

LIVING BEYOND BREAST CANCER
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(WITH COMPARATIVE TOTALS FOR THE
YEAR ENDED DECEMBER 31, 2020)



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**LIVING BEYOND BREAST CANCER
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(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2020)**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Living Beyond Breast Cancer
Bala Cynwyd, Pennsylvania

We have audited the accompanying financial statements of Living Beyond Breast Cancer (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Living Beyond Breast Cancer as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Living Beyond Breast Cancer 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 Living Beyond Breast Cancer's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors' 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 auditors' 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 would influence the judgment made by a reasonable user based on the 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 Living Beyond Breast Cancer'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 Living Beyond Breast Cancer'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.

Report on Summarized Comparative Information

We have previously audited Living Beyond Breast Cancer's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated March 23, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.



CliftonLarsonAllen LLP

Plymouth Meeting, Pennsylvania
March 17, 2022

LIVING BEYOND BREAST CANCER
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2021
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2020)

	2021	2020
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 4,813,837	\$ 3,461,359
Grants, Bequests and Contributions Receivable	66,720	88,424
Prepaid Expenses	36,983	43,283
Total Current Assets	4,917,540	3,593,066
INVESTMENTS	13,650,236	12,633,029
PROPERTY AND EQUIPMENT		
Office Furniture and Equipment	128,564	153,331
Software	2,233	56,359
Leasehold Improvements	10,125	10,125
Website Work in Progress	148,880	-
Total	289,802	219,815
Less: Total Accumulated Depreciation	77,845	167,316
Total Property and Equipment	211,957	52,499
OTHER ASSETS		
Security Deposits	23,712	12,687
Total Other Assets	23,712	12,687
 Total Assets	 \$ 18,803,445	 \$ 16,291,281
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 197,610	\$ 58,269
Accrued Salaries	16,551	7,789
Accrued Vacation	36,258	31,535
Accrued Payroll Taxes	2,763	4,623
Paycheck Protection Program Loan	-	351,400
Total Current Liabilities	253,182	453,616
DEFERRED RENT	-	11,983
Total Liabilities	253,182	465,599
NET ASSETS		
Without Donor Restrictions	17,626,612	14,653,529
With Donor Restrictions	923,651	1,172,153
Total Net Assets	18,550,263	15,825,682
 Total Liabilities and Net Assets	 \$ 18,803,445	 \$ 16,291,281

See accompanying Notes to Financial Statements.

**LIVING BEYOND BREAST CANCER
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2020)**

	Without Donor Restrictions	With Donor Restrictions	Total 2021	Total 2020
REVENUE AND OTHER SUPPORT				
Grants	\$ 512,578	\$ -	\$ 512,578	\$ 619,620
Special Events	596,039	156,000	752,039	216,600
Individual and Corporate Bequests and Contributions	1,200,874	767,140	1,968,014	2,151,614
Conference Fees	26,150	-	26,150	21,496
Sponsorship Fees	770,730	780,000	1,550,730	1,804,805
Donated Services	138,442	-	138,442	44,744
Gifts In-Kind	650	-	650	1,214
Total	<u>3,245,463</u>	<u>1,703,140</u>	<u>4,948,603</u>	<u>4,860,093</u>
Net Assets Released from Restrictions	1,951,642	(1,951,642)	-	-
Total Revenue and Other Support	<u>5,197,105</u>	<u>(248,502)</u>	<u>4,948,603</u>	<u>4,860,093</u>
EXPENSES				
Program Expenses:				
Educational/Other Programs	<u>3,706,646</u>	-	<u>3,706,646</u>	<u>3,450,824</u>
Total Program Expenses	<u>3,706,646</u>	-	<u>3,706,646</u>	<u>3,450,824</u>
Support Services:				
Administrative and General	460,766	-	460,766	396,123
Fundraising	<u>345,404</u>	-	<u>345,404</u>	<u>291,716</u>
Total Support Services	<u>806,170</u>	-	<u>806,170</u>	<u>687,839</u>
Total Expenses	<u>4,512,816</u>	-	<u>4,512,816</u>	<u>4,138,663</u>
Change in Net Assets Before Other Income	684,289	(248,502)	435,787	721,430
OTHER INCOME				
Investment Income, Net of Fees	351,258	-	351,258	245,824
Realized Gain on Investments	119,332	-	119,332	13,597
Unrealized Gain on Investments	1,155,671	-	1,155,671	1,019,046
Forgiveness of Paycheck Protection Program Loans	<u>662,533</u>	-	<u>662,533</u>	-
Total Other Income	<u>2,288,794</u>	-	<u>2,288,794</u>	<u>1,278,467</u>
CHANGE IN NET ASSETS	<u>2,973,083</u>	<u>(248,502)</u>	<u>2,724,581</u>	<u>1,999,897</u>
Net Assets - Beginning of Year	<u>14,653,529</u>	<u>1,172,153</u>	<u>15,825,682</u>	<u>13,825,785</u>
NET ASSETS - END OF YEAR	<u>\$ 17,626,612</u>	<u>\$ 923,651</u>	<u>\$ 18,550,263</u>	<u>\$ 15,825,682</u>

See accompanying Notes to Financial Statements.

**LIVING BEYOND BREAST CANCER
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2020)**

	Educational/ Other Programs	General and Administrative	Fundraising	Total Support Services	Total 2021	Total 2020
Salaries	\$ 1,663,249	\$ 212,201	\$ 134,033	\$ 346,234	\$ 2,009,483	\$ 2,114,164
Payroll Taxes and Employee Benefits	376,891	51,446	30,372	81,818	458,709	470,932
Conference Expenses	187,072	1,893	74,957	76,850	263,922	139,097
Delivery	658	2,005	175	2,180	2,838	1,927
Dues and Subscriptions	5,436	12,615	630	13,245	18,681	11,232
Equipment	300	2,455	-	2,455	2,755	1,517
Equipment Rental and Maintenance	1,941	14,715	-	14,715	16,656	14,443
Graphic Design	20,308	480	2,887	3,367	23,675	51,730
Insurance	8,600	1,148	693	1,841	10,441	10,232
LBBC National Fund Grants	262,457	-	-	-	262,457	250,994
Mission Delivery Expenses	76	-	-	-	76	-
Office and Program Expenses	40,856	7,226	8,818	16,044	56,900	40,420
Postage	15,147	519	7,784	8,303	23,450	23,251
Printing	42,551	2,955	11,375	14,330	56,881	43,131
Professional Fees	528,450	87,126	34,944	122,070	650,520	496,390
Rent and Utilities	93,128	11,643	7,505	19,148	112,276	132,021
Speakers and Expenses	17,636	-	1,035	1,035	18,671	11,683
Staff Development	40,074	7,001	30	7,031	47,105	2,577
Telephone	33,670	3,185	2,053	5,238	38,908	24,132
Travel	1,466	543	1,371	1,914	3,380	3,632
Website and Database Development	233,013	24,255	21,317	45,572	278,585	232,176
Depreciation	-	17,355	-	17,355	17,355	17,024
Total Expenses Before In-Kind Expenses	<u>3,572,979</u>	<u>460,766</u>	<u>339,979</u>	<u>800,745</u>	<u>4,373,724</u>	<u>4,092,705</u>
In-Kind Expenses:						
Conference Expenses	14,235	-	1,425	1,425	15,660	7,544
Professional Fees	119,432	-	2,500	2,500	121,932	7,200
Printing	-	-	-	-	-	1,214
Speakers	-	-	-	-	-	30,000
Website and Database Development	-	-	1,500	1,500	1,500	-
Total In-Kind Expenses	<u>133,667</u>	<u>-</u>	<u>5,425</u>	<u>5,425</u>	<u>139,092</u>	<u>45,958</u>
Total Functional Expenses	<u>\$ 3,706,646</u>	<u>\$ 460,766</u>	<u>\$ 345,404</u>	<u>\$ 806,170</u>	<u>\$ 4,512,816</u>	<u>\$ 4,138,663</u>

See accompanying Notes to Financial Statements.

LIVING BEYOND BREAST CANCER
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2020)

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 2,724,581	\$ 1,999,897
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	17,355	17,024
Realized and Unrealized Gain on Investments, Net	(1,275,003)	(1,032,643)
Donated Stock	(260,752)	(192,194)
Forgiveness of Paycheck Protection Program Loans	(662,533)	-
Changes in Operating Assets and Liabilities:		
(Increase) Decrease:		
Grants and Contributions Receivable	21,704	124,237
Prepaid Expenses	6,300	(3,050)
Security Deposits	(11,025)	(1,327)
Increase (Decrease):		
Accounts Payable	139,341	(51,423)
Accrued Salaries	8,762	(64,632)
Accrued Vacation	4,723	(727)
Accrued Payroll Taxes	(1,860)	1,920
Deferred Rent	(11,983)	(11,789)
Net Cash Provided by Operating Activities	699,610	785,293
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(1,684,522)	(3,843,554)
Proceeds from Sales of Investments	2,203,070	3,512,075
Purchases of Property and Equipment	(176,813)	(8,684)
Net Cash Provided (Used) by Investing Activities	341,735	(340,163)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Paycheck Protection Program Loans	311,133	351,400
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,352,478	796,530
Cash and Cash Equivalents - Beginning of Year	3,461,359	2,664,829
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 4,813,837	\$ 3,461,359

See accompanying Notes to Financial Statements.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Living Beyond Breast Cancer (LBBC) was founded in 1991 and is a national nonprofit organization that seeks to create a world that understands there is more than one way to have breast cancer. To fulfill its mission of providing trusted information and a community of support to those impacted by the disease, LBBC offers on-demand emotional, practical, and evidence-based content.

LBBC addresses the current needs of people affected by breast cancer, whether they are newly diagnosed, in treatment, recovery or living with a history of or managing a metastatic breast cancer. Resources are developed in collaboration with the nation's leading oncologists, health professionals, and allied organizations and are delivered by people who understand the physical and emotional complexities of breast cancer. LBBC offers its programs and services in a variety of printed and digital formats.

Since its founding in 1991, LBBC has assisted millions of individuals affected by breast cancer. In addition, LBBC has received a four-star "exceptional" rating from Charity Navigator for 16 consecutive years, an honor signifying we outperform 99% of other related charities in fiscal management, responsibility, and transparency.

The Organization's primary funding comes from individuals, corporations, special events and foundations.

LBBC's mission is to provide trusted information and a community of support. LBBC.org is a rich resource reflecting all programs that fulfill our mission. Supportive and educational programs are listed below.

Educational Programs

LBBC.ORG: The website gathers and presents medical and psychosocial information that people rely on to help them understand their type of breast cancer, the impact it has on their lives and introduces them to the community that is available to support them. The website contains a rich array of resources from written content to videos, to news and views about breast cancer. The website reflects LBBC's commitment to providing information and support to all people impacted by breast cancer, those diagnosed, their families and caregivers as well as healthcare providers.

Blogs: LBBC knows there is power in telling personal stories and sharing experiences, for both the writer and the reader. The LBBC blog features stories of women and men impacted by breast cancer as well as those of family members, friends, and caregivers. These first-person stories, in print and by video, share the lived experience of breast cancer.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

**NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Nature of Organization (Continued)

Educational Programs (Continued)

Conferences, Summits, and Webinars: Virtually delivered educational programs provide information in an array of formats—from plenary sessions to interactive workshops led by breast cancer experts, these live digital programs help participants make informed decision about their care and connect with others.

Knowledge is Power: understanding the Black breast cancer experience: This annual educational series features connected virtual workshops works designed by a Black Breast Cancer Advisory Council. This program seeks to reduce healthcare disparities through education and supportive information.

Healthcare Provider Education and Outreach: LBBC offers webinars and resources directly to healthcare providers on specific topics to help them better support their patients.

Hear My Voice Outreach and Advocacy Program: Every year LBBC trains a new Hear My Voice class comprised of women and men living with metastatic breast cancer to be advocates in their communities, as well as on a national level and to provide peer support to others living with metastatic breast cancer.

Young Women’s Initiative: LBBC is in the third year of a five-year cooperative agreement with the Centers for Disease Control and Prevention. This funding is used to provide dedicated programs and services for women under the age of 45 diagnosed with breast cancer. Programs include Survivorship Series for Young Women, Young Advocate Program and Parenting Resources.

Guides to Understanding Breast Cancer and Metastatic Breast Cancer Series: Available online and in print, are guides that address the needs of people who are newly diagnosed, in treatment, or living with metastatic disease.

A Community of Support

Breast Cancer Helpline: (888) 753-LBBC (5222)

Staffed by volunteers who have a personal history of breast cancer, this service provides peer support and practical information through a confidential exchange.

LBBC Fund: One-time grants of up to \$1,250 for women in active treatment for breast cancer who are facing financial hardships. These grants are available to anyone living in the United States.

Closed Facebook Communities: LBBC hosts closed Facebook communities to allow the breast cancer community to easily access peer support. There are now three closed communities for these groups: Young Women, All Ages/All Stages, and High Risk for Breast Cancer.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

**NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Basis of Presentation

The financial statements of LBBC have been prepared on the accrual basis of accounting. LBBC reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions – Consist of normal operations.

Net Assets With Donor Restrictions – Represent net assets subject to donor-imposed stipulations that will be met by actions of LBBC and/or the passage of time.

Use of Estimates

The presentation 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 results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, LBBC considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value on a recurring basis. Fair value measurement is based upon quoted prices, if available. If quoted prices are not available, fair values are measured using independent pricing models or other model-based valuation techniques such as the present value of future cash flows, adjusted for the security's credit rating, prepayment assumptions, and other factors such as credit loss assumptions. Securities valued using Level 1 inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other U.S. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets. LBBC does not have any securities that are valued using Level 2 or Level 3 inputs.

Investments are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially change the amounts reported in the statement of financial position.

The carrying amounts for cash equivalents approximate their fair value because of their short-term maturity.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

**NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Property and Equipment

LBBC capitalizes all expenditures for office furniture, equipment, and leasehold improvements in excess of \$1,500. Purchased office furniture, equipment and leasehold improvements are carried at cost. Any donated equipment is carried at the approximate fair value at the date of donation. Depreciation of furniture and equipment is computed using the straight-line method over the assets' estimated useful lives. Leasehold improvements are amortized over the shorter of their estimated useful lives or the related lease life.

Gifts In-Kind

Contributions of donated in-kind items are recorded at their fair value in the period received. The in-kind contributions have been recorded as support and are also included as an expense in the statement of activities. Gifts in-kind amounted to \$650 for the year ended December 31, 2021.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills and would otherwise be purchased by LBBC. Donated services that met the requirements for recognition amounted to \$138,442 for the year ended December 31, 2021, and have been recognized in income and the related expenses.

Volunteers also provided services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not made. Volunteers provided 2,105 hours of service during the year ended December 31, 2021.

Grants, Bequests, and Contributions

Contributions received, including grants and bequests, are recorded as increases in net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of donor restrictions. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises to give due in the next year are recorded at their net realizable value.

Pledges receivable (i.e., a promise dependent only on passage of time or demand by the donee for performance), with payments due to future periods, are required to be recorded as restricted support unless explicit donor stipulations or circumstances surrounding the receipt of a promise make it clear that the donor intended their contribution to be used to support activities within the current period. Unconditional pledges to give cash in future years generally increase net assets with donor restrictions.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

**NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Grants, Bequests, and Contributions (Continued)

LBBC records unconditional pledges to give at the estimated present value of the future cash flows, net of allowances to include net realizable value based upon management's analysis of specific pledges made. LBBC provides for uncollectible contributions receivable using the allowance method, which is based on management's judgment concerning historical collectability and analysis of individual contributions receivable. Past due receivables are individually analyzed for collectability and written off when all efforts at collection have been exhausted. An allowance for uncollectible accounts was not necessary at December 31, 2021.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include rents and utilities, audit fees, office supplies, postage, insurance, bank fees, credit card fees, payroll and FSA fees, investment fees, telephone, and computer consulting fees, as well as salaries, payroll taxes and benefits, all of which are allocated based on the estimates of time and effort each employee spends throughout the year under each of LBBC's three job classes: education, administration and fundraising.

Income Taxes

LBBC is recognized as an organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC) of 1986. LBBC follows the income tax standard for uncertain tax positions. This standard had no impact on LBBC's financial statements as management has not made any uncertain tax positions.

LBBC's tax returns are subject to review and examination by federal, state, and local authorities. LBBC is not aware of any activities that would jeopardize its tax-exempt status.

Concentration of Credit Risk

LBBC has cash at a bank, which, at various times during the year, exceeded \$250,000, the amount insured by the Federal Deposit Insurance Corporation.

Subsequent Events

In preparing these financial statements, LBBC has evaluated events and transactions for potential recognition or disclosure through March 17, 2022, the date the financial statements were available to be issued.

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

NOTE 2 INVESTMENTS

Investments consist of the following at December 31, 2021:

	<u>Cost</u>	<u>Fair Value</u>
Mutual Funds	\$ 4,585,304	\$ 5,878,083
Common Stock	359,970	426,919
Exchange-Traded Funds	5,064,971	7,145,972
Other Assets	51,010	52,760
Money Funds	146,502	146,502
Total Investments	<u>\$ 10,207,757</u>	<u>\$ 13,650,236</u>

NOTE 3 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes at December 31, 2021:

LBBC Fund Grants	\$ 488,651
2022 Conferences	75,000
2022 Gala	30,000
2022 Yoga Sponsorship	55,000
Research, Publications, and Training	275,000
Total Net Assets With Donor Restrictions	<u>\$ 923,651</u>

NOTE 4 DONOR-IMPOSED RESTRICTIONS

Net assets of \$1,916,642 were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by the donors. The following purpose restrictions were accomplished during the year ended December 31, 2021.

LBBC Fund Grants	\$ 300,657
2021 Conferences	765,500
2021 Gala	135,000
2021 Yoga Sponsorship	133,485
Research, Publications, and Training	617,000
Total	<u>\$ 1,951,642</u>

**LIVING BEYOND BREAST CANCER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

NOTE 5 PAYCHECK PROTECTION PLAN LOAN

On May 5, 2020, LBBC received a loan from a commercial bank in the amount of \$351,400 to fund payroll, rent, and utilities through the Paycheck Protection Program (the PPP Loan). On May 3, 2021, the SBA processed LBBC's PPP loan forgiveness application and notified the bank that the PPP loan qualified for full forgiveness. Loan proceeds were received by the bank from the SBA on this date. Therefore, LBBC was legally released from the debt and the loan forgiveness has been recorded as a gain during the year ended December 31, 2021.

On January 22, 2021, LBBC received a second PPP loan in the amount of \$311,133. On August 23, 2021, the SBA processed LBBC's PPP loan forgiveness application and notified the bank that the PPP loan qualified for full forgiveness. Loan proceeds were received by the bank from the SBA on this date. Therefore, LBBC was legally released from the debt and the loan forgiveness has been recorded as a gain during the year ended December 31, 2021.

The total forgiveness of debt during 2021 of \$662,533 is recorded on the accompanying statement of activities as other income. The SBA may review funding eligibility and usage of funds for compliance with program requirements based on dollar thresholds and other factors. The amount of liability, if any, from potential noncompliance cannot be determined with certainty; however, management is of the opinion that any review will not have a material adverse impact on LBBC's financial position.

NOTE 6 RETIREMENT PLAN

LBBC maintains a 401(k) plan available to all eligible employees. Employee contributions to the plan are based upon employee compensation, subject to limits prescribed by the IRC. In 2021, LBBC made a nonelective, contribution of 3% of gross salaries for each employee regardless if the employee contributed and then maximum up to 4% match of compensation for all eligible employees. For the year ended December 31, 2021, LBBC's contribution amounted to \$146,976.

NOTE 7 COMMITMENTS

Operating Leases

LBBC leases office space under an operating lease which expires February 2022. For the year ended December 31, 2021, rent expense under this lease excluding utility expense amounted to \$128,442. LBBC records periodic rental expense over the life of the lease. There was a deferred rent asset of \$8,785 as of December 31, 2021 which is included in prepaid expenses on the accompanying statement of financial position.

LBBC also leases equipment under three operating leases. Rental expense on leased equipment was \$10,579 for the year ended December 31, 2021.

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NOTE 7 COMMITMENTS (CONTINUED)

Operating Leases (Continued)

At December 31, 2021, the future minimum lease payments for all leases are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2022	\$ 22,780
2023	3,344
Total	\$ 26,124

In February 2022, the office lease noted above was amended to extend the term of the lease through February 28, 2025. Under the amended lease agreement, the total lease payments over the three-year term approximate \$350,000.

NOTE 8 FAIR VALUE MEASUREMENTS

LBBC uses fair value measurements to record fair value adjustments to investments, as described in Note 1 – Organization and Summary of Significant Accounting Policies.

The following table presents LBBC’s fair value hierarchy for those investments measured at fair value on a recurring basis as of December 31, 2021.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 5,878,083	\$ -	\$ -	\$ 5,878,083
Common Stock	426,919	-	-	426,919
Exchange-Traded Funds	7,145,972	-	-	7,145,972
Fixed Income	-	-	-	-
Other Assets	52,760	-	-	52,760
Total	\$ 13,503,734	\$ -	\$ -	\$ 13,503,734

The table above does not include \$146,502 of money funds recorded at cost which approximates fair value.

NOTE 9 LIQUIDITY

LBBC has \$18,530,793 of financial assets available within one year of the statement of financial position date consisting of cash of \$4,813,837, contributions receivable of \$66,720, and short-term investments of \$13,650,236. \$923,651 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. The contributions receivable are subject to time restrictions, but will be collected within one year. LBBC has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$741,800. As part of its liquidity management, LBBC invests cash in excess of daily requirements in various short-term investments including certificates of deposit, money market accounts, and short-term treasury instruments.