

CENTER AGAINST RAPE and DOMESTIC VIOLENCE, Inc.
Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

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Partners
Kristen P. Gose, CPA
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INDEPENDENT ACCOUNTANT'S REPORT

To the Board of Directors
Center Against Rape and Domestic Violence, Inc.
Corvallis, OR

We have compiled the accompanying statement of financial position of Center Against Rape and Domestic Violence, Inc. (a non-profit organization) as of June 30, 2019 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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 designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The financial statements for the year ended June 30, 2018 were audited by us, and we expressed an unqualified opinion on them in our report dated December 3, 2018, but we have not performed any auditing procedures since that date.

Anderson Group CPAs, LLC

November 15, 2019

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(a Non-Profit Organization)
Statement of Financial Position
As of June 30,

	2019 (Compiled)	2018 (Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 265,912	\$ 516,970
Cash - temporarily restricted	18,777	121,923
Short-term investments	151,308	-
Short-term investments - temporarily restricted	100,887	-
Grants receivable	244,643	209,528
Unconditional promises to give	13,064	24,394
Prepaid expenses	12,096	8,002
	806,687	880,817
Property and Equipment		
Property and equipment	1,595,327	1,581,041
Accumulated depreciation	(683,546)	(635,724)
	911,781	945,317
Net Property and Equipment	911,781	945,317
TOTAL ASSETS	\$ 1,718,468	\$ 1,826,134
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 8,269	\$ 9,235
Payroll liabilities	48,455	37,571
	56,724	46,806
Long-Term Liabilities		
Loans payable	121,624	121,624
	121,624	121,624
TOTAL LIABILITIES	178,348	168,430
NET ASSETS		
Without Donor Restrictions		
Undesignated	\$ 830,437	\$ 986,857
Designated by the Board - Reserves	364,908	325,000
	1,195,345	1,311,857
With Donor Restrictions		
Purpose restrictions	344,775	345,847
	1,540,120	1,657,704
TOTAL NET ASSETS	1,540,120	1,657,704
TOTAL LIABILITIES AND NET ASSETS	\$ 1,718,468	\$ 1,826,134

See accompanying notes and independent accountant's report.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(a Non-Profit Organization)
Statement of Activities and Changes in Net Assets
For The Years Ended June 30,

	2019 (Compiled)	2018 (Audited)
NET ASSETS WITHOUT DONOR RESTRICTIONS		
Support and Other Revenues		
Grants	\$ 889,325	\$ 883,830
Contributions	352,503	330,852
Program services	1,418	1,183
Special events	31,469	13,066
Investment income	4,130	1,647
Miscellaneous	542	1,267
Net assets released from restrictions	1,072	3,701
	1,280,459	1,235,546
Expenses		
Program services	1,106,852	950,594
Management and general	95,393	81,295
Fundraising	194,726	167,519
	1,396,971	1,199,408
(Decrease) Increase in Net Assets Without Donor Restrictions	(116,512)	36,138
NET ASSETS WITH DONOR RESTRICTIONS		
Net assets released from restrictions	(1,072)	(3,701)
Decrease in Net Assets With Donor Restrictions	(1,072)	(3,701)
(DECREASE) INCREASE IN NET ASSETS	(117,584)	32,437
NET ASSETS AT BEGINNING OF YEAR	1,657,704	1,625,267
NET ASSETS AT END OF YEAR	\$ 1,540,120	\$ 1,657,704

See accompanying notes and independent accountant's report.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(a Non-Profit Organization)
Statement of Functional Expenses
For the Year Ended June 30, 2019 (Compiled)

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund- raising</u>	<u>Total</u>
Compensation and Related Expenses				
Compensation	\$ 728,402	\$ 49,627	\$ 132,473	\$ 910,502
Employee benefits	105,619	6,222	19,688	131,529
Payroll taxes	<u>57,856</u>	<u>3,616</u>	<u>10,848</u>	<u>72,320</u>
Total Compensation and Related Expenses	891,877	59,465	163,009	1,114,351
Advertising	1,310	82	246	1,638
Bank charges	421	26	79	526
Client assistance	58,807	-	-	58,807
Computer support	8,598	537	1,612	10,747
Conferences and training	4,910	307	921	6,138
Depreciation	38,258	2,391	7,173	47,822
Dues and subscriptions	4,907	307	920	6,134
Equipment rental and maintenance	2,190	137	410	2,737
Insurance	11,014	688	2,065	13,767
Maintenance	21,647	1,353	4,059	27,059
Miscellaneous	3,504	219	657	4,380
Postage and shipping	1,865	117	350	2,332
Printing and publications	8,516	532	1,597	10,645
Professional services	-	26,292	-	26,292
Rent	2,640	40	120	2,800
Supplies	6,939	434	4,111	11,484
Telephone and internet	18,488	1,156	3,467	23,111
Travel	8,769	548	1,644	10,961
Utilities	<u>12,192</u>	<u>762</u>	<u>2,286</u>	<u>15,240</u>
Total	<u>\$ 1,106,852</u>	<u>\$ 95,393</u>	<u>\$ 194,726</u>	<u>\$ 1,396,971</u>

See accompanying notes and independent accountant's report.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(a Non-Profit Organization)
Statement of Functional Expenses
For the Year Ended June 30, 2018 (Audited)

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund- raising</u>	<u>Total</u>
Compensation and Related Expenses				
Compensation	\$ 609,189	\$ 46,132	\$ 111,049	\$ 766,370
Employee benefits	83,990	5,249	15,748	104,987
Payroll taxes	49,562	3,097	9,293	61,952
Total Compensation and Related Expenses	742,741	54,478	136,090	933,309
Advertising	4,729	295	887	5,911
Bank charges	351	22	2,804	3,177
Client assistance	54,753	-	-	54,753
Computer support	3,234	202	606	4,042
Conferences and training	5,884	368	1,103	7,355
Depreciation	37,846	2,365	7,096	47,307
Dues and subscriptions	5,913	369	1,109	7,391
Equipment rental and maintenance	3,087	193	579	3,859
Insurance	9,769	583	1,749	12,101
Maintenance	19,929	1,245	3,737	24,911
Miscellaneous	2,283	146	1,619	4,048
Postage and shipping	2,787	174	523	3,484
Printing and publications	8,125	508	1,523	10,156
Professional services	-	17,650	-	17,650
Rent	6,000	-	-	6,000
Supplies	6,404	400	1,201	8,005
Telephone and internet	15,476	967	2,902	19,345
Travel	8,714	545	1,634	10,893
Utilities	12,569	785	2,357	15,711
Total	<u>\$ 950,594</u>	<u>\$ 81,295</u>	<u>\$ 167,519</u>	<u>\$ 1,199,408</u>

See accompanying notes and independent accountant's report.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(a Non-Profit Organization)
Statement of Cash Flows
For The Years Ended June 30,

	2019 (Compiled)	2018 (Audited)
Cash flows from operating activities		
(Decrease) Increase in Net Assets	\$ (117,584)	\$ 32,437
Adjustments to reconcile net decrease in net assets to cash provided (used) by operating activities:		
Depreciation expense	47,823	47,307
Increase in Grants receivable	(35,115)	(118,662)
Decrease (Increase) in Unconditional promises to give	11,330	(4,524)
(Increase) Decrease in Prepaid expenses	(4,094)	872
Decrease in Accounts payable	(966)	(665)
Increase (Decrease) in Payroll liabilities	10,884	(11,250)
	29,862	(86,922)
Total Adjustments		
Net cash provided (used) by operating activities	(87,722)	(54,485)
Cash flows from investing activities		
Purchase of investments	(252,195)	-
Capital expenditures	(14,287)	(14,029)
	(266,482)	(14,029)
Net cash used in investing activities		
Net (decrease) increase in cash and cash equivalents	(354,204)	(68,514)
Cash and cash equivalents at beginning of year	638,893	707,407
	\$ 284,689	\$ 638,893
Cash and cash equivalents at end of year		
Cash	\$ 265,912	\$ 516,970
Cash - temporarily restricted	18,777	121,923
	\$ 284,689	\$ 638,893

See accompanying notes and independent accountant's report.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Center Against Rape and Domestic Violence, Inc. (CARDV) was formed in July 1981 to provide shelter, care and confidential personal support to victims of domestic violence, rape and other related crimes, and to educate the community about issues surrounding these crimes. CARDV serves the residents of Linn and Benton Counties.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when the obligation is incurred.

New Accounting Pronouncements

On August 18, 2016 FASB issued Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. We have implemented ASU 2016-14 and have adjusted the presentation in these financial statements accordingly. The ASU has been applied retrospectively to all periods presented.

The new standards change the following aspects of the Organization's financial statements:

- The temporarily restricted and permanently restricted net asset classes have been combined into a single net asset class called net assets with donor restrictions.
- The unrestricted net asset class has been renamed net assets without donor restrictions.
- The financial statements include a new disclosure about liquidity and availability of resources (Note 2).

Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

Income Taxes

Center Against Rape and Domestic Violence, Inc. is a not-for-profit organization exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

CARDV Federal Exempt Organization Business Income Tax Returns and Oregon Charitable Activities Forms (Form 990 and Form CT-12) are subject to examination by the IRS and ODOJ, generally for three years after they were filed.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

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

Short-Term Investments

Short-term investments are made up of Certificates of Deposit and are carried at cost on the statement of financial position which approximates fair market value.

Investment income or loss (including gains and losses on investments, interest and dividends) are included in the statement of activities as increases or decreases in net assets without donor restriction, unless the income or loss is restricted by donor or law. Investment income or loss that is limited to specific uses by donor-imposed restrictions may be reported as increases or decreases in net assets without donor restrictions if the restrictions are met in the same reporting period as the income or loss is recognized.

Unconditional Promises to Give

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. An allowance for uncollectible promises is calculated based on historical data. Monthly donation promises to give are recorded when received. Conditional promises to give are not included as support until the conditions are substantially met. Charitable lead interest trusts are included in pledges receivable at the present value of future distributions using a 4% discount rate.

Property and Equipment

CARDV capitalizes all expenditures for property and equipment in excess of \$500 which are determined to have a useful life of at least one year. The land and building donated in 1983 are recorded at 1983 estimated market value less accumulated depreciation. Other property and equipment is recorded at cost less accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful life of the asset.

Deferred Revenue

Grant and contract funds received in advance are recorded as deferred revenue and are recognized as revenue in the year to which they are expended according to grant and contract restrictions.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Assets

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

- Without Donor Restriction – Net assets available for use in general operations and not subject to donor restrictions. The governing board has designated, from net assets without donor restrictions, net assets for growth endowment and certain program uses.
- With Donor Restriction – Net assets subject to donor-imposed stipulations. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time, or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

Contributions

Contributions received are recorded as with or without donor restrictions depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized.

Donations are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, CARDV reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor.

In-Kind Contributions and Donated Services

In-kind contributions are reflected as contributions at their fair value at the date of donation and are reported as unrestricted support unless explicit donor stipulations specify how donated assets must be used. In addition, CARDV recognizes the fair value of contributed services received if such services a) create or enhance nonfinancial assets or b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed.

In addition, numerous volunteers have donated significant amounts of time to CARDV's fundraising campaign and program services. Although no amounts have been reflected in the financial statements, management estimates the fair value of those services to be approximately \$111,000 for each of the years ended June 30, 2019 and 2018, respectively.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, occupancy and facility costs, which are allocated on the basis of time, effort and square footage of the facility.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2—LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of June 30,:

	<u>2019</u>	<u>2018</u>
Financial assets, at year end	\$ 1,718,468	\$ 1,826,134
Less those unavailable for general expenditure within one year, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor for investment in shelter	(225,000)	(225,000)
Subject to satisfaction of donor restrictions	(119,775)	(120,847)
Board designation for reserves	(364,908)	(325,000)
Unrestricted Promises to give – expected to be received after one year	(5,114)	(14,444)
Net Property and equipment	<u>(911,781)</u>	<u>(945,317)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 91,890</u>	<u>\$ 195,526</u>

As part of the Organization’s liquidity management plan, cash in excess of daily requirements is invested in short-term investments. The Board established a board designated reserve fund, which may be drawn upon, if necessary, to meet unexpected liquidity needs or in the event of financial distress. The balance in this fund as of June 30, 2019 and 2018 was \$364,908 and \$325,000, respectively.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 3 – INVESTMENTS

Investments, stated at fair value at June 30, 2019, include Certificates of Deposit and related earnings, whose cost basis approximates fair market value. The investments were valued using fair value measurement inputs at the reporting dates. The certificates of deposits are considered Level 2 assets. The Level 2 inputs used for valuation, where indicated, consisted of quoted prices for similar assets in active markets and other observable market data. See also Note 1 – Summary of Significant Accounting Policies under Investments.

NOTE 4 – UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give are as follows as of June 30,:

	2019 <u>(Compiled)</u>	2018 <u>(Audited)</u>
Receivable in less than one year	\$ 7,950	\$ 9,950
One to five years	5,650	16,000
More than five years	<u>-</u>	<u>-</u>
	13,600	25,950
Unamortized discount (effective rate of 4%)	<u>(536)</u>	<u>(1,556)</u>
	13,064	24,394
Allowance for uncollectible promises	<u>-</u>	<u>-</u>
Unconditional promises to give, net	<u>\$ 13,064</u>	<u>\$ 24,394</u>

No allowance has been made for uncollectible promises as of June 30, 2019 and 2018 because as of those dates, all accounts believed to be uncollectible had already been written off. Management believes the amount of potential additional uncollectible amounts to be immaterial.

NOTE 5 – PROPERTY AND EQUIPMENT

	2019 <u>(Compiled)</u>	2018 <u>(Audited)</u>
Land	\$ 259,099	\$ 259,099
Buildings and improvements	1,187,288	1,174,421
Furniture and equipment	<u>148,940</u>	<u>147,521</u>
	1,595,327	1,581,041
Less accumulated depreciation	<u>(683,546)</u>	<u>(635,724)</u>
Net Property and Equipment	<u>\$ 911,781</u>	<u>\$ 945,317</u>

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 6 – LONG-TERM LIABILITIES

Balance as of June 30,	2019 (Compiled)	2018 (Audited)
City of Corvallis, Promissory note, dated January 10, 1997	\$ 121,624	\$ 121,624

This promissory note, which is secured by land and a building, becomes due and payable when CARDV either sells the property without reinvesting the proceeds in similar use property or otherwise ceases the current use of the property. If CARDV desires to pay the principal amount and remove the lien securing this note from the property, CARDV may pay the principal amount of the note along with interest at the rate of 5.15% per year from the date of the note until payment. Otherwise, no interest accrues on this note.

It is management’s intention to continue to use the property for its current purpose; therefore, no interest has been accrued in CARDV’s financial statements.

NOTE 7 – OPERATING LEASES

Office Space – Lebanon

CARDV’s use of a room within the Samaritan Lebanon Community Hospital space in Lebanon was donated by the hospital. The value of the monthly donated rent is estimated at \$250 per month. The lease was a month-to-month lease and ended March 1, 2019.

Office Space – Lebanon

CARDV leases a modular building in Lebanon for \$200 per month. The lease term was from March 1, 2019 through August 31, 2019, at which time the lease was automatically extended on a month to month basis.

Office Space – Corvallis

CARDV’s use of a room within the Oregon Department of Human Services space in Corvallis is donated by the Department of Human Services. The value of the monthly donated rent is estimated at \$250 per month. The lease expires March 31, 2020.

NOTE 8 – BOARD-DESIGNATED NET ASSETS

All Board designated net assets are included with net assets without donor restrictions, as the designations are discretionary. The purpose of the reserves is to ensure the stability of the mission, programs, employment and ongoing operations of the organization. It is intended to provide an internal source of funds for situations such as sudden increase in expenses, one-time budgeted expense, and unanticipated loss in funding or uninsured losses. The reserves may also be used for expenses that will build long-term capacity.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 9 – NET ASSETS WITH DONOR RESTRICTIONS

Shelter Building

In 2003 and 2004, CARDV received capital improvement grants totaling \$225,000 from the City of Corvallis to acquire and rehabilitate a new shelter. The terms of the grant specify that the building must be used to provide shelter for victims of domestic violence for an indefinite period of time. The amount is reported under Net assets with donor restrictions and represents the grant funds used for the purchase price of the shelter and related improvements.

Advocacy Facility

In 2009, CARDV began a capital campaign to build, furnish and maintain a new Advocacy facility. As of June 30, 2019 and 2018, \$119,775 and \$120,847, respectively, had been collected towards this effort and remained unspent at the end of the year.

NOTE 10 – IN-KIND CONTRIBUTIONS

CARDV recognized in-kind contributions for donated furniture, equipment, supplies and qualified services. These contributions were recorded at fair values as follows for the years ended June 30:

	2019 <u>(Compiled)</u>	2018 <u>(Audited)</u>
Computer services	\$ 498	\$ 48
Catering and other fundraising expenses	7,076	16,834
Repair and maintenance services	1,431	676
Printing and advertising services	1,461	1,453
Client assistance supplies	4,698	11,862
Rent	<u>2,000</u>	<u>6,000</u>
Total In-Kind Contributions	<u>\$ 17,164</u>	<u>\$ 36,873</u>

NOTE 11 - RETIREMENT PLAN

CARDV provides a defined contribution plan for qualified employees under IRS Section 401(k). Employees are able to contribute up to 15% of their wages. Employer contributions are not required. Employer contributions for the years ended June 30, 2019 and 2018 were \$14,551 and \$13,103, respectively.

CENTER AGAINST RAPE AND DOMESTIC VIOLENCE, INC.
(A Non-Profit Organization)
Notes to Financial Statements
Years Ended June 30, 2019 (Compiled) and 2018 (Audited)

NOTE 12 - CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. It is the opinion of the management that no material adjustments will result from any such audits. Management has represented that there are no other contingent liabilities that require disclosure or recognition.

NOTE 13 - SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued. CARDV recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. CARDV's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements are available to be issued. CARDV has evaluated subsequent events through November 15, 2019 which is the date the financial statements are issued.