

Audited Financial Statements

MOVED UNITED

Rockville, Maryland

September 30, 2020 and 2019

AUDITED FINANCIAL STATEMENTS

Independent Auditor's Report	1
Statements of Financial Position	2-3
Statements of Activities and Changes in Net Assets	4
Statements of Functional Expenses	5-6
Statements of Cash Flows	7
Notes to Financial Statements	8-14

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Moved United
Rockville, Maryland**

We have audited the accompanying financial statements of Moved United (a non-profit organization), which comprise the statements of financial position as of September 30, 2020 and 2019, and the related statements of activities and changes in net assets, 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 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 Moved United as of September 30, 2020 and 2019, 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.

CST GROUP, CPAs, PC

January 19, 2021

Move United

STATEMENTS OF FINANCIAL POSITION - ASSETS as of September 30

	<u>2020</u>	<u>2019</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 3,252,943	\$ 3,677,049
Investments	2,191,998	1,059,089
Grants receivable	650,991	496,497
Prepaid expenses	<u>180,649</u>	<u>65,486</u>
	6,276,581	5,298,121
 PROPERTY AND EQUIPMENT		
Land	334,925	334,925
Furniture and equipment	145,479	168,044
Leasehold improvements	5,800	5,800
Building	<u>30,600</u>	<u>30,600</u>
	516,804	539,369
Less: allowance for depreciation	<u>(169,733)</u>	<u>(183,231)</u>
	347,071	356,138
 OTHER ASSETS		
Restricted cash	6,671	119,553
Deposits	<u>84,550</u>	<u>42,534</u>
	91,221	162,087
	<u>\$ 6,714,873</u>	<u>\$ 5,816,346</u>

See notes to financial statements.

STATEMENTS OF FINANCIAL POSITION - LIABILITIES AND NET ASSETS
as of September 30

	<u>2020</u>	<u>2019</u>
CURRENT LIABILITIES		
Accounts payable	\$ 392,421	\$ 341,486
Credit cards payable	39,768	49,330
Payroll liabilities	0	2,806
Accrued wages	18,804	51,356
Accrued vacation	76,872	42,227
Accrued expenses	12,008	32,933
Deferred revenue	<u>194,125</u>	<u>442,429</u>
	<u>733,998</u>	<u>962,567</u>
NET ASSETS		
Without donor restrictions	5,437,649	4,402,963
With donor restrictions	<u>543,226</u>	<u>450,816</u>
	<u>5,980,875</u>	<u>4,853,779</u>
	<u>\$ 6,714,873</u>	<u>\$ 5,816,346</u>

STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
for Years Ended September 30

	<u>2020</u>	<u>2019</u>
OPERATING ACTIVITIES		
SUPPORT AND REVENUE WITHOUT DONOR RESTRICTIONS		
Donations	\$ 4,086,999	\$ 3,372,182
Grants	1,909,906	1,355,076
Chapter membership services	641,489	575,487
Membership dues	37,600	34,750
Registration fees	<u>101,912</u>	<u>122,496</u>
TOTAL SUPPORT AND REVENUE	6,777,906	5,459,991
Net assets released from restrictions	<u>280,277</u>	<u>57,017</u>
SUPPORT AND REVENUE FROM OPERATIONS WITHOUT DONOR RESTRICTIONS	7,058,183	5,517,008
EXPENSES		
Programs	5,492,848	4,693,402
Management and general	242,650	292,014
Fundraising	<u>343,253</u>	<u>567,883</u>
TOTAL EXPENSES FROM OPERATIONS	6,078,751	5,553,299
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS WITHOUT DONOR RESTRICTIONS	979,432	(36,291)
SUPPORT AND REVENUE WITH DONOR RESTRICTIONS		
Donations	42,500	174,738
Grants	330,187	35,250
Net assets released from restrictions	<u>(280,277)</u>	<u>(57,017)</u>
TOTAL INCREASE IN NET ASSETS WITH DONOR RESTRICTIONS	92,410	152,971
INCREASE IN NET ASSETS FROM OPERATIONS	1,071,842	116,680
NON-OPERATING ACTIVITIES		
Investment income - interest and dividends	64,926	92,866
Investment income - net realized gains/(losses)	(914)	78
Investment income - net unrealized gains/(losses)	9,584	(25,105)
Expenses paid from investments	<u>(18,342)</u>	<u>(8,102)</u>
TOTAL NON-OPERATING ACTIVITIES	55,254	59,737
INCREASE IN NET ASSETS	1,127,096	176,417
Net assets, beginning of year	<u>4,853,779</u>	<u>4,677,362</u>
NET ASSETS, END OF YEAR	<u>\$ 5,980,875</u>	<u>\$ 4,853,779</u>

See notes to financial statements.

Move United

STATEMENT OF FUNCTIONAL EXPENSES for Year Ended September 30, 2020

	Warfighter Sports	Empower Youth Sports	Chapter Services	General Programs	Total Program	Management & General	Fundraising	Total
Salaries and payroll taxes	\$ 105,845	\$ 23,122	\$ 301,433	\$ 813,101	1,243,501	\$ 127,079	\$ 85,207	\$ 1,455,787
Chapter development	40,873	45,604	0	1,016,800	1,103,277	0	0	1,103,277
Sports supplies	202,157	144,155	62,484	307,454	716,250	81	3,495	719,826
Insurance expense	8,681	0	502,411	0	511,092	17,569	0	528,661
Contract fees	114,691	20,694	55,665	272,415	463,465	0	76,501	539,966
Event fees	173,597	9,414	72,894	47,687	303,592	0	1,300	304,892
Lodging and meals	69,522	0	8,421	205,789	283,732	3,628	13,266	300,626
Office and facilities rental	116,993	15,097	4,256	47,461	183,807	5,690	88,000	277,497
Travel expense	33,245	1,004	8,668	102,948	145,865	37	1,202	147,104
Promotional items	18,328	9,289	0	48,136	75,753	0	42,714	118,467
Postage and shipping	7,361	1,706	4,815	64,363	78,245	479	1,601	80,325
Telephone	5,676	1,014	585	37,156	44,431	30,025	3,763	78,219
Professional fees	0	0	9,706	17,953	27,659	36,176	1,645	65,480
Fees, licenses and taxes	19,346	38	994	4,585	24,963	5,559	580	31,102
Stipends / Athlete training	200	22,500	17,242	6,855	46,797	0	1,800	48,597
Copying and printing	2,541	10,039	46	20,080	32,706	494	3,515	36,715
Auction	34,165	0	0	0	34,165	0	0	34,165
Office supplies and expense	375	75	12,177	13,115	25,742	7,133	455	33,330
Equipment rental and maintenance	7,727	487	534	15,370	24,118	3,046	3,572	30,736
Banquet services	0	0	0	26,824	26,824	0	1,882	28,706
Photography and video	0	155	0	18,575	18,730	0	7,225	25,955
Retirement Contributions	1,618	329	4,939	12,932	19,818	1,868	1,398	23,084
Car rental	3,241	1	488	17,572	21,302	0	253	21,555
Advertising	0	0	0	18,017	18,017	1,743	0	19,760
Dues and subscriptions	2,763	0	2,075	6,189	11,027	683	3,879	15,589
Depreciation	635	91	1,813	5,168	7,707	1,360	0	9,067
Athlete expenses	0	0	0	263	263	0	0	263
	<u>\$ 969,580</u>	<u>\$ 304,814</u>	<u>\$ 1,071,646</u>	<u>\$ 3,146,808</u>	<u>\$ 5,492,848</u>	<u>\$ 242,650</u>	<u>\$ 343,253</u>	<u>\$ 6,078,751</u>

See notes to financial statements.

Move United

STATEMENT OF FUNCTIONAL EXPENSES for Year Ended September 30, 2019

	Warfighter Sports	Empower Youth Sports	Chapter Services	General Programs	Total Program	Management and General	Fundraising	Total
Salaries and payroll taxes	\$ 99,051	\$ 84,770	\$ 400,251	\$ 305,031	889,103	\$ 182,781	\$ 141,081	\$1,212,965
Chapter development	2,500	42,000	142	489,500	534,142	0	0	534,142
Insurance expense	10,338	0	408,854	0	419,192	16,426	0	435,618
Lodging and meals	152,822	5,961	100,916	138,019	397,718	10,165	29,346	437,229
Sports supplies	346,125	211,401	11,399	334,087	903,012	0	1,199	904,211
Contract fees	148,941	37,836	76,009	66,067	328,853	410	50,485	379,748
Stipends / Athlete training	9,300	28,500	33,609	8,290	79,699	0	0	79,699
Travel expense	70,744	6,168	27,455	73,381	177,748	1,027	7,439	186,214
Banquet services	0	0	0	26,988	26,988	104	94,058	121,150
Event fees	173,278	11,115	64,253	33,579	282,225	0	5,125	287,350
Office and facilities rental	142,033	11,198	16,320	77,664	247,215	6,217	143,225	396,657
Promotional items	8,493	5,592	2,373	31,745	48,203	0	43,317	91,520
Postage and shipping	5,127	5,361	2,161	40,435	53,084	268	1,282	54,634
Copying and printing	6,226	534	7,202	22,256	36,218	39	5,487	41,744
Fees, licenses and taxes	18,406	152	1,060	10,664	30,282	5,344	727	36,353
Telephone	9,140	2,039	8,992	28,356	48,527	17,544	270	66,341
Office supplies and expense	725	464	1,192	12,901	15,282	10,321	3,494	29,097
Car rental	10,076	1,691	6,423	17,198	35,388	107	1,885	37,380
Professional fees	0	0	13,674	10	13,684	28,356	0	42,040
Equipment rental and maintenance	7,554	393	5,263	17,897	31,107	3,660	15,168	49,935
Auction	35,242	0	0	0	35,242	0	0	35,242
Advertising	10,000	0	133	8,471	18,604	1,032	8,030	27,666
Photography and video	0	0	5,000	7,200	12,200	0	10,100	22,300
Retirement Contributions	1,518	1,475	6,777	5,510	15,280	3,134	2,566	20,980
Dues and subscriptions	1,449	0	2,050	4,066	7,565	2,549	3,599	13,713
Depreciation	750	656	2,999	2,436	6,841	2,530	0	9,371
	<u>\$1,269,838</u>	<u>\$ 457,306</u>	<u>\$1,204,507</u>	<u>\$1,761,751</u>	<u>\$ 4,693,402</u>	<u>\$ 292,014</u>	<u>\$ 567,883</u>	<u>\$5,553,299</u>

See notes to financial statements.

Move United

STATEMENTS OF CASH FLOWS for Years Ended September 30

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,127,096	\$ 176,417
Changes to net assets not affecting cash:		
Depreciation	9,067	9,371
Unrealized (gain) loss on investments	(9,584)	25,105
Realized (gain) loss on investments	914	(78)
Donated Securities	(1,097,754)	0
Effects of changes in operating accounts:		
(Increase) Decrease in grants receivable	(154,494)	157,701
Increase in prepaid expenses	(115,163)	(22,350)
(Increase) Decrease in deposits	(42,016)	79,733
Increase (Decrease) in accounts payable	50,935	(30,571)
Increase (Decrease) in credit card payable	(9,562)	2,853
Decrease in payroll liabilities	(2,806)	(39,670)
Decrease in accrued wages	(32,552)	(155,225)
Increase in accrued vacation	34,645	18,385
Increase (Decrease) in accrued expenses	(20,925)	11,883
Increase (Decrease) in deferred revenue	(248,304)	23,648
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(510,503)	257,202
CASH FLOWS USED FOR INVESTING ACTIVITIES		
Cash payments for the purchase of investments	<u>(26,485)</u>	<u>(344,981)</u>
NET DECREASE IN CASH	(536,988)	(87,779)
Cash and restricted cash, beginning of the year	<u>3,796,602</u>	<u>3,884,381</u>
CASH AND RESTRICTED CASH, END OF YEAR	<u>\$ 3,259,614</u>	<u>\$ 3,796,602</u>

See notes to financial statements.

NOTE A - ORGANIZATION

Introduction

Moved United (the Organization) is a nonprofit organization that was incorporated under the laws of the state of California in 1967. The purpose of the Organization is to provide national leadership and opportunities for individuals with disabilities to develop independence, confidence, and fitness through participation in community sports, recreation, and educational programs. The vision of the Organization is that every person, regardless of ability, has an equal opportunity to participate in sports and recreation in their community. The Organization also exists to provide a national umbrella organization for service to local chapters having the same or similar purposes.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of Moved United have been prepared in accordance with accounting principles generally accepted in the United States, which involves the application of accrual accounting; consequently, revenues are recognized when earned or pledged, and expenses are recognized when incurred.

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 the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

Cash and Cash Equivalents

Cash, as used in the accompanying financial statements, includes currency on hand, demand deposits with financial institutions and short term, highly liquid investments purchased with a maturity of three months or less.

Restricted Cash

At September 30, 2020 and 2019 there was \$6,671 and \$119,553, respectively, in donor restricted cash.

Income Taxes

The Organization is exempt from federal and state income tax as a nonprofit organization under Section 501(c)(3) of the Internal Revenue Code. Net income from unrelated business sources is subject to federal income taxes; however, the Organization had no unrelated business income for the years ended September 30, 2020 and 2019.

Management has evaluated tax positions that could have a significant effect on the financial statements and determined the Organization had no uncertain tax positions at September 30, 2020 and 2019, which require disclosure or recognition. With limited exceptions, the tax records of the Organization remain open for three years for federal income tax examination.

Advertising Costs

The Organization recognizes advertising expense as incurred in conformity with generally accepted accounting principles. Total advertising and marketing costs were \$19,760 and \$27,666 for the years ended September 30, 2020 and 2019.

NOTE B - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Assets

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Revenue with and without Donor Restrictions

Contributions received are recorded as increases in net assets without donor restrictions and net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions.

Revenue and Revenue Recognition

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

Grants Receivable

The Organization grants credit terms in the normal course of business to members, subscribers, exhibitors and other customers throughout the United States.

The allowance for doubtful accounts on grants receivable is made in amounts required to maintain an adequate allowance to cover anticipated bad debts. Amounts receivable are charged against the allowance or revenues when it is determined by the Organization that payment will not be received. At year-end, the allowance is evaluated by management based on review of the grants receivable. At September 30, 2020 and 2019, management believes all receivables are fully collectible, and no allowance for doubtful accounts is necessary. Bad debt expense for the years ended September 30, 2020 and 2019 totaled \$0 each year.

NOTE B - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)***Property and Equipment***

Significant additions of property and equipment are capitalized on the basis of cost. Donated assets are recorded at the fair market value on the date of donation. Depreciation is calculated on the straight-line method over the useful lives of the related assets. Land is not depreciated. Depreciation expense for the years ended September 30, 2020 and 2019 was \$9,067 and \$9,371, respectively.

Donated Materials and Services

The Organization receives donated materials and services. Donated materials and professional services are recorded as revenue without donor restrictions and/or with donor restrictions, depending on the existence and/or nature of any donor restrictions and program expense in the period received if an objective basis is available to measure the value of such items. Donated materials totaled \$139,605 and \$304,442 for the years ended September 30, 2020 and 2019, respectively. There were no donated services for the years ended September 30, 2020 and 2019.

Functional Allocation Expenses

The costs of the various programs and activities of the Organization have been summarized in the statements of functional expenses. Salaries and related benefits are allocated to the functions based on employees' responsibilities toward that specific function. Indirect costs, which include equipment rental, office supplies, postage, printing, telephone, and travel, are allocated to the functions based on usage of these costs by function.

Prepaid Expenses

Included in prepaid expenses are conference costs that are paid in advance and will be expensed in future periods when the costs are used.

Reclassification

Certain amounts in the September 30, 2019 financial statements previously issued have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements. These reclassifications had no effect on the reported total change in net assets.

Recent Accounting Pronouncements Not Yet Adopted

In May 2014, the FASB issued guidance that supersedes previously issued guidance on revenue recognition and will apply to the Organization. The main principle of this new guidance focuses on the contract between a vendor and a customer for the provision of goods and services. It attempts to depict the exchange of rights and obligations between the parties in the pattern of revenue recognition based on the consideration for which the vendor is entitled. To accomplish this objective, the standard requires five basic steps: (i) identify the contract with the customer, (ii) identify the performance obligations in the contract, (iii) determine the transaction price, (iv) allocate the transaction price to the performance obligations in the contract, and (v) recognize revenue when (or as) the entity satisfies the performance obligation. The new standard will be effective for nonpublic entities for annual reporting period beginning after December 15, 2021. The Organization will evaluate the effect that adoption of this new standard will have on the financial statements.

NOTE B - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

In February 2016, the FASB issued guidance related to leasing for both the lessees and the lessors. The new standard establishes a right-of-use (ROU) model that requires a lessee to record the ROU asset and a lease liability on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. The new standard is effective for the fiscal years beginning after December 15, 2021, including interim periods within those fiscal years. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest comparative period presented in the financial statements, with certain practical expedients available. The Organization will evaluate the effect that adoption of this new standard will have on the financial statements.

NOTE C - AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at September 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 3,252,943	\$ 3,677,049
Restricted cash	6,671	119,553
Grants receivable	650,991	496,497
Investments	<u>2,191,998</u>	<u>1,059,089</u>
	6,102,603	5,352,188

Less those unavailable for general expenditures within one year due to:

Donor-imposed purpose restriction	<u>543,226</u>	<u>450,816</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 5,559,377</u>	<u>\$ 4,901,372</u>

The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in short-term investments. Excess cash is also invested in various money market, bond and equity funds.

NOTE D - CREDIT CARD LOANS

The Organization has an unsecured credit line with Chase Card Services under the Southwest Airlines Rapid Rewards program. The credit line provides \$54,000 of available credit at variable rates of interest, 15.99% per annum at September 30, 2020. The amount outstanding as of September 30, 2020 and 2019 totaled \$39,768 and \$49,330, respectively.

NOTE E - LEASES

In January 2017, the Organization entered into a new lease agreement to lease its office space under an operating lease expiring May 2022. Total rental expense for the years ended September 30, 2020 and 2019 was \$96,726 and \$93,742, respectively.

Future minimum payments, by year and in the aggregate, under the lease agreement are as follows:

<u>For Year Ending September 30,</u>	
2021	\$ 99,671
2022	<u>68,190</u>
	<u>\$ 167,861</u>

NOTE F - COMMITMENTS

The Organization has various contractual agreements with individuals and organizations to provide general services, annual events, and publications management.

NOTE G - CONCENTRATIONS OF CREDIT RISK

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist primarily of cash and grants receivable.

The Organization maintains cash and investment balances that, at times, exceed federally insured limits. Management does not believe this results in any significant credit risk.

NOTE H - RELATED PARTY TRANSACTIONS

The Organization leases a condominium in Gaithersburg, Maryland under a month-to-month lease, from Kirk Bauer, former Executive Director of the Organization. The apartment is used for housing unpaid interns and visiting athletes and coaches. Total rent paid to Kirk Bauer was \$0 and \$4,338 for the years ended September 30, 2020 and 2019, respectively.

NOTE I - PROFIT SHARING PLAN

During 2018 the organization established a 403(b) retirement plan (the plan) which covers all eligible employees. Participation in the plan is voluntary. Participants in the plan may defer a portion of their annual wages up to the maximum amounts prescribed by the Internal Revenue Code. Contributions to the plan by the Organization are at the discretion of the Board of Directors. Employer discretionary contributions made to the plan for the years ended September 30, 2020 and 2019 totaled \$23,084 and \$20,980, respectively.

NOTE J - FAIR VALUE MEASUREMENTS AND INVESTMENTS

Assets and liabilities carried at fair value are required to be classified and disclosed in one of the following three categories:

- Level 1 input: Unadjusted quoted market prices in active markets for identical assets that the Organization has the ability to access at the measurement date.
- Level 2 input: Observable market based inputs or unobservable inputs that are corroborated by market data.
- Level 3 input: Unobservable inputs used for valuing the asset or liability not corroborated by market data.

In determining the appropriate levels, the Organization performs a detailed analysis of its assets and liabilities.

The Organization's investments are reported at fair value in the accompanying statement of financial position as of September 30, 2020.

	<u>Fair Value</u>	<u>Quoted Prices In Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Money Market Funds	\$ 31,569	\$ 31,569	\$ 0	\$ 0
Corporate Fixed Income	295,848	0	295,848	0
Mutual Funds	<u>1,864,581</u>	<u>0</u>	<u>1,864,581</u>	<u>0</u>
Totals	<u>\$ 2,191,998</u>	<u>\$ 31,569</u>	<u>\$ 2,160,429</u>	<u>\$ 0</u>

The Organization's investments are reported at fair value in the accompanying statement of financial position as of September 30, 2019.

	<u>Fair Value</u>	<u>Quoted Prices In Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Money Market Funds	\$ 17,460	\$ 17,460	\$ 0	\$ 0
Corporate Fixed Income	300,681	0	300,681	0
Mutual Funds	<u>740,948</u>	<u>0</u>	<u>740,948</u>	<u>0</u>
Totals	<u>\$ 1,059,089</u>	<u>\$ 17,460</u>	<u>\$ 1,041,629</u>	<u>\$ 0</u>

NOTE J - FAIR VALUE MEASUREMENTS AND INVESTMENTS (continued)

Components of investment income for the years ended September 30 are as follows:

	<u>2020</u>	<u>2019</u>
Interest and dividends	\$ 64,926	\$ 92,866
Realized gain (loss)	(914)	78
Unrealized gain (loss)	<u>9,584</u>	<u>(25,105)</u>
Totals	<u>\$ 73,596</u>	<u>\$ 67,839</u>

Investment costs relating to investment revenues totaled \$18,342 and \$8,102 for the years ended September 30, 2020 and 2019, respectively.

NOTE K - PPP LOAN

To help mitigate the risks associated with the current economic uncertainty, on May 5, 2020 the Organization received a \$242,800 loan through the Small Business Administration's (SBA) Payroll Protection Program. The loan accrues interest at 1% per annum and is payable over 18 months beginning December 4, 2020 until paid in full on May 4, 2022. This loan is intended to be forgiven and was included in revenue for the year ended September 30, 2020.

NOTE L - SUBSEQUENT EVENTS

The Organization has evaluated events and transactions for potential recognition or disclosure through January 19, 2021, which is the date the financial statements were available to be issued. Effective December 31, 2020, Adaptive Sports USA merged with and into the Organization, and the Organization continued as the surviving organization.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Organization's financial condition, liquidity, and future results of operations. Organization management is actively monitoring the situation. Given the daily evolution of the COVID-19 outbreak and the responses to curb its spread, the Organization is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for year ended September 30, 2020.