



Financial Statements
May 31, 2021 and 2020

Assistance League[®] of Salt Lake City

Independent Auditor’s Report	1
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses.....	5
Statements of Cash Flows	7
Notes to Financial Statements	8



Independent Auditor's Report

To the Board of Directors
Assistance League of Salt Lake City
Salt Lake City, UT

Report on the Financial Statements

We have audited the accompanying financial statements of Assistance League of Salt Lake City (a nonprofit organization), which comprise the statements of financial position as of May 31, 2021 and 2020, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 Chapter'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 Chapter'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 Assistance League of Salt Lake City as of May 31, 2021, and 2020, 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.

Eide Bailly LLP

Salt Lake City, Utah
August 24, 2021

Assistance League of Salt Lake City
 Statements of Financial Position
 May 31, 2021 and 2020

	2021	2020
Assets		
Cash and cash equivalents (Note 3)	\$ 974,519	\$ 703,342
Promises to give, net	11,115	-
Investments (Note 4)	528,203	405,874
Prepaid expenses and other assets	11,651	21,883
Inventories (Note 6)	92,818	56,897
Property and equipment, net (Note 7)	956,845	977,069
Total assets	\$ 2,575,151	\$ 2,165,065
Liabilities and Net Assets		
Liabilities		
Accounts payable	\$ 18,730	\$ 2,154
Accrued expenses	10,719	425
Capital lease obligation	12,261	-
Total liabilities	41,710	2,579
Net Assets		
Without donor restrictions	2,533,441	2,162,486
Total net assets	2,533,441	2,162,486
Total liabilities and net assets	\$ 2,575,151	\$ 2,165,065

Assistance League of Salt Lake City
Statements of Activities
For the Years Ended May 31, 2021 and 2020

	2021	2020
Unrestricted Revenue, Support and Gains		
Fundraising		
Thrift shop revenue		
Contributions of merchandise	\$ 544,785	\$ 524,480
Sales of donated merchandise	536,890	534,092
Less value of merchandise sold	(536,890)	(534,092)
Net revenue from thrift shop	544,785	524,480
Special events and other fundraising activities revenue		
Revenue	42,713	52,682
In-kind contributions	8,404	9,614
Less direct costs	(6,637)	(9,114)
Net revenue from special events	44,480	53,182
Contributions and grants	402,610	195,024
In-kind contributions	1,169	12,759
Membership dues	19,547	18,303
Net investment return	122,328	15,201
Interest income	651	2,903
Other	521	1,275
Total unrestricted revenue, support, and gains	1,136,091	823,127
Expenses		
Program services		
Operation School Bell	348,902	437,432
Operation Healthy Teeth	170,119	178,755
Baby Bundles	57,598	48,654
Eye on Community	-	56,915
Brighter Tomorrows	10,676	12,051
Book Bank	25,383	25,438
Assault Survivor Kits	21,632	19,854
Assisteens Community Service	8,707	6,886
Act III	-	1,328
Total program services expenses	643,017	787,313
Supporting services		
Fundraising		
Thrift shop	80,969	75,399
Special events and other fundraising activities indirect costs	2,380	2,252
Management and general	29,045	37,383
Membership development	9,725	9,780
Total supporting services expenses	122,119	124,814
Total expenses	765,136	912,127
Change in Net Assets	370,955	(89,000)
Net Assets - Beginning of Year	2,162,486	2,251,486
Net Assets - End of Year	\$ 2,533,441	\$ 2,162,486

Assistance League of Salt Lake City
Statement of Functional Expenses
Year Ended May 31, 2021

	Program Services								Supporting Services					Total Expenses
	Operation School Bell®	Operation Healthy Teeth	Baby Bundles	Brighter Tomorrows	Book Bank	Assault Survivor Kits®	Assisteens® Community Service	Total Program Services	Thrift Shop	Special Events	Management and General	Membership Development	Total Supporting Services	
Program supplies	\$ 269,621	\$ 147,189	\$ 49,529	\$ 8,837	\$ 21,013	\$ 18,550	\$ 7,301	\$ 522,040	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 522,040
Occupancy														
Utilities	6,585	3,120	925	493	462	347	116	12,048	9,363	-	339	-	9,702	21,750
Maintenance and repairs	12,948	6,133	1,817	213	909	681	227	22,928	33,123	-	1,420	-	34,543	57,471
Insurance	5,073	2,403	712	494	356	267	89	9,394	9,394	-	3,413	-	12,807	22,201
Depreciation	18,575	8,799	2,607	306	1,304	978	326	32,895	5,805	-	2,035	-	7,840	40,735
Postage and delivery	30,094	131	1,313	253	179	440	24	32,434	404	535	63	-	1,002	33,436
Printing and reproduction	1,657	785	233	27	929	87	329	4,047	618	1,233	180	-	2,031	6,078
Professional services	-	-	-	-	-	-	-	-	-	-	15,550	-	15,550	15,550
Public relations and advertising	630	298	88	10	44	33	11	1,114	197	444	1,312	-	1,953	3,067
Supplies	3,265	1,046	310	36	155	116	276	5,204	11,445	-	427	-	11,872	17,076
National dues	-	-	-	-	-	-	-	-	-	-	-	9,725	9,725	9,725
AL Circle Fund	-	-	-	-	-	-	-	-	-	-	500	-	500	500
Education	-	-	-	-	-	-	-	-	-	-	776	-	776	776
Food and entertainment	-	-	-	-	-	-	-	-	-	6,637	-	-	6,637	6,637
Cost/value of merchandise sold	-	-	-	-	-	-	-	-	536,890	-	-	-	536,890	536,890
Bank service charges	-	-	-	-	-	109	-	109	8,993	168	205	-	9,366	9,475
Other	454	215	64	7	32	24	8	804	1,627	-	2,825	-	4,452	5,256
Total expenses	348,902	170,119	57,598	10,676	25,383	21,632	8,707	643,017	617,859	9,017	29,045	9,725	665,646	1,308,663
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	-	(536,890)	(6,637)	-	-	(543,527)	(543,527)
Total expenses included in the expenses section of the statement of activities	\$ 348,902	\$ 170,119	\$ 57,598	\$ 10,676	\$ 25,383	\$ 21,632	\$ 8,707	\$ 643,017	\$ 80,969	\$ 2,380	\$ 29,045	\$ 9,725	\$ 122,119	\$ 765,136

Assistance League of Salt Lake City
Statement of Functional Expenses
Year Ended May 31, 2020

	Program Services									Supporting Services						
	Operation School Bell*	Operation Healthy Teeth	Baby Bundles	Eye On Community	Brighter Tomorrows	Book Bank	Assault Survivor Kits*	Assistees* Community Service	Act III	Total Program Services	Thrift Shop	Special Events	Management and General	Membership Development	Total Supporting Services	Total Expenses
Program supplies	\$ 343,078	\$ 153,658	\$ 41,349	\$ 54,825	\$ 10,404	\$ 21,155	\$ 16,846	\$ 5,623	\$ 314	\$ 647,252	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 647,252
Occupancy																
Utilities	6,759	2,913	816	233	380	350	350	117	117	12,035	7,211	-	349	-	7,560	19,595
Maintenance and repairs	17,497	7,542	2,112	603	283	905	905	302	302	30,451	30,333	-	1,884	-	32,217	62,668
Insurance	4,861	2,095	587	168	466	251	251	84	84	8,847	8,847	-	3,226	-	12,073	20,920
Depreciation	18,279	7,879	2,206	630	295	945	945	315	315	31,809	5,614	-	1,971	-	7,585	39,394
Postage and delivery	32,981	200	313	98	25	60	14	79	5	33,775	472	734	99	-	1,305	35,080
Printing and reproduction	1,557	401	112	32	15	1,284	48	16	29	3,494	390	1,113	102	-	1,605	5,099
Professional services	-	-	-	-	-	-	-	-	-	-	-	-	15,100	-	15,100	15,100
Public relations and advertising	4,139	1,784	500	143	67	214	214	71	71	7,203	1,271	-	1,659	-	2,930	10,133
Supplies	7,210	1,832	533	147	69	220	220	261	73	10,565	10,717	-	1,248	-	11,965	22,530
National dues	-	-	-	-	-	-	-	-	-	-	-	-	-	9,780	9,780	9,780
AL Circle Fund	-	-	-	-	-	-	-	-	-	-	-	-	500	-	500	500
National conferences and meetings	472	204	57	16	38	24	24	8	8	851	722	-	3,858	-	4,580	5,431
Education	-	-	-	-	-	-	-	-	-	-	-	-	1,461	-	1,461	1,461
Food and entertainment	-	-	-	-	-	-	-	-	-	-	-	9,114	-	-	9,114	9,114
Cost/value of merchandise sold	-	-	-	-	-	-	-	-	-	-	534,092	-	-	-	534,092	534,092
Bank service charges	25	-	-	-	-	-	7	-	-	32	8,306	405	113	-	8,824	8,856
Other	574	247	69	20	9	30	30	10	10	999	1,516	-	5,813	-	7,329	8,328
Total expenses	437,432	178,755	48,654	56,915	12,051	25,438	19,854	6,886	1,328	787,313	609,491	11,366	37,383	9,780	668,020	1,455,333
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	-	-	-	(534,092)	(9,114)	-	-	(543,206)	(543,206)
Total expenses included in the expenses section of the statement of activities	\$ 437,432	\$ 178,755	\$ 48,654	\$ 56,915	\$ 12,051	\$ 25,438	\$ 19,854	\$ 6,886	\$ 1,328	\$ 787,313	\$ 75,399	\$ 2,252	\$ 37,383	\$ 9,780	\$ 124,814	\$ 912,127

Assistance League of Salt Lake City
 Statements of Cash Flows
 Years Ended May 31, 2021 and 2020

	2021	2020
Operating Activities		
Change in net assets	\$ 370,955	\$ (89,000)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Depreciation	40,735	39,394
Net investment return	(122,328)	(15,201)
Changes in operating assets and liabilities		
Promises to give	(11,115)	-
Prepaid expenses and other assets	10,232	8,590
Inventories	(35,921)	9,267
Accounts payable	16,576	(26,340)
Accrued expenses	10,294	(24,411)
Net Cash from (used for) Operating Activities	279,428	(97,701)
Investing Activities		
Purchase of property and equipment	(8,250)	(11,306)
Purchase of investments	(35,990)	(11,338)
Proceeds from the sale of investments	35,989	10,979
Net Cash used for Investing Activities	(8,251)	(11,665)
Net Change in Cash and Cash Equivalents	271,177	(109,366)
Cash and Cash Equivalents, Beginning of Year	703,342	812,708
Cash and Cash Equivalents, End of Year	\$ 974,519	\$ 703,342
Supplemental Disclosure of Non-Cash Investing and Financing Activity		
Equipment financed through capital lease arrangement	\$ 12,261	\$ -

Note 1 - Principal Activities and Significant Accounting Policies

Nature of Activities

Assistance League of Salt Lake City was organized under the laws of the State of Utah as a nonprofit corporation established to provide philanthropic service to the community. It is a chartered chapter of National Assistance League. The accompanying financial statements include the activities of the Chapter and its auxiliaries, Consociates Auxiliary of Assistance League of Salt Lake City and Assisteens® (collectively the Chapter). The Chapter provides the following philanthropic programs in the community:

Operation School Bell®

Purchases and distributes new clothing to school children in need referred by school personnel.

Operation Healthy Teeth

Facilitates the provision of urgent dental treatment for qualified uninsured children.

Baby Bundles

Purchases and provides newborn layette items to selected agencies and hospitals for distribution to mothers in need.

Eye on the Community

Provides aid in response to identified and emerging community needs that are not met by the other programs.

Brighter Tomorrows

Provides appropriate clothing for referred individuals returning to the work force or school.

Book Bank

Plans and implements a literacy program for children and purchases appropriate books.

Assault Survivor Kits®

Purchases and provides clothing and hygiene articles to selected agencies for victims of sexual assault.

Assisteens® Auxiliary

Provides programs and services to youth, seniors, and others in need.

Act III

Prepares and presents entertainment programs to residents in care facilities.

The operation of the Chapter's thrift shop, private donations, foundation grants and other fundraising efforts provide a significant portion of the Chapter's support and revenues.

Cash and Cash Equivalents

The Chapter considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents.

Investments

The Chapter records investment purchases at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at fair value in the statements of financial position. Net investment return/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Inventories

The Chapter maintains an inventory of new clothing for use in its various programs, including Operation School Bell®, which is stated at the lower of cost or net realizable value determined by first-in, first-out method. The Chapter also maintains an inventory of donated used clothing, furniture and household items for resale in the Chapter's thrift shop. Donated inventory is valued at its estimated fair market value.

Property and Equipment

Property and equipment additions are recorded at cost or, if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from five to forty years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The carrying values of property and equipment are reviewed for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended May 31, 2021 and 2020.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-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.

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. The Chapter reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends, or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. At May 31, 2021 and 2020, the Chapter has no restricted net assets.

Revenue and Revenue Recognition

Revenues from the sale of donated used clothing and household items from the Chapter's thrift shop are recognized when the sale occurs, and all performance obligations have been fulfilled.

The Chapter recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. 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 met.

Membership dues, which are nonrefundable, do not have a material exchange element and are therefore recorded as a contribution when received.

The Chapter records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

During the year ended May 31, 2021 and 2020, all revenue was recognized at a point in time.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to the Chapter's program services, administration, and fundraising and development activities; A significant portion of the Chapter's functions and programs are conducted by unpaid member volunteers. However, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. During the year ended May 31, 2021, these volunteers donated approximately 31,939 hours with an estimated value of \$896,208. This value was computed using an estimated hourly rate of \$28.06, based upon the average hourly earnings of nonagricultural workers for the year ended May 31, 2021, as determined by the U.S. Department of Labor's Bureau of Labor Statistics, which includes 12% for estimated fringe benefits. During the year ended May 31, 2020, these volunteers donated approximately 33,767 hours with an estimated value of \$906,982. This value was computed using an estimated hourly rate of \$26.86, based upon the average hourly earnings of nonagricultural workers for the year ended May 31, 2020, as determined by the U.S. Department of Labor's Bureau of Labor Statistics, which includes 12% for estimated fringe benefits.

Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received.

Functional Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, office supplies, postage and printing and other, which are allocated on the basis of estimates of time and effort.

Income Taxes

The Chapter is organized as a Utah nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from Federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), qualifies for the charitable contribution, and has been determined not to be a private foundation. Exempt status is also recognized by the State of Utah under the same IRC section. The Chapter is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Chapter is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. The Chapter has determined it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

The Chapter believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Chapter would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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 and those differences could be material.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash, money market accounts, and certificates of deposit with financial institutions believed to be creditworthy. At May 31, 2021 and 2020, the Chapter had no uninsured deposits at these institutions. To date, the Chapter has not experienced losses in any of these accounts. Investments are made by diversified investment managers whose performance is monitored by management and the Finance Committee of the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management and the Investment Committee believe that the investment policies and guidelines are prudent for the long-term welfare of the Chapter.

Subsequent Events

Management has evaluated subsequent events through August 24, 2021, the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

The Chapter regularly monitors liquidity required to meet its operating needs and other contractual commitments. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position, comprise the following at May 31, 2021 and 2020:

	2021	2020
Cash and cash equivalents	\$ 974,519	\$ 703,342
Promises to give, net	11,115	-
Investments	528,203	405,874
	\$ 1,513,837	\$ 1,109,216

To build upon past achievements and ensure future sustainability, the Chapter has a policy that requires the board to maintain net assets without donor restrictions sufficient for one year's operating expenses. In addition to the financial assets noted above, the Chapter has thrift shop inventory that will likely be converted to cash or available for general expenditure during the course of the next year's operations.

Note 3 - Cash and Cash Equivalents

Cash and cash equivalents available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, consist of the following at May 31, 2021 and 2020:

	2021	2020
Checking Accounts		
Wells Fargo	\$ 95,076	\$ 20,479
Zions Bank	86,078	89,270
Chase	161,322	110,600
Total checking accounts	342,476	220,349
Savings Accounts		
Wells Fargo	140,221	210,999
Chase	85,277	65,744
Zions Bank	158,115	137,963
TIAA	248,430	68,287
Total savings accounts	632,043	482,993
Total cash and cash equivalents	\$ 974,519	\$ 703,342

Note 4 - Investments

Investments as of May 31, 2021 and 2020, are stated at fair value and consist of mutual funds. For the years ended May 31, 2021 and 2020, net realized and unrealized gains were \$106,661 and \$3,866, respectively, and interest income and dividends were \$15,667 and \$11,335, respectively.

Note 5 - Fair Value Measurements

The Chapter reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting Chapter. Unobservable inputs are inputs that reflect the reporting Chapter's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to an assessment of the quality, risk or liquidity profile of the asset or liability.

The Chapter's investments are reported at fair value as determined using Level 1 inputs under the fair value hierarchy because they are comprised of open-end mutual funds with readily determinable fair values based on daily redemption values. The following table presents assets and liabilities measured at fair value on a recurring basis, at May 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Mutual funds (level 1)		
Equity funds	\$ 327,019	\$ 277,487
Fixed income	<u>201,184</u>	<u>128,387</u>
Total	<u>\$ 528,203</u>	<u>\$ 405,874</u>

Note 6 - Inventories

Inventories at May 31, 2021 and 2020, consist of the following:

	<u>2021</u>	<u>2020</u>
Thrift shop (used clothing, furniture and household items)	\$ 44,157	\$ 38,401
Operation School Bell® (new clothing)	37,917	5,544
Other program inventories	<u>10,744</u>	<u>12,952</u>
Total inventories	<u>\$ 92,818</u>	<u>\$ 56,897</u>

Note 7 - Property and Equipment

Property and equipment consists of the following at May 31, 2021 and 2020:

	2021	2020
Buildings and improvements	\$ 1,312,979	\$ 1,304,729
Land	464,490	464,490
Parking lot improvements	53,202	53,202
Equipment	49,039	36,778
Fence	3,061	3,061
	1,882,771	1,862,260
Less accumulated depreciation	(925,926)	(885,191)
Total property and equipment, net	\$ 956,845	\$ 977,069

Note 8 - Leases

The Company leases office equipment under operating leases that expired in May 2021 and a capital lease that expires in August 2026.

Future minimum lease payments are as follows:

Years Ending December 31,		
2022	\$	2,388
2023		2,388
2024		2,388
2025		2,388
2026		2,388
Thereafter		597
Total minimum lease payments		12,537
Less amount representing interest		(276)
Capital lease obligation	\$	12,261

Total lease expense for the years ended May 31, 2021 and 2020, totaled \$1,802 and \$2,200, respectively.

Leased property under the capital lease at May 31, 2021 and 2020 includes the following:

	2021	2020
Equipment	\$ 12,261	\$ -
Less accumulated amortization	(195)	-
	\$ 12,066	\$ -

Note 9 - Special Events

The Chapter has various fundraising events to help fund operations. The revenue and related expenses from such events for the years ended May 31, 2021 and 2020, are as follows:

	2021			
	Revenue	Direct Costs	Other Event Costs	
Annual Appeal 2020-2021	\$ 32,531	\$ -	\$ (2,151)	\$ 30,380
Women of Distinction Luncheon	1,000	-	(444)	556
Donor Sponsored Event	17,586	(6,637)	(5)	10,944
	\$ 51,117	\$ (6,637)	\$ (2,600)	\$ 41,880
	2020			
	Revenue	Direct Costs	Other Event Costs	Net Revenue
Annual Appeal 2019-2020	\$ 28,446	\$ -	\$ (2,034)	\$ 26,412
Women of Distinction Luncheon	4,615	-	(218)	4,397
Donor Sponsored Event	29,235	(9,114)	-	20,121
	\$ 62,296	\$ (9,114)	\$ (2,252)	\$ 50,930

Note 10 - Noncash Contributions

During the years ended May 31, 2021 and 2020, the Chapter received contributions of merchandise totaling \$544,785 and \$524,480, respectively, for the Chapter's thrift shop. In addition, the Chapter received other noncash contributions that have been reflected in the accompanying financial statements as follows:

	<u>2021</u>	<u>2020</u>
Fundraising supplies	\$ 8,404	\$ 9,614
Program supplies	<u>1,169</u>	<u>12,759</u>
Total	<u>\$ 9,573</u>	<u>\$ 22,373</u>