

**UPLIFT CENTER FOR GRIEVING CHILDREN**

**FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2022**

**(WITH SUMMARIZED COMPARATIVE TOTALS  
FOR THE YEAR ENDED JUNE 30, 2021)**



**UPLIFT CENTER FOR GRIEVING CHILDREN  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2022  
(WITH SUMMARIZED COMPARATIVE TOTALS  
FOR THE YEAR ENDED JUNE 30, 2021)**

Page

<b>INDEPENDENT AUDITOR’S REPORT</b>	1
<b>FINANCIAL STATEMENTS</b>	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7



## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Uplift Center for Grieving Children  
Philadelphia, Pennsylvania

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of Uplift Center for Grieving Children (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year 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 Uplift Center for Grieving Children, as of June 30, 2022, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Uplift Center for Grieving Children, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 these 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 Uplift Center for Grieving Children's ability to continue as a going concern within one year after the date of the financial statements are available to be 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 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 Uplift Center for Grieving 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 Uplift Center for Grieving 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.

### **Report on Summarized Comparative Information**

We have previously audited Uplift Center for Grieving Children's June 30, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 22, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*J. Miller & Associates, LLC*

**J. MILLER & ASSOCIATES, LLC**

Philadelphia, Pennsylvania  
November 4, 2022

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2022**  
**(WITH SUMMARIZED COMPARATIVE TOTALS AS OF JUNE 30, 2021)**

	<u>2022</u>	<u>Restated 2021</u>
<b>ASSET</b>		
<b>CURRENT ASSET</b>		
Cash and cash equivalents	\$ 1,001,974	\$ 1,009,171
Grants and contributions receivable	408,745	273,942
Investments	33,573	31,887
Prepaid expenses	4,942	4,942
Total Current Assets	<u>1,449,234</u>	<u>1,319,942</u>
<b>OTHER ASSETS</b>		
Property and equipment	3,663	4,606
Security deposit	14,166	14,166
Total Other Assets	<u>17,829</u>	<u>18,772</u>
Total Assets	<u>\$ 1,467,063</u>	<u>\$ 1,338,714</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 3,217	\$ 2,793
Accrued payroll	47,679	31,405
Loan payable	-	191,244
Total Current Liabilities	<u>50,896</u>	<u>225,442</u>
<b>NET ASSETS</b>		
Without donor restrictions	1,271,167	943,564
With donor restrictions	145,000	169,708
Total Net Assets	<u>1,416,167</u>	<u>1,113,272</u>
Total Liabilities and Net Assets	<u>\$ 1,467,063</u>	<u>\$ 1,338,714</u>

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2022**  
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2022 Total</u>	<u>Restated 2021 Total</u>
<b>REVENUE AND SUPPORT</b>				
Contributions				
Foundations	\$ 268,313	\$ 200,000	\$ 468,313	\$ 565,828
Individual and corporations	293,903	-	293,903	167,039
Government contracts	539,773	-	539,773	493,150
Special events, net of direct costs to donor of \$83,728	439,350	-	439,350	326,473
Loan forgiveness	191,244	-	191,244	192,707
Training, education, and consultation	17,250	-	17,250	8,650
Net investment return	1,686	-	1,686	1,655
Interest income	845	-	845	1,556
Other income	-	-	-	10,671
Net assets released from time restrictions	224,708	(224,708)	-	-
<b>Total Revenue and Support</b>	<u>1,977,072</u>	<u>(24,708)</u>	<u>1,952,364</u>	<u>1,767,729</u>
<b>EXPENSES</b>				
<b>Program services</b>				
Program services	<u>1,356,913</u>	<u>-</u>	<u>1,356,913</u>	<u>1,132,668</u>
<b>Supporting services</b>				
Management and general	132,638	-	132,638	93,238
Fundraising	<u>159,918</u>	<u>-</u>	<u>159,918</u>	<u>103,136</u>
Total Supportive services	<u>292,556</u>	<u>-</u>	<u>292,556</u>	<u>196,374</u>
<b>Total Expenses</b>	<u>1,649,469</u>	<u>-</u>	<u>1,649,469</u>	<u>1,329,042</u>
<b>Change in Net Assets</b>	327,603	(24,708)	302,895	438,687
Net Assets - Beginning of year	<u>943,564</u>	<u>169,708</u>	<u>1,113,272</u>	<u>674,585</u>
Net Assets - End of year	<u>\$ 1,271,167</u>	<u>\$ 145,000</u>	<u>\$ 1,416,167</u>	<u>\$ 1,113,272</u>

See accompanying Notes to Financial Statements.

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2022**  
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)**

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>2022 Total</b>	<b>2021 Total</b>
Salaries	\$ 951,414	\$ 59,554	\$ 88,100	\$ 1,099,068	\$ 952,186
Payroll taxes	76,149	4,767	7,051	87,967	77,368
Employee benefits	92,466	5,788	8,562	106,816	77,125
Conferences	20,902	-	-	20,902	600
Fundraising expenses	-	-	38,218	38,218	-
Insurance	1,034	5,857	-	6,891	6,331
Office expenses and supplies	42,308	14,612	17,987	74,907	52,547
Rent	85,615	9,513	-	95,128	94,213
Printing and publications	8,976	496	-	9,472	8,386
Professional services	52,468	17,259	-	69,727	30,841
Program expenses	12,847	1,725	-	14,572	10,464
Repairs and maintenance	7,944	1,754	-	9,698	2,558
Telephone	3,986	11,174	-	15,160	13,306
Depreciation	804	139	-	943	3,117
<b>Total Expense</b>	<b>\$ 1,356,913</b>	<b>\$ 132,638</b>	<b>\$ 159,918</b>	<b>\$ 1,649,469</b>	<b>\$ 1,329,042</b>

See accompanying Notes to Financial Statements.

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2022**  
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)**

	<u>2022</u>	Restated <u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 302,895	\$ 438,687
Adjustments to reconcile change in net assets to net cash (used in)/provided by operating activities		
Depreciation	943	3,117
Net investment return	(1,686)	(1,655)
Loan forgiveness	(191,244)	(192,707)
(Increase) decrease in assets		
Grants and contributions receivable	(134,803)	(205,841)
Prepaid expenses	-	(3,530)
(Increase) decrease in liabilities		
Accounts payable and accrued expenses	424	(3,375)
Accrued payroll	16,274	8,550
<b>Net cash (used in)/provided by operating activities</b>	<u>(7,197)</u>	<u>43,246</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	<u>-</u>	<u>-</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from loan payable	-	191,244
<b>Net cash provided by financing activities</b>	<u>-</u>	<u>191,244</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(7,197)	234,490
Cash and cash equivalents - beginning of year	<u>1,009,171</u>	<u>774,681</u>
Cash and cash equivalents - end of year	<u>\$ 1,001,974</u>	<u>\$ 1,009,171</u>



**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1            NATURE OF ORGANIZATION**

Uplift Center for Grieving Children (the “Center”) is a nonprofit organization organized to provide quality bereavement services in a safe and caring place where children, teens and their families, grieving a death or other significant loss, can find support to grow through their healing process. The Center is also an educational and supportive resource for professionals and others who interact with grieving children, teens, and their families.

**NOTE 2            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting**

The Center prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (“GAAP”) which involve the application of the accrual basis of accounting; consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

**Financial Statement Presentation**

To ensure the observance of limitations and restrictions on the use of resource available to the Center, its net assets and revenues have been reported according to the following classification:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions and may be used for any purpose in performing the primary objectives of the Center. These net assets may be used at the discretion of the Center’s management and the board of directors.

*Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions or law. 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. These donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity.

**Use of Estimates**

The preparation of financial statements in conformity with GAAP, requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**UPLIFT CENTER FOR GRIEVING CHILDREN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 2           SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Summarized Comparative Information**

The summarized comparative information presents amounts in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Center's financial statements for the year ended June 30, 2021 from which the summarized information was derived.

**Investments**

The Center carries investments at their fair values in the statement of financial position. Investment return, net of investment fees are reported in the statement of activities and consists of unrealized gains and losses on investments, realized gains and losses, and interest income and are reflected in the statement of activities as income without donor restrictions. Interest income is recorded when earned. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statement of activities in the period which the securities are sold.

**Fair Value Measurements of Investments**

Fair value is defined as the price that would be received to sell an asset in the most advantageous market for the asset in an orderly transaction between market participants on the measurement date. GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The Center groups assets at fair value in three levels, based on markets in which assets are traded and reliability of the assumptions used to determine fair value. Those levels are:

Level 1: Unadjusted quoted market prices for identical assets in active markets as of the measurement date.

Level 2: Other observable inputs, either directly or indirectly, including: Quoted prices for similar assets in active markets, quoted prices for similar assets in non-active markets, inputs other than quoted market prices that are observable for the asset and inputs that are derived principally from or corroborated by other observable markets.

Level 3: Unobservable inputs that cannot be corroborated by observable market data.

**Grants and Contributions Receivable**

Grants and contributions receivable are stated at the amount management expects to collect from outstanding balances. It is the Center's policy to charge off uncollectible grants and contributions receivable when management determines that the grants and contributions receivable will not be collectible. As of June 30, 2022, management has determined that no allowance for doubtful accounts is necessary.

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 2           SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contributions**

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Property and Equipment**

Property and equipment are recorded at cost, or if received as a gift, at fair value when acquired. Depreciation is computed on the straight-line basis over the estimated useful lives, which range from three to ten years. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income. Maintenance and repairs are charged to expense as incurred; major renewals and betterments with a cost in excess of \$500 are capitalized. The following is a summary of estimated useful lives used:

Furniture	10 years
Computers	3-5 years

**Functional Expenses**

The statement of functional expenses reports certain categories of expenses that are attributable to the Center's program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, payroll taxes, and benefits which are allocated on the basis of time and effort. Directly identifiable expenses, such as office expense and supplies, repairs and maintenance and telephone are charged to program and supporting services based upon invoices received. Management and general expenses include those expenses that are not directly identifiable with any other specific function and provide for the overall support and direction of the Center.

**Cash and Cash Equivalents**

The Center considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

**Donated Services**

No amounts have been reflected in the financial statements for donated services. The Center generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Center with specific assistance programs, campaign solicitations, and various committee assignments.

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 2           SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Income Taxes**

The Center is exempt from federal tax under Section 501(c)(3) of the Internal Revenue Code of 1986. Accordingly, there is no provision for income taxes. The Center is not aware of any activities that are subject to tax on unrelated business income and there are no uncertain tax positions that would require recognition in the financial statements.

**Recent Accounting Pronouncements Not Yet Adopted**

**Leases**

In February 2016, the FASB issued ASU 2016-02 "Leases (Topic 842)." The primary objective of the standard is to increase transparency and comparability among organizations by requiring lessees to recognize lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements. The new standard clarifies the definition of a lease and causes lessees to recognize leases on the statement of financial position as a lease liability with a corresponding right-of-use asset. The standard is effective for fiscal years beginning after December 15, 2021. Early adoption is permitted. The Center is currently evaluating the standard and its impact on the financial statements.

**NOTE 3           CONCENTRATION OF CREDIT RISK**

The Center maintains its cash balances in two financial institutions. Accounts are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000 per depositor. At various times during the year the bank balances may exceed the FDIC limit. As of June 30, 2022, the Center had uninsured cash balances totaling \$582,333.

**NOTE 4           PROPERTY AND EQUIPMENT**

Property and equipment consist of the following at June 30, 2022:

Furniture	\$ 11,356
Computer	12,977
	<hr/> 24,333
Accumulated depreciation	(20,670)
	<hr/> <u>\$ 3,663</u>

**UPLIFT CENTER FOR GRIEVING CHILDREN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 5 INVESTMENTS**

The following is a summary of investments as of June 30, 2022:

Money market - Government	\$	27,655
Equities		5,918
		33,573
	\$	33,573

As of June 30, 2022, all investments are level 1 investments.

**NOTE 6 LOAN FORGIVENESS**

In April 2021, the Center was granted a \$191,244 loan under the Paycheck Protection Program ("PPP") administered by a Small Business Administration ("SBA") approved partner. The loan was uncollateralized and was fully guaranteed by the Federal government. In March 2022, when the loan was legally released at which time the Center recorded the loan forgiveness of \$191,244 in the accompanying statement of activities for the year ended June 30, 2022.

**NOTE 7 LIQUIDITY AND AVAILABILITY**

The following represents the Center's financial assets at June 30, 2022:

Financial assets, at year-end		
Cash and cash equivalents	\$	1,001,974
Grants and contributions receivable		408,745
Investments		33,573
		1,444,292
Less: Amounts not available to be used in one year		75,000
Financial assets available to meet cash needs for general expenditure within one year		\$ 1,369,292

The Center regularly monitors liquidity required to meet its operating needs and other contractual commitments, while striving to maximize the investment of its available funds. The Center typically maintains its financial assets in cash and investments with a goal of having funds available when needed.

**UPLIFT CENTER FOR GRIEVING CHILDREN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 8 NET ASSETS**

Net assets with donor restrictions as of June 30, 2022 consist of the following:

Purpose restricted	
In School Grief relief support	\$ 15,000
Time Restricted	<u>130,000</u>
	<u>\$ 145,000</u>

Net assets released from donor restrictions were as follows for the year ended June 30, 2022:

Purpose restricted	
In School Grief relief support	\$ 15,000
Community and school programs	9,015
Hopeline	145,693
Time restrictions	<u>55,000</u>
	<u>\$ 224,708</u>

**NOTE 9 RETIREMENT PLAN**

The Center has a SIMPLE IRA for the benefit of its eligible employees. All full-time employees are eligible and receive a 3% match. The Center’s expense for the year ended June 30, 2022 was \$20,023 and is included in employee benefits on the accompanying statement of functional expenses.

**NOTE 10 CONCENTRATION OF REVENUE**

For the year ended June 30, 2022, the Center received approximately 21% of its total revenue and support from the City of Philadelphia, Department of Behavioral Health and Disability Services to provide Community Grief and Crisis Response Support.

**NOTE 11 SPECIAL EVENTS**

The Center held special events for the year ended June 30, 2022 to generate funds to carry out its program services. The special events also enabled the Center to inform the general public of the counseling services it provides. The breakdown of revenues and expenses is as follows:

Gross revenue	\$ 523,078
Direct expenses	<u>(83,728)</u>
Net Income	<u>\$ 439,350</u>

**UPLIFT CENTER FOR GRIEVING CHILDREN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 12      PRIOR PERIOD ADJUSTMENT**

During the year ended June 30, 2022, management discovered that two contracts were not invoiced during the year ended June 30, 2021. As a result of the correction of these invoices net assets of the prior period were restated as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Net assets, beginning of the year	\$ 910,366	\$ 169,708	\$ 1,080,074
Revenue adjustment	33,198	-	33,198
Net assets, beginning of the year, as restated	\$ 943,564	\$ 169,708	\$ 1,113,272

**NOTE 13      LEASE COMMITMENT**

In December 2021, the Center entered into a fourth amendment for its lease at 3300 Henry Avenue, Philadelphia, Pennsylvania which expires on July 31, 2024. Under this lease agreement the Center will pay \$8,632 until July 31, 2023 and \$8,805 until July 31, 2024 with one month's free rent in August 2022. In addition, effective July 1, 2020, the Center signed a lease for additional space which will be paid at \$4,333 per month until July 1, 2022. The Center's prior lease expired on July 31, 2022.

Aggregate future minimum rentals consist of the following as of June 30, 2022:

Years ended June 30,	
2023	\$ 94,253
2024	105,478
2025	8,805
	\$ 208,536

Rent expense for the year ended June 30, 2022, was \$95,128.

**NOTE 14      SUBSEQUENT EVENTS**

The Center has evaluated subsequent events through November 4, 2022, which is the date the financial statements were available to be issued.