

TUESDAY'S CHILDREN

***FINANCIAL STATEMENTS
AND
AUDITORS' REPORT***

DECEMBER 31, 2022 and 2021

TUESDAY'S CHILDREN

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INDEPENDENT AUDITORS' REPORT

To: The Board of Directors of
Tuesday's Children

Opinion

We have audited the financial statements of Tuesday's Children (a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, expenses by function and natural classification, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Tuesday's Children as of December 31, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Tuesday's Children and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Tuesday's Children's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they could reasonably be expected to influence the judgement made by a reasonable user based on these financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Tuesday's Children's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Tuesday's Children's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Skoddy Scot & Company, CPAs, P.C.

New York, NY
August 21, 2023

**TUESDAY'S CHILDREN
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash	\$ 1,647,229	\$ 1,971,891
Grants and contributions receivable	436,026	75,743
Prepaid expenses	49,793	67,170
Property and equipment, net	327	2,889
Right-of-use asset - operating lease	85,658	-
Security deposits	8,963	8,913
	<u> </u>	<u> </u>
Total assets	<u>\$ 2,227,996</u>	<u>\$ 2,126,606</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	\$ 42,786	\$ 95,160
Lease liability - operating lease	85,908	-
Total liabilities	<u>128,694</u>	<u>95,160</u>
Commitments and contingencies (see notes)		
Net Assets:		
Without donor restrictions	1,167,050	1,493,050
With donor restrictions	932,252	538,396
	<u> </u>	<u> </u>
Total net assets	<u>2,099,302</u>	<u>2,031,446</u>
Total liabilities and net assets	<u>\$ 2,227,996</u>	<u>\$ 2,126,606</u>

See accompanying notes to the financial statements.

**TUESDAY'S CHILDREN
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2022 AND 2021**

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenues:						
Contributions	\$ 1,214,423	\$ 889,776	\$ 2,104,199	\$ 1,923,000	\$ 538,396	\$ 2,461,396
Government grants	251,454	-	251,454	264,870	-	264,870
Program service revenue	3,792	-	3,792	194	-	194
Special events:						
Event revenue	1,020,228	-	1,020,228	884,841	-	884,841
Less: direct benefits	(365,298)	-	(365,298)	(358,142)	-	(358,142)
Net special event income	654,930	-	654,930	526,699	-	526,699
Interest income	298	-	298	178	-	178
Other income	1,578	-	1,578	2,129	-	2,129
Net assets released from restriction:						
Satisfaction of purpose restrictions	370,920	(370,920)	-	102,085	(102,085)	-
Expiration of time restrictions	125,000	(125,000)	-	250,000	(250,000)	-
Total support and revenues	2,622,395	393,856	3,016,251	3,069,155	186,311	3,255,466
Expenses:						
Program services:						
Project Common Bond	516,031	-	516,031	230,799	-	230,799
Skills development	-	-	-	275,695	-	275,695
Mentoring	417,479	-	417,479	298,015	-	298,015
Adult & family	815,376	-	815,376	417,821	-	417,821
Community service	147,431	-	147,431	86,805	-	86,805
Health & wellness	301,247	-	301,247	500,346	-	500,346
	2,197,564	-	2,197,564	1,809,481	-	1,809,481
Supporting services:						
Management and general	364,405	-	364,405	179,918	-	179,918
Fundraising	386,426	-	386,426	192,784	-	192,784
Total expenses	2,948,395	-	2,948,395	2,182,183	-	2,182,183
Increase/(Decrease) in net assets	(326,000)	393,856	67,856	886,972	186,311	1,073,283
Net assets, beginning of year	1,493,050	538,396	2,031,446	606,078	352,085	958,163
Net assets, end of year	\$ 1,167,050	\$ 932,252	\$ 2,099,302	\$ 1,493,050	\$ 538,396	\$ 2,031,446

See accompanying notes to the financial statements.

TUESDAY'S CHILDREN
STATEMENT OF EXPENSES BY FUNCTION AND NATURAL CLASSIFICATION
YEAR ENDED DECEMBER 31, 2022

	Program Expenses					Supporting Services			
	Project Common Bond	Mentoring	Adult & Family	Community Service	Health & Wellness	Total Program	Management and General	Fundraising	Total Expenses
Personnel costs:									
Salaries	\$ 180,857	\$ 305,698	\$ 611,725	\$ 128,623	\$ 173,799	\$ 1,400,702	\$ 91,282	\$ 154,903	\$ 1,646,887
Payroll taxes & employee benefits	17,616	29,816	59,792	11,837	17,882	136,943	22,647	15,146	174,736
Total personnel costs	<u>198,473</u>	<u>335,514</u>	<u>671,517</u>	<u>140,460</u>	<u>191,681</u>	<u>1,537,645</u>	<u>113,929</u>	<u>170,049</u>	<u>1,821,623</u>
Direct expenses:									
Consultants & outside contractors	117,247	18,481	7,857	2,548	13,919	160,052	32,208	410	192,670
Depreciation	-	-	-	-	-	-	2,562	-	2,562
Endurance registration fees	3,247	554	5,337	-	16,782	25,920	-	-	25,920
Equipment purchase and rentals	-	-	-	-	28,822	28,822	422	4,799	34,043
Insurance	419	709	8,615	282	425	10,450	13,566	4,657	28,673
IT and software	8,296	11,304	761	8	9	20,378	84,182	48,698	153,258
Marketing and promotion	2,872	25,348	1,075	-	243	29,538	67,637	49,310	146,485
Occupancy expenses	4,182	7,224	14,068	3,042	4,182	32,698	1,902	3,422	38,022
Office supplies and expenses	4,605	2,477	7,660	64	255	15,061	26,176	48,816	90,053
Printing and design	-	-	-	-	530	530	222	39,908	40,660
Professional fees	-	6,142	-	-	-	6,142	14,765	985	21,892
Program facilitation	47,251	7,265	15,843	1,027	5,609	76,995	-	-	76,995
Program supplies and expenses	3,912	667	26,344	-	156	31,079	-	-	31,079
Telephone and communications	-	-	-	-	-	-	6,527	338	6,865
Travel, hotel and meetings	125,527	1,794	56,299	-	38,634	222,254	307	15,034	237,595
Total direct expenses	<u>317,558</u>	<u>81,965</u>	<u>143,859</u>	<u>6,971</u>	<u>109,566</u>	<u>659,919</u>	<u>250,476</u>	<u>216,377</u>	<u>1,126,772</u>
Total expenses	<u>\$ 516,031</u>	<u>\$ 417,479</u>	<u>\$ 815,376</u>	<u>\$ 147,431</u>	<u>\$ 301,247</u>	<u>\$ 2,197,564</u>	<u>\$ 364,405</u>	<u>\$ 386,426</u>	<u>\$ 2,948,395</u>

See accompanying notes to the financial statements.

TUESDAY'S CHILDREN
STATEMENT OF EXPENSES BY FUNCTION AND NATURAL CLASSIFICATION
YEAR ENDED DECEMBER 31, 2021

	Program Expenses						Supporting Services			
	Project Common Bond	Skills Development	Mentoring	Adult & Family	Community Service	Health & Wellness	Total Program	Management and General	Fundraising	Total Expenses
Personnel costs:										
Salaries	\$ 96,172	\$ 182,657	\$ 188,402	\$ 250,473	\$ 56,202	\$ 299,593	\$ 1,073,499	\$ 66,645	\$ 95,938	\$ 1,236,082
Payroll taxes & employee benefits	11,109	17,696	18,451	26,369	5,683	28,950	108,258	13,732	8,777	130,767
Total personnel costs	107,281	200,353	206,853	276,842	61,885	328,543	1,181,757	80,377	104,715	1,366,849
Direct expenses:										
Consultants and outside contractors	49,468	21,301	25,645	32,226	6,402	32,605	167,647	12,965	1,407	182,019
Depreciation	-	-	-	-	-	-	-	3,103	-	3,103
Endurance registration fees	-	-	-	-	-	49,826	49,826	-	-	49,826
Equipment purchase and rentals	491	491	524	785	164	818	3,273	73	5,314	8,660
Insurance	3,465	3,612	3,843	5,736	1,199	6,007	23,862	8,439	1,188	33,489
IT and software	15,984	15,984	20,965	26,758	5,648	26,638	111,977	15,576	15,934	143,487
Marketing and promotion	12,465	12,445	13,361	21,846	4,447	20,741	85,305	20,285	8,663	114,253
Occupancy expenses	4,521	-	4,823	7,234	1,507	7,535	25,620	5,953	1,773	33,346
Office supplies and expenses	2,286	2,243	3,400	5,489	873	4,037	18,328	20,209	35,045	73,582
Printing and design	3,244	3,192	3,629	7,561	1,064	5,320	24,010	434	7,605	32,049
Professional fees	2,086	2,086	2,225	3,337	695	3,476	13,905	5,168	52	19,125
Program facilitation	20,949	11,511	8,415	10,575	2,101	10,699	64,250	-	-	64,250
Program supplies and expenses	7,836	1,754	3,470	5,501	579	2,899	22,039	-	-	22,039
Telephone and communications	535	535	570	855	178	890	3,563	3,674	275	7,512
Travel, hotel and meetings	188	188	292	13,076	63	312	14,119	3,662	10,813	28,594
Total direct expenses	123,518	75,342	91,162	140,979	24,920	171,803	627,724	99,541	88,069	815,334
Total expenses	\$ 230,799	\$ 275,695	\$ 298,015	\$ 417,821	\$ 86,805	\$ 500,346	\$ 1,809,481	\$ 179,918	\$ 192,784	\$ 2,182,183

See accompanying notes to the financial statements.

TUESDAY'S CHILDREN
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Increase/(decrease) in net assets	\$ 67,856	\$ 1,073,283
Adjustments for non-cash items included in operating activities:		
Depreciation	2,562	3,103
Amortization of right-of-use asset	5,043	-
Changes in assets and liabilities:		
Accounts receivable	-	39,680
Grants and contributions receivable	(360,283)	(16,857)
Prepaid expenses	17,377	(2,669)
Accounts payable & accrued expenses	(52,374)	61,452
Payment of operating lease liability	(4,793)	-
Security deposits	(50)	-
Total adjustments	<u>(392,518)</u>	<u>84,709</u>
Net cash provided/(used) by operating activities	<u>(324,662)</u>	<u>1,157,992</u>
Cash flows from investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash	(324,662)	1,157,992
Cash at beginning of year	<u>1,971,891</u>	<u>813,899</u>
Cash at end of year	<u><u>\$ 1,647,229</u></u>	<u><u>\$ 1,971,891</u></u>
Supplemental information:		
Recognition of right-of-use asset	\$ 90,701	\$ -
Recognition of operating lease liability	(90,701)	-

See accompanying notes to the financial statements.

TUESDAY'S CHILDREN NOTES TO FINANCIAL STATEMENTS

1. **Nature of Activities and Summary of Significant Accounting Policies**

Organization: Tuesday's Children (hereafter referred to as the Organization) is a not-for-profit corporation, incorporated in the District of Columbia on October 15, 2001. The primary purpose of the Organization is to relieve the distress of, and promote and encourage the mentoring and support of children who lost parents in the World Trade Center attack of September 11, 2001.

Tax exempt status: The Organization was granted tax-exempt status by the Internal Revenue Service under Internal Revenue Code Section 501(c)(3) in December 2001. Accordingly, no provision for federal, state or local income taxes has been recorded. The Organization does not believe its financial statements include any uncertain tax positions.

Programs and services provided: Tuesday's Children's programs include trauma and grief support, youth mentoring, mental health services, skills-building workshops, career resources, parenting advisement, youth leadership development, community-based family engagement events and volunteerism opportunities. These programs strengthen resilience, foster post-traumatic growth and build common bonds.

While continuing to be a steadfast support for families impacted by Tuesday September 11th and the ripple effects of that tragedy, Tuesday's Children's rapidly expanding nationwide Military Initiative for Families of the Fallen fills the gap in long-term healing programs available for America's Gold Star families, who have made the ultimate sacrifice. Tuesday's Children continues to broaden its impact by sharing its proven Long-Term Healing Model and lessons learned with other domestic and international communities, service providers, governmental agencies and family support networks, particularly in response to the devastating military losses in the post-9/11 era, as well as the growing number of mass shootings in the U.S., terrorist attacks at home and abroad, and now the ongoing pandemic. Through its international initiative, Project COMMON BOND, Tuesday's Children has united teenagers and young adults from nearly 40 countries to transform their experience of losing a loved one due to terrorism, violent extremism or war into global peacebuilding efforts and friendships that transcend borders.

Major source of income: The Organization derives most of its income from grants and contributions from foundations, corporations and individuals and special events.

Basis of accounting: The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

TUESDAY'S CHILDREN NOTES TO FINANCIAL STATEMENTS

1. **Nature of Activities and Summary of Significant Accounting Policies (continued)**

Estimates and assumptions: Management uses estimates and assumptions in preparing these financial statements in accordance with GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Investments: The policy of the Organization is to sell donated investments soon after receipt and consider them cash donations valued at the sale price.

Receivables: Receivables that are expected to be collected within one year are recorded at their net realizable value. Receivables that are expected to be collected in future years are recorded at the present value of estimated future cash flows. Receivables are written-off as bad debts in the year deemed uncollectible and are reported as such in the statements of expenses by function and natural classification.

Property and equipment: The Organization capitalizes certain property and equipment with estimated lives of three years or more. Property and equipment are stated at cost or donated value, less accumulated depreciation. Depreciation is computed on the straight-line method over the respective assets' estimated useful lives of five to ten years. Leasehold improvements are depreciated by the straight-line method over the life of the improvement or the term of the lease, whichever is shorter. Expenditures for repairs and maintenance are expensed as incurred and major renewals and betterments are capitalized.

Net Assets: Net assets, revenue, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. This classification includes net assets designated by the board or management for a specified purpose.

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 (endowment), where the donor stipulates that resources be maintained in perpetuity.

TUESDAY'S CHILDREN
NOTES TO FINANCIAL STATEMENTS

1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Revenue recognition: The Organization recognizes contributions when cash and other financial assets, nonfinancial assets/services, or unconditional promises to give are received. Conditional promises to give, which have a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Amounts received prior to the meeting of these conditions are reported as refundable advances in the statements of financial position. At December 31, 2022 and 2021, contributions totaling \$800,000 and \$0, respectively, have not been recognized in the accompanying statements of activities because the conditions on which they depend have not been met. The recognition of the contributions is conditioned upon the Organization meeting certain program goals.

Contributions are considered available for the Organization's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted for a purpose by the donor are reported as revenue with donor restrictions and increases in net assets with donor restrictions. Contributions received with restrictions that are met in the same reporting period are reported as revenue without donor restrictions and increases in net assets without donor restrictions. When a restriction expires (either a stipulated time period ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization receives special events revenue which contains both an exchange component and a conditional contribution component. Both components are recognized when the event takes place. Any event revenue received in advance of the event is recorded as refundable advances.

Program service revenue relates to fees received in exchange for program services. Program service generally contains a single delivery/service element and revenue is recognized at a single point in time when ownership, risks and rewards transfer, and all performance obligations are considered to be satisfied. Any revenue received which has not been earned is recorded as deferred revenue.

The Organization receives grants from governmental agencies, which are included in government grants and school income on the statements of activities. Depending upon the terms of the grant, it can be either an exchange transaction or a contribution. In accordance with grant provisions, the grant can be an expense reimbursement grant which requires that approved expenses be incurred prior to reimbursement by the grantor. Other grants permit advances of grant funds or full payment of grant funds at the start of the grant. If the grant is an exchange type grant, all unreimbursed expenses, for approved purposes, as of year-end are recorded as receivables and any unexpended advances are recorded as either refundable advances or deferred income. If the grant is a contribution, it is recognized in accordance with the contribution recognition policy described above.

TUESDAY'S CHILDREN NOTES TO FINANCIAL STATEMENTS

1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Revenue recognition (continued): During the year ended December 31, 2021, the Organization received \$213,627 of Paycheck Protection Program (PPP) funds from the U.S. Small Business Administration. Management has determined that the correct model to follow is the grant model and that the purpose-related conditions imposed on the grants were met by year-end. Therefore, the full amount was recognized as revenue in the year of receipt. The amount is included with government grants in the statement of activities for the year ended December 31, 2021.

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 in the statements of expenses by function and natural classification. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include salaries and related expenses and consultants and outside contractors based on estimated time and effort and all other expenses based on usage. The Organization classifies expenses, which are not directly related to a specific program, as Management and General expenses.

Lease liability and right-of-use asset: The Organization entered into an operating lease agreement for its office space to obtain a right of use (ROU) asset. The lease liability and ROU asset represent its lease obligations and rights to use the leased asset over the period of the lease and are recognized when the Organization enters into the lease. The lease payments are discounted using a rate determined when the lease is recognized. Since the Organization's lease does provide an implicit rate, the Organization uses its incremental borrowing rate based on the information available at the time the lease is signed. The related operating lease ROU asset may differ from the operating lease liability due to deferred or prepaid lease payments. The Organization has elected to apply the short-term lease exception to all leases with a term of one year or less.

2. Property and Equipment

Property and equipment by major class consisted of the following at December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Computers	\$ 73,709	\$ 73,709
Furniture and equipment	71,703	71,703
Leasehold improvements	8,500	8,500
Less: accumulated depreciation	(153,585)	(151,023)
	<u>\$ 327</u>	<u>\$ 2,889</u>

**TUESDAY'S CHILDREN
NOTES TO FINANCIAL STATEMENTS**

3. Receivables

As of December 31, 2022 and 2021, receivables are expected to be realized in the following periods:

	<u>2022</u>	<u>2021</u>
In one year or less	\$ 271,026	\$ 75,743
Between one and two years	<u>165,000</u>	<u>-</u>
	<u>\$ 436,026</u>	<u>\$ 75,743</u>

Management has determined that discounting the long-term receivable would be immaterial and has opted to report it at its net realizable value.

4. Net Assets With Donor Restrictions

As of December 31, 2022 and 2021, net assets with donor restrictions are available as follows:

	<u>2022</u>	<u>2021</u>
Mentoring	\$ 83,337	\$ 40,850
Health and wellness program	-	50,000
Bereavement support (COVID-19)	518,915	322,546
2022 operations	-	125,000
2023 operations	165,000	-
2024 operations	<u>165,000</u>	<u>-</u>
	<u>\$ 932,252</u>	<u>\$ 538,396</u>

5. Lease Commitments

The Organization leases office space under a three-year, non-cancelable operating lease that went into effect on November 1, 2022. Total rent and related occupancy expense charged to operations for the years ended December 31, 2022 and 2021 was \$38,022 and \$33,346, respectively. As of December 31, 2022, the lease liability matures as follows:

Year ended December 31, 2023	\$ 31,800
2024	31,800
2025	<u>29,150</u>
Total lease payments	92,750
Less: imputed interest	<u>(6,842)</u>
Total operating lease liability	<u>\$ 85,908</u>

On November 1, 2022, the Organization recognized (a) a lease liability of \$90,701, which represents the present value of the remaining lease payments, discounted using the Organization's incremental borrowing rate of 3.5%, and (b) a right-of-use asset.

TUESDAY'S CHILDREN NOTES TO FINANCIAL STATEMENTS

6. Revenue from Contracts with Customers

Detail of revenue from contracts with customers during the years ended December 31, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
Special event revenue - exchange component	\$ 365,298	\$ 358,142
Merchandise sales	3,792	194

As of December 31, 2022 and 2021, there was no deferred revenue or return obligations relating to contracts with customers.

7. Concentrations

The Organization maintains its bank and investment accounts with financial institutions. The Federal Deposit Insurance Corporation (FDIC) insures bank deposits up to \$250,000 per financial institution. The Securities Investor Protection Corporation insures cash and securities, including money market funds, up to \$500,000 per financial institution. The balances may have exceeded the insured limit at times during the years ended December 31, 2022 and 2021.

8. Liquidity and Availability of Financial Assets

The Organization regularly monitors liquidity required to meet its operating needs and other obligations as they come due. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities to be general expenditures. Amounts available for general expenditures over a 12-month period include donor-restricted amounts that are available for ongoing programmatic and support expenditures.

The following reflects the Organization's financial assets, as of December 31, 2022 and 2021, reduced by amounts not available for general use within one year because of contractual, donor-imposed, or internal restrictions and designations:

	<u>2022</u>	<u>2021</u>
Financial assets:		
Cash	\$1,647,229	\$1,971,891
Receivables	<u>436,026</u>	<u>75,743</u>
Total financial assets	2,083,255	2,047,634
Less those unavailable for general expenditures within one year:		
Receivable scheduled to be collected in more than one year	<u>(165,000)</u>	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$1,918,255</u>	<u>\$2,047,634</u>

**TUESDAY'S CHILDREN
NOTES TO FINANCIAL STATEMENTS**

9. Government Grants

During the years ended December 31, 2022 and 2021, the Organization was awarded various grants by governmental agencies to further the Organization's exempt purpose. Total amounts recognized under the grants amounted to:

	<u>2022</u>	<u>2021</u>
Federal - PPP	\$ -	\$ 213,627
Federal - other	<u>251,454</u>	<u>51,243</u>
	<u>\$ 251,454</u>	<u>\$ 264,870</u>

10 Subsequent Events

Management has evaluated subsequent events through August 21, 2023, the date the financial statements were available to be issued, to evaluate whether any such events warrant adjustment to any reported amounts or inclusion of additional disclosures. No such adjustments or disclosures were judged to be necessary.