

The Heimerdinger Foundation, Inc.

(A Nonprofit Corporation)

Financial Statements

With Independent Auditors' Report Thereon

For the Year Ended December 31, 2021

H A Beasley & Company, PLLC

Certified Public Accountants

Murfreesboro, Tennessee



Independent Auditors' Report

To the Board of Directors and Management of
The Heimerdinger Foundation, Inc.

Opinion

We have audited the financial statements of The Heimerdinger Foundation, Inc., 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.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Heimerdinger Foundation, Inc. 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 The Heimerdinger Foundation, Inc. and to meet our other 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 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 The Heimerdinger Foundation, Inc.'s ability to continue as a going concern for one year after the date that 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they 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.

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Murfreesboro Office: P.O. Box 11669 • 111 MTCS Drive • Murfreesboro, TN 37129 • (615) 895-5675

Shelbyville Office: P.O. Box 1044 • 109 E. Holland Street • Shelbyville, TN 37162 • (931) 680-0660

www.HABeasley.com

- 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 The Heimerdinger Foundation, Inc.'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 The Heimerdinger Foundation, Inc.'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.

H A Beasley & Company PLLC

H A Beasley & Company, PLLC
May 18, 2022

THE HEIMERDINGER FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2021

ASSETS

CURRENT ASSETS

Cash and equivalents	\$ 450,003
Accounts receivable, net	118
Inventory, net	8,867
Investments	<u>14,339</u>
Total current assets	473,327

PROPERTY AND EQUIPMENT, NET	19,874
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OTHER ASSETS

Other asset	<u>19,500</u>
Total other assets	<u>19,500</u>

TOTAL ASSETS	<u><u>\$ 512,701</u></u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 3,394
Accrued expenses	<u>12,804</u>
Total current liabilities	16,198

NET ASSETS

Without donor restrictions	495,003
With donor restrictions	<u>1,500</u>
Total net assets	<u>496,503</u>

TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 512,701</u></u>
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See accompanying notes to financial statements and independent auditors' report.

THE HEIMERDINGER FOUNDATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Totals
Revenue and Support			
Individual donations	\$ 133,148	\$ 1,500	\$ 134,648
Patient meals	10,680	-	10,680
Fundraising events contributions	153,802	-	153,802
Other gifts and grants	111,295	-	111,295
In-kind donations	153,369	-	153,369
Cookbook sales, net	2,867	-	2,867
Other income	432	-	432
Total	565,593	1,500	567,093
Fundraising event meal baskets and ticket sales	51,201	-	51,201
Less: Cost of direct benefit to donor	(31,992)	-	(31,992)
Net revenue from fundraising event	19,209	-	19,209
Total	584,802	1,500	586,302
Net assets released from donor restrictions:			
Satisfaction of program restrictions	-	-	-
Total revenue and support	584,802	1,500	586,302
Expenses			
Program services	305,790	-	305,790
Supporting services:			
Management and general	99,992	-	99,992
Fundraising	143,871	-	143,871
Total expenses	549,653	-	549,653
Other income			
Dividend income	107	-	107
PPP loan forgiveness	45,957	-	45,957
Interest income	546	-	546
Unrealized gain on investment	5,025	-	5,025
Total other income	51,635	-	51,635
CHANGE IN NET ASSETS	86,784	1,500	88,284
NET ASSETS AT BEGINNING OF YEAR	408,219	-	408,219
NET ASSETS AT END OF YEAR	\$ 495,003	\$ 1,500	\$ 496,503

See accompanying notes to financial statements and independent auditors' report.

THE HEIMERDINGER FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2021

		Supporting Services		
	Program Services	Management and General	Fundraising	Totals
Compensation and related expenses:				
Wages	\$ 151,931	\$ 20,933	\$ 64,942	\$ 237,806
Payroll taxes	11,768	1,615	5,013	18,396
Other payroll expense	-	655	-	655
Total compensation and related expenses	163,699	23,203	69,955	256,857
Advertising	1,586	-	-	1,586
Bank charges and merchant fees	2,252	113	965	3,330
Bookkeeping and financial management	-	15,225	-	15,225
Charitable contributions and gifts	-	1,069	-	1,069
Computer and software	-	2,383	-	2,383
Depreciation expense	-	2,407	-	2,407
Dues and subscriptions	-	5,914	-	5,914
Insurance	-	3,145	-	3,145
Business fees	-	666	-	666
Loss on bad debts	-	518	-	518
Marketing and website	-	4,792	-	4,792
Meals for Health and Healing food and supplies	72,527	-	-	72,527
Membership fees	200	4,951	-	5,151
Office expense and supplies	323	2,125	-	2,448
Other fundraising expenses	-	-	16,342	16,342
Postage and shipping	-	1,525	69	1,594
Printing	1,013	776	1,047	2,836
Professional fees	-	26,565	-	26,565
Rent	62,696	3,595	2,696	68,987
Repairs and maintenance	894	-	-	894
Event supplies	-	-	51,695	51,695
Taxes and licenses	-	220	-	220
Telephone and internet	600	800	599	1,999
Travel	-	-	503	503
Total functional expenses	<u>\$ 305,790</u>	<u>\$ 99,992</u>	<u>\$ 143,871</u>	<u>\$ 549,653</u>

See accompanying notes to financial statements and independent auditors' report.

THE HEIMERDINGER FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 88,284
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	2,407
Unrealized gain on investments	(5,025)
Non-cash donation of investments	(4,219)
PPP loan forgiveness	(45,957)
Decrease (increase) in operating assets:	
Accounts receivable	122
Inventory	(8,867)
Other asset	(10,410)
Increase in operating liabilities:	
Accounts payable	3,394
Accrued expenses	774
Net cash provided by operating activities	20,503

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of investments	(106)
Net cash used in investing activities	(106)

Net increase in cash and equivalents	20,397
Beginning cash and equivalents	429,606
Ending cash and equivalents	<u>\$ 450,003</u>

See accompanying notes to financial statements and independent auditors' report.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Heimerdinger Foundation, Inc. (the “Foundation”) is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code located in Nashville, Tennessee. The Foundation is dedicated to raising awareness in the Middle Tennessee community about healthy lifestyles and nourishing meal preparation. The Foundation strives to be a resource for those who are undergoing cancer treatments by providing guidance, support, and delicious organic meals.

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis.

Basis of Presentation

The Foundation presents its financial statements in accordance with *Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) 958, Financial Statements for Not-for-Profit Entities*. Accordingly, the Foundation reports information regarding its financial position and activities according to the two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. All contributions are considered to be without donor restrictions unless specifically restricted by the donor. Amounts received that are restricted for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions.

Use of Estimates

The preparation of the 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 amount of revenue and other support and expenses during the reporting period. Accordingly, actual results could differ from these estimates.

Cash and Equivalents

Cash and equivalents include cash and short-term investments with an initial maturity date of three months or less.

Accounts Receivable, Net

Accounts receivable consist of meals provided to patients after they have received the first twelve weeks of meals at no cost. The accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Accounts with balances greater than 30 days old are considered past due receivable accounts. The Foundation does not charge interest or a finance charge on past due receivable accounts. The Foundation has estimated an allowance for doubtful accounts which is based on management’s judgment of such factors as prior collection history. As of December 31, 2021, management has estimated the allowance for uncollectible accounts receivable to be \$1,978.

Inventory, Net

Inventory consists of cookbooks. Inventory is stated at the lower of cost (first in, first out basis) or net realizable value. Management has estimated the allowance for slow-moving items to be \$-0- as of December 31, 2021.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

The Foundation follows the Not-For-Profit Entities subtopic and Revenue Recognition subtopic of the FASB ASC with respect to investments. Under this subtopic, 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.

The Fair Value Measurements and Disclosures topic of *FASB ASC 820* establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority.

The Foundation uses appropriate valuation techniques based on available inputs to measure the fair value of its investments. When available, the Foundation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs would be used only when Level 1 or Level 2 inputs were not available.

Unrealized gains and losses are included in the change in net assets without donor restrictions.

Property and Equipment

Property and equipment are recorded at cost or, for donated items, at fair value as of the date received. The Foundation capitalizes all property and equipment expenditures with a cost of \$1,000 or more. Expenditures for major additions and improvements are capitalized and minor replacements, maintenance and repairs are charged to expense when incurred. When assets are retired or otherwise disposed of, the related cost and accumulated depreciation is removed from the accounts and any resulting gain or loss is reflected on the statement of activities.

For financial statement purposes, depreciation is computed using the straight-line method over the estimated useful lives of the assets. Furniture and equipment are depreciated over useful lives ranging from 5-7 years.

Contributions of long-lived assets or contributions restricted for acquisition of long-lived assets are reported as increases in temporarily restricted net assets. When restrictions are considered met, an appropriate amount is reclassified to unrestricted net assets. The useful lives of the long-lived assets are calculated based on the Foundation's depreciation policy.

Net Assets Without Donor Restrictions

Net assets without donor restrictions include unrestricted resources which represent the portion of funds that are available for the operating objectives of the Foundation. Net assets without donor restrictions may be designated for specific purposes such as endowment by the Foundation's board of directors.

Net Assets With Donor Restrictions

Net assets with donor restrictions consist of donor restricted contributions and grants. Amounts restricted by donors for a specific purpose are deemed to be earned and reported as revenue with restrictions, when received, and such unexpended amounts are reported as net assets with restrictions at year-end. When the donor restriction expires, that is, when a stipulated time 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 donor restrictions." Donor restricted contributions whose restrictions are met in the same reporting period are reported as contributions without donor restrictions.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions and Other Income

ASU No. 2018-08, Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made requires three classifications of contributions received in the current year: conditional, unconditional with donor restrictions, and unconditional without donor restrictions. Conditional contributions, including conditional promises to give, are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Unconditional contributions, including unconditional promises to give, are recognized as revenue in the period incurred. Contributions of assets and specialized services are recorded at their fair value.

Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions.

Revenue Recognition

The Foundation offers meals to cancer patients and their caretakers at no cost for the first twelve weeks. After that, the Foundation charges a fee for the service. In the current year, the Foundation also collected payments for cookbooks, meal boxes and wine at their “Hope for Healing at Home” fundraising dinner event, and tickets at their “Fisher and Friends” fundraising dinner event. These revenue streams are considered an exchange transaction under *Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (“ASU 2014-09”)* as those making the payments are receiving services with commensurate value to the payment they are making. For these revenue streams, the Foundation recognizes revenue when the recipient takes possession of the cookbooks, meals, or tickets, which is the point in time that the Foundation is considered to meet its performance obligations under the contracts with its customers.

When an individual receives their cookbook or meal, they are immediately billed and they will typically mail their payment to the Foundation, pay over the phone, or pay online. Because the payment is due at the time the item is received, the provision of these services is not creating a contract asset or liability. This does create a receivable for the Foundation. Revenue recognized for providing meals to cancer patients totaled \$10,680 for the year ended December 31, 2021. Revenue recognized for cookbooks sales totaled \$4,110 for the year ended December 31, 2021. As of December 31, 2021 and 2020, net receivables from contracts with customers for meals and cookbooks totaled \$118 and \$240, respectively.

At the Hope for Healing at Home fundraising event that was held in the current year, attendees were able to purchase a ticket to pick up a prepared meal, a bottle of wine or purchase online access to entertainment provided by the Foundation. Revenue is recognized at the point in time when the attendee takes possession of their chosen items. A portion of the payment generally will be considered a contribution while the portion that is considered payment for a tangible benefit received by the attendee is considered an exchange transaction under *ASU 2014-09*. For the year ended December 31, 2021, total revenue from this event was \$12,740. Of this amount, \$1,616 was recognized as an exchange transaction for the purchase of a meal, wine, or online access, and \$11,124 was received as contributions or sponsorships. There was no contract asset, liability or receivable created as a result of this event.

At the Fisher and Friends fundraising event that was held in the current year, attendees were able to purchase a ticket which included a four-course meal and entertainment from various coaching and sports journalism guest speakers. Revenue is recognized at the point in time when the event takes place. A portion of the payment generally will be considered a contribution while the portion that is considered payment for a tangible benefit received by the attendee is considered an exchange transaction under *ASU 2014-09*.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (continued)

For the year ended December 31, 2021, total revenue from this event was \$192,263. Of this amount, \$49,585 was recognized as an exchange transaction for the purchase of a ticket, and \$142,678 was received as contributions or sponsorships. There was no contract asset, liability or receivable created as a result of this event.

The contracts with their customers do not have a significant financing component, and there were no uncompleted contracts with customers as of both December 31, 2021 and 2020 resulting in a contract asset or liability.

Functional Expenses

The financial statements report certain categories of expenses that are attributable to program or supporting functions of the Foundation. Those expenses include administrative wages and related payroll expenses which have been allocated based on the employee's estimates of time and effort in the various functional categories. Other expenses including office rent and telephone and internet costs have been allocated based on estimates of the usage of the office space.

Income Taxes

The Foundation is a not-for-profit organization that is exempt from federal income tax under Internal Revenue Code Section 501(c)(3) whereby only unrelated business income, as defined in Section 512(a)(1) of the Code, is subject to federal income tax. With few exceptions, the Foundation is no longer subject to U.S. federal income tax examinations by tax authorities for years before 2018, and to state tax authorities for years before 2016.

The Foundation has evaluated its tax positions for all open tax years. Based on the evaluation of the Foundation's tax positions, management believes all tax positions taken would be upheld under an examination; therefore, no provision for the effects of uncertain positions has been recorded for the year ended December 31, 2021.

Advertising Costs

The Foundation expenses the cost of non-direct responsive advertising as incurred. For the year ended December 31, 2021, advertising costs totaled \$1,586.

NOTE B– INVESTMENTS

Investments are stated at fair value and are summarized as follows as of December 31, 2021:

	Cost	Fair Value
Equity securities	<u>\$ 7,740</u>	<u>\$ 14,339</u>
Totals	<u><u>\$ 7,740</u></u>	<u><u>\$ 14,339</u></u>

For donated investments, cost is determined to be the fair value at the date of gift. During the year ended December 31, 2021, the Foundation received \$4,219 in donated investments. As of December 31, 2021, the unrealized gain on investments totaled \$6,599. The equity securities are shown in the statement of financial position as current assets.

The Level 1 investments are reported at fair value on a recurring basis determined by reference to quoted market prices for identical assets.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE B– INVESTMENTS (CONTINUED)

The following table sets forth a summary of changes in the fair value of the Foundation’s Level 1 investments for the year ended December 31, 2021:

	Quoted prices in active markets for identical assets (level 1)	Significant other observable inputs (level 2)	Significant unobservable inputs (level 3)	Totals
Equity securities	<u>\$ 14,339</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,339</u>
Totals	<u>\$ 14,339</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,339</u>

NOTE C – PROPERTY AND EQUIPMENT, NET

Property and equipment, net is composed of the following as of December 31, 2021:

Furniture and equipment	\$ 36,018
Less: Accumulated depreciation	<u>(16,144)</u>
Total property and equipment, net	<u>\$ 19,874</u>

For the year ended December 31, 2021, depreciation expense totaled \$2,407.

The Foundation received contributions of kitchen equipment during the year ended December 31, 2019 with a fair value of \$17,899. This equipment is to be used when the Foundation acquires their own space for preparing the meals for clients. These assets are included in the furniture and equipment but will not be depreciated until they are placed in service. This equipment remains in storage as of December 31, 2021.

NOTE D – ACCRUED EXPENSES

Accrued expenses are composed of the following as of December 31, 2021:

Credit card payable	\$ 2,842
Sales tax payable	362
Accrued payroll	5,373
Accrued payroll liabilities	<u>4,227</u>
Total accrued expenses	<u>\$ 12,804</u>

NOTE E – LEASE OBLIGATIONS

The Foundation leases office space from a vendor under an operating lease agreement. This lease agreement requires monthly lease payments of \$649 through January 2022, and then monthly lease payments of \$669 through July 2022. The lease matures in July 2022 thus future lease payments are \$4,663 for the year ending December 31, 2021. The Foundation also leases a storage unit on a month-to-month basis. Rent expense for the office space and storage units totaled \$8,987 for the year ended December 31, 2021.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE E – LEASE OBLIGATIONS (CONTINUED)

The Foundation also received donated use of a kitchen facility for preparation of the meals for cancer patients, with a value of \$60,000 for the year ended December 31, 2021. Total rent expense for the year totaled \$68,987.

On December 22, 2021 the Foundation signed a lease agreement for a new office space. This lease commences on the earlier of either the completion of certain improvements or April 1, 2022. The term of the lease is for 62 months, and the Foundation will be responsible for their pro-rata share of increased operating expenses incurred in the first twelve months of occupancy and their monthly rent payment. Future maturities of this lease are as follows as of:

<u>December 31,</u>		
2022	\$	46,953
2023		73,813
2024		74,832
2025		76,889
2026		79,199
Thereafter		<u>20,244</u>
Total	\$	<u><u>371,930</u></u>

NOTE F – PAYCHECK PROTECTION PROGRAM LOAN

On April 15, 2020, the Foundation was granted a loan from a bank through the Small Business Administration (“SBA”) in the amount of \$45,957, pursuant to the Paycheck Protection Program (the “PPP”) under Division A, Title I of the Coronavirus Aid, Relief and Economic Security Act (the “CARES Act”), which was enacted March 27, 2020. The PPP provides loans to qualifying businesses for amounts up to 2.5 times the average monthly payroll expenses of the qualifying business.

On April 7, 2021, the SBA issued a full forgiveness of the loan granted through the CARES Act in the amount of \$45,957, which was then recognized as other income in the financial statements. This forgiveness was based on the Foundation’s use of the funds for qualifying expenses as described in the CARES Act, which include payroll costs, interest on mortgages, rent and utilities.

NOTE G – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions received during the year ended December 31, 2021 totaled \$18,500. Net assets totaling \$17,000 were released from donor restrictions by incurring expenses for the garden, providing teen programs, and providing meals to cancer patients in Davidson and Williamson counties in Tennessee. As of December 31, 2021, \$1,500 of net assets remained restricted for the purposes of strengthening the teen program in the garden and in the kitchen.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE H – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation is supported in part by restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Foundation must maintain sufficient resources to meet those responsibilities to its donors. As such, some financial assets may not be available for general expenditure within one year.

The following reflects the Foundation's assets as of December 31, 2021, reduced by amounts not available for general use because of contractual or donor imposed restriction within one year of the date of the statement of financial position.

Financial assets as of December 31, 2021:	
Cash and equivalents	\$ 450,003
Accounts receivable, net	118
Investments	<u>14,339</u>
Total financial assets	464,460
Less those unavailable for general expenditures within one year due to	
Contractual or donor-imposed restrictions	<u>1,500</u>
Total unavailable for general expenditures within one year	<u>1,500</u>
Total financial assets available for general expenditures within one year	<u>\$ 462,960</u>

NOTE I – DONATED SERVICES, ITEMS AND FACILITIES

The Foundation received donated services throughout the year ended December 31, 2021. The total value of the donated services recognized as revenue for the year ended December 31, 2021 were for bookkeeping services of approximately \$8,870, information technology audit services of approximately \$390, kitchen staff of approximately \$6,032, and legal services of approximately \$10,973, totaling an estimated \$26,265 in donated services. Donated facilities for the kitchen where meals are prepared totaled \$60,000 for the year ended December 31, 2021.

The Foundation received donated items totaling \$67,104 throughout the year ended December 31, 2021. This consisted of donated produce, donated items for fundraising events, and donated artwork.

The donated services, items and use of facilities totaled \$153,369 for the year ended December 31, 2021 and is reflected in the statement of activities as in-kind donations.

NOTE J - CONCENTRATION OF RISK

At times throughout the year, the Foundation may maintain cash balances in certain accounts in excess of the Federal Deposit Insurance Corporation ("FDIC") limit of \$250,000 for substantially all depository accounts. As of December 31, 2021, the Foundation did not have any funds in excess of the FDIC limits.

THE HEIMERDINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE K – CASH FLOW INFORMATION

During the year ended December 31, 2021, there were no cash payments of interest or income taxes. During the year ended December 31, 2021, non-cash investing activities consisted of the receipt of donated stock totaling \$4,219.

NOTE L - SUBSEQUENT EVENTS

Subsequent events have been evaluated through May 18, 2022, which is the date the financial statements were available to be issued.

Management is currently evaluating the impact of the COVID-19 pandemic and has concluded that while it is reasonably possible that the virus could have a negative effect on the Foundation's financial position, changes in net assets and cash flows, the specific impact is not readily determinable as of the date of these financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

There have been no other adjustments to the financial statements to include any subsequent transactions or events.