

The Painted Turtle
Financial Statements
and Independent Auditor's Report
December 31, 2019

The Painted Turtle

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Independent Auditor's Report

To the Board of Directors
The Painted Turtle

We have audited the accompanying financial statements of The Painted Turtle, which comprise the statement of financial position as of December 31, 2019, and the related statements of activities, functional expenses and cash flows for the year 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.

Auditor'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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Painted Turtle as of December 31, 2019, 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.



Los Angeles, California
October 5, 2020

The Painted Turtle
Statement of Financial Position
December 31, 2019

Assets

Current assets		
Cash and cash equivalents	\$	2,725,001
Current portion of pledges receivable, net		444,908
Prepaid expenses and other		127,576
Total current assets		3,297,485
Property and equipment, net of accumulated depreciation and amortization		27,941,833
Pledges receivable, net of current portion		426,653
Investments		7,960,967
Total assets	\$	39,626,938

Liabilities and Net Assets

Current liabilities		
Accounts payable and accrued expenses	\$	415,089
Total current liabilities		415,089
Long-term debt		5,000,000
Total liabilities		5,415,089
Commitments		
Net assets		
Without donor restrictions		25,922,588
With donor restrictions		8,289,261
Total net assets		34,211,849
Total liabilities and net assets	\$	39,626,938

See Notes to Financial Statements.

The Painted Turtle

**Statement of Activities
Year Ended December 31, 2019**

	Without donor restrictions	With donor restrictions	Total
Revenues and support			
Contributions	\$ 3,292,842	\$ 828,291	\$ 4,121,133
In-kind donations	456,035	-	456,035
Special events	1,468,993	-	1,468,993
Realized and unrealized gain on investments	617,678	-	617,678
Net assets released from restrictions			
Time restricted, pledges receivable	561,578	(561,578)	-
Special purpose, operations	350,000	(350,000)	-
	6,747,126	(83,287)	6,663,839
 Total revenues and support			
Expenses			
Program services			
Camp program	1,497,283	-	1,497,283
Medical	900,949	-	900,949
Facilities	3,397,515	-	3,397,515
Supporting services			
General and administrative	483,789	-	483,789
Fundraising and development	815,918	-	815,918
Special events	709,336	-	709,336
	7,804,790	-	7,804,790
 Total expenses			
Change in net assets	(1,057,664)	(83,287)	(1,140,951)
Net assets, beginning	26,980,252	8,372,548	35,352,800
Net assets, end	\$ 25,922,588	\$ 8,289,261	\$ 34,211,849

See Notes to Financial Statements.

The Painted Turtle

**Statement of Functional Expenses
Year Ended December 31, 2019**

	Program services			Supporting services			Total
	Camp program	Medical	Facilities	General and administrative	Fundraising and development	Special events	
Automobiles	\$ 34,527	\$ 591	\$ 39,898	\$ 10,501	\$ 17,900	\$ -	\$ 103,417
Camp services	159,577	25,040	185,683	1,209	-	-	371,509
Cost of direct benefits to donors	-	-	-	-	-	709,336	709,336
Depreciation and amortization	-	-	1,162,228	-	-	-	1,162,228
Dues and subscriptions	21,863	2,376	-	191	1,908	-	26,338
Employee costs	106,140	38,360	18,249	44,343	25,303	-	232,395
Insurance	67,364	103,581	202,964	34,413	52,138	-	460,460
Interest and bond related costs	-	-	192,110	-	-	-	192,110
Leasing fees	5,633	-	6,215	2,443	-	-	14,291
Maintenance	1,197	-	216,524	-	-	-	217,721
Miscellaneous	-	-	-	2,826	19,444	-	22,270
Office	13,199	6,621	96,328	41,865	31,619	-	189,632
Outside service	4,589	-	67	34,428	-	-	39,084
Payroll taxes	80,792	56,609	60,089	17,268	48,637	-	263,395
Professional fees	-	-	-	43,916	1,808	-	45,724
Promotions	-	-	-	70	43,190	-	43,260
Rent	-	-	9,925	103,753	-	-	113,678
Salaries	824,764	618,062	678,967	125,447	567,405	-	2,814,645
Supplies	129,114	26,787	287,578	4,932	-	-	448,411
Taxes and licenses	2,667	-	27,440	150	-	-	30,257
Travel and entertainment	15,247	2,172	-	1,510	2,336	-	21,265
Utilities	12,767	3,630	180,381	13,594	3,427	-	213,799
Workers' compensation	17,843	17,120	32,869	930	803	-	69,565
Total	\$ 1,497,283	\$ 900,949	\$ 3,397,515	\$ 483,789	\$ 815,918	\$ 709,336	\$ 7,804,790

See Notes to Financial Statements.

The Painted Turtle
Statement of Cash Flows
Year Ended December 31, 2019

Cash flows from operating activities	
Change in net assets	\$ (1,140,951)
Adjustments to reconcile change in net assets to net cash used in operating activities	
Change in discount of pledges receivable	10,661
Depreciation and amortization	1,162,228
Contributions restricted for endowment	(54,600)
Net realized and unrealized gain on investments	(617,678)
Changes in operating assets and liabilities	
Pledges receivable	(222,774)
Prepaid expenses and other	(91,854)
Accounts payable and accrued expenses	<u>(208,577)</u>
Net cash used in operating activities	<u>(1,163,545)</u>
Cash flows from investing activities	
Purchases of property and equipment	(898,363)
Purchases of investments	(6,191,322)
Proceeds from sales of investments	<u>7,082,193</u>
Net cash used in investing activities	<u>(7,492)</u>
Cash flows from financing activities	
Contributions restricted for endowment	<u>54,600</u>
Net cash provided by financing activities	<u>54,600</u>
Net decrease in cash and cash equivalents	(1,116,437)
Cash and cash equivalents, beginning	<u>3,841,438</u>
Cash and cash equivalents, end	<u><u>\$ 2,725,001</u></u>
Supplemental disclosure of cash flow data	
Interest paid	<u><u>\$ 192,110</u></u>

See Notes to Financial Statements.

The Painted Turtle

Notes to Financial Statements December 31, 2019

Note 1 - Business and summary of significant accounting policies

Business

The Painted Turtle (a California nonprofit corporation) (the "Organization") was incorporated in California on December 24, 1996 and designated as a 501(c)(3) nonprofit corporation. The purpose of the Organization is to own, operate and maintain a state of the art medical camping facility that provides services to chronically ill children without cost to their families. The affairs of the Organization are managed and controlled by the Board of Directors (the "Board") of the Organization.

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Financial statement presentation

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions, which are described as follows:

Net Assets Without Donor Restrictions - Net assets for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve through a board-designated endowment.

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, purpose, 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.

Contributions

Unconditional promises to give are recorded as pledges receivable when the promise is received. Unconditional promises to give with payments due in future periods are reported as restricted support.

Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence or nature of any donor restrictions. Contributions with a donor-imposed time restriction or purpose restriction which imposed restrictions which limit the use of the donated assets are reported as contributions with donor restrictions if the restrictions are not met in the same reporting period. When such donor-imposed restrictions are met in subsequent reporting periods, net assets with donor restrictions are reclassified to net assets without donor restrictions. Contributions of assets which donors have stipulated must be maintained in perpetuity, with only the income earned thereon available for current use, are classified as contributions with donor restrictions perpetual. Contributions for which donors have not stipulated restrictions, as well as contributions for which donors have stipulated restrictions but which are met within the same reporting period, are reported as net assets without donor restrictions.

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Notes to Financial Statements December 31, 2019

Gifts of land, buildings, and equipment are reported as unrestricted support unless explicit donor stipulations specify how the donated assets must 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 stipulation, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Conditional promises to give, that is, those with 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. As of June 30, 2020, the Organization did not have any conditional contributions.

Contributed services

During the year ended December 31, 2019, there were no contributed services meeting the requirements for recognition in the financial statements.

In-kind donations

During the year ended December 31, 2019, the value of in-kind donations (including rent) or noncash assets received by the Organization was \$456,035. The donated assets were in relation to the operations of the Organization and are included in program and supporting services. The value of in-kind donations is based on either donor-stated value, face value or replacement value had the Organization needed to purchase from an outside source.

Functional allocation of expenses

Identifiable expenses are charged to program services, supporting services and special events. Other functional services have been allocated between such categories related to personnel time and space utilized for activities.

Cash and cash equivalents

The Organization considers all highly liquid investments with a maturity at date of purchase of three months or less to be cash equivalents.

Pledges receivable

Pledges receivable are stated at unpaid balances, less an allowance for doubtful accounts and a discount on those pledges receivable due in greater than one year. The Organization provides for losses on receivables using the allowance method. The allowance is based on experience and other circumstances, which may affect the ability of the donors to meet their obligations. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible receivables when management determines the receivable will not be collected.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair value in the statement of financial position. The realized and unrealized gains and losses are included in the Organization's statement of activities.

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Notes to Financial Statements December 31, 2019

Fair value measurements

The Organization values its financial assets and liabilities based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

Property and equipment

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation and amortization are computed using the straight-line method based on the estimated useful lives of the assets, generally ranging from three to five years. Camp facilities are depreciated over an estimated useful life of 40 years. Expenditures for major renewals and improvements that extend the useful lives of property and equipment are capitalized. Expenditures for repairs and maintenance are charged to expense as incurred. Leasehold improvements are amortized using the straight-line method over the shorter of the estimated useful life of the asset or the lease term.

Long-lived assets

Long-lived assets to be held and used are periodically reviewed for events or changes in circumstances that indicate that their carrying value may not be recoverable, at which time the Organization will record an impairment. No impairments were recorded during the year ended December 31, 2019.

Income taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue Taxation Code of California. Accordingly, no provision for income taxes is included in the accompanying financial statements.

The Organization has no unrecognized tax benefits at December 31, 2019. The Organization's federal and state income tax returns prior to fiscal years 2016 and 2015, respectively, are closed. Management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If applicable, the Organization recognizes interest and penalties associated with tax matters as part of income tax expense and includes accrued interest and penalties with the related tax liability in the statement of financial position.

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Notes to Financial Statements December 31, 2019

Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Adoption of new accounting pronouncement

The Organization adopted Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") 2014-09, Revenue from Contracts with Customers. ASU 2014-09 provides new revenue recognition guidance that superseded existing revenue recognition guidance. The update, as amended, requires the recognition of revenue related to the transfer of goods or services to customers which reflects the consideration to which the Organization expects to be entitled in exchange for those goods or services, as well as additional qualitative and quantitative disclosures about revenues. The Organization adopted ASU 2014-09 on January 1, 2019 using the modified retrospective method of transition for all contracts that were not completed as of that date.

The Organization's revenue for reporting periods ended after December 31, 2018 is presented under the new guidance, while financial results for prior periods will continue to be reported in accordance with the prior guidance and the Organization's historical accounting policy. The Organization has not experienced changes to the pattern of revenue recognition for its contracts, the identification of contracts and performance obligations or the measurement of variable consideration. The adoption of the new standard did not have a material impact on the Organization's financial position, activities, net assets or cash flows as of the adoption date.

The Organization adopted ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. The Organization implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in the accompanying financial statements under a modified prospective basis. Accordingly, there is no effect on net assets in connection with the Organization's implementation of ASU 2018-08.

Note 2 - Liquidity and availability

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents, receivables and investments.

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Notes to Financial Statements December 31, 2019

At December 31, 2019, the Organization had the following financial assets and liquidity resources available over the next 12 months:

Cash and cash equivalents	\$ 2,725,001
Pledges receivable due in one year or less, net	444,908
Investments	<u>7,960,967</u>
	11,130,876
Endowment investments	<u>(6,309,983)</u>
	<u>\$ 4,820,893</u>

Note 3 - Concentrations

Financial instruments which potentially subject the Organization to concentrations of credit risk consist primarily of cash and cash equivalents and pledges receivable. The Organization maintains its cash and cash equivalents with high-credit quality financial institutions. At times, such amounts may exceed federally insured limits.

The Organization's investments are subject to various risks, such as interest rate, credit and overall market volatility risks. Further, because of the significance of the investments to the Organization's financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of these investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes.

At December 31, 2019, two donors accounted for approximately 51% of the Organization's total pledges receivable. For the year ended December 31, 2019, one donor accounted for approximately 12% of the Organization's total contributions.

Note 4 - Pledges receivable

At December 31, 2019, unconditional pledges receivable consist of future amounts to be received for camp endowment and general purposes. Unconditional pledges receivable are reflected at the present value of estimated future cash flows using a discount rate of 4.5%. The receivables are recorded as follows:

Pledges receivable	\$ 922,685
Less discount to net present value	<u>51,124</u>
	871,561
Less current portion	<u>444,908</u>
	<u>\$ 426,653</u>

The Painted Turtle

Notes to Financial Statements December 31, 2019

At December 31, 2019, gross undiscounted pledges receivable due in less than one year are \$444,908, pledges receivable due in one to five years are \$357,777 and pledges receivable due in greater than five years are \$120,000. At December 31, 2019, the Organization believes that all pledges receivable are collectible.

Note 5 - Property and equipment

At December 31, 2019, property and equipment consist of the following:

Automobiles	\$	374,967
Computer equipment		485,627
Furniture and fixtures		1,835,178
Leasehold improvements		49,493
Camp facilities		40,250,279
Construction in progress		508,500
Land		<u>1,140,574</u>
		44,644,618
Less accumulated depreciation and amortization		<u>16,702,785</u>
	\$	<u><u>27,941,833</u></u>

Depreciation and amortization expense for the year ended December 31, 2019 was \$1,162,228.

Note 6 - Investments

At December 31, 2019, investments consist of the following:

Fixed income	\$	781,633
Preferred stock		1,822,584
Mutual funds		
Bank loan		2,413,899
Nontraditional bond		687,866
International fund		562,141
World bond		531,633
Multisector bond		394,835
Multialternative		355,687
Long-short equity		315,881
Mid-cap growth		<u>94,808</u>
	\$	<u><u>7,960,967</u></u>

The Painted Turtle

**Notes to Financial Statements
December 31, 2019**

Note 7 - Fair value measurements

At December 31, 2019, financial assets are carried at fair value and are classified in the table below in one of the three categories as described in Note 1:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Fixed income	\$ 781,633	\$ -	\$ -	\$ 781,633
Preferred stock	1,822,584	-	-	1,822,584
Mutual funds				
Bank loan	2,413,899	-	-	2,413,899
Nontraditional bond	687,866	-	-	687,866
International fund	562,141	-	-	562,141
World bond	531,633	-	-	531,633
Multisector bond	394,835	-	-	394,835
Multialternative	355,687	-	-	355,687
Long-short equity	315,881	-	-	315,881
Mid-cap growth	94,808	-	-	94,808
	<u>\$ 7,960,967</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,960,967</u>
Total	<u>\$ 7,960,967</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,960,967</u>

Fixed income and preferred stock investments consist of exchange traded funds and are valued from real-time quotes. Valuations of mutual funds are obtained from real-time quotes for transactions in active exchange markets involving identical assets.

Note 8 - Long-term debt

On July 1, 2018, the Organization entered into a bond issuance through the California Infrastructure and Economic Development Bank in the amount of \$10,000,000. These funds were used to pay off the previous outstanding bonds. The bonds are variable rate bonds (3.32% at December 31, 2019) with interest payable monthly and a maturity date of August 2046. The bonds are secured by substantially all of the Organization's assets. At December 31, 2019, the Organization is indebted under these bonds in the amount of \$5,000,000 which is due at maturity.

For the year ended December 31, 2019, interest expense relating to the bonds totaled \$192,110.

The bonds contain covenants regarding certain financial amounts, ratios and activities of the Organization. For the year ended December 31, 2019, the Organization was in compliance with or received a waiver for all such financial covenants.

The Painted Turtle

**Notes to Financial Statements
December 31, 2019**

Note 9 - Net assets

At December 31, 2019, net assets with donor restrictions consist of the following:

Time or purpose:	
Time restricted, pledges receivable	\$ 871,561
Special purpose	<u>1,500,000</u>
	2,371,561
Perpetual:	
Endowment investments	<u>5,917,700</u>
	<u><u>\$ 8,289,261</u></u>

Note 10 - Endowments

The Organization's endowment includes both donor-restricted endowment funds and funds designated by the Board to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Organization has interpreted the State of California Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions: (a) the original value of gifts donated to the perpetually restricted endowment, (b) the original value of subsequent gifts to the perpetually restricted endowment, and (c) accumulations to the perpetually restricted endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the Organization and donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Organization, and (7) the Organization's investment policies.

The Organization's investment policy over endowment assets attempts to provide a predictable stream of funding while seeking to maintain the purchasing power of the assets. Under this policy, investments are invested in a well-diversified asset mix, which includes equity securities and mutual funds, that is intended to result in a consistent inflation-protected rate of return, while growing the funds if possible. All income earned on these accounts is expected to be appropriated and used in operations to support the Organization's programs.

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Notes to Financial Statements December 31, 2019

Endowment net asset composition by type of fund as of December 31, 2019, is as follows:

	Without donor restrictions	With donor restrictions		Total
		Time or purpose	Perptual	
Donor-restricted endowment funds	\$ -	\$ -	\$ 5,917,700	\$ 5,917,700
Board-designated endowment funds	392,283	-	-	392,283
Endowment assets, end	<u>\$ 392,283</u>	<u>\$ -</u>	<u>\$ 5,917,700</u>	<u>\$ 6,309,983</u>

The following table summarizes the activity affecting endowment net assets for the year ended December 31, 2019:

	Without donor restrictions	With donor restrictions		Total
		Time or purpose	Perptual	
Endowment assets, beginning	\$ 63,078	\$ -	\$ 5,863,100	\$ 5,926,178
Contributions	-	-	54,600	54,600
Investment income	3,504	325,701	-	329,205
Appropriated for expenditure	325,701	(325,701)	-	-
Endowment assets, end	<u>\$ 392,283</u>	<u>\$ -</u>	<u>\$ 5,917,700</u>	<u>\$ 6,309,983</u>

At December 31, 2019, there were no deficiencies of donor-restricted endowment funds. Board-designated endowment funds are designated for the support of camp operations.

Note 11 - 401(k) retirement plan

The Organization maintains a 401(k) plan which is available to substantially all full-time employees who have attained the age of 21 and have completed 90 days of service. Employees can elect to make contributions of up to 15% of compensation or the maximum allowed by law. The Organization has an option to match up to 4% of compensation. For the year ended December 31, 2019, the Organization contributed \$169,451.

Note 12 - Commitments

The Organization leases its office facilities and certain office equipment under noncancelable operating leases expiring through February 2023. Total rent expense under these leases was \$41,678 for the year ended December 31, 2019.

The Painted Turtle

Notes to Financial Statements December 31, 2019

The following is a schedule, by years, of future minimum lease payments required under the operating leases that have initial or remaining lease terms in excess of one year as of December 31, 2019:

2020	\$	7,692
2021		7,312
2022		4,412
2023		377
		<hr/>
	\$	19,793
		<hr/> <hr/>

Note 13 - Subsequent events

In December 2019, a novel strain of the coronavirus ("COVID-19") was reported. On March 11, 2020, the World Health Organization declared the COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. The spread of this virus globally including in early 2020 has caused business disruption domestically in the United States, the area in which the Organization operates. As a result, events have occurred, including mandates from federal, state and local authorities leading to the cancellation of most of the Organization's fundraising events and an overall decline in camp activity. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of this uncertainty. Therefore, the extent of the financial impact and duration cannot be reasonably estimated at this time.

In conjunction with the Coronavirus Aid, Relief, and Economic Security ("CARES") Act being passed by Congress in March 2020, the Organization applied for a Small Business Administration ("SBA") loan as outlined in the Small Business Debt Relief Program. This program provides immediate relief to small businesses with nondisaster SBA loans. On April 14, 2020, the SBA approved a loan amount of \$704,727 for the Organization. The loan has a two-year maturity and includes a fixed interest rate of 1% per year until the maturity date. Per the terms of the Paycheck Protection Program, a portion of the loan's principal may be forgiven depending if certain conditions are met by the Organization.

The Organization has evaluated the impact of subsequent events through October 5, 2020, which is the date the financial statements were available to be issued.



Independent Member of Nexia International

cohnreznick.com