

Junior Achievement of Mahoning Valley, Inc.

Report on Audit of Financial Statements

June 30, 2020 and 2019

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Junior Achievement of Mahoning Valley, Inc.

June 30, 2020 and 2019

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Junior Achievement of Mahoning Valley, Inc.
Girard, Ohio 44420

We have audited the accompanying statements of financial position of Junior Achievement of Mahoning Valley, Inc. (a not for profit organization) which comprise the statement of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

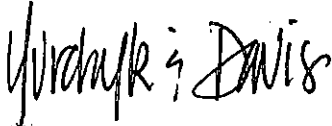
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 Junior Achievement of Mahoning Valley, Inc. as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Yurchyk & Davis". The signature is written in a cursive, somewhat stylized font.

Yurchyk & Davis
Certified Public Accountants, Inc.
December 3, 2020

Junior Achievement of Mahoning Valley, Inc.

Statements of Financial Position

June 30, 2020 and 2019

ASSETS

	2020	2019
<i><u>Current Assets</u></i>		
Cash and Cash Equivalents	\$ 84,804	\$ 69,442
Pledges Receivable - net of allowance for doubtful pledges of \$-0- in 2020 and 2019	8,392	12,062
Prepaid Expenses	2,507	451
Total Current Assets	95,703	81,955
<i><u>Long-Term Assets</u></i>		
Investments - Endowment Fund	171,953	170,297
Custodial Children's Savings Accounts	59,892	59,892
Deposits	760	760
Furniture and Equipment, net of accumulated depreciation of \$20,380 in 2020 and 2019, respectively	-	-
Total Long-Term Assets	232,605	230,949
TOTAL ASSETS	\$ 328,308	\$ 312,904

LIABILITIES AND NET ASSETS

<i><u>Current Liabilities</u></i>		
Accounts Payable	\$ 616	\$ 300
Accrued and Withheld Payroll Liabilities	10,203	15,422
Refundable Advance	43,700	-
Total Current Liabilities	54,519	15,722
<i><u>Long-Term Liabilities</u></i>		
Custodial Children's Savings Liability	59,892	59,892
Total Liabilities	114,411	75,614
<i><u>Net Assets</u></i>		
Without Donor Restriction		
Without Donor Restriction	41,944	66,993
Board Designated Net Assets	166,953	165,297
Total Net Assets Without Donor Restriction	208,897	232,290
With Donor Restriction	5,000	5,000
Total Net Assets	213,897	237,290
TOTAL LIABILITIES AND NET ASSETS	\$ 328,308	\$ 312,904

The Accompanying Notes are an Integral Part of These Statements

Junior Achievement of Mahoning Valley, Inc.

Statements of Activities

For the Years Ended June 30, 2020 and 2019

	2020			2019		
	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
<u>Revenue, Gains, and Other Support</u>						
Contributions						
Fund Drive	\$ 46,251	\$ -	\$ 46,251	\$ 57,158	\$ -	\$ 57,158
Grants/Foundations	195,443	-	195,443	187,008	-	187,008
Program Contributions	9,350	-	9,350	10,513	-	10,513
Total Contributions	251,044	-	251,044	254,679	-	254,679
Special Events, Net of Expenses	37,507	-	37,507	71,758	-	71,758
Interest, Dividends and Realized Gains	3,702	-	3,702	4,113	-	4,113
Unrealized Gains (Losses) on Investments	226	-	226	3,336	-	3,336
In-Kind Contributions	1,084	-	1,084	13,631	-	13,631
Net Assets Released from Restrictions	-	-	-	-	-	-
Total Revenues	293,563	-	293,563	347,517	-	347,517
Less: Franchise Fee	(39,425)	-	(39,425)	(29,246)	-	(29,246)
Net Support & Revenue	254,138	-	254,138	318,271	-	318,271
<u>Expenses</u>						
Program Services	236,446	-	236,446	283,867	-	283,867
Management and General	24,048	-	24,048	26,674	-	26,674
Fundraising	17,037	-	17,037	17,064	-	17,064
Total Expenses	277,531	-	277,531	327,605	-	327,605
Change in Net Assets	(23,393)	-	(23,393)	(9,333)	-	(9,334)
Net Assets Beginning of Year	232,291	5,000	237,290	241,624	5,000	246,624
Net Assets End of Year	\$ 208,898	\$ 5,000	\$ 213,897	\$ 232,291	\$ 5,000	\$ 237,290

The Accompanying Notes are an Integral Part of These Statements

Junior Achievement of Mahoning Valley, Inc.

Statement of Functional Expenses

For the Year Ended June 30, 2020

	Program Service	Supporting Services		Total
		Management and General	Fund Raising	
Salaries	\$ 134,069	\$ 5,861	\$ 6,593	\$ 146,523
Payroll Taxes and Benefits	46,166	2,029	2,537	50,732
Program Materials	15,465	-	-	15,465
Rent	11,579	2,150	2,812	16,541
Repairs, Maintenance, Utilities, and Insurance	8,101	1,505	1,968	11,574
Depreciation	-	-	-	-
Training and Recognition	8,153	-	-	8,153
Supplies and Postage	2,830	526	687	4,043
Outside Services	918	10,098	459	11,475
Dues and Subscriptions	603	112	147	862
Technology	5,450	1,012	1,323	7,785
Travel and Transportation	223	98	6	327
Donated Services and Materials	813	271	-	1,084
Miscellaneous Expenses	2,076	386	505	2,967
Total Expenses	\$ 236,446	\$ 24,048	\$ 17,037	\$ 277,531

The Accompanying Notes are an Integral Part of These Statements

Junior Achievement of Mahoning Valley, Inc.

Statement of Functional Expenses

For the Year Ended June 30, 2019

	Program Service	Supporting Services		Total
		Management and General	Fund Raising	
Salaries	\$ 147,953	\$ 6,468	\$ 7,276	\$ 161,697
Payroll Taxes and Benefits	38,688	1,691	1,903	42,282
Program Materials	46,548	-	-	46,548
Rent	11,159	2,072	2,710	15,941
Repairs, Maintenance, Utilities, and Insurance	8,052	1,495	1,955	11,502
Depreciation	987	183	240	1,410
Training and Recognition	8,406	-	-	8,406
Supplies and Postage	2,995	556	727	4,278
Outside Services	834	9,174	417	10,425
Dues and Subscriptions	567	105	138	810
Technology	4,523	840	1,099	6,462
Travel and Transportation	534	236	16	786
Donated Services and Materials	10,223	3,408	-	13,631
Miscellaneous Expenses	2,398	446	583	3,427
Total Expenses	\$ 283,867	\$ 26,674	\$ 17,064	\$ 327,605

The Accompanying Notes are an Integral Part of These Statements

Junior Achievement of Mahoning Valley, Inc.

Statements of Cash Flows

For the Years Ended June 30, 2020 and 2019

	2020	2019
<u>Cash Flows from Operating Activities</u>		
Change in Net Assets	\$ (23,393)	\$ (9,334)
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided By (Used In) Operating Activities		
Depreciation	-	1,410
Unrealized (Gains) Losses on Investments	(226)	(3,386)
Endowment Fund Activity	(1,428)	(1,228)
Changes in Current Assets and Liabilities		
(Increase) Decrease in Assets:		
Pledges Receivables	3,670	(1,797)
Prepaid Expenses	(2,056)	396
Increase (Decrease) in Liabilities:		
Accounts Payable	314	300
Accrued and Withheld Payroll Liabilities	(5,219)	4,663
Refundable Advance	43,700	-
Net Cash Provided By Operating Activities	15,362	(8,976)
<u>Cash Flows from Investing Activities</u>		
Receipts for Custodial Children's Saving Accounts	-	(19)
Deposits to Custodial Children's Savings Accounts	-	19
Net Cash Provided By Investing Activities	-	-
Net Increase In Cash and Cash Equivalents	15,362	(8,976)
Cash and Cash Equivalents, Beginning of Year	69,442	78,417
Cash and Cash Equivalents, End of Year	\$ 84,804	\$ 69,442

The Accompanying Notes are an Integral Part of These Statements

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE A – DESCRIPTION OF ENTITY

Junior Achievement of Mahoning Valley, Inc. (the "Organization") is a private nonprofit organization incorporated in the state of Ohio. The Organization serves the Ohio counties of Mahoning, Trumbull, Ashtabula and Columbiana by providing opportunities to young people, in cooperation with adult advisors/consultants to inspire and prepare young people to succeed in a global economy. The Organization is an affiliate of Junior Achievement USA, Inc., (the National Organization) located in Colorado Springs, Colorado.

Junior Achievement offers a variety of programs in school and after school for children in kindergarten through twelfth grade that focus on helping young people better understand concepts related to financial literacy, economics, entrepreneurship, and workforce readiness. Junior Achievement programs build successful partnerships between local classroom teachers and community volunteers.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The Organization is required to report information regarding its financial position and activities according to two classes of net assets (net assets without donor restriction, and net assets with donor restriction) based upon the existence and/or nature of any donor-imposed restrictions.

Contributions – Contributions received are recorded as support with donor restriction, or without donor restriction, depending on the existence and/or nature of any donor restrictions. It is the policy of the Organization to recognize donor restricted funds whose restricted purpose is met during the same year as received, as net assets without donor restrictions on the financial statements.

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.

Promises to Give – Promises to Give includes pledges under an annual fund drive. All amounts are due in less than one year. The Organization uses the allowance method to determine uncollectible unconditional promises to give. The allowance is based on prior years' experience and management's analysis of specific promises made. Promises to give are recorded net of an allowance for doubtful accounts, which was \$0 in 2020 and 2019, respectively.

Children's Custodial Savings Accounts – In 2011, the Organization initiated a new "I Can Save" program under which it, through the ongoing financial support of several contributors, will deposit funds into children's savings accounts each year from kindergarten through high school. The program also includes participating in ongoing Junior Achievement programs. In 2019, the contributor ceased providing new funds. The Organization is still the custodian of the funds until the individuals graduate from high school. Upon graduation, these funds may be used by the individual to pay for college or technical school, to start a business, or to purchase a home.

Furniture and Equipment – Furniture and equipment are reported at cost. Donated equipment is reported at fair market value at the date of the donation. Maintenance and repairs and capital expenditures under \$500 are charged to operations when incurred. Depreciation is computed on the straight-line method over estimated useful lives, which range from 3 – 7 years.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Furniture and Equipment (continued) – The following is a table showing the detail of the property and depreciation for 2020 and 2019.

	2020	2019
Furniture and Equipment	20,380	20,380
Accumulated Depreciation	(20,380)	(20,380)
Net Furniture and Equipment	<u>-</u>	<u>-</u>

Marketable Investments – Investments with readily determinable fair values are reported at their fair value in the Statements of Financial Position. Unrealized gains and losses are included in the change in unrestricted net assets.

Donated Services and Materials – During the years ended June 30, 2020 and 2019, the value of contributed services and materials meeting the requirements for recognition in the financial statements amounted to \$24,039 and \$36,722 respectively. These amounts are included in both support and expenses in the Statements of Activities and in Special Events, Net of Expenses, and offset each other accordingly.

A substantial number of unpaid volunteers have made significant contributions of their time to develop Junior Achievement's programs, primarily in educational programs and development. The value of this contributed time is not reflected in these financial statements since it does not lend itself to objective measurement, nor would it typically be purchased.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Subsequent Events – In preparing their financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through December 3, 2020, the date the financial statements were available to be issued.

NOTE C – AFFILIATED ORGANIZATION FRANCHISE FEES

The Organization, as part of its affiliation agreement, is required to remit a participation fee to the National Organization, calculated on the previous fiscal year reported revenue, paid in twelve equal payments. Interest and dividend income as well as in-kind contributions income are not subject to the participation fee. The fee amounted to \$39,425 and \$29,246 for the years ended June 30, 2020 and 2019 respectively.

NOTE D – INCOME TAXES

The Organization is an exempt organization under Internal Revenue Code 501 (c) (3) and therefore no provision has been made for income taxes and no expense has been recognized.

The Organization is subject to routine audits by taxing jurisdictions; however there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for years prior to 2016.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE E – FAIR VALUE MEASUREMENTS

The Organization's investments are reported at fair value in the accompanying statements of financial position.

Assets at Fair Value as of June 30, 2020		
	Level 2	Total
Endowment Fund	\$ 171,953	\$ 171,953
	\$ 171,953	\$ 171,953

Assets at Fair Value as of June 30, 2019		
	Level 2	Total
Endowment Fund	\$ 170,297	\$ 170,297
	\$ 170,297	\$ 170,297

U.S. GAAP accounting standards codification 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority.

The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

Level 2 Fair Value Measurements – The fair value of the Organization's interest in the endowment fund is based on the beginning of year value of the Organization's interest in the investment plus actual contributions and allocated investment income less actual distributions and allocated administrative expenses. Quoted market prices are used to value investments in the endowment fund.

NOTE F – BOARD DESIGNATED NET ASSETS WITHOUT DONOR RESTRICTIONS

Board designated net assets of \$166,953 and \$165,297 at June 30, 2020 and 2019 consist of monies set aside by the board for operating or other costs as needed.

NOTE G – NET ASSETS WITH DONOR RESTRICTION

Net Assets with donor restrictions of \$5,000 at both June 30, 2020 and 2019 consist of monies received for the Endowment Fund. The principal from these funds cannot be spent by donor restriction.

NOTE H – PENSIONS

The Organization has a defined contribution pension plan covering all employees. Section 403(b) of the Internal Revenue Code contains certain restrictions pertaining to the plan. An insurance company invests the plan assets. The Organization does not contribute to the defined contribution plan.

The Organization also participates in a defined benefit pension plan through its national Organization, as detailed in Note O.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE I – LEASES

The Organization leases office equipment under operating leases expiring in fiscal years 2020 and 2024. In the normal course of business, operating leases are generally renewed or replaced by other leases. The Organization also leases office space at \$806 per month through December 2020.

The following is a schedule by years of future rental payments under non-cancellable operating leases:

<u>June 30</u>	
2021	\$ 3,734
2022	3,420
2023	3,420
2024	285
2025	-
	<u>\$ 10,859</u>

Rent expense for the fiscal years ended June 30, 2020 and 2019 amounted to \$15,465 and \$15,941 respectively.

NOTE J – SPECIAL EVENTS INCOME

Special events income is reported in the statement of activities net of direct special events expenses. Actual income and expenses are as follows:

	2020	2019
Bowl-A-Thon:		
Revenue	\$ 15,444	\$ 19,774
Expenses	(3,076)	(3,573)
Net Bowl-A-Thon Revenue	12,368	16,201
Designer Bag Bingo		
Revenue	36,661	58,014
Expenses	(16,461)	(23,429)
Net Designer Bag Bingo Revenue	20,200	34,585
Miscellaneous Events		
Revenue	17,391	20,972
Expenses	(12,452)	-
Net Miscellaneous Events Revenue	4,939	20,972
Net Special Events Revenue	\$ 37,507	\$ 71,758

In-kind contributions and expenses excluded from the Bowl-A-Thon and Designer Bag Bingo and miscellaneous events amounts above for 2020 were \$4,094 \$19,870, and \$0 respectively. In-kind contributions and expenses excluded from the Bowl-A-Thon, Designer Bag Bingo and miscellaneous events amounts above for 2019 were \$3,150 \$19,941 and \$0, respectively.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE K – ENDOWMENT FUNDS

Board designated net assets without donor restrictions, and net assets with donor restrictions at June 30, 2020 and 2019 consist of endowment funds established to support the Organization and its services. The donor restricted net assets of \$5,000 are subject to donor restriction that the principal can never be used, but income from the principal is unrestricted. The balance of the endowment funds are designated for operating reserves when appropriated by the Board of Trustees.

The designated endowment funds are invested in cash equivalents and other funds pursuant to the Organization's investment and spending objectives subjecting the funds to low investment risk and providing the program services with current income. The Organization generally expends the endowment fund's investment income for the board designated purpose when determined necessary. During the years ended June 30, 2020 and 2019, the board approved expending no monies from the endowment fund.

The composition of endowment net assets for these funds and the changes in endowment net assets as of June 30, 2020 and 2019 are as follows:

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, July 1, 2018	\$ 160,683	\$ 5,000	\$ 165,683
Investment Income	4,114	-	4,114
Net Appreciation (Depreciation)	3,336	-	3,336
Investment Expenses	<u>(2,836)</u>	<u>-</u>	<u>(2,836)</u>
Endowment net assets, June 30, 2019	165,297	5,000	170,297
Investment Income	3,702	-	3,702
Net Appreciation (Depreciation)	226	-	226
Investment Expenses	<u>(2,272)</u>	<u>-</u>	<u>(2,272)</u>
Endowment net assets, June 30, 2020	<u>\$ 166,953</u>	<u>\$ 5,000</u>	<u>\$ 171,953</u>

NOTE L – REFUNDABLE ADVANCE

The refundable advance liability consists of Paycheck Protection Program (PPP) funds provided under the CARES Act to assist small businesses during the ongoing global pandemic. These funds are expected to be forgiven during the upcoming fiscal year, and are therefore recorded as a liability until such time as forgiveness occurs, at which time they will be recognized as income.

NOTE M – CONCENTRATIONS

The Organization received grants from one foundation amounting to 17% and 20% of total revenues for 2020 and 2019.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE N – FUNCTIONAL ALLOCATION OF EXPENSES

The costs included in the statement of functional expenses are identified as program service, management and general and fundraising costs. Program service expenses are directly related to the services being performed. Management and general and fundraising costs support the Organization, but are not directly related to the program. Certain expenses are attributable to one or more program or supporting services, and are allocated based on a time and cost study of where efforts are made.

NOTE O – MULTIEMPLOYER PENSION PLAN (Terminated effective June 30, 2019)

Prior to June 30, 2019, the Organization offered a noncontributory defined benefit pension plan (the Plan) to its employees. The Plan is administered the Organization and covered all full-time employees of the Organization, JA Worldwide, Inc. and participating Junior Achievement chapters in the United States. The Plan is accounted for like a multi-employer plan. Benefits were determined based on years of service and salary history. The Plan's assets are invested in various investment funds. Prior to June 30, 2019 the respective participants' employers were required to fund the Plan, as determined necessary by The Organization's Board of Directors, based on an annual actuarial valuation. Prior to June 30, 2019, the Organization made contributions equal to 16.75% of participants' eligible compensation. Accordingly, the Organization recognizes, as net pension cost, the required contribution for the period and recognizes, as a liability, any contributions due and unpaid. There is no recognition of the funded status of the Plan in the financial statements of the Organization.

Effective June 30, 2019, the Board of Directors of the Organization approved the termination of the Defined Benefit Plan, at which time all participants who were active in the plan became fully vested for their respective accrued benefits. The Plan shall liquidate and distribute each participant's accrued benefits as soon as administratively practicable. The Plan requires that participating employers (including the Organization) remain liable for any funding obligations under the Plan, until all liabilities and obligations of the Plan have been satisfied, and are thereby required to make contributions equal to 13.25% of participants' eligible compensation.

During 2020, Plan participants elected the mode of their distribution (whether lump sum or annuity) and the Plan liquidated and distributed benefit payments accordingly. The Plan engaged an insurance company to assume the annuity portfolio, and as of June 30, 2020, substantially all benefit obligations of the Plan had either been paid (lump sum elections) or transferred (annuity elections.) The remaining assets in the Plan are restricted for additional, future termination and other required administrative expenses. Upon the conclusion of any necessary administrative proceedings and the final review by the Pension Benefit Guarantee Corporation (PBGC) any remaining Plan assets will be distributed to participating employers on a pro-rata basis. The timing and results of these administrative proceedings and PBGC's final review are uncertain, and as a result, the Organization cannot reasonably estimate, and thus has not recorded, any pro-rata amounts receivable from the Plan at June 30, 2020.

NOTE P – HEALTH AND WELFARE BENEFITS TRUST

The Organization has a self-funded medical, dental and other benefits plan covering full-time employees of the Organization and their beneficiaries and covered dependents. The plan is accounted for like a multiemployer plan. Premiums are paid into the Health and Welfare Plan for each participant by the participating employers. Employees of the Organization, JA Worldwide Inc. and employees of Junior Achievement USA chapters can participate in the Health and Welfare Plan. All the assets and liabilities of the Health and Welfare Plan are held in the Junior Achievement USA Health and Welfare Benefits Trust (Benefits Trust). Accordingly, no balances or transactions of the Benefits Trust are recorded in the financial statements of the Organization.

Junior Achievement of Mahoning Valley, Inc.

Notes to Financial Statements

June 30, 2020 and 2019

NOTE Q – HEALTH AND WELFARE BENEFITS TRUST (Continued)

The Health and Welfare Plan also offers health care benefits to retired personnel of the participating employees. This creates an implicit rate subsidy, which is considered to be a postretirement benefit. Management of the Organization does not believe the implicit rate subsidy amount to be material to the Organization, especially since the Plan is a multiemployer plan. Accordingly, no balances or transactions of the Postretirement Benefits Plan are recorded in the financial statements of the Organization.

The Organization's premium expense for the Health and Welfare Plan for the years ended June 30, 2020 and 2019 was \$13,620 and \$8,527 respectively.

NOTE R – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of the Organization's liquidity management, it has a policy to structure financial assets to be available as general expenditures, liabilities, and other obligations come due.

The Organization has \$93,196 of financial assets available within one year of the financial statement date, of which \$84,804 is cash, and \$8,392 is pledges receivable which will be collected within the year. Additionally the Organization has Endowment Funds of \$171,953, of which \$166,853 could be used if needed.

NOTE S – COVID-19 PANDEMIC

As a result of the spread of the SARS-CoV-2 virus, and the incidence of COVID-19, economic uncertainties have arisen which may negatively affect the financial position, results of operations and cash flows of Junior Achievement of Mahoning Valley. While programming has been impacted due to closure of schools, and the inability of volunteers to provide in person experiential learning opportunities, virtual volunteering has been added to support school curricular needs. Fundraising efforts have also been forced to pivot from in person gatherings to virtual events with a significant, negative impact on participation and sponsorship opportunities. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.