GRG Gerstle, Rosen & Goldenberg, P.A.
Certified Public Accountants
www.grgcpa.com

Mark R. Gerstle, C.P.A.
mgerstle@grgcpa.com

Robert N. Rosen, C.P.A.
rrosen@grgcpa.com

Brian K. Goldenberg, Partner
bgoldenberg@grgcpa.com

November 29, 2021

To the Board of Directors
American Association of Caregiving Youth, Inc.

We have audited the financial statements of American Association of Caregiving Youth, Inc. ("the Organization") for the years ended June 30, 2021 and 2020, and have issued our report thereon dated November 29, 2021. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated October 26, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by American Association of Caregiving Youth, Inc. are described in Note 1 to the financial statements. As described in Note 11, the Association changed accounting policies related to revenue recognition by adopting FASB Accounting Standards Update No. 2014-09 accounted for and disclosed in accordance with FASB ASC 606, Revenue from Contracts with Customers in the year ended June 30, 2021. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no sensitive estimates affecting the financial statements.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management and completing our audit.

AVENTURA
2630 N.E. 203rd Street
Suite 104
Aventura, Florida 33180
Phone: 305-937-0116
Fax: 305-937-0128

BOCA RATON
3835 N.W. Boca Raton Blvd.
Suite 100
Boca Raton, Florida 33431
Phone: 561-447-4000
Fax: 561-447-4004

FT. MYERS
12595 New Brittany Blvd.
Building 20W
Fort Myers, Florida 33907
Phone: 239-672-4364
Fax: 239-672-4367

NAPLES
999 Vanderbilt Beach Road
Suite 200
Naples, Florida 34108
Phone: 239-262-1773
Fax: 239-263-0166

ORLANDO
111 North Orange Avenue
Suite 840
Orlando, Florida 32801
Phone: 407-564-2812
Fax: 407-564-2057

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. As applicable, management has corrected all such misstatements. Enclosed you will find the proposed adjusting journal entries approved by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 29, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of Directors and management of American Association of Caregiving Youth, Inc. and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Gerstle, Rosen & Goldenberg, P.A.

GERSTLE, ROSEN & GOLDENBERG, P.A.
Certified Public Accountants

Gerstle, Rosen & Goldenberg, P.A.
Certified Public Accountants
www.grgcpa.com

Mark R. Gerstle, C.P.A.
mgerstle@grgcpa.com

Robert N. Rosen, C.P.A.
rrosen@grgcpa.com

Brian K. Goldenberg, Partner
bgoldenberg@grgcpa.com

INSTRUCTIONS

ACCOUNTING ENTRIES AND OTHER SUPPORTING DOCUMENTS

DATE: November 29, 2021

RE: American Association of Caregiving Youth, Inc.

1. ADJUSTING JOURNAL ENTRIES

   a. If you have closed for the year, all adjustments to revenue, expenses and prior period adjustments should be put to the respective fund balance.

   b. Ensure that prior period adjustments are closed to fund balance at year end.

   c. Under normal circumstances accruals should be reversed against current expenses.

2. WORKING TRIAL BALANCE

   a. The working trial balance reflects a summary of the year end adjustments to post after closing (i.e. balance sheet accounts only).

Please call the office if you have any questions.

AVENTURA
2630 N.E. 203rd Street
Suite 104
Aventura, Florida 33180
Phone: 305-937-0116
Fax: 305-937-0128

BOCA RATON
3835 N.W. Boca Raton Blvd.
Suite 100
Boca Raton, Florida 33431
Phone: 561-447-4000
Fax: 561-447-4004

FT. MYERS
12595 New Brittany Blvd.
Building 20W
Fort Myers, Florida 33907
Phone: 239-672-4364
Fax: 239-672-4367

NAPLES
999 Vanderbilt Beach Road
Suite 200
Naples, Florida 34108
Phone: 239-262-1773
Fax: 239-263-0166

ORLANDO
111 North Orange Avenue
Suite 840
Orlando, Florida 32801
Phone: 407-564-2812
Fax: 407-564-2057

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.
ADJUSTING JOURNAL ENTRIES
June 30, 2021

	CLIENT ACCOUNT NUMBER	DEBIT	CREDIT
1			
Prepaid Expenses	Asset	$3,490.95	
Office Rent - CYP	Expense		$2,792.76
Office Rent - AACY	Expense		698.19
To reclass for presentation			
2			
With Donor Restriction (B/S)	Equity	114,294.00	
Grant Revenue Release from Restrictions (I/S)	Revenue		114,294.00
To recognize temp. restricted net assets as unrestricted revenue			
3			
Temporarily Restricted Revenue (I/S)	Revenue	109,586.00	
With Donor Restriction (B/S)	Equity		109,586.00
To record current year temporarily restricted net assets			
4			
Temp. Restricted Net Assets (B/S)	Equity	35,655.00	
Net Assets	Equity	65,728.00	
Without Donor Restriction	Equity		52,405.00
With Donor Restriction	Equity		48,978.00
To reconcile			
5			
In-kind Expense	Expense	88,051.00	
In-kind Revenue	Revenue		88,051.00
To book per management			
		$416,804.95	$416,804.95

AMERICAN ASSOCIATION OF
CAREGIVING YOUTH, INC.
WORKING TRIAL BALANCE
June 30, 2021

ACCOUNT TITLE	CLIENT ACCOUNT NUMBER	CLIENT T/B DEBIT	CLIENT T/B CREDIT	ADJUSTMENTS DEBIT	ADJUSTMENTS CREDIT	CPA F/S DEBIT	CPA F/S CREDIT
BALANCE SHEET							
ASSETS				-	-		
WELLS FARGO - OPERAING		152,082.22		-	-	152,082.22	
WELLS FARGO - RESERVE		100,002.15		-	-	100,002.15	
BANK OF AMERICA - RESERVE		225,002.28		-	-	225,002.28	
				-	-		
ACCOUNTS RECEIVABLE		4,855.50		-	-	4,855.50	
PREPAID EXPENSES				3,491.00	-	3,491.00	
FURNITURES & FIXTURES		16,314.61		-	-	16,314.61	
A/D FURNITURE & FIXTURES			3,698.72	-	-		3,698.72
				-	-		
INVESTMENT - LPL FINANCIAL		13,441.65		-	-	13,441.65	
				-	-		
LIABILITIES AND FUND BALANCE				-	-		
ACCOUNTS PAYABLE			2,535.97	-	-		2,535.97
				-	-		
BOA BUSINESS CARD			1,559.54	-	-		1,559.54
				-	-		
DEFERRED REVENUE			9,216.00	-	-		9,216.00
DEFERRED EXPENSE		750.00		-	-	750.00	
PRIOR PERIOD ADJUSTMENT				-	-		
TEMP. RESTRICTED NET ASSETS			35,655.00	35,655.00	-		0.00
UNRESTRICTED NET ASSETS			65,727.90	65,727.90	-		0.00
WITHOUT DONOR RESTRICTIONS			104,471.45	-	52,405.00		156,876.45
WITH DONOR RESTRICTIONS			65,315.00	-	48,977.90		114,292.90
CURRENT YEAR INCOME / LOSS	—		224,268.83		3,491.00		227,759.83
		$512,448.41	$512,448.41	$104,873.90	$104,873.90	$515,939.41	$515,939.41
		$0.00		$0.00		$0.00	

ENDING FUND BALANCE PER CPA F/S SHOULD EQUAL: $498,929.18

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2021 AND 2020

AMERICAN ASSOCIATION OF
CAREGIVING YOUTH, INC.

TABLE OF CONTENTS

FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Gerstle, Rosen & Goldenberg, P.A.
Certified Public Accountants
www.grgcpa.com

Mark R. Gerstle, C.P.A.
mgerstle@grgcpa.com

Robert N. Rosen, C.P.A.
rrosen@grgcpa.com

Brian K. Goldenberg, Partner
bgoldenberg@grgcpa.com

INDEPENDENT AUDITORS' REPORT

Board of Directors
American Association of Caregiving Youth, Inc.

Dear Board:

Report on the Financial Statements

We have audited the accompanying financial statements for American Association of Caregiving Youth, Inc. (a Florida Non Profit Corporation), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities and change in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

AVENTURA
2630 N.E. 203rd Street
Suite 104
Aventura, Florida 33180
Phone: 305-937-0116
Fax: 305-937-0128

BOCA RATON
3835 N.W. Boca Raton Blvd.
Suite 100
Boca Raton, Florida 33431
Phone: 561-447-4000
Fax: 561-447-4004

FT. MYERS
12595 New Brittany Blvd.
Building 20W
Fort Myers, Florida 33907
Phone: 239-672-4364
Fax: 239-672-4367

NAPLES
999 Vanderbilt Beach Road
Suite 200
Naples, Florida 34108
Phone: 239-262-1773
Fax: 239-263-0166

ORLANDO
111 North Orange Avenue
Suite 840
Orlando, Florida 32801
Phone: 407-564-2812
Fax: 407-564-2057

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of American Association of Caregiving Youth, Inc., as of June 30, 2021 and 2020, and the related statements of activities and change in net assets, functional expenses, and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Effect of Adopting New Accounting Standard

As discussed in Note 12 to the financial statements, as of July 1, 2020, the Organization adopted the new revenue guidance FASB ASC 606, Revenue from Contracts with Customers, the first applicable year. This new standard supersedes accounting standards that previously existed under GAAP and provides a comprehensive principle-based framework for recognizing revenue. Our opinion is not modified with respect to that matter.

Gerstle, Rosen & Goldenberg, P.A.

Boca Raton, Florida
November 29, 2021

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2021 and 2020

	2021	2020
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 477,087	$ 489,982
Investments - Trading	13,442	10,765
Accounts Receivable	4,856	3,983
Prepaid Expenses	4,241	3,433
Total Current Assets	499,626	508,163
Other Assets:		
Property and Equipment, less accumulated depreciation	12,616	11,395
TOTAL ASSETS	$ 512,242	$ 519,558
LIABILITIES		
Accounts Payable	$ 4,096	$ 6,011
Loan Payable - PPP	-	111,378
Deferred Revenue	9,216	131,000
TOTAL LIABILITIES	13,312	248,389
NET ASSETS		
Without Donor Restriction	389,344	156,876
With Donor Restriction	109,586	114,293
TOTAL NET ASSETS	498,930	271,169
TOTAL LIABILITIES AND NET ASSETS	$ 512,242	$ 519,558

The accompanying notes are an integral part of these financial statements.

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS

For the Years Ended June 30, 2021 and 2020

	WITHOUT DONOR RESTRICTION	WITH DONOR RESTRICTION	Totals 2021	Totals 2020
REVENUES AND OTHER SUPPORT:				
Grants, Less Allowance for Uncollectible Promises to Give of $0 & $0	$ 478,960	$ 109,586	$ 588,546	$ 540,207
Other Contributions	581,360	-	581,360	304,141
Fund-raising Events	12,751	-	12,751	128,220
In-Kind Contributions	89,796	-	89,796	135,968
Interest Income & Gain(Loss) on Investments	2,780	-	2,780	(921)
Other Income	4,510	-	4,510	897
Gain on Forgiveness of Debt	111,378		111,378	-
Grant Revenue Released from Restrictions	114,293	(114,293)	-	-
TOTAL REVENUES AND OTHER SUPPORT	1,395,828	(4,707)	1,391,121	1,108,512
EXPENSES:				
Program Services	1,025,904	-	1,025,904	890,607
General & Administrative	128,416	-	128,416	113,712
Fund-raising	9,040	-	9,040	36,311
TOTAL EXPENSES	1,163,360	-	1,163,360	1,040,630
CHANGE IN NET ASSETS	232,468	(4,707)	227,761	67,882
Net Assets, beginning	156,876	114,293	271,169	203,287
Net Assets, ending	$ 389,344	$ 109,586	$ 498,930	$ 271,169

The accompanying notes are an integral part of these financial statements.

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended June 30, 2021 and 2020

2021	Program Services	General and Administrative	Fund-raising	Total
Functional Classification of Expenses:				
Salaries	$ 604,908	$ 85,476	$ 6,110	$ 696,494
Payroll Taxes and Employees Benefits	49,257	7,177	498	56,932
Direct Fund-raising Costs	17,950	-	2,432	20,382
Occupancy Costs	45,798	8,461	-	54,259
Contract Labor	117,089	-	-	117,089
Insurance	7,695	1,697	-	9,392
Telephone	5,888	2,523	-	8,411
Supplies	4,863	361	-	5,224
General Operating Expenses	172,456	20,562	-	193,018
Depreciation Expense	-	2,159	-	2,159
TOTAL EXPENSES	$ 1,025,904	$ 128,416	$ 9,040	$ 1,163,360

2020	Program Services	General and Administrative	Fund-raising	Total
Functional Classification of Expenses:				
Salaries	$ 523,049	$ 77,116	$ 5,283	$ 605,448
Payroll Taxes and Employees Benefits	41,984	6,203	424	48,611
Direct Fund-raising Costs	11,978	-	30,604	42,582
Occupancy Costs	43,476	6,627	-	50,103
Contract Labor	63,602	-	-	63,602
Insurance	6,252	1,346	-	7,598
Telephone	4,690	2,010	-	6,700
Supplies	7,244	417	-	7,661
General Operating Expenses	188,332	18,453	-	206,785
Depreciation Expense	-	1,540	-	1,540
TOTAL EXPENSES	$ 890,607	$ 113,712	$ 36,311	$ 1,040,630

The accompanying notes are an integral part of these financial statements.

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2021 and 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
TOTAL INCREASE IN NET ASSETS	$ 227,761	$ 67,882
ADJUSTMENTS TO RECONCILE DECREASE IN NET ASSETS TO NET CASH USED IN OPERATING ACTIVITIES		
Depreciation	2,159	1,540
Gain on Forgiveness of Debt	(111,378)	-
In-kind Equipment Donation	-	(7,000)
(INCREASE) DECREASE IN OPERATING ASSETS:		
Investments - Trading	(2,677)	1,117
Accounts Receivable	(873)	9,979
Prepaid Expenses	(808)	(3,433)
INCREASE (DECREASE) IN OPERATING LIABILITIES:		
Accounts Payable	(1,915)	(2,637)
Deferred Revenue	(121,784)	131,000
NET CASH FROM OPERATING ACTIVITIES	(9,515)	198,448
CASH FLOWS FROM INVESTING ACTIVITIES		
Disbursements for Property and Equipment	(3,380)	(5,935)
NET CASH USED IN INVESTING ACTIVITIES	(3,380)	(5,935)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from PPP Loan	-	111,378
NET CASH PROVIDED BY FINANCING ACTIVITIES	-	111,378
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(12,895)	303,891
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	489,982	186,091
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 477,087	$ 489,982

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Noncash Transactions:
During the year ended June 30, 2021:
In-kind Contributions - see Statement of Activities

The accompanying notes are an integral part of these financial statements.

AMERICAN ASSOCIATION OF CAREGIVING YOUTH, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

American Association of Caregiving Youth, Inc. (AACY)

The AACY was formed under the auspices of Volunteers for the Homebound and Family Caregivers (VHFC), a Florida based 501(c) (3) not-for-profit corporation, which began serving the greater Boca Raton community in 1998. On December 21, 2009, VHFC officially changed its name with the Secretary of State of Florida to AACY, to better reflect the purpose of the Organization. The Organization's mission is to increase awareness and provide support services for youth caregivers and their families by connecting them with healthcare, education and community resources. AACY's support comes primarily from donor contributions, various grants, fund-raiser events and in-kind contributions.

The AACY maintains its website at: www.aacy.org.

The following programs and supporting services are included in the accompanying financial statements:

Caregiving Youth Project (CYP)

Established in 2006, the CYP works in partnership with middle and high schools in Palm Beach County to identify and support children who are caregivers. The CYP integrates components of healthcare, education, and community resources in order to deliver a solid support system to caregivers in school, out of school, and at home. Its proven results have been so proud in ameliorating the ramifications of being a caregiving youth that AACY is both developing national partnerships and an affiliate network to bring its work to other nonprofits in support of this growing yet still hidden population.

Caregiving Youth Institute (CYI)

Established in 2014, the CYI was formed to extend the service and reach of the AACY. The purpose of the CYI is to raise the level of awareness of the multi-system needs of caregiving youth, along with solutions for their support, though the multiple initiatives of C.A.R.E. (Connection, Advocacy, Research, and Education). The CYI has hosted three in person and one virtual conference, all of which have had presenters from other states and countries.

The CYP and CYI programs and supporting services are maintained as a part of the AACY website.

AMERICAN ASSOCIATION OF
CAREGIVING YOUTH, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

The Organization's financial statements are prepared on the accrual basis of accounting. The Organization reports information regarding its financial position and activities according to two classes of net assets: unrestricted net assets and temporarily restricted net assets.

Without Donor Restriction Net Assets – not subject to donor-imposed restrictions. Unrestricted net assets may be designated for specific purposes by the actions of the Board of Directors.

With Donor Restriction Net Assets – subject to donor-imposed stipulations that may be fulfilled by the actions of the Board of Directors or become unrestricted at the date specified by the donor.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of American 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

Cash consists of cash deposited with a financial institution. The Organization considers all highly liquid investments with an original maturity of three months of less at date of purchase to be cash equivalents. There were no cash equivalents at June 30, 2021 and 2020.

Investments – Trading

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investments consist of stock in a publicly traded company.

Grants and Other Contributions

All grants and other contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods (time restriction) or are restricted by the donor for specific purposes (purpose restriction) are reported as temporarily restricted.

When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund-Raising Events

The Organization's financial statements are presented in accordance with Financial Accounting Standards Board Accounting Standard Codification ASC 958, *Accounting for Costs of Activities of Non-For-Profit Organizations and State and Local Government Entities that include Fund Raising* (formerly statement of Position 98-2). The ASC established criteria for accounting and reporting for any activity that solicits contributions.

Program Income

Program income is recognized as revenue when services are performed.

Special Event Income

The Organization recognizes special event income in the year the event occurs. Special event income is reflected on a gross basis, separate from direct expenditures.

Unconditional Promises to Give

Unconditional promises to give are stated at unpaid balances, less an allowance for doubtful accounts. Allowance for doubtful accounts is calculated based on historical experience, third-party contracts and other circumstances, and reflects management's best estimate of the amounts that will not be collected. The allowance is increased by charges to income and decreased by charge-offs (net of recoveries). At June 30, 2021 and 2020, there were no unconditional promises to give.

Property and Equipment

Property and Equipment consists of office furniture, fixtures, computer, and related office equipment, and are recorded at cost if purchases or at fair value at the time of donation, if contributed. Depreciation is provided on the straight-line method over the estimated economic useful lives ranging from five to seven years. Significant additions of property and equipment are capitalized, while repairs and maintenance expenditures that do not contribute to useful life of assets are charged to operations.

Income Tax Status

The Organization is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and is classified as other than a private foundation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurement

Under FASB ASC 820, *Fair Value Measurements and Disclosures*, fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

The Association has determined that there was no material difference between the carrying value and fair value of its financial assets and liabilities at June 30, 2021 and 2020; therefore, no adjustment for the effect of FASB ASC 820 was made to the Organization's financial statements at June 30, 2021 and 2020.

2. DATE OF MANAGEMENT'S REVIEW

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through November 29, 2021, the date that the financial statements were available to be issued.

3. IN-KIND CONTRIBUTIONS – DONATED SERVICES & FACILITIES

In-kind contributions are non-monetary transactions recognized if the contributions received create or enhance long-lived assets or require specialized skills and would typically need to be purchased if not otherwise provided by contribution. In-kind contributions are recorded at estimated Fair Market Value and are shown as revenue on the Statements of Activities, and consists of the following:

	2021	2020
Professional services performed by the Organization's management in excess of salaries paid	$ 34,636	$ 38,717
Professional services performed by volunteers	53,416	72,450
Other miscellaneous in-kind contributions	1,744	24,801
TOTAL	**$ 89,796**	**$ 135,968**

The Organization also receives donated services from unpaid volunteers for non-specialized services, and accordingly, no amounts have been recognized for these services in the accompanying financial statements. It is the Organization's policy to recognize donated goods and services which are raffled, awarded, or auctioned off at their realized values.

4. RELATED PARTY TRANSACTIONS

The Organization entered into transactions with a related party during the normal course of business. The President of the American Association of Caregiving Youth, Inc., who is also on the Board the Directors, provides management services to the Organization which include overall management, evaluation, and development of AACY and its three divisions (Caregiving Youth Project, Caregiving Youth Institute, Affiliates and partnerships) within Palm Beach County, the State of FL and nationally. Compensation for these services are recorded at fair value. Additionally, a Board Member is the owner of a subcontracted company which has been used by the Organization for the past several years. This relationship gives the Organization discounted pricing on their services.

For the years ended, June 30, 2021 and 2020, the organization estimates that the total amount of related party transactions were between 5% to 10% of its current year actual expenses.

5. CHANGES IN NET ASSETS

With Donor Restriction

Net Assets subject to a time or purpose restriction are classified as With Donor Restriction on the statements of financial position and are available for use after June 30, 2021 and 2020.

The balances at June 30, 2021 and 2020 were $109,586 and $114,293, respectively.

Grant Revenue Released from Restrictions

Temporarily restricted net assets were released from restrictions by satisfying the time or purpose restriction specified by the donor(s) and incurring expenditures. The total amount of temporarily restricted net assets released from restrictions totaled $114,293 for the year ended June 30, 2021, and is shown as revenue on the statements of financial activities and change in net assets.

6. COMMITMENTS

The Organization has various contract services including program services, maintenance, and an office lease. These contracts have different expiration dates and renewal terms.

7. INVESTMENTS AND FAIR VALUE MEASUREMENTS

FASB ASC 820 provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

7. INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

Level 2 Inputs to the valuation methodology include:

a) quoted prices for similar assets or liabilities in active markets;
b) quoted prices for identical or similar assets or liabilities in inactive markets;
c) inputs other than quoted prices that are observable for the asset or liability;
d) inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The Organization holds donated stock investments in the amount of $13,442 at fair value (level 1) with a unrealized loss of $2,235 for the year ended June 30, 2021.

8. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	2021
Financial assets at year-end	$499,626
Less those unavailable for general expenditures within one year, due to:	
None noted	0
Financial assets available to meet cash needs for general expenditures within one year	$499,626

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in savings accounts.

9. COMPREHENSIVE INCOME

The Company has no components of other comprehensive income. Accordingly, comprehensive income is the same as the net income for period presented.

10. RISKS AND UNCERTAINTIES AND GAIN ON FORGIVESNESS OF DEBT

In December 2019, a novel strain of coronavirus was identified in Wuhan, China. Through the first quarter of 2020, the disease became widespread around the world, and on March 11, 2020, the World Health Organization declared a pandemic. The Organization may be negatively affected by the pandemic if there are work interruptions or labor supply issues. At the date of these financial statements, the Organization continues to evaluate the impact on its business; however, the Organization does not expect the effects of the virus to have a material impact and has adequate cash levels to maintain operations.

In response to the coronavirus (COVID-19) outbreak in 2020, the U.S. Federal Government enacted the Coronavirus Aid, Relief, and Economic Security Act that, among other economic stimulus measures, established the Paycheck Protection Program (PPP) to provide small business loans. In June 2020, the Organization obtained a PPP loan for $111,378. The note was to mature in June 2022 and bared interest at a fixed annual rate of 1%, with the first six months of interest deferred. The Organization believes it used all of the proceeds from the note for qualifying expenses and filed for full forgiveness under the program. On May 12, 2021, the Organization received full forgiveness and recognized a gain on forgiveness of the loan.

11. RECENT ACCOUNTING PRONOUNCEMENT

In February 2016, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2016-02, Leases (Topic 842). The ASU is intended to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements. ASU 2016-02 requires, among other changes to the lease accounting guidance, lessees to recognize most leases on balance sheet via a right of use asset and lease liability, and additional qualitative and quantitative disclosures. The ASU is effective for fiscal years beginning after December 15, 2020, and interim periods within fiscal years beginning after December 15, 2021 with a modified retrospective transition method, and early adoption is permitted.

In June 2020, the FASB further issued ASU 2020-05, Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842): Effective Dates for Certain entities, to allow certain companies and organizations who have not yet applied the new guidance to delay implementation by one year. The Organization is currently evaluating the impact of the provisions of this ASU on the presentation of its financial statements.

12. FASB ASC 606 NEW ACCOUNTING GUIDANCE IMPLEMENTATION

The Financial Accounting Standards Board (FASB) issued new guidance that created Topic 606, Revenue from Contracts with Customers, in the Accounting Standards Codification (ASC). Topic 606 supersedes the revenue recognition requirements in FASB ASC 605, Revenue Recognition, and requires the recognition of revenue when promised goods or services are transferred to customers in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services. The new guidance also added Subtopic 340-40, Other Assets and Deferred Costs—Contracts with Customers, to the ASC to require the deferral of incremental costs of obtaining a contract with a customer. Collectively, we refer to the new Topic 606 and Subtopic 340-40 as the "new guidance."

12. FASB ASC 606 NEW ACCOUNTING GUIDANCE IMPLEMENTATION (Continued)

We adopted the requirements of the new guidance as of July 1, 2020, utilizing the full retrospective method of transition. Adoption of the new guidance resulted in changes to our accounting policies for revenue and cost recognition, previously described.

The difference to revenue and cost recognition-related account balances at June 30, 2020, under the new guidance as opposed to the prior revenue recognition guidance for those contracts were determined to be immaterial. Accordingly, no adjustment to beginning retained earnings was necessary.