

**GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.**

FINANCIAL STATEMENTS AND  
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

DECEMBER 31, 2020

**Carmichael  
Brasher Tuvell  
& Company**

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# **GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.**

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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

To the Board of Directors  
Georgia Firefighters Burn Foundation, Inc.

We have reviewed the accompanying financial statements of Georgia Firefighters Burn Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

**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 conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

**Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

CARMICHAEL, BRASHER, TUVELL & COMPANY, P.C.

*Carmichael, Brasher, Tuvell & Co., P.C.*

Atlanta, Georgia  
September 16, 2021

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## STATEMENT OF FINANCIAL POSITION

December 31, 2020

<b>-ASSETS-</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 121,202	
Donated Gift Cards	6,348	
Receivables, Other	1,626	
Prepaid Assets	<u>38,303</u>	
Total Current Assets		\$ 167,479
<b>Fixed Assets</b>		
Property and Equipment, net		632,907
<b>Other Assets</b>		
Investments, at Fair Value	790,134	
Investments – Restricted, at Fair Value	<u>1,501,525</u>	
Total Other Assets		<u>2,291,659</u>
TOTAL ASSETS		\$ <u>3,092,045</u>
<b>-LIABILITIES AND NET ASSETS-</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable and Accrued Expenses	\$ 6,218	
Simple IRA Payable	32	
Grants Payable	48,811	
PPP Loan Payable	57,332	
Current Portion of Notes Payable	<u>15,377</u>	
Total Current Liabilities		\$ 127,770
<b>Long Term Liabilities</b>		
Notes Payable	42,806	
Less Current Portion	<u>(15,377)</u>	
Total Current Liabilities		<u>27,429</u>
Total Liabilities		155,199
<b>Net Assets</b>		
Without Donor Restrictions	1,435,322	
With Donor Restrictions	<u>1,501,524</u>	
Total Net Assets		<u>2,936,846</u>
TOTAL LIABILITIES AND NET ASSETS		\$ <u>3,092,045</u>

See Independent Accountant's Review Report.  
The accompanying notes are an integral part of these financial statements

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Support</b>			
Fund-Raising Activities			
Boot Drive	\$ 137,111	\$ 0	\$ 137,111
Aluminum Can Recycling	50,269	0	50,269
Contributions			
Individuals	16,377	0	16,377
Corporate / Foundation	11,485	0	11,485
Camp Oo-U-La	605	0	605
In-Kind	0	0	0
Total Support	215,847	0	215,847
<b>Other Income (Expense)</b>			
Interest and Dividends	34,732	54,645	89,377
Unrealized Gains / (Losses)	20,161	81,792	101,953
Realized Gains / (Losses)	(26,911)	(33,720)	(60,631)
Other Income (Expenses)	(5,916)	(8,877)	(14,793)
Net Asset Transfers/Release from Restriction	26,869	(26,869)	0
Total Revenue	48,935	66,971	115,906
Total Support and Revenue	264,782	66,971	331,753
<b>Expenses</b>			
Program Services			
Professional Education	92,372	0	92,372
Public Education	139,991	0	139,991
Community Service	159,396	0	159,396
Total Program Services	391,759	0	391,759
Supporting Services			
Fund-Raising	115,351	0	115,351
Administrative and General	86,695	0	86,695
Total Supporting Services	202,046	0	202,046
Total Expenses	593,805	0	593,805
<b>Increase (Decrease) in Net Assets</b>	(329,023)	66,971	(262,052)
<b>NET ASSET BALANCES:</b>			
<b>December 31, 2019</b>	1,764,345	1,434,553	3,198,898
<b>December 31, 2020</b>	\$ 1,435,322	\$ 1,501,524	\$ 2,936,846

See Independent Accountant's Review Report

The accompanying notes are an integral part of these financial statements

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2020

	Program Services				Supporting Services		
	Professional Education	Public Education	Community Programs	Total Program Services	Fund-raising	Admin & General	Total All Services
Salaries	\$ 41,943	\$ 41,943	\$ 41,943	\$ 125,829	\$ 73,059	\$ 54,680	\$ 253,568
Payroll Taxes and Fringe Benefits	15,894	15,893	15,893	47,680	27,683	20,719	96,082
Total Compensation and Benefits	57,837	57,836	57,836	173,509	100,742	75,399	349,650
Direct Program Expense	4,980	22,415	22,415	49,810	-	-	49,810
Telephone	1,381	5,524	5,524	12,429	690	690	13,809
Office Supplies/Svcs	318	318	318	954	318	318	1,590
Postage/Shipping	184	277	277	738	92	92	922
Insurance/Taxes	2,698	2,698	21,587	26,983	171	58	27,212
Dues/Subscriptions	6,891	-	-	6,891	-	-	6,891
Board Development & Training	-	-	-	-	-	517	517
Directors & Officers Liability Insurance	-	-	-	-	-	897	897
Interest Expense	152	152	1,218	1,522	19	7	1,548
Payroll Processing Fees	265	265	265	795	462	346	1,603
Travel	2,023	5,057	3,034	10,114	-	-	10,114
Consulting Services	2,108	2,108	2,108	6,324	10,840	903	18,067
Professional Services	1,972	7,277	4,828	14,077	1,401	7,257	22,735
Equipment Maintenance	782	3,908	3,126	7,816	-	-	7,816
Staff/Other	1,244	9,949	1,243	12,436	-	-	12,436
Office Expenses	1,685	13,482	1,685	16,852	0	0	16,852
Bank Charges	125	998	125	1,248	-	-	1,248
Utilities	4,001	4,001	4,001	12,003	150	52	12,205
Total Expenses Before Depreciation	30,809	78,429	71,754	180,992	14,143	11,137	206,272
Depreciation of Building and Equipment	3,726	3,726	29,806	37,258	466	159	37,883
Total Expenses	\$ 92,372	\$ 139,991	\$ 159,396	\$ 391,759	\$ 115,351	\$ 86,695	\$ 593,805

See Independent Accountant's Review Report.  
The accompanying notes are an integral part of these financial statements

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## STATEMENT OF CASH FLOWS

December 31, 2020

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### Cash flows from operating activities:

Increase (Decrease) in Net Assets		\$	(262,052)
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities:			
Depreciation Expense	\$	37,883	
Net Unrealized (Gain) Loss on Investments		(101,953)	
(Increase) Decrease in Receivables		3,135	
(Increase) Decrease in Gift Cards		(1,015)	
(Increase) Decrease in Prepaid Expense		(83)	
Increase (Decrease) in Accounts Payable & Accrued Exps.		(1,270)	
Increase (Decrease) in Grants Payable		2,569	
			<u>(60,734)</u>
Net cash provided (used) by operating activities			<u>(322,786)</u>

### Cash flows from investing activities

Net cash provided (used ) by investing activities:		
Purchase of Investments		491,693
Proceeds from Sales of Investments		<u>(252,870)</u>
Net cash provided (used) by investing activities		<u>238,823</u>

### Cash flows from financing activities

Net cash provided (used) by financing activities:		
Acquisition of Debt		57,332
Principal Payments on Notes Payable		<u>(15,098)</u>
Net cash provided (used) by financing activities		<u>42,234</u>

Net increase (decrease) in cash and cash equivalents	(41,729)
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Cash and Cash Equivalents, beginning of year	<u>162,931</u>
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Cash and Cash Equivalents, end of year	<u>\$ 121,202</u>
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### Supplemental disclosure:

Cash paid for Interest during 2020	\$ 1,571
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See Independent Accountant's Review Report  
The accompanying notes are an integral part of these financial statements



# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### 1. Nature of Activities

Georgia Firefighters Burn Foundation, Inc. was organized and incorporated as a non-profit organization in DeKalb County in the State of Georgia on May 10, 1982, originally under the name DeKalb Firefighters Burn Foundation, Inc. In May of 1987, the Organization changed its name to Metro Atlanta Firefighters Burn Foundation, Inc. In May 1991, the Organization changed its name again to Georgia Firefighters Burn Foundation, Inc. The Organization is a charitable not-for-profit organization organized to educate the public in burn awareness and prevention, support medical facilities in the care of burns in Georgia, assist burn survivors in their recovery, and provide scholarships for burn survivors to further their education.

### 2. Summary of Significant Accounting Policies

A summary of the Organization's accounting policies that affect the more significant elements of the financial statements are stated below:

#### Basis of Accounting and Reporting

The Organization prepares its financial statements on the accrual basis of accounting, and to present the results of activities and financial position in conformity with accounting principles generally accepted in the United States of America.

#### Net Assets

Net assets, revenues, gains, and losses are classified based upon 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 restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve or a board-designated purpose.

*Net Assets With Donor Restrictions* – Net Assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### 2. Summary of Significant Accounting Policies (Continued)

#### Fixed Assets and Depreciation

The Organization capitalizes fixed assets of \$2,500 or greater, which are recorded at cost or at fair market value if donated. Maintenance and repairs not considered to substantially lengthen the property lives are charged to expense as incurred.

The Organization provides for depreciation using the straight-line method at rates calculated to expense the cost of fixed assets over a period of 3-15 years for most assets and 40 years for the building. Depreciation expense for the year ended 12/31/2020 is \$37,883. Please also refer to Note 4.

#### Concentration of Contributions

The Foundation received approximately 64% of its annual contribution revenue from one program.

#### Income Taxes / Tax Exempt Status

Georgia Firefighters Burn Foundation, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and has been classified as an organization other than a private foundation under Section 509(a)(2). The Organization is current with its filings of Form 990, Return of Organization Exempt from Income Tax. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress, 2018 through present.

#### Revenue Recognition

Gifts of cash and other assets are reported as support and net assets without donor restrictions unless the donor specified a particular use when the gift was made.

#### Investments

Investments in marketable securities with readily determinable fair values are valued at their fair market values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains are reported net of investment expenses as increases in net assets with or without donor restrictions in the reporting period in which the income and gains are recognized. Please also refer to Note 9.

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### 2. Summary of Significant Accounting Policies (Continued)

#### Financial Statement Presentation

As required by the Not-for-Profit Entities Presentation of Financial statements topic of the Financial Accounting Standards Board Account Standards Codification (FASB ASC,) the Foundation is required to report 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. Please refer to Note 12.

#### Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. Please also refer to Note 3.

#### Donated Assets

Donated marketable securities and other non-cash donations are recorded as contributions at their estimated fair values at the date of donation.

#### Donated Services

The efforts of many volunteers benefit the Organization. Travel and subsistence costs incurred by volunteers in carrying out their duties are reimbursed by the Organization. However, no other amounts for volunteer services have been reflected in the financial statements because they did not create or enhance nonfinancial assets or require specialized skills.

#### Compensated Absences

No accrual of compensated absences has been made in the financial statements because the amount cannot be reasonably estimated.

#### 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. For this Organization, the allocation of expenses between program services and supporting services is an accounting estimate, as are the depreciable lives assigned to fixed assets.

#### Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized by their natural classification on the statement of functional expenses. Certain costs have been allocated by management on a reasonable, consistent basis among the programs and supporting services benefited.

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### 2. Summary of Significant Accounting Policies (Continued)

#### Advertising

The Foundation uses advertising to promote its programs among the areas it serves. The costs of advertising are expensed as incurred. During 2020, there were no funds paid for advertising costs.

#### Donations Receivable

Donations receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on donations receivable using the allowance method. The allowance is based on experience and other circumstances. It is the Organization's policy to charge off uncollectible donations receivable when management determines the receivable will not be collected. No provision for uncollectible amounts was necessary at December 31, 2020.

### 3. Cash and Cash Equivalents

Cash and cash equivalents at December 31, 2020 were as follows:

Petty Cash	\$ 11
Checking Accounts	115,161
Savings Account	<u>6,030</u>
Total	<u>\$ 121,202</u>

The Foundation maintains its cash in bank deposit accounts, which at times may exceed federally insured limits. The Foundation has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash and cash equivalents. At December 31, 2020, cash balances in local banks were not in excess of the \$250,000 federal insured deposit liability.

### 4. Fixed Assets

Property, plant and equipment consisted of the following as of December 31, 2020.

Land and Building	\$ 940,070
Furniture, fixtures and equipment	111,715
Recycling trailers	120,054
Vehicles	<u>202,988</u>
Total Fixed Assets	1,374,827
Less accumulated depreciation	<u>(741,920)</u>
Net Fixed Assets	<u>\$ 632,907</u>

### 5. Grants Payable

Grants authorized but unpaid at year end are reported as liabilities. Any grants payable at year end are anticipated to be paid by December 31, 2021.

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### 6. Endowment Fund

In 2005, the Organization was the beneficiary of an endowment from the Belli family. A key component of this grant is the requirement that the principal be maintained restricted for perpetuity, with the earnings to be available for certain restricted purposes such as providing psychological services to juvenile burn survivors and their families, and for educational funding for juvenile burn survivors. The donors wished to maintain the corpus of the perpetually restricted principal at the value of the original gift. The Organization has adopted a conservative investment policy that attempts to maximize total return consistent with an acceptable level of risk. As of December 31, 2020, the value of this endowment fund was \$1,501,525, with \$501,525 of this amount available to be used for psychological services and educational funding for juvenile burn survivors.

At December 31, 2020, there was \$35,000 in scholarships awarded over the next six years, payable on behalf of each awardee at a maximum of \$2,500 annually per awardee. Several criteria must be met for these scholarships to be paid to each awardee, and no amount is definitively determinable as of December 31, 2020, therefore no amount has been accrued as a liability in these financial statements.

### 7. Retirement Plan

In 2010, Georgia Firefighters Burn Foundation, Inc. established a SIMPLE IRA plan offered to employees who meet the eligibility requirements. Employee contributions under the plan are voluntary and are matched by the Organization on a dollar-for-dollar basis for each employee's salary reduction contribution up to 3% of the employee's compensation. Accrued costs for plan benefits are funded annually and were \$7,002 for 2020.

### 8. Public Support

Georgia Firefighters Burn Foundation, Inc. receives recyclable aluminum cans, which it sells to metal reclamation companies for funds to support its stated purposes. Through the joint efforts of Georgia Firefighters Burn Foundation, Inc. and participating Georgia fire departments, aluminum cans are received from the general public and other interested groups. These cans are placed in recycling containers owned by the Organization, which are located at various fire stations and businesses around the State. When these containers become full, they are released to Georgia Firefighters Burn Foundation, Inc. and are then picked up and delivered to local recyclers. The Foundation is paid at the current market rate for aluminum. Aluminum cans delivered to area recyclers in 2020 resulted in revenues of \$50,269.

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

### 8. Public Support (Continued)

Georgia Firefighters Burn Foundation, Inc. also receives support from boot drives it sponsors in cooperation with fire departments throughout Georgia. The firefighters organize the drives, collect the money, and remit the funds collected to the Foundation. Support from these boot drives in 2020 resulted in revenues of \$137,111. During the year ending December 31, 2020, monies received from these drives constituted approximately 64% of total unrestricted support revenues of the Organization.

The ability for certain of the Foundation's contributors to continue giving amounts comparable with prior years may be dependent upon certain current and future overall economic conditions. While the Organization's Executive Committee believes the Foundation has the resources to continue its programs, its ability to do so and the extent to which it continues, will be dependent upon the above factors.

### 9. Fair Value Measurements of Investments

The Organization classifies its investments into three types of classifications: Level 1 securities traded in an active market, Level 2 securities not traded in an active market but market inputs are available, or Level 3 securities not traded in an active market and for which no significant observable market inputs are available. All of the Organization's investments were Level 1 throughout 2020, with no transfers between levels. At December 31, 2020, the investments were classified as follows:

	<u>Fair Value</u>
Level 1	\$2,291,659
Level 2	-0-
Level 3	-0-
Total Portfolio Investments	<u>\$2,291,659</u>

Investments are reported on the basis of quoted market prices at December 31, 2020, and consist of the following:

	Without Donor <u>Restrictions</u>	Purpose & Perpetual <u>Restrictions</u>	Total Fair <u>Market Value</u>
Money Market Funds	\$ 30,329	\$ 86,382	\$ 116,711
Exchange-Traded Products	30,018	70,157	100,175
Mutual Funds / Equities	<u>729,787</u>	<u>1,344,986</u>	<u>2,074,773</u>
Investment Totals	<u>\$ 790,134</u>	<u>\$1,501,525</u>	<u>\$ 2,291,659</u>

The following schedule summarizes the investment return including broker fees for the year ended December 31, 2020:

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

### 9. Fair Value Measurements of Investments – continued

	Without Donor Restrictions	Purpose Restriction	Perpetual Restriction	Total
Investment Income	\$ 34,732	\$ 54,645	\$ -	\$ 89,377
Realized Gain/(Loss)	(26,911)	(33,720)	-	(60,631)
Investment Advisory Fees	( 5,599)	(8,876)	-	(14,475)
Unrealized Gain/(Loss)	20,161	-	81,792	101,953
Total investment return	\$ 22,383	\$ 12,049	\$ 81,792	\$ 116,224

### 10. Notes Payable

The Organization's obligation under notes payable consists of the following at December 31, 2020:

Note payable to bank at 3.24% per annum, principal and interest (P&I) payments of \$620.89 per month, collateralized by a vehicle, due March 2023	\$ 16,138
Note payable to bank at 3.40% per annum, principal and interest (P&I) payments of \$760.20 per month, collateralized by a vehicle, due January 2024	<u>26,668</u>
Total Notes Payable	<u>\$ 42,806</u>

The current portion of the above debt is \$15,377.

Maturities of notes payable over the next five years are as follows:

Year Ending Dec. 31	
2021	Current Portion \$ 15,377
2022	15,896
2023	10,775
2024	758
2025 & thereafter	0
Total Long Term Debt	<u>\$ 42,806</u>

# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

### 11. Liquidity and Availability of Financial Assets

Financial assets available for general expenditure, that is without donor or other restrictions limiting their use, within one year of December 31, 2020 comprise the following:

Cash and Cash Equivalents	\$ 121,202
Donated Gift Cards	6,348
Accounts Receivable	1,626
Prepaid Expenses	38,303
VOYA Money Funds, Without Restriction	<u>30,329</u>
Total Financial Assets Available for General Expenditure	<u>\$ 197,808</u>

As part of its liquidity management plan, the Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To help manage unanticipated liquidity needs, the Foundation has an unrestricted mutual fund investment account totaling \$759,805 which it could draw upon if necessary.

The Foundation does its best to use resources wisely. Thousands of volunteers across the state of Georgia help to fulfil the Organization's Mission while keeping costs down.

### 12. Net Assets

Net Assets as of December 31, 2020 are as follows:

Net Assets Without Donor Restrictions	\$1,435,322
Net Assets With Donor Restrictions:	
Purpose Restrictions – Burn Camps & Scholarships	501,524
Perpetual in Nature – Belli Endowment	<u>1,000,000</u>
TOTAL NET ASSETS, December 31, 2020	<u>\$2,936,846</u>

### 13. Paycheck Protection Program Loan

In May, 2020, the Organization received a \$57,332 loan under the Paycheck Protection Program (PPP) which was established as part of the United States Government's *Coronavirus Aid, Relief, and Economic Security Act* (CARES Act) which was signed into law on March 27, 2020. The loan bears an interest rate of 1%, is payable over a two-year period, is unsecured, and may be forgiven as long as the Organization uses the loan proceeds for eligible purposes, such as payroll, benefits, rent utilities, and other qualifying expenses during a defined period. Prior to the



# GEORGIA FIREFIGHTERS BURN FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2020

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### **13. Paycheck Protection Program Loan – continued**

issuance of these financial statements, the Organization was informed that it did meet the conditions for loan forgiveness, and the entire loan amount was forgiven on June 25, 2021. Therefore, the Organization has reduced the loan liability by \$57,332 and recorded a corresponding gain on extinguishment of debt effective June 25, 2021.

### **14. Subsequent Events**

The Organization has evaluated subsequent events that have occurred through September 16, 2021, the date of issuance of these financial statements, and determined that no material subsequent events have occurred since December 31, 2020 requiring recognition or disclosure in these financial statements except:

The COVID-19 pandemic continues to have a substantial impact on the stock market, the economy, and the normal operations of most businesses. The severity of the financial impact, if any, of this pandemic on the financial position and long-term operations of the Organization is not known at this time.