

CAMP QUALITY USA, INC. AND AFFILIATES

COMBINED FINANCIAL STATEMENTS  
WITH  
INDEPENDENT AUDITOR'S REPORT

December 31, 2020

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Camp Quality USA, Inc. and Affiliates  
Grosse Pointe, Michigan

We have audited the accompanying combined financial statements of Camp Quality USA, Inc. and Affiliates (“Organization”), which comprise the combined statement of financial position as of December 31, 2020 and 2019, and the related combined statements of changes in net assets, activities, functional expenses and cash flows for the years then ended, and the related notes to the combined financial statements.

### *Management's Responsibility for the Combined Financial Statements*

Management is responsible for the preparation and fair presentation of these combined 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 combined 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 combined 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 combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the combined 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 Organization'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 combined 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 combined financial statements referred to above present fairly, in all material respects, the financial position of Camp Quality USA, Inc. and Affiliates as of December 31, 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.

**Meaden & Moore, Ltd.**

(A Meaden & Moore Affiliate Company)

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*Other Matter*

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The financial information on pages 19 - 22 is presented for purposes of additional analysis and is not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

A handwritten signature in blue ink that reads "Meaden & Moore Ltd." in a cursive script.

Meaden & Moore, Ltd.  
Akron, Ohio

June 30, 2021

COMBINED STATEMENT OF FINANCIAL POSITION

Camp Quality USA, Inc. and Affiliates

	December 31	
	<u>2020</u>	<u>2019</u>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 2,585,212	\$ 3,378,423
Investments	4,695,353	3,438,944
Unconditional promises to give	3,364	16,242
Advance deposits	80,836	71,889
Inventory	-	3,398
Property and equipment - net	<u>22,955</u>	<u>18,681</u>
 Total Assets	 <u>\$ 7,387,720</u>	 <u>\$ 6,927,577</u>
 <b>LIABILITIES:</b>		
Accounts payable	\$ 21,390	\$ 113,339
 <b>NET ASSETS:</b>		
Without Donor Restrictions:		
Operating	7,248,330	6,665,238
Board designated	<u>49,500</u>	<u>49,500</u>
 Total Net Assets Without Donor Restrictions	 7,297,830	 6,714,738
 With Donor Restrictions	 <u>68,500</u>	 <u>99,500</u>
 Total Net Assets	 <u>7,366,330</u>	 <u>6,814,238</u>
 Total Liabilities and Net Assets	 <u>\$ 7,387,720</u>	 <u>\$ 6,927,577</u>

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN NET ASSETS

Camp Quality USA, Inc. and Affiliates

Years Ended December 31

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Net Assets - December 31, 2018	\$ 5,719,913	\$ 79,000	\$ 5,798,913
Change in net assets - 2019	<u>994,825</u>	<u>20,500</u>	<u>1,015,325</u>
Net Assets - December 31, 2019	6,714,738	99,500	6,814,238
Change in net assets - 2020	<u>583,092</u>	<u>(31,000)</u>	<u>552,092</u>
Net Assets - December 31, 2020	<u>\$ 7,297,830</u>	<u>\$ 68,500</u>	<u>\$ 7,366,330</u>

*See accompanying notes.*

COMBINED STATEMENT OF ACTIVITIES

Camp Quality USA, Inc. and Affiliates

Years Ended December 31

	<b>2020</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>SUPPORT AND REVENUE:</b>			
Contributions	\$ 965,322	\$ -	\$ 965,322
Grants	187,760	-	187,760
Paycheck Protection Program	98,040	-	98,040
Emergency Injury Grant	10,000	-	10,000
Donated goods and services	-	-	-
Special events - net	79,575	-	79,575
Memorabilia items	-	-	-
Gain (Loss) on disposal of property and equipment	(468)	-	(468)
Interest and dividends	106,192	-	106,192
Realized gain on investments	64,054	-	64,054
Unrealized gain on investments	228,673	-	228,673
	<u>1,739,148</u>	-	<u>1,739,148</u>
<b>Net Assets Released from Restrictions:</b>			
Satisfaction of program restrictions	<u>31,000</u>	<u>(31,000)</u>	<u>-</u>
Total Support and Revenue	<b>1,770,148</b>	<b>(31,000)</b>	<b>1,739,148</b>
<b>Functional Expenses:</b>			
Program	724,003	-	724,003
Fundraising and development	269,642	-	269,642
Management and general	193,411	-	193,411
Total Expenses	<u>1,187,056</u>	-	<u>1,187,056</u>
Change in Net Assets	<u>\$ 583,092</u>	<u>\$ (31,000)</u>	<u>\$ 552,092</u>

See accompanying notes.

2019		
<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
\$ 1,920,672	\$ 38,500	\$ 1,959,172
409,400	33,500	442,900
-	-	-
-	-	-
210,110	-	210,110
292,446	-	292,446
94	-	94
4,000	-	4,000
117,289	-	117,289
12,737	-	12,737
<u>288,696</u>	<u>-</u>	<u>288,696</u>
3,255,444	72,000	3,327,444
<u>51,500</u>	<u>(51,500)</u>	<u>-</u>
3,306,944	20,500	3,327,444
1,765,272	-	1,765,272
316,887	-	316,887
<u>229,960</u>	<u>-</u>	<u>229,960</u>
<u>2,312,119</u>	<u>-</u>	<u>2,312,119</u>
<u>\$ 994,825</u>	<u>\$ 20,500</u>	<u>\$ 1,015,325</u>



COMBINED STATEMENT OF FUNCTIONAL EXPENSES

Camp Quality USA, Inc. and Affiliates

Years Ended December 31

	<b>2020</b>			
	<b>Program</b>	<b>Fundraising and Development</b>	<b>Management and General</b>	<b>Total</b>
Advertising and promotion	\$ -	\$ 42,849	\$ -	\$ 42,849
Depreciation	5,817	69	881	6,767
Insurance	27,835	-	5,616	33,451
Miscellaneous	-	9,298	6,000	15,298
Office supplies	10,072	2,561	6,969	19,602
Payroll taxes	19,727	15,271	10,418	45,416
Professional fees	1,370	535	21,898	23,803
Program activities	320,302	5,457	604	326,363
Rent and maintenance	8,893	3,918	5,573	18,384
Salaries	306,311	172,497	120,902	599,710
Seminars and workshops	10,156	-	300	10,456
State and organization fees	830	-	8,164	8,994
Telephone and internet	6,906	16,206	6,086	29,198
Travel	5,784	981	-	6,765
	<u>\$ 724,003</u>	<u>\$ 269,642</u>	<u>\$ 193,411</u>	<u>\$ 1,187,056</u>

See accompanying notes.

2019

Program	Fundraising and Development	Management and General	Total
\$ -	\$ 47,404	\$ -	\$ 47,404
5,357	140	558	6,055
25,358	-	7,505	32,863
-	12,733	3,612	16,345
17,611	3,456	6,646	27,713
18,756	8,941	18,286	45,983
1,732	21,935	31,337	55,004
1,465,940	820	315	1,467,075
8,786	4,249	5,735	18,770
165,294	188,052	128,366	481,712
31,676	1,555	11,429	44,660
-	-	7,197	7,197
10,653	22,415	8,428	41,496
14,109	5,187	546	19,842
<u>\$ 1,765,272</u>	<u>\$ 316,887</u>	<u>\$ 229,960</u>	<u>\$ 2,312,119</u>

COMBINED STATEMENT OF CASH FLOWS

Camp Quality USA, Inc. and Affiliates

	Years Ended December 31	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from support and revenue	\$ 1,353,575	\$ 2,949,684
Interest and dividends received	-	31,210
Cash paid to suppliers and employees	(1,277,787)	(2,292,728)
Cash Provided by Operating Activities	75,788	688,166
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of property and equipment	-	4,000
Capital expenditures	(11,509)	(3,404)
Proceeds from sale of investments	1,389,075	721,137
Purchase of investments	(2,246,565)	(1,029,315)
Cash Used in Investing Activities	(868,999)	(307,582)
Increase (Decrease) in Cash and Cash Equivalents	(793,211)	380,584
Cash and Cash Equivalents - Beginning of the Year	3,378,423	2,997,839
Cash and Cash Equivalents - End of the Year	\$ 2,585,212	\$ 3,378,423

*See accompanying notes.*

	Years Ended December 31	
	<u>2020</u>	<u>2019</u>
<b>RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 552,092	\$ 1,015,325
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	6,767	6,055
Interest and dividends reinvested	(106,192)	(86,079)
Unrealized gain on investments	(228,673)	(288,696)
Realized gain on sale of investments	(64,054)	(12,737)
(Gain) Loss on disposal of property and equipment	468	(4,000)
Increase (Decrease) in Cash from Changes in:		
Unconditional promises to give	12,878	44,962
Advance deposits	(8,947)	(16,170)
Inventory	3,398	8,202
Accounts payable	(91,949)	21,304
	<u>(476,304)</u>	<u>(327,159)</u>
Cash Provided by Operating Activities	<u>\$ 75,788</u>	<u>\$ 688,166</u>

## NOTES TO COMBINED FINANCIAL STATEMENTS

### Camp Quality USA, Inc. and Affiliates

#### 1 Summary of Significant Accounting Policies

##### *Nature of the Organization:*

Camp Quality USA, Inc. ("Organization") was created more than 35 years ago to provide residential camping experiences and year-round support for children with cancer and their families. Staffed primarily by volunteers, each of its 17 locations holds a week-long camp, as well as a variety of opportunities throughout the year, for children and their families to share in quality activities with others who have been impacted by childhood cancer. More than 1,000 children and their families benefit from the services of the Organization annually, which are provided at no cost, due primarily to the contributions of individuals, corporations and foundations.

For financial reporting purposes, the Organization has combined camps within 4 regions and the National Headquarters. Region 1 was established in 2019 and Region 2, 3, and 4 were established in 2020. Regions include the following camps:

Region 1: Central Missouri, Greater Kansas City, Kansas, Northwest Missouri, and Ozark;  
Region 2: Black Hills, Heartland, Illinois, and Minnesota;  
Region 3: Arkansas, Louisiana, and Texas; and  
Region 4: Kentuckiana, Michigan, New Jersey, and Ohio.

##### *Principles of Combination:*

The combined financial statements include the accounts of Camp Quality USA, Inc. and related affiliates. Significant intercompany balances and transactions have been eliminated.

##### *Use of Estimates:*

The preparation of combined 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 and disclosures of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

##### *Classification of Net Assets:*

Contributions are classified as without donor restrictions or with donor restrictions based on donor specifications. Revenue and gains/(losses) are presented under these classifications. Contributions with donor restrictions can be for a specified purpose or time or perpetual in nature.

Designations by the Board, while separately stated, are considered without donor restriction and consist of operating reserves. The Board has established an operating reserve fund for use in the event of an immediate liquidity need or in the event of financial distress.

Grants and contributions received with donor-imposed restrictions are recorded as without donor restrictions if the restrictions are expected to be met within the same period. This policy is also followed for investment income received with donor-imposed restrictions.

## NOTES TO COMBINED FINANCIAL STATEMENTS

### Camp Quality USA, Inc. and Affiliates

#### 1 Summary of Significant Accounting Policies, Continued

##### *Cash and Cash Equivalents:*

For the purposes of the Combined Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Temporarily uninvested cash in investment accounts is considered an investment rather than a cash equivalent. At times during the year, the Organization may have maintained funds on deposit at its banks in excess of FDIC insurance limits.

##### *Fair Value Measurements:*

As defined in FASB ASC 820, Fair Value Measurements, fair value is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants at the measurement date.

In determining fair value, the Organization utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and/or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated or generally unobservable firm inputs. The Organization utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the examination of the inputs used in the valuation techniques, the Organization is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.

- \* Quoted prices for similar assets or liabilities in active markets;
- \* Quoted prices for identical or similar assets or liabilities in inactive markets;
- \* Inputs other than quoted prices that are observable for the asset or liability;
- \* Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Unobservable inputs that are not corroborated by market data.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

## NOTES TO COMBINED FINANCIAL STATEMENTS

Camp Quality USA, Inc. and Affiliates

### 1 Summary of Significant Accounting Policies, Continued

#### *Fair Value Measurements, Continued:*

Investments are comprised of certificates of deposit and money market funds (referred to as cash and cash equivalents), mutual funds, stocks and bonds. Investments whose values are based on quoted market prices in active markets are classified within Level 1.

#### *Unconditional Promises to Give:*

The Organization considers all promises to give to be fully collectible and, accordingly, no allowance for doubtful accounts is recorded. If amounts become uncollectible, they are charged to expense when that determination is made. All promises to give are received in less than one year.

#### *Revenue Recognition:*

The Organization has adopted Accounting Standards Update (ASU) No. 2018-08 *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 605)*, as management believes the standard improves the usefulness and understandability of the Organization's financial reporting. Analysis of various provisions of this standard resulted in no significant change in the way the Organization recognizes revenue and, therefore, no changes to the previously issued audited financial statements were required on a retrospective basis. The presentation and disclosures of revenue have been enhanced in accordance with this standard.

Contributions and grants are recognized when awarded as without donor restriction or with donor restriction in accordance with donor specifications. When a restriction expires through accomplishment of purpose or passage of time, the restricted net assets are reclassified to without donor restriction and reported in the Combined Statement of Activities as net assets released from restrictions.

#### *Donated Goods and Services:*

Donations of professional services that require specialized skills, such as paramedics, physicians, registered nurses, and nurse practitioners, are recorded at estimated fair value.

Many individuals volunteer their time and perform a variety of tasks that assist the Organization at the camping facilities, but these services do not meet the criteria for recognition or cannot be objectively measured. These donations of time, while not recognized in the combined financial statements, provide valuable resources to the Organization.

#### *Inventories:*

Inventory is stated at the lower of cost (first-in, first-out method) or net realizable value and consists of camp supplies and promotional items.

## NOTES TO COMBINED FINANCIAL STATEMENTS

Camp Quality USA, Inc. and Affiliates

### 1 Summary of Significant Accounting Policies, Continued

#### *Property and Equipment:*

Property and equipment purchased by the Organization are carried at cost. Donated property and equipment are recorded as contributions at estimated fair value at the date of donation. Such donations are reported as without donor restriction contributions unless the donor has restricted the donated asset to a specific purpose. Expenditures for maintenance and repairs are charged to expense as incurred. Additions and betterments are capitalized.

The cost and related accumulated depreciation of properties sold or otherwise disposed of are removed from the accounts and any gain or loss is reflected in the current year's activities. The Organization did not receive any restricted donations of property and equipment during 2020 or 2019.

	2020	2019
Office furniture and equipment	\$ 13,820	\$ 13,820
Computer equipment and software	176,972	176,334
Portable building and storage sheds	42,523	42,523
Program equipment	58,949	49,863
	292,264	282,540
Less: Accumulated depreciation	(269,309)	(263,859)
	\$ 22,955	\$ 18,681
Depreciation Expense	\$ 6,767	\$ 6,055

The Organization primarily follows the straight-line method of depreciation utilizing the following lives:

Class	Years
Office furniture and equipment	5 - 7
Computer equipment and software	3 - 5
Portable building and storage sheds	7
Program equipment	3 - 7

#### *Advertising and Promotion Costs:*

The Organization participates in various advertising and marketing programs. All costs to marketing and advertising the Organization's services are expensed in the period incurred.

#### *Functional Expense Allocations:*

Expenses are charged to functional areas based on specific identification. Expenses that cannot be specifically identified to a function are allocated to the functional areas based on factors such as direct relationship of expense and time spent by employees. Unless otherwise indicated, all expenses are allocated based on the actual expenses for each category.



## NOTES TO COMBINED FINANCIAL STATEMENTS

Camp Quality USA, Inc. and Affiliates

### 1 Summary of Significant Accounting Policies, Continued

#### *Functional Expense Allocations, Continued:*

The costs of providing the various programs and other activities have been summarized on a functional basis in the Combined Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

#### *Income Taxes:*

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and operates as a public charity. The Organization is required to operate in conformity with the Code to maintain its tax-exempt status.

#### *Accounting for Uncertainty in Income Taxes:*

The Organization adopted the provisions of "Accounting for Uncertainty in Income Taxes" which prescribes a recognition threshold and a measurement attribute for the combined financial statement recognition and measurement of tax positions taken or expected to be taken in a tax return. For those benefits to be recognized, a tax position must be more-likely-than-not to be sustained upon examination by taxing authorities. The amount recognized is measured as the amount of benefit that is greater than 50% likely of being realized upon ultimate settlement. The Organization recognizes interest and penalties accrued related to unrecognized tax uncertainties in income tax expense, if any. The Organization determined that there are no material uncertain tax positions.

#### *Subsequent Events:*

Management evaluates events occurring subsequent to the date of the combined financial statements in determining the accounting for and disclosure of transactions and events that affect the combined financial statements.

Subsequent events have been evaluated through June 30, 2021, which is the date the combined financial statements were available to be issued.

### 2 Liquidity and Availability

The Organization receives significant contributions with donor restrictions to be used in accordance with the associated purpose restrictions. In addition, the Organization receives support without donor restrictions; such support has historically represented the majority of annual program funding needs, with the remainder funded by investment income without donor restrictions and appropriated earnings from gifts with donor restrictions.

The Organization considers investment income without donor restrictions, contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. General expenditures include administrative and general expenses, and fundraising expenses. Annual operations are defined as activities occurring during the Organization's fiscal year.

NOTES TO COMBINED FINANCIAL STATEMENTS

Camp Quality USA, Inc. and Affiliates

**2 Liquidity and Availability, Continued**

The Organization manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long term grant commitments that support mission fulfillment will continue to be met, ensuring the sustainability of the Organization.

The table below presents financial assets available for general expenditures within one year.

	<u>2020</u>	<u>2019</u>
Financial assets available to meet general expenditures within one year:		
Cash and cash equivalents	\$ 2,585,212	\$ 3,378,423
Investments	4,695,353	3,438,944
Unconditional promises to give	3,364	16,242
Advance deposits	<u>80,836</u>	<u>71,889</u>
Net working capital	7,364,765	6,905,498
Less: Amount with donor restrictions	(68,500)	(99,500)
Less: Amount with board designated	<u>(49,500)</u>	<u>(49,500)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 7,246,765</u>	<u>\$ 6,756,498</u>

NOTES TO COMBINED FINANCIAL STATEMENTS

Camp Quality USA, Inc. and Affiliates

**3 Investments**

	<u>2020</u>		<u>2019</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Cash and cash equivalents	\$ 514,937	\$ 514,937	\$ 607,804	\$ 607,804
Common stocks:				
Corporate	419,484	542,738	265,715	334,730
Government	82,123	86,753	176,279	182,550
Asset-backed	-	-	6,320	9,452
Corporate bonds	400,746	416,287	293,155	301,380
Mutual funds:				
Equity	1,767,714	2,070,361	1,092,113	1,232,189
Fixed	1,025,112	1,064,277	762,972	770,839
Total	<u>\$ 4,210,116</u>	<u>4,695,353</u>	<u>\$ 3,204,358</u>	<u>3,438,944</u>
Less: Cost		<u>4,210,116</u>		<u>3,204,358</u>
Net Unrealized Gain on Investments		<u>\$ 485,237</u>		<u>\$ 234,586</u>

Total realized gains amounted to \$64,054 (2020) and \$12,737 (2019), and total unrealized gains amounted to \$250,651 (2020) and \$288,696 (2019).

Total investment fees amounted to \$21,978 (2020) and \$16,323 (2019).

**4 Donor Restricted Net Assets**

Net assets with donor restrictions were as follows:

	<u>2020</u>	<u>2019</u>
Specific Purpose:		
Camp expenditures	<u>\$ 68,500</u>	<u>\$ 99,500</u>

Net assets released from net assets with donor restrictions are as follows:

	<u>2020</u>	<u>2019</u>
Satisfaction of Purpose Restrictions:		
Camp expenditures	<u>\$ 31,000</u>	<u>\$ 51,500</u>

## NOTES TO COMBINED FINANCIAL STATEMENTS

### Camp Quality USA, Inc. and Affiliates

#### 5 Special Events

The Organization conducts several special events for fundraising purposes during the year. Revenue and expenses related to these events are as follows:

	<u>2020</u>	<u>2019</u>
Revenue	\$ 121,178	\$ 537,249
Expense	<u>41,603</u>	<u>244,803</u>
Net	<u>\$ 79,575</u>	<u>\$ 292,446</u>

#### 6 Coronavirus Aid, Relief and Economic Security Act Funding

In May 2020, the Organization received loan proceeds in the amount of \$98,040, under the Paycheck Protection Program (“PPP”), established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”). The loan and accrued interest are forgivable if the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels throughout the covered period. In June 2021, the Organization received full forgiveness of the PPP loan and accrued interest based on qualifying expenses occurring between May – October 2020. Therefore, all the conditions of the grant were met during 2020, and the Organization has recognized these funds as grant revenue on the Combined Statement of Activities.

The Organization also received a \$10,000 Emergency Injury Grant under the CARES Act. This grant was established to provide an emergency advance up to \$10,000 to maintain employees on payroll, pay for sick leave, pay business obligations including debts, rent and mortgage payments, and other expenses. The Organization is not required to repay this advance, but these funds could not be used for the same expenses covered by the PPP loan as described above. The Organization has recognized these funds as grant revenue on the Combined Statement of Activities.

Subsequent to year-end, the Organization received loan proceeds in the amount of \$162,921, under the second round of the Paycheck Protection Program (“PPP”), established as part of the 2021 Consolidated Appropriations Act. The loan and accrued interest are forgivable if the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels throughout the covered period. If the loan is not forgiven, it will be repaid over a five-year period at 1%.

COMBINING STATEMENT OF FINANCIAL POSITION

Camp Quality USA, Inc. and Affiliates

Year Ended December 31, 2020

	Region 1	Region 2		Region 3
	Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 394,551	\$ 599,530	\$ 38,500	\$ 466,621
Investments	975,846	967,981	-	191,686
Unconditional promises to give	-	-	-	-
Advance deposits	29,732	15,074	-	1,860
Accounts receivable - intercompany	-	-	-	-
Property and equipment - net	<u>2,010</u>	<u>12,169</u>	<u>-</u>	<u>1,385</u>
 Total Assets	 <u>\$ 1,402,139</u>	 <u>\$ 1,594,754</u>	 <u>\$ 38,500</u>	 <u>\$ 661,552</u>
 <b>LIABILITIES:</b>				
Accounts payable	\$ 3,985	\$ 3,146	\$ -	\$ 246
Accounts payable - intercompany	<u>-</u>	<u>80</u>	<u>-</u>	<u>150</u>
 Total Liabilities	 3,985	 3,226	 -	 396
 <b>NET ASSETS</b>	 <u>1,398,154</u>	 <u>1,591,528</u>	 <u>38,500</u>	 <u>661,156</u>
 Total Liabilities and Net Assets	 <u>\$ 1,402,139</u>	 <u>\$ 1,594,754</u>	 <u>\$ 38,500</u>	 <u>\$ 661,552</u>

Region 4		National Office		Total	Total	Eliminating Entries	Total
Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions			
\$ 1,030,980	\$ 30,000	\$ 25,030	\$ 2,516,712	\$ 68,500	\$ -	\$ 2,585,212	
2,354,091	-	205,749	4,695,353	-	-	4,695,353	
283	-	3,081	3,364	-	-	3,364	
30,315	-	3,855	80,836	-	-	80,836	
109	-	121	230	-	(230)	-	
6,229	-	1,162	22,955	-	-	22,955	
<u>\$ 3,422,007</u>	<u>\$ 30,000</u>	<u>\$ 238,998</u>	<u>\$ 7,319,450</u>	<u>\$ 68,500</u>	<u>\$ (230)</u>	<u>\$ 7,387,720</u>	
\$ 6,321	\$ -	\$ 7,692	\$ 21,390	\$ -	\$ -	\$ 21,390	
-	-	-	230	-	(230)	-	
6,321	-	7,692	21,620	-	(230)	21,390	
3,415,686	30,000	231,306	7,297,830	68,500	-	7,366,330	
<u>\$ 3,422,007</u>	<u>\$ 30,000</u>	<u>\$ 238,998</u>	<u>\$ 7,319,450</u>	<u>\$ 68,500</u>	<u>\$ (230)</u>	<u>\$ 7,387,720</u>	

COMBINING STATEMENT OF ACTIVITIES

Camp Quality USA, Inc. and Affiliates

Year Ended December 31, 2020

	Region 1	Region 2		Region 3
	Without Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions
<b>SUPPORT AND REVENUE:</b>				
Contributions	\$ 283,381	\$ 128,917	\$ -	\$ 92,298
Grants	61,010	23,235	-	24,850
Paycheck Protection Program	50,000	17,500	-	2,500
Emergency Injury Grant	-	-	-	-
Special events - net	45,993	13,518	-	5,532
Loss on disposal of property and equipment	-	-	-	-
Other income	-	12,000	-	-
Interest and dividends	23,101	25,194	-	3,739
Realized gain on investments	-	3,813	-	-
Unrealized gain on investments	31,813	24,535	-	-
	495,298	248,712	-	128,919
Net Assets Released from Restrictions:				
Satisfaction of program restrictions	-	-	-	-
Total Support and Revenue	495,298	248,712	-	128,919
<b>EXPENSES:</b>				
Program	199,925	172,013	-	59,619
Fundraising and development	122,138	14,435	-	22,476
Management and general	70,329	18,040	-	12,552
Total Expenses	392,392	204,488	-	94,647
Increase (Decrease) in net assets	102,906	44,224	-	34,272
Net Assets - Beginning of the Year	1,295,248	1,547,304	38,500	626,884
Net Assets - End of the Year	\$ 1,398,154	\$ 1,591,528	\$ 38,500	\$ 661,156

Region 4		National Office		Total	Total	Eliminating Entries	Total
Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions		
\$ 436,808	\$ -	\$ 23,918	\$ -	\$ 965,322	\$ -	\$ -	\$ 965,322
72,565	-	6,100	-	187,760	-	-	187,760
18,040	-	10,000	-	98,040	-	-	98,040
-	-	10,000	-	10,000	-	-	10,000
14,532	-	-	-	79,575	-	-	79,575
-	-	(468)	-	(468)	-	-	(468)
-	-	211,173	-	223,173	-	(223,173)	-
53,499	-	659	-	106,192	-	-	106,192
55,088	-	5,153	-	64,054	-	-	64,054
172,325	-	-	-	228,673	-	-	228,673
822,857	-	266,535	-	1,962,321	-	(223,173)	1,739,148
6,000	(6,000)	25,000	(25,000)	31,000	(31,000)	-	-
828,857	(6,000)	291,535	(25,000)	1,993,321	(31,000)	(223,173)	1,739,148
258,770	-	166,037	-	856,364	-	(132,361)	724,003
112,580	-	27,113	-	298,742	-	(29,100)	269,642
76,919	-	77,283	-	255,123	-	(61,712)	193,411
448,269	-	270,433	-	1,410,229	-	(223,173)	1,187,056
380,588	(6,000)	21,102	(25,000)	583,092	(31,000)	-	552,092
3,035,098	36,000	210,204	25,000	6,714,738	99,500	-	6,814,238
\$ 3,415,686	\$ 30,000	\$ 231,306	\$ -	\$ 7,297,830	\$ 68,500	\$ -	\$ 7,366,330