

AUDITED CONSOLIDATED FINANCIAL STATEMENTS

**BIG BROTHERS BIG SISTERS OF
CENTRAL MASS/METROWEST, INC. AND AFFILIATE**

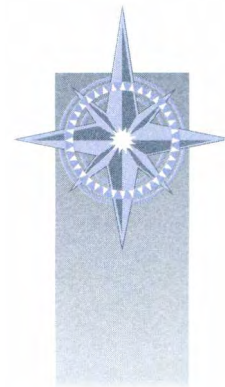
Worcester, Massachusetts

JUNE 30, 2020

*Boisselle, Morton & Wolkowicz, LLP
Certified Public Accountants*

Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and Affiliate
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Independent Auditors' Report

To the Officers and Directors

Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and Affiliate
Worcester, Massachusetts

We have audited the accompanying consolidated financial statements of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and affiliate (the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and affiliate as of June 30, 2020, 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.

Report on Summarized Comparative Information

We have previously audited Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and affiliate's June 30, 2019 consolidated financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 23, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Boisselle, Morton & Wolkowicz, LLP

Hadley, Massachusetts
January 22, 2021

BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE

Consolidated Statement of Financial Position

June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Assets</u>		
Current assets		
Cash and cash equivalents	\$ 737,243	\$ 265,270
Grants receivable	19,935	137,655
Pledges receivable, current portion	210,000	100,000
Prepaid expenses	4,202	24,781
Total current assets	<u>971,380</u>	<u>527,706</u>
Property and equipment, net	<u>47,741</u>	<u>207,548</u>
Other assets		
Investments	265,683	255,701
Pledges receivable, net of current portion	<u>38,928</u>	<u>98,040</u>
Total other assets	<u>304,611</u>	<u>353,741</u>
Total assets	<u>\$ 1,323,732</u>	<u>\$ 1,088,995</u>
<u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 11,034	\$ 21,873
Accrued expenses	25,426	30,787
Deferred income		8,300
Current portion of notes payable	<u>158,000</u>	<u>9,395</u>
Total current liabilities	<u>194,460</u>	<u>70,355</u>
Notes payable, net of current portion		<u>31,536</u>
Net assets		
Without donor restrictions	805,362	711,590
With donor restrictions	<u>323,910</u>	<u>275,514</u>
Total net assets	<u>1,129,272</u>	<u>987,104</u>
Total liabilities and net assets	<u>\$ 1,323,732</u>	<u>\$ 1,088,995</u>

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

BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE

Consolidated Statement of Activities

Year Ended June 30, 2020

(with comparative totals for the year ended June 30, 2019)

	2020			2019
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Revenues, gains, and other support				
Contributions	\$ 826,461	\$ 160,600	\$ 987,061	\$ 840,496
Fundraising events, net	289,689		289,689	301,844
Gain on sale of property and equipment	39,737		39,737	
Investment income, net	13,958	3,765	17,723	11,940
Donated materials and services	16,438		16,438	26,435
Net unrealized gain on investments				2,574
Net assets released from restriction	<u>115,969</u>	<u>(115,969)</u>		
Total revenues, gains, and other support	<u>1,302,252</u>	<u>48,396</u>	<u>1,350,648</u>	<u>1,183,289</u>
Expenses and losses				
Program services	838,856		838,856	824,736
Administration	228,841		228,841	227,268
Fundraising	<u>134,773</u>		<u>134,773</u>	<u>57,375</u>
Total expenses	<u>1,202,470</u>		<u>1,202,470</u>	<u>1,109,379</u>
Net unrealized loss on investments	<u>6,010</u>		<u>6,010</u>	
Total expenses and losses	<u>1,208,480</u>		<u>1,208,480</u>	<u>1,109,379</u>
Change in net assets	93,772	48,396	142,168	73,910
Net assets - beginning of year	<u>711,590</u>	<u>275,514</u>	<u>987,104</u>	<u>913,194</u>
Net assets - end of year	<u><u>\$ 805,362</u></u>	<u><u>\$ 323,910</u></u>	<u><u>\$ 1,129,272</u></u>	<u><u>\$ 987,104</u></u>

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

BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE

Consolidated Statement of Functional Expenses

Year Ended June 30, 2020

(with comparative totals for the year ended June 30, 2019)

	2020				2019
	Program Services	Administration	Fundraising	Total	Total
Employee-related costs					
Salaries	\$ 560,216	\$ 120,945	\$ 79,645	\$ 760,806	\$ 658,012
Payroll taxes	52,999	11,442	7,535	71,976	62,218
Fringe benefits	42,126	9,095	5,989	57,210	39,337
Total employee-related costs	655,341	141,482	93,169	889,992	759,567
Occupancy	48,754	10,526	6,931	66,211	62,548
Professional fees		54,959		54,959	32,244
Office supplies and expense	27,076	5,845	3,849	36,770	28,918
Fundraising expenses			22,415	22,415	31,861
Scholarships	20,500			20,500	18,500
Insurance	11,775	4,871	1,587	18,233	19,357
Donated materials and services	12,104	2,613	1,721	16,438	26,435
Dues and affiliation fees	15,122			15,122	13,896
Printing and postage	9,569	2,066	1,360	12,995	9,470
Program expenses	11,426			11,426	68,175
Depreciation	7,820	1,688	1,112	10,620	16,160
Miscellaneous	7,798	1,684	1,109	10,591	
Travel and parking	5,780	1,248	822	7,850	9,383
Conferences, conventions and meetings	4,912	1,060	698	6,670	10,376
Advertising	879			879	314
Interest		799		799	2,175
Total expenses	\$ 838,856	\$ 228,841	\$ 134,773	\$ 1,202,470	\$ 1,109,379

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

BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND AFFILIATE

Consolidated Statement of Cash Flows

Year Ended June 30, 2020

(with comparative totals for the year ended June 30, 2019)

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities		
Change in net assets	\$ 142,168	\$ 73,910
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	10,620	16,160
Net unrealized market loss (gain) on investments	6,010	(2,574)
Gain on sale of property and equipment	(39,737)	
Other changes in assets and liabilities		
Grants receivable	117,720	(105,498)
Pledges receivable	(50,888)	126,195
Prepaid expenses	20,579	2,091
Accounts payable	(10,839)	12,723
Accrued expenses	(5,361)	(4,477)
Deferred income	(8,300)	400
Net cash provided by operating activities	<u>181,972</u>	<u>118,930</u>
Cash flows from investing activities		
Purchase of investments	(15,992)	(74,656)
Purchase of equipment		(15,027)
Proceeds from sale of property and equipment	188,924	
Net cash provided (used) by investing activities	<u>172,932</u>	<u>(89,683)</u>
Cash flows from financing activities		
Borrowings on notes payable	158,000	
Payments on notes payable	(40,931)	(8,903)
Net cash provided (used) by financing activities	<u>117,069</u>	<u>(8,903)</u>
Net increase in cash and cash equivalents	471,973	20,344
Cash and cash equivalents - beginning of year	<u>265,270</u>	<u>244,926</u>
Cash and cash equivalents - end of year	<u>\$ 737,243</u>	<u>\$ 265,270</u>

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

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements
June 30, 2020

1. Organization Activity and Summary of Significant Accounting Policies

a. Nature of Business: Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is an affiliate of Big Brothers Big Sisters of America. Under the big brothers/big sisters program, the Organization coordinates the placement of volunteers (“big brothers” and “big sisters”) with children and young adults. The Organization carefully evaluates and trains prospective big brothers and big sisters, matches volunteers with little brothers and sisters based on the needs of the child and common interests, and provides ongoing professional advice and support to enhance the one-on-one relationship. Both children and adults come from all walks of life and demonstrate the diversity of the community.

In 2004, Big Brothers Big Sisters of Worcester County, Inc. merged its operations with those of Big Brothers Big Sisters of South Middlesex, Inc., and changed its name to Big Brothers Big Sisters of Central Mass/Metrowest, Inc. (“BBBS-CM”). Big Brothers Big Sisters of Central Mass/Metrowest, Inc. continues to serve the communities in the consolidated geographic area from offices in Worcester and Framingham.

Big Brothers Big Sisters of Central Mass/Metrowest, Inc. acquired John Andrew Mazie Memorial Foundation, Inc. (“Mazie Memorial Foundation”), a Massachusetts nonprofit corporation, with a mission to sponsor one on one mentoring programs for at risk Framingham and Waltham High School students, on July 1, 2017.

b. Principles of Consolidation: The financial statements of Big Brothers Big Sisters of Central Mass/Metrowest, Inc. and John Andrew Mazie Memorial Foundation, Inc. (collectively the “Organization”) have been consolidated because Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is the sole member of John Andrew Mazie Memorial Foundation, Inc. All intercompany transactions have been eliminated in the consolidation.

c. Basis of Accounting: The financial statements of the Organization have been prepared on the accrual basis of accounting, in accordance with U.S. generally accepted accounting principles.

d. Financial Statement Presentation: 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 restricted class is created only by donor-imposed restrictions. All other net assets are legally considered to be without donor restrictions and are reported as part of that class. When a restriction expires, 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. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized.

Contributions of services are recognized as revenue if they (a) create or enhance non-financial assets or (b) if they require specialized skills which are provided by individuals possessing those skills and if such services would typically need to be purchased if not provided by donations. Contributions of materials are recognized as revenue at their fair market value.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)
June 30, 2020

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

e. Tax Status: Big Brothers Big Sisters of Central Mass/Metrowest, Inc. is a not-for-profit corporation organized under Massachusetts General Laws Chapter 180. BBBS-CM is exempt from federal and state corporate income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, BBBS-CM qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

John Andrew Mazie Memorial Foundation, Inc. is a not-for-profit corporation organized under Massachusetts General Laws Chapter 180 and operates as an independent corporation, filing separate information returns with the Internal Revenue Service and Massachusetts Division of Public Charities. Mazie Memorial Foundation is exempt from federal and state corporate income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, Mazie Memorial Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

f. Use of 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

g. Cash and Cash Equivalents: For purposes of the statement of cash flows, cash equivalents include all highly liquid accounts with original maturity dates of three months or less.

h. Grants Receivable: Grants receivable are stated at the amount management expects to collect from outstanding balances. Management considers the grants receivable fully collectible and did not have an allowance for uncollectible amounts as of June 30, 2020 and 2019.

i. Pledges Receivable: Unconditional promises to give are recorded as pledges receivable in the period received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

j. Investments: Investments are stated at market value on the statement of financial position. Short-term investments consisted of certificates of deposit with terms less than one year. Unrealized gains and losses were included in the change in net assets in the accompanying statement of activities. Investments are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with investments, it is at least reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the financial statements.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)

June 30, 2020

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

k. Property and Equipment: Property and equipment are recorded at cost, or if donated, at fair value. Depreciation is provided over the estimated useful lives of the assets using the straight-line basis.

l. Fair Value Measurements: Accounting standards have established a framework for measuring fair value. That framework provides 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 in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Inputs to the valuation methodology for the three levels of the fair value hierarchy are described below:

Level 1: Unadjusted quoted prices for identical assets or liabilities in active markets that the Corporation has the ability to access.

Level 2: 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; Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Unobservable and significant to the fair value measurement.

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. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level 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.

m. Revenue Recognition: Support from contributions and grants are recognized when pledged.

n. Donated Materials and Services: Donated materials and services are recorded at their estimated values at the date of receipt. However, the services provided by volunteers ("big brothers" and "big sisters") are not recorded since it is inherent in the program that such services are provided by volunteers.

o. Expense Allocation: The costs of providing the program services and supporting services of the Organization have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited based primarily upon employee time.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)
June 30, 2020

1. Organization Activity and Summary of Significant Accounting Policies (Continued)

p. Comparative Information: The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended June 30, 2019, from which the summarized information was derived.

2. Pledges Receivable

Unconditional promises to give are included in the financial statements as pledges receivable and revenue of the appropriate net asset category. Pledges are recorded at face value less a discount for the present value of future cash flows. The discount rate used to calculate the present value was 2.0%. Pledges receivable consisted of the following at June 30:

	<u>2020</u>	<u>2019</u>
Due within one year	\$210,000	\$100,000
Due in one to five years	<u>40,000</u>	<u>100,000</u>
	250,000	200,000
Less discount to present value	<u>1,072</u>	<u>1,960</u>
Pledges receivable, net	<u>\$248,928</u>	<u>\$198,040</u>

Management has determined that all pledges are collectible and had not recorded an allowance for uncollectible accounts.

3. Property and Equipment

Property and equipment consisted of the following at June 30:

	<u>2020</u>	<u>2019</u>
Office condominiums	\$ 60,150	\$243,607
Improvements	41,628	139,373
Office equipment	<u>75,121</u>	<u>81,232</u>
	176,899	464,212
Less accumulated depreciation	<u>129,158</u>	<u>256,664</u>
	<u>\$ 47,741</u>	<u>\$207,548</u>

Depreciation expense was \$10,620 and \$16,160 for the years ended June 30, 2020 and 2019, respectively.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)

June 30, 2020

3. Property and Equipment (Continued)

During the year ended June 30, 2020, the Organization sold its office condominium in Framingham, Massachusetts and removed the related assets and accumulated depreciation from the statement of financial position and recorded a gain on sale of property and equipment of \$39,737 on the statement of activities.

4. Investments

Investments of \$265,683 and \$255,701 at June 30, 2020 and 2019, respectively, consisted of mutual funds at Level 1, market value, except for \$67,939 and \$69,118, that were Level 3 investments at June 30, 2020 and 2019, respectively. The Organization can not determine the market value on any given day of the Level 3 investments, unlike the other investments, because they are pooled with other investments at the Greater Worcester Community Foundation.

The Level 3 investments consisted of net investment (losses) earnings of \$(1,179) and \$4,934 during the years ended June 30, 2020 and 2019, respectively.

5. Deferred Income

Deferred income of \$8,300 as of June 30, 2019, was for monies received toward the golf tournament that was not held until after year end. There was no deferred income at June 30, 2020.

6. Line of Credit

The Organization has a \$100,000 line of credit with a local bank. Interest on the outstanding balance, if any, will be payable monthly at 1% over the bank's prime rate index (4.25% at June 30, 2020). The line is secured by all business assets of the Organization. There were no borrowings outstanding at June 30, 2020 or 2019, respectively.

7. Notes Payable

The Organization received a United States Small Business Administration Paycheck Protection Program (PPP) Loan in April 2020 in the amount of \$158,000. The Organization expects the full amount of this loan to be forgiven by the Small Business Administration. Any amount not forgiven will be payable over a 24 month period at a fixed interest rate of 1.00%.

At June 30, 2019, the Organization had a note payable to a bank of \$40,931, secured by the assets of the organization, payable in monthly installments of \$928 including interest at 4.75%. This note was paid in full during the year ended June 30, 2020.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)

June 30, 2020

8. Endowment

The Organization's restricted endowment consists of restricted contributions from donors during the fiscal year ended June 30, 2019 that were invested at the Greater Worcester Community Foundation. The corpus of the endowment will remain permanently restricted and is reported in net assets with donor restrictions. The earnings from the endowment can be used to further the Organizations' mission.

Interpretation of Relevant Law

Based on the interpretation of UPMIFA by the Board of Directors of the Organization, the guidance from relevant accounting standards, and absent explicit donor stipulations to the contrary, the Organization classifies the original gifts donated to the restricted endowment, as well as accumulations to the restricted endowment made at the direction of the donor, as permanently restricted net assets.

The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

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 fund
- 2) The purposes of Organization and the donor-restricted endowment fund
- 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
- 7) The investment policy of Organization

Endowment net assets decreased \$357 from investment losses and administrative fees during the year ended June 30, 2020. Changes in endowment net assets consisted of \$20,000 in donations and \$958 in investment earnings during the year ended June 30, 2019.

Endowment Investment and Spending Policies

The endowment investments are managed by the Greater Worcester Community Foundation. Actual returns in any given year may vary.

The Organization's spending policy is to spend all interest, dividends, and realized gains of the endowment fund annually, as needed, for purposes to further their exempt mission.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)
June 30, 2020

9. Net Assets With Donor Restrictions

The Organization had the following changes in net assets with donor restrictions:

	<u>Restricted at 6/30/19</u>	<u>Increase</u>	<u>Decrease</u>	<u>Restricted at 6/30/20</u>
Corpus restricted in perpetuity:				
Endowment	\$20,958		\$ 357	\$20,601
Purpose or time restricted:				
Pledges receivable	198,040	\$150,000	99,112	248,928
Branding consultation	15,000		15,000	
Aid to families		10,600	1,500	9,100
Office equipment/capital needs				
Cousy Fund	<u>41,516</u>	<u>3,765</u>	<u> </u>	<u>45,281</u>
 Total	 <u>\$275,514</u>	 <u>\$164,365</u>	 <u>\$115,969</u>	 <u>\$323,910</u>

10. Pension

The Organization has a defined contribution pension plan that covers all eligible full-time employees. Contributions to the plan are at the discretion of the Board of Directors. The Organization contributed \$7,036 for the year ended June 30, 2020. There was no pension contributions during the year ended June 30, 2019.

11. Donated Materials and Services

The Organization received donated materials and services totaling \$16,438 and \$26,435 during the years ended June 30, 2020 and 2019, respectively.

In addition, a substantial number of volunteers have donated time to work in the program service, administration and fundraising areas. This time does not meet the criteria for recording as described in Note 1.

12. Contingencies

In early March 2020, there was a global outbreak of the COVID-19 virus that has resulted in significant changes in the global economy. As a result of a potential economic downturn, and any potential resulting direct or indirect negative impact to the Organization cannot be determined, however it could have a prospective material impact on the Organization's business, cash flows, investments, and liquidity.

**BIG BROTHERS BIG SISTERS OF CENTRAL MASS/METROWEST, INC. AND
AFFILIATE**

Notes to Consolidated Financial Statements (Continued)
June 30, 2020

13. Leases

The Organization leases office space in Framingham, MA beginning November 2019 through October 2024. Rent expense was \$9,100 for the year ended June 30, 2020. Future minimum lease payments are as follows for the years ending June 30:

2021	\$ 15,782
2022	16,098
2023	16,420
2024	16,748
2025	<u>7,036</u>
	<u>\$72,084</u>

14. Available Resources and Liquidity

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

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$737,243	\$265,270
Grants receivable	19,935	137,655
Pledges receivable, current portion	<u>210,000</u>	<u>100,000</u>
Total financials assets available for general expenditures within one year	<u>\$967,178</u>	<u>\$502,925</u>

15. Subsequent Events

Management has evaluated subsequent events through January 22, 2021, the date on which the financial statements were available to be issued, and concluded that no additional disclosures were necessary.