Assistance Center, Inc.**  
**TABLE OF CONTENTS**

**For the Years Ended December 31, 2020 and 2019**

---

<b>Independent Auditor’s Report</b> .....	1
<b>Statements of Financial Position</b> .....	2
<b>Statements of Activities</b> .....	3
<b>Statements of Functional Expenses</b> .....	4
<b>Statements of Cash Flows</b> .....	5
<b>Notes to Financial Statements</b> .....	6

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Community Assistance Center, Inc.  
Sandy Springs, Georgia

We have audited the accompanying financial statements of Community Assistance Center, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

### 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.

### Accountant's Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

### Accountant's Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Assistance Center, Inc. as of December 31, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*Geeslin Group LLC*

GEESLIN GROUP LLC

June 11, 2021  
Peachtree City, Georgia

**Community Assistance Center, Inc.**  
**STATEMENTS OF FINANCIAL POSITION**

**December 31, 2020 and 2019**

	2020	2019
Unrestricted cash and cash equivalents	\$ 1,647,186	\$ 856,130
Unrestricted cash and cash equivalents - board designated	6,000	6,000
Restricted cash and cash equivalents	123,651	137,468
Promises to give - unrestricted, current portion	15,102	24,626
Promises to give - restricted, current portion	-	42,618
Prepaid expenses and other assets	26,109	19,887
Inventory	173,279	162,065
Total current assets	1,991,327	1,248,794
Promises to give - unrestricted, noncurrent portion	-	8,109
Promises to give - restricted, noncurrent portion	396,172	129,536
Loan costs, net of accumulated amortization	20,260	23,378
Total noncurrent assets	416,432	161,023
Property and equipment	3,786,108	3,772,195
Accumulated depreciation	(860,226)	(746,042)
Net property and equipment	2,925,882	3,026,153
Total assets	\$ 5,333,641	\$ 4,435,970
Accounts payable and accrued expenses	\$ 104,684	\$ 33,162
Mortgages payable, current maturities	33,742	32,095
Total current liabilities	138,426	65,257
Paycheck Protection Program loan payable	143,743	-
Mortgages payable, net of current maturities	859,723	893,294
	1,003,466	893,294
Total liabilities	1,141,892	958,551
Without donor restrictions		
Undesignated	3,665,926	3,161,797
Designated by the Board for operating reserve	6,000	6,000
Total net assets without donor restriction	3,671,926	3,167,797
With donor restrictions		
Purpose restrictions	519,823	309,622
Total net assets	4,191,749	3,477,419
Total liabilities and net assets	\$ 5,333,641	\$ 4,435,970

See accompanying notes.

# Community Assistance Center, Inc.

## STATEMENTS OF ACTIVITIES

For the Years Ended December 31, 2020 and 2019

	2020		2019	
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Support and Revenue				
Support				
Grants	\$ 340,008	\$ 1,926,134	\$ 2,266,142	\$ 572,753
Contribution	2,816,338	402,693	3,219,031	2,140,912
Fundraising	23,598	4,250	27,848	41,296
Net assets released from restrictions	2,123,864	(2,123,864)	-	-
Total support	<u>5,303,808</u>	<u>209,213</u>	<u>5,513,021</u>	<u>2,754,961</u>
Retail income	89,332	-	89,332	172,342
Less related expenses	<u>(5,096)</u>	<u>-</u>	<u>(5,096)</u>	<u>(7,540)</u>
Net thrift store sales	<u>84,236</u>	<u>-</u>	<u>84,236</u>	<u>164,802</u>
Gross special events revenue - A Vintage Affair	230,523	-	230,523	225,774
Less cost of direct benefits to donors	<u>(14,575)</u>	<u>-</u>	<u>(14,575)</u>	<u>(23,719)</u>
Net revenue - A Vintage Affair	<u>215,948</u>	<u>-</u>	<u>215,948</u>	<u>202,055</u>
Other revenue				
Interest income	<u>2,749</u>	<u>988</u>	<u>3,737</u>	<u>4,525</u>
Total revenue, support, and gains, net	<u>5,606,741</u>	<u>210,201</u>	<u>5,816,942</u>	<u>3,126,343</u>
Expenses				
Program services expense	4,571,434	-	4,571,434	2,597,365
Management and general	381,144	-	381,144	291,310
Fundraising and development	150,034	-	150,034	112,473
Total expenses	<u>5,102,612</u>	<u>-</u>	<u>5,102,612</u>	<u>3,001,148</u>
Change in Net Assets	504,129	210,201	714,330	125,195
Net Assets, Beginning of Year	<u>3,167,797</u>	<u>309,622</u>	<u>3,477,419</u>	<u>3,352,224</u>
Net Assets, End of Year	<u>\$ 3,671,926</u>	<u>\$ 519,823</u>	<u>\$ 4,191,749</u>	<u>\$ 3,477,419</u>

See accompanying notes.

# Community Assistance Center, Inc.

## STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended December 31, 2020 and 2019

	2020				2019	
	Program Services	Management and General	Fundraising and Development	Expenses Included	Total	Total
				with Revenue on Statement of Activity		
Payroll	\$ 387,181	\$ 244,431	\$ 65,728	\$ -	\$ 697,340	\$ 602,522
Payroll taxes	29,971	18,921	5,088	-	53,980	46,896
Employee benefits	37,039	23,383	6,288	-	66,710	-
Total personnel costs	454,191	286,735	77,104	-	818,030	649,418
Program expenses	3,715,588	-	-	-	3,715,588	1,873,754
Contract labor	3,981	285	192	-	4,458	9,638
Direct fundraising costs	-	-	53,815	14,575	68,390	57,111
Retail expense	-	-	-	5,096	5,096	7,540
Depreciation and amortization	104,750	7,508	5,044	-	117,302	129,474
Insurance	35,396	9,436	2,077	-	46,909	40,665
Interest	38,032	2,726	1,831	-	42,589	43,627
Legal and accounting	-	22,075	-	-	22,075	17,742
Other professional services	-	35,000	-	-	35,000	-
Miscellaneous	-	2,200	-	-	2,200	4,356
Equipment rental expense	12,790	917	616	-	14,323	9,950
Office rental expense	25,556	1,832	1,231	-	28,619	-
Office equipment	15,931	767	1,142	-	17,840	4,179
Office supplies	6,098	437	294	-	6,829	6,394
Postage and delivery	1,912	137	92	-	2,141	2,264
Printing	4,190	300	202	-	4,692	6,125
Repairs and maintenance	32,520	2,331	1,566	-	36,417	21,951
Security	6,259	449	301	-	7,009	6,667
Seminars and licenses	3,716	1,538	179	-	5,433	5,688
Special events	1,945	139	94	-	2,178	4,110
Technology	30,352	2,175	1,461	-	33,988	47,728
Telephone and internet	9,571	686	461	-	10,718	10,251
Travel	1,309	94	63	-	1,466	977
Utilities	37,608	2,695	1,811	-	42,114	47,542
Vehicle expenses	7,145	-	-	-	7,145	7,810
Waste disposal expense	9,040	648	435	-	10,123	7,680
Moving expense	-	-	-	-	-	6,503
Volunteer expense	468	34	23	-	525	3,263
Bad debt expense	13,086	-	-	-	13,086	-
<b>Total expenses by function</b>	<b>4,571,434</b>	<b>381,144</b>	<b>150,034</b>	<b>19,671</b>	<b>5,122,283</b>	<b>3,032,407</b>
Less expenses included with revenues on the statement of activities						
Retail expense	-	-	-	(5,096)	(5,096)	(7,540)
Cost of direct benefits to donors	-	-	-	(14,575)	(14,575)	(23,719)
<b>Total expenses included in the expense section on the statement of activities</b>	<b>\$ 4,571,434</b>	<b>\$ 381,144</b>	<b>\$ 150,034</b>	<b>\$ -</b>	<b>\$ 5,102,612</b>	<b>\$ 3,001,148</b>

See accompanying notes.

# Community Assistance Center, Inc.

## STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2020 and 2019

---

	<u>2020</u>	<u>2019</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 714,330	\$ 125,195
Adjustments to reconcile change in net assets to net cash from operating activities		
Inventory - donated	(11,214)	(65,264)
Depreciation and amortization	117,302	129,474
Changes in operating assets and liabilities		
Promises to give	(206,385)	122,930
Prepaid expenses and other assets	(6,222)	(5,029)
Accounts payable and other liabilities	71,522	(1,662)
Net Cash provided by Operating Activities	<u>679,333</u>	<u>305,644</u>
Cash Flows from Investing Activities		
Purchases of property and equipment	<u>(13,913)</u>	<u>(52,125)</u>
Net Cash used for Investing Activities	<u>(13,913)</u>	<u>(52,125)</u>
Cash Flows from Financing Activities		
Proceeds from Paycheck Protection Program loan	143,743	-
Principal payments on mortgages payable	<u>(31,924)</u>	<u>(30,887)</u>
Net Cash provided (used) by Financing Activities	<u>111,819</u>	<u>(30,887)</u>
Net changes in unrestricted and restricted cash and cash equivalents	777,239	222,632
Unrestricted and restricted cash and cash equivalents, beginning of the year	<u>999,598</u>	<u>776,966</u>
Unrestricted and restricted cash and cash equivalents, end of the year	<u>\$ 1,776,837</u>	<u>\$ 999,598</u>
<u>Supplemental Disclosure of Cash Flow Information</u>		
Cash paid during the year for interest	<u>\$ 42,589</u>	<u>\$ 43,627</u>

See accompanying notes.

# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE A – NATURE OF ORGANIZATION

Organization: The Community Assistance Center, Inc. (“CAC” or “the Organization”) provides assistance to local members of the Sandy Springs and Dunwoody Communities who are in need by providing financial support, helping to meet basic needs and promoting self-reliance. CAC brings the community together to assist families and individuals of Sandy Springs and Dunwoody facing unexpected financial crisis situations. Community Assistance Center, Inc. originally known as Community Action Center, was founded by eight religious congregations who saw a need to centralize assistance to local families and individuals seeking help in the Sandy Springs and Dunwoody communities. CAC was formally dedicated in October 11, 1987 and opened its doors for the first time on November 2, 1987 on the campus of Mt. Vernon Presbyterian Church. A year later the Center received its 501(c)(3) status on September 12, 1988. CAC is now supported by member congregations, public and private grants, businesses, individuals, schools and civic organizations. The Organization is volunteer-driven with more than 300 regularly scheduled volunteers. CAC operates a Food Pantry and a Thrift Boutique. CAC offers assistance to individuals and families with money management classes, referrals for other services, and adult education classes to learn new job and life skills such as computer classes and English for Successful Living. CAC receives an average of 400 calls a month for assistance and the Food Pantry receives an average of 1,200 visits a month. Overall, CAC impacts approximately 6,000 lives a year.

### NOTE B – SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and 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.

Financial Statement Presentation: As required by the “Financial Statements of Not-For-Profit Organizations” topic of FASB Accounting Standards Codification, 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. The Organization had net assets with donor restrictions of \$513,156 and \$309,622 on December 31, 2020 and 2019, respectively.

Cash and Cash Equivalents: For the purpose of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an original maturity of three months or less to be cash equivalents.

#### Donated Services:

Numerous volunteers have donated significant amounts of time to CAC’s specific assistance programs and fund-raising events. No amounts have been reflected in the financial statements for these donated services because they do not meet the criteria for recognition under Financial Accounting Standards Board ASC 958-605, “Revenue Recognition” of Not-for Profit Entities.



# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE B - SIGNIFICANT ACCOUNTING POLICIES – Continued

Promises to Give: The Organization records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. CAC determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. Substantially all amounts promised in the past have been collected; therefore, the Organization anticipates all pledges to give will be collected and no allowance for uncollectible pledges has been recorded.

Income Tax Status: The Organization is exempt from income taxes under Internal Revenue Code Section 501(c)(3). Accordingly, no provision for income taxes is required. The Organization believes that it has appropriate support for any tax positions taken, and as such does not have any uncertain tax positions that are material to the financial statements during the year ended December 31, 2020 or any tax year still open to taxing authorities.

Functional Allocation of Expenses: The costs of providing the programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among programs and supporting services benefited.

Property and Equipment: Acquisitions of property and equipment in excess of \$500 are capitalized. Property and equipment are recorded at cost, if purchased, or at estimated market value, if received by contribution. Depreciation is calculated over the estimated useful lives of the respective assets using a straight-line method as shown below:

	<b>Years</b>
Building and Improvements	10 - 39
Office and Other Equipment	7
Computer Equipment	3

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.

# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE B - SIGNIFICANT ACCOUNTING POLICIES – Continued

Net Assets: Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-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 (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) 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. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Donor restricted net assets were available at December 31, 2020 and 2019, for the following purposes:

<u>Fund Description</u>	<u>2020</u>	<u>2019</u>
Capital Campaign Fund	\$ 109,067	\$ 172,055
Cox Foundation	100,000	-
Youth Enrichment Program Fund	92,259	71,125
Food Fund	67,089	12,351
City of Sandy Springs	49,761	10,428
Tamara Carrera Legacy Fund	38,307	-
Harriet McDaniel Marshall Trust	25,000	-
Atlanta Foundation	15,002	15,002
Shumard Holidays	11,063	2,182
Financial Assistance	6,667	6,667
Jewish Federation of Greater Atlanta	2,084	-
Volunteer Income Tax Assistance	1,500	-
Garden	1,166	1,166
Signage Fund-Methodist Grant	858	858
Kennedy Foundation	-	9,363
Solar Panel Grant	-	7,200
Tom Heart	-	1,193
Couchman Foundation - Thirft Boutique	-	27
Sandy Springs Society	-	5
Total	<u>\$ 519,823</u>	<u>\$ 309,622</u>

# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE B - SIGNIFICANT ACCOUNTING POLICIES – Continued

Loan Costs: The Organization capitalized loan costs of \$31,170 during 2017. These costs are being amortized on a straight-line basis which approximates the interest yield method. Amortization expense was \$3,118 and \$3,117 in 2020 and 2019, respectively. In the statement of functional expenses, this amount is included within “depreciation and amortization.”

Recent Accounting Pronouncements: In June 2018, FASB issued ASU 2018-08, Not-for-Profit Entities (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, which clarifies and establishes standards for characterizing grants and similar contracts with resource providers as contributions (nonreciprocal) subject to ASC Topic 958, or as exchange transactions (reciprocal) subject to ASC Topic 606.

For the year ending December 31, 2020, the Organization adopted ASU 2018-08 and has adjusted the presentation in these financial statements accordingly. The Organization recognizes contributions and grant income in the accompanying Statements of Activities, in accordance with ASC Topic 958. The adoption of ASU 2018-08 did not have an impact on the timing of the revenue recognition of the contributions.

### NOTE C – LIQUIDITY AND AVAILABILITY

Liquid assets are considered financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position. The Organization had \$1,668,288 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures consisting of cash and cash equivalents. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization’s financial assets available within one year of the balance sheet date for designated expenditures are as follows:

	2020	2019
Cash and cash equivalents	\$ 1,776,837	\$ 999,598
Promises to give - current portion	15,102	67,244
Total liquid assets	1,791,939	1,066,842
Less current assets with donor restrictions	(123,651)	(180,086)
Financial assets available to meet cash needs within one year	<u>\$ 1,668,288</u>	<u>\$ 886,756</u>

# **Community Assistance Center, Inc.**

## **NOTES TO FINANCIALS STATEMENTS**

**For the Years Ended December 31, 2020 and 2019**

---

### **NOTE D – INVENTORY AND DONATED GOODS**

Clothing and household items are valued at thrift store prices and food is valued at an average cost determined by periodic sampling at various online sources. Donated gift cards are recorded at face amount. The estimated value of donated goods received and recognized as revenue by CAC was \$1,439,996 and \$1,553,921 in 2020 and 2019, respectively.

### **NOTE E – FAIR VALUE MEASUREMENTS**

The Organization adopted SFAS No. 157, “Fair Value Measurements,” which establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices (level 1) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB Statement No. 157 are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the entity has the ability to access.

Level 2 – Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; or, inputs that are derived principally from, or corroborated by observable market data by correlation or other means. If the asset or liability has a specified contractual term, the Level 2 input must be observable for substantially the full term of the asset or liability. There were no Level 2 investments.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. There were no Level 3 investments.

The asset’s or liability’s fair value measurement level within the fair value hierarchy is based on the lowest of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The fair market values for the Organization’s mortgages payable are not readily determinable and are assumed to be materially different than the carrying value based on current market conditions. The Organization believes that determining the fair market value of the mortgages payable would be cost prohibitive.

The estimated fair value of donated goods is discussed in Note D. All other financial instruments are carried at amounts that approximate estimated fair value.

# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE F – CONCENTRATIONS

The Organization received 50% of its total contributions in the year ended December 31, 2020 from seventeen donors and 50% from eighteen donors for the year ended December 31, 2019. Two grantor entities totaled approximately 25% of the Organization’s total cash funding for the year ended December 31, 2020. This concentration is due to the increase in federal funding provided to governmental entites and nonprofit organizations during 2020 to combat the economic hardships caused by COVID-19.

### NOTE G - OPERATING LEASES

CAC leases office equipment under operating leases with terms of four and five years ending in 2023. Rental expense for the year ended December 31, 2020 was \$14,323. Minimum future lease payments on these operating leases at December 31, 2020 are as follows:

Year	Amount
2021	\$ 20,748
2022	19,848
2023	<u>11,663</u>
Total	<u>\$ 52,259</u>

### NOTE H – PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	2020	2019
Building - Hightower	\$ 860,818	\$ 860,818
Hightower building improvements	174,432	174,432
Building - Roswell Rd.	1,775,000	1,775,000
Roswell Rd. Bldg Improvements	685,151	671,238
Machinery and equipment	104,832	104,832
Furniture and fixtures	28,834	28,834
Computer equipment	51,024	51,024
Satellite Building Improvements	8,075	8,075
Software	8,615	8,615
Vehicles	89,327	89,327
Less accumulated depreciation	<u>(860,226)</u>	<u>(746,042)</u>
Total	<u>\$ 2,925,882</u>	<u>\$ 3,026,153</u>

Depreciation expense for the year ended December 31, 2020, was \$114,184.

# Community Assistance Center, Inc.

## NOTES TO FINANCIALS STATEMENTS

For the Years Ended December 31, 2020 and 2019

---

### NOTE I – RELATED PARTY TRANSACTIONS

During 2020, the husband of the CEO of CAC was paid \$3,000 for his supervision of the VITA Program. This supervision and payment were approved by the Board of Directors.

### NOTE J – MORTGAGES PAYABLE

In 2017 CAC refinanced their building with a mortgage loan from a financial institution. The outstanding principal balance due on this loan as of December 31, 2020 was \$251,991. This loan has a fixed interest rate of 4.85% and is secured by the property held on Hightower Trail. The payments of principal and interest are \$1,849 per month.

Additionally, in 2017 CAC purchased the property that houses the CAC Boutique at 8607 Roswell Road. This property was purchased with a mortgage from a financial institution and had an outstanding principal balance at December 31, 2020 of \$641,474. This loan has an interest rate of 4.5% for the first 60 months, while months 61 through 120 will have a rate equal to the five-year treasury rate plus 250 basis points. The current principal and interest payments are \$4,361 per month.

Aggregate maturities of long-term debts for the years ending December 31 follows:

2021	\$ 33,742
2022	35,359
2023	37,039
2024	38,726
2025 and thereafter	<u>748,599</u>
Total	<u>\$ 893,465</u>

### NOTE K– SUBSEQUENT EVENTS

Management has evaluated events and transactions that occurred between December 31, 2020 and the date of the auditor's report, which is the date that the financial statements were available to be issued for possible recognition or disclosure in the financial statements.

# **Community Assistance Center, Inc.**

## **NOTES TO FINANCIALS STATEMENTS**

**For the Years Ended December 31, 2020 and 2019**

---

### **NOTE L – OTHER DISCLOSURES**

On January 30, 2020, the World Health Organization declared the recent coronavirus disease 2019 (“COVID-19”) outbreak was a global health emergency. In March 2020, the World Health Organization raised the COVID-19 outbreak to “pandemic” status. The COVID-19 outbreak has disrupted supply chains and affected production and sales across a range of industries. The extent of the impact of COVID-19 on the Company’s operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and impact on employees, all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact our long-term financial condition or results of operations is uncertain.

On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act commonly referred to as the CARES Act, was signed into law. One component of the CARES Act was the Paycheck Protection Program (“PPP”) which provides small business with the resources needed to maintain their payroll and cover applicable overhead. The PPP is implemented by the Small Business Administration (“SBA”) with support from the Department of the Treasury. The Organization applied for, and was accepted to participate in this program. In April 2020, the Organization received approval of a PPP loan for \$143,743. As a component of PPP, if the Organization spends at least as much of the loan proceeds on qualified payroll and applicable overhead during the covered period as defined, the SBA will forgive the entire amount of the loan, included accrued interest. The Organization’s loan was forgiven in 2021 and recognized as revenue.