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CAROLINA TIGER RESCUE

Financial Statements

June 30, 2020 and 2019

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The Board of Directors  
Carolina Tiger Rescue  
Pittsboro, North Carolina

## INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of Carolina Tiger Rescue (a not-for-profit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 made 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.

### *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Carolina Tiger Rescue as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Koonce, Wooten + Haywood, LLP*

Pittsboro, North Carolina  
December 2, 2020

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CAROLINA TIGER RESCUE  
Statements of Financial Position  
June 30, 2020 and 2019

ASSETS		2020	2019
<b>CURRENT ASSETS:</b>			
Cash	\$	626,458	\$ 164,333
Accounts Receivables		10,643	15,358
Promises to Give, net		140,494	101,151
Inventory--Gift Shop		21,002	24,812
Prepaid Expenses		27,176	12,126
Total Current Assets		825,773	317,780
<b>PROPERTY AND EQUIPMENT:</b>			
Land		428,940	428,940
Buildings and Improvements		281,108	275,278
Compound Improvements and Equipment		564,752	524,665
Quarantine		83,666	83,102
Vehicles		52,054	49,827
Total		1,410,520	1,361,812
Less Accumulated Depreciation		605,055	538,351
Net Property and Equipment		805,465	823,461
<b>OTHER ASSETS:</b>			
Promises to Give, net		84,601	163,220
Total Assets	\$	1,715,839	\$ 1,304,461
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES:</b>			
Accounts Payable	\$	25,622	\$ 37,894
Payroll Liabilities		1,742	1,606
Accrued Vacation		31,391	24,659
Accrued Retirement		12,473	
SBA Loan		294,000	
Current Maturities of Long-Term Debt		50,286	47,888
Total Current Liabilities		415,514	112,047
<b>LONG-TERM DEBT:</b>			
Total Liabilities		47,627	97,950
Total Liabilities		463,141	209,997
<b>NET ASSETS:</b>			
Without Donor Restrictions		1,092,136	952,012
With Donor Restrictions		160,562	142,452
Total Net Assets		1,252,698	1,094,464
Total Liabilities and Net Assets	\$	1,715,839	\$ 1,304,461

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

CAROLINA TIGER RESCUE  
Statements of Activities  
For the Years Ended June 30, 2020 and 2019

	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
CHANGES IN NET ASSETS: SUPPORT AND REVENUE:						
Contributions	\$ 960,835	\$ 45,195	\$ 1,006,030	\$ 868,506	\$ 23,805	\$ 892,311
Tours	224,650		224,650	285,533		285,533
In-Kind Contributions	148,399		148,399	203,419		203,419
Special Events, net	118,388		118,388	110,031	1,110	111,141
Gift Shop Sales, net	42,717		42,717	47,913		47,913
Memberships	34,305		34,305	38,218		38,218
Subtotal	<u>1,529,294</u>	<u>45,195</u>	<u>1,574,489</u>	<u>1,553,620</u>	<u>24,915</u>	<u>1,578,535</u>
Net Assets Released from Restrictions:						
Satisfaction of Program and Timing Restrictions	27,085	(27,085)		82,725	(82,725)	
Total Support and Revenue	<u>1,556,379</u>	<u>18,110</u>	<u>1,574,489</u>	<u>1,636,345</u>	<u>(57,810)</u>	<u>1,578,535</u>
EXPENSES:						
Program Service	<u>1,039,482</u>		<u>1,039,482</u>	<u>965,033</u>		<u>965,033</u>
Supporting Services:						
General and Administrative	57,101		57,101	63,841		63,841
Fundraising	319,672		319,672	325,558		325,558
Total Supporting Services	<u>376,773</u>		<u>376,773</u>	<u>389,399</u>		<u>389,399</u>
Total Expenses	<u>1,416,255</u>		<u>1,416,255</u>	<u>1,354,432</u>		<u>1,354,432</u>
CHANGES IN NET ASSETS	140,124	18,110	158,234	281,913	(57,810)	224,103
NET ASSETS--Beginning of Year	<u>952,012</u>	<u>142,452</u>	<u>1,094,464</u>	<u>670,099</u>	<u>200,262</u>	<u>870,361</u>
NET ASSETS--End of Year	<u>\$ 1,092,136</u>	<u>\$ 160,562</u>	<u>\$ 1,252,698</u>	<u>\$ 952,012</u>	<u>\$ 142,452</u>	<u>\$ 1,094,464</u>

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

CAROLINA TIGER RESCUE  
Statements of Functional Expenses  
For the Years Ended June 30, 2020 and 2019

	2020				2019			
	Program Service	Supporting Services			Program Service	Supporting Services		
		General and Administrative	Fundraising	Total		General and Administrative	Fundraising	Total
Salaries and Wages	\$ 503,030	\$ 40,125	\$ 110,736	\$ 653,891	\$ 398,126	\$ 42,758	\$ 120,852	\$ 561,736
Payroll Taxes	41,516	2,129	9,581	53,226	31,932	4,260	9,782	45,974
Employee Benefits	37,928	1,945	8,752	48,625	29,467	3,165	8,945	41,577
Total Personnel Expenses	<u>582,474</u>	<u>44,199</u>	<u>129,069</u>	<u>755,742</u>	<u>459,525</u>	<u>50,183</u>	<u>139,579</u>	<u>649,287</u>
Supplies	208,584	2,528	1,286	212,398	225,903	729	3,402	230,034
Professional Services	55,712	1,735	118,939	176,386	70,756	2,889	105,992	179,637
Depreciation	54,731	3,464	10,836	69,031	48,816	3,115	10,190	62,121
Equipment Repairs and Maintenance	39,133	199	1,590	40,922	48,753		191	48,944
Printing and Copying	15,630		16,515	32,145	15,014	120	19,281	34,415
Postage	14,447	758	11,531	26,736	10,956	661	13,487	25,104
Bank Charges and Processing Fees	4,627	601	14,898	20,126	5,041	224	13,258	18,523
Dues, Licenses, and Taxes	9,911	229	7,216	17,356	9,962	838	9,381	20,181
Utilities	13,525	857	2,634	17,016	13,147	833	2,560	16,540
Insurance	13,362	635	2,221	16,218	21,874	3,198	3,512	28,584
Conferences, Meetings and Advertising	11,386	1,435	569	13,390	16,939	568	2,751	20,258
Telephone	7,151	458	1,559	9,168	6,987	448	1,522	8,957
Transportation and Vehicle	4,809	3	809	5,621	11,360	35	452	11,847
Grant Expenses	<u>4,000</u>			<u>4,000</u>				
	<u>\$ 1,039,482</u>	<u>\$ 57,101</u>	<u>\$ 319,672</u>	<u>\$ 1,416,255</u>	<u>\$ 965,033</u>	<u>\$ 63,841</u>	<u>\$ 325,558</u>	<u>\$ 1,354,432</u>

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

CAROLINA TIGER RESCUE  
Statements of Cash Flows  
For the Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Changes in Net Assets	\$ 158,234	\$ 224,103
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	69,280	62,401
In-Kind Contribution--Property and Equipment	(9,500)	(3,500)
Changes in Assets and Liabilities:		
Accounts Receivables	4,715	(8,496)
Promises to Give	39,276	(239,091)
Inventory--Gift Shop	3,810	(1,421)
Prepaid Expenses	(15,050)	(5,927)
Accounts Payable	(12,272)	9,713
Payroll Liabilities	136	371
Accrued Vacation	6,732	3,012
Accrued Retirement	12,473	(9,986)
Net Cash Provided by Operating Activities	<u>257,834</u>	<u>31,179</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Property and Equipment	<u>(41,784)</u>	<u>(150,444)</u>
Net Cash Used by Investing Activities	<u>(41,784)</u>	<u>(150,444)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from SBA Loan	294,000	
Payment of Long-Term Debt	<u>(47,925)</u>	<u>(41,774)</u>
Net Cash Provided (Used) by Financing Activities	<u>246,075</u>	<u>(41,774)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	462,125	(161,039)
<b>CASH--Beginning of Year</b>	<u>164,333</u>	<u>325,372</u>
<b>CASH--End of Year</b>	<u>\$ 626,458</u>	<u>\$ 164,333</u>
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:</b>		
Cash Paid During the Year for Interest	\$ 5,829	\$ 11,981
<b>NONCASH TRANSACTIONS:</b>		
Contribution of Property and Equipment	\$ 9,500	\$ 3,500
Donated Materials and Services	\$ 138,899	\$ 199,919

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

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

1. Organization and Purpose

Carolina Tiger Rescue is a wildlife sanctuary, saving and protecting wild cats in captivity and in the wild. The Organization maintains a population of approximately 50 animals of ten different species. The Organization works toward a day when wild cats are living in their native habitat and are not exploited by humans.

2. Summary of Significant Accounting Policies

A. Basis of Accounting and Presentation:

The accompanying financial statements have been, in all material respects, prepared on the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred. This basis of accounting conforms to accounting principles generally accepted in the United States of America.

The Organization follows standards for external financial reporting by not-for-profit organizations that require its resources be classified for accounting and reporting purposes into two net asset categories according to externally imposed restrictions. Accordingly, net assets of the Organization and changes therein may be classified and reported as follows:

Net Assets Without Donor Restrictions--Net assets without donor restrictions are not subject to donor-imposed restrictions and are available for use by the Board and/or management for general operating purposes. From time to time the Board may designate a portion of these net assets for specific purposes or uses under various internal operating budgets or for board designated purposes which makes them unavailable for use at management's discretion.

Net Assets With Donor Restrictions--Net assets with donor restrictions are subject to donor-imposed, time and/or purpose restrictions.

Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy. The Organization currently has no assets that meet this criteria.

B. Adoption of New Accounting Pronouncements:

The Organization has adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2014-09, *Revenues from Contracts with Customers (Topic 606)*. ASU 2014-09 requires an entity to depict the transfer of promised goods or services to customers in an amount that reflects the consideration that the entity expects to be entitled to in exchange for those goods and services. Additional disclosure is required to enable users of the financial statements to understand the nature, amount, timing, and uncertainty of revenue and cash flow arising from contracts with customers. The adoption of this ASU did not materially impact the timing or amount of revenue recognized by the Organization in these financial statements.

The Organization has adopted ASU 2018-08, Not-for-Profit Entities (Top 958), *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. ASU 2018-08 provides (1) a framework for determining whether a particular transaction is an exchange or a contribution (a nonreciprocal transaction), including how to evaluate whether a resource provider receives commensurate value in an exchange transaction, and (2) guidance to assist entities in determining whether a contribution is either conditional or unconditional. The adoption of this ASU did not materially impact these financial statements.



CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (Continued)

C. Promises to Give:

The Organization recognizes as support and revenues, contributions received and made, including unconditional, legally enforceable promises to give, in the period in which the Organization is notified that the donor has made a promise to give. All contributions are considered to be without donor restrictions unless specifically restricted by the donor. Amounts received that are designed for future periods or restricted by the donor for specific purposes are reported as donor restricted support that increases that net asset class. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as without donor restrictions.

Unconditional promises to give expected to be collected within one year are recorded at net realizable value and at the present value of estimated future cash flows if expected to be collected beyond one year. Amortization of the discount is included in contribution revenue. Unconditional promises are also recorded net of an allowance for uncollectible promises. The allowance is based on management's analysis of specific promises to give and current economic conditions.

Conditional promises to give are recognized when the conditions on which they depend are substantially met.

D. Support and Revenue Without and With Donor Restrictions:

Contributions of cash and other assets, as well as grants, are recorded as increases in without or with donor restrictions, depending on the existence or nature of any externally-imposed 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 statements of activities as net assets released from 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. All other donor-restricted support is presented as an increase in net assets with donor restrictions depending on the nature of the restrictions.

Sponsorship Revenue

The portion of sponsorship revenue that relates to the commensurate value the sponsor received in return is recognized when the related events are held and performance obligations are met.

Special Event Revenue – Ticket Sales

The portion of ticket sales that relates to the commensurate value the attendee receives in return is recognized when the related events are held and performance obligations are met.

E. Functional Allocation of Expenses:

The cost of providing the various program and supporting services of the Organization has been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Directly identifiable expenses are charged to programs and supporting services. Expenses attributable to more than one function are generally allocated based on time and effort as tracked by Organization staff and estimates made by management. Supporting services include those expenses that are not directly identifiable with any specific function but provide for the overall support and direction of the Organization.

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (Continued)

F. Donated Services and Materials:

The Organization records in-kind contributions of services, materials, and other at their estimated fair value at the date of the contribution. The Organization regularly receives a substantial amount of services donated by volunteers interested in the Organization's program. For the years ended June 30, 2020 and 2019, the Organization received approximately 16,000 hours (includes regular volunteer hours, community service hours, and workgroup hours) and 17,750 hours of volunteer services, respectively. These services include the performance of animal care and maintenance chores, the presentation of in-school and on-site educational programs, mission programs, preparation and production of newsletters and fundraising materials, and various professional and trade services. A percentage of food and medical supplies required to support this population is donated. In addition, the Organization's officers and board of directors serve without compensation.

Amounts have been reported in the financial statements for voluntary donations of services when those services create or enhance non-financial assets or require specialized skills provided by individuals possessing those skills and which would be typically purchased if not provided by donation. Donated materials are recorded at the fair value at the date of the gift. For the years ended June 30, 2020 and 2019, donated services and materials were \$148,399 and \$203,419, respectively.

G. Accounts Receivable:

Accounts receivable relates principally to amounts due to the Organization for tours. The Organization estimates the collectability of its accounts receivable and establishes an allowance for the amount of receivables that it estimates to be uncollectible. The Organization bases the allowance on its historical collection experience, the length of time its receivables are outstanding, and the financial condition of individual customers. No allowance was considered necessary at June 30, 2020 and 2019.

H. Inventory:

Inventory, which consists of gift shop items, is valued at cost using the first-in, first-out method.

I. Property and Equipment:

Property and equipment is recorded at cost if purchased or at fair value if donated at the date of donation. A capitalization threshold of \$500 is utilized. Expenditures for repairs and maintenance are charged against operations. Depreciation is provided using the straight-line method over the estimated useful lives ranging from three to forty years. Depreciation expense for the years ended June 30, 2020 and 2019 totaled \$69,280 and \$62,401, respectively.

J. Compensated Absences:

Employees of the Organization vest in vacation pay earned but unused. The aggregate amount of vacation pay due has been accrued on the statement of financial position of the Organization.

K. Income Tax Status:

The Organization is exempt from federal income taxes under Section 501(a) of the Internal Revenue Code and is classified under Section 501(c)(3) as a public charity. In addition, the Organization qualifies for deductible contributions under Section 170(b)(1)(A)(vi) of the Internal Revenue Code. Further, the Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. Accordingly, the accompanying financial statements do not include a provision for income taxes.

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (Concluded)

The Organization files Form 990 information returns in the U.S. Federal jurisdiction. These returns are subject to examination by the Internal Revenue Service for a period of three years after the respective filing deadlines. The Organization has not been informed by any tax authorities for any jurisdictions that any of its tax years are under examination as of June 30, 2020.

L. Accounting Estimates:

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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. Significant estimates and assumptions are used for, but not limited to, the fair value of in-kind contributions, discounted to net present value for promises to give, depreciable lives of property and equipment, and functional allocation of expenses.

M. Advertising:

The Organization expenses the cost of advertising as it is incurred. Advertising expense for the years ended June 30, 2020 and 2019 totals \$2,253 and \$5,068, respectively. These expenses promote the Organization's programs.

N. Recently Issued Accounting Pronouncements:

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which will govern the accounting for lease contracts. The key difference between current standards and ASU 2016-02 is the requirement for lessees to recognize on their statement of financial position all lease contracts with lease terms greater than twelve months, including operating leases. Specifically, at lease commencement, lessees will be required to recognize on the statement of financial position both a right-of-use asset and a lease liability. The standard requires a modified retrospective application, which will require entities to apply the new guidance as of the beginning of the earliest comparative period presented in the financial statements for the year in which the standard is adopted. In November 2019, the FASB issued ASU 2019-10, *Financial Instruments—Credit Losses (Topic 326), Derivatives and Hedging (Topic 815), and Leases (Topic 842): Effective Dates*, which defers the effective date for those topics, including amendments issued after the issuance of the original update. For *Leases (Topic 842)*, the effective date was deferred an additional year. In May 2020, the effective date was deferred an additional year and will now be effective for the Organization in 2022.

3. Promises to Give

Promises to give consist of the following at June 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Promises to Give	\$ 242,563	\$ 292,668
Less Allowance for Uncollectible Promises to Give	10,995	13,500
Less Unamortized Discount	<u>6,473</u>	<u>14,797</u>
	225,095	264,371
Less Current Portion	<u>140,494</u>	<u>101,151</u>
Amounts Due After One Year	\$ <u>84,601</u>	\$ <u>163,220</u>

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

3. Promises to Give (Continued)

Promises to give due in more than one year are discounted to their estimated net present values using a discount rate of 3%:

	<u>2020</u>	<u>2019</u>
Amounts due in less than one year	\$ 146,696	\$ 105,282
Amounts due in one to five years	<u>95,867</u>	<u>187,386</u>
	242,563	292,668
Less Allowance for Uncollectible Promises to Give	10,995	13,500
Less Unamortized Discount	<u>6,473</u>	<u>14,797</u>
	<u>\$ 225,095</u>	<u>\$ 264,371</u>

4. Net Assets With Donor Restrictions

At June 30, 2020 and 2019, temporarily restricted net assets of \$160,562 and \$142,452, respectively, were restricted for expenses related to food, rescue, facilities and maintenance, medical, and community outreach/education.

5. Special Events

Special events consist of the following fundraising activities:

	<u>2020</u>	<u>2019</u>
Gross Proceeds	\$ 188,931	\$ 175,631
Direct Costs	<u>(70,543)</u>	<u>(64,490)</u>
	<u>\$ 118,388</u>	<u>\$ 111,141</u>

6. Gift Shop Activity

The Organization operates a gift shop. Gift shop activity for the years ended June 30, 2020 and 2019 was as follows:

	<u>2020</u>	<u>2019</u>
Revenues	\$ <u>121,215</u>	\$ <u>134,826</u>
Expenses:		
Gift Shop Merchandise	51,019	59,460
Salaries and Benefits	26,563	26,524
Utilities	667	649
Depreciation	<u>249</u>	<u>280</u>
Total Expenses	<u>78,498</u>	<u>86,913</u>
Gift Shop Sales, net	<u>\$ 42,717</u>	<u>\$ 47,913</u>

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

7. Concentrations

The Organization receives a major portion of its support and revenue from contributions and tours. A reduction in the level of support could possibly have a significant effect on the Organization's programs and activities.

The Organization maintains its operating bank accounts at a financial institution located in North Carolina. Balances in interest-bearing accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. At June 30, 2020, the Organization had an uninsured balance of \$379,056. At June 30, 2019, the Organization had no uninsured balance.

8. Retirement Plan

Effective July 2016, the Organization established a Simplified Employee Pension plan for its eligible employees. To become a participant, an employee must meet the current eligibility requirements established by the Employee Retirement and Income Security Act of 1974 and the Internal Revenue Code. The Organization may make discretionary contributions based on the participant's compensation. The Organization contributed 3.0% for the year ended June 30, 2020. Contributions made by the Organization on behalf of its eligible employees for the year ended June 30, 2020 were \$12,473. The Organization made no contributions on behalf of its eligible employees for the year ended June 30, 2019.

9. Long-Term Debt

Long-term debt relates to the financing of the purchase of land for the new building and consists of the following at June 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Note payable with First Citizens Bank and Trust Company in order to finance the purchase of land. The total financing available through the note payable is \$195,000. The note matures April 2022 and bears interest at 4.8%. Monthly principal and interest payments of \$4,480 commenced May 2018 with final payment scheduled for April 2022. The note payable is collateralized by land and \$50,000 cash at Chatham County Economic Development Corporation.	\$ 97,950	\$ 141,981
Less Amount Classified as Current Liability	<u>50,323</u>	<u>44,031</u>
Amount Due After One Year	<u>\$ 47,627</u>	<u>\$ 97,950</u>

Scheduled maturities of long-term debt are as follows:

<u>Year Ending June 30</u>	
2021	\$ 50,323
2022	<u>47,627</u>
	<u>\$ 97,950</u>

CAROLINA TIGER RESCUE  
Notes to Financial Statements  
June 30, 2020 and 2019

10. Operating Lease Commitments

The Organization leases a copier/printer. The lease provides for monthly payments of \$199 over a term of thirty-six months. Total rent expense, included in equipment rental, for both 2020 and 2019 was \$2,388.

Future minimum lease payments under this operating lease agreement at June 30, 2020 are as follows:

Year Ending June 30	
2021	\$ <u>796</u>

11. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors. Net assets were released from restrictions for the following during the years ended June 30, 2020 and 2019:

	2020	2019
Expenses related to:		
Food	\$ 4,424	\$ 20,646
Habitats, Rescues, Facilities and Maintenance, Other		28,971
Medical		7,828
Community Outreach/Education (State Grant)	<u>22,661</u>	<u>25,280</u>
	<u>\$ 27,085</u>	<u>\$ 82,725</u>

12. Liquidity and Availability of Resources

The Organization manages its liquid resources by focusing on fundraising efforts to ensure the entity has adequate contributions and revenue to cover the programs that are being conducted. The Organization prepares detailed budgets and is active in managing costs to ensure the entity remains liquid.

The Organization's financial assets as of June 30, 2020 and 2019 expected to be available within one year to meet the cash needs for general expenditures comprise of the following:

	2020	2019
Financial assets available within one year:		
Cash	\$ 626,458	\$ 164,333
Accounts Receivable	10,643	15,358
Promises to Give, net	<u>140,494</u>	<u>101,151</u>
Financial assets, at year end	777,595	280,842
Less those unavailable for general expenditures within one year, due to:		
Contractual or Donor-Imposed Restrictions:		
Restricted by donor with time or purpose restrictions	<u>160,562</u>	<u>142,452</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 617,033</u>	<u>\$ 138,390</u>

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13. Small Business Administration Loan Pursuant to CARES Act

In May 2020, the Organization obtained a Paycheck Protection Program loan, Economic Injury Disaster loan, and Small Business Disaster loan under Section 1102 of the Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act") in the amount of \$294,000. Pursuant to Section 1106 of the CARES Act, the Paycheck Protection Program and Economic Injury Disaster loans can be forgiven up to the full principal amount of the loans and any accrued interest if the Organization maintains employment and compensation levels and restricts use of the loan proceeds for eligible purposes, including payroll, rent, and utilities.

The Small Business Disaster loan with the Small Business Administration in the amount of \$150,000 is in deferment status. Payments in the amount of \$641 per month, with accrued interest, will begin in June 2021.

14. Subsequent Events

For the year ended June 30, 2020, the Organization evaluated subsequent events for potential recognition and disclosure through December 2, 2020, the date of financial statement issuance. As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may negatively impact the Organization.

15. Reclassifications

Certain reclassifications have been made to the 2019 financial statements to conform to the 2020 financial statement presentation. Such reclassifications have no effect on net assets or cash flows as previously reported.