



VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED  
MARCH 31, 2022 AND 2021

VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

MARCH 31, 2022 AND 2021

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# OUELLETTE & ASSOCIATES, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

Kimberly S. Berg, C.P.A.  
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C. Joseph Wolverton, Jr., C.P.A.

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Vicente Ferrer Foundation USA, Inc.

### ***Opinion***

We have audited the accompanying financial statements of Vicente Ferrer Foundation USA, Inc. (a nonprofit organization), which comprise the statements of financial position as of March 31, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Vicente Ferrer Foundation USA, Inc. as of March 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 Vicente Ferrer Foundation USA, Inc. and to meet our ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Vicente Ferrer Foundation USA, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditor's Responsibility 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Vicente Ferrer Foundation USA, 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 Vicente Ferrer Foundation USA, 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.

*Ouellette & Associates, P.A.*  
Certified Public Accountants

Lewiston, Maine  
July 20, 2022

## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENTS OF FINANCIAL POSITION

MARCH 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 125,544	\$ 146,916
Pledges Receivable	4,992	13,411
Grants Receivable	-	5,000
Security Deposit and Other Assets	7,146	6,752
Property and Equipment, Net	<u>-</u>	<u>245</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 137,682</u></b>	<b><u>\$ 172,324</u></b>
<b>LIABILITIES</b>		
Accounts Payable and Accrued Expenses	\$ -	\$ 209
Grants Payable	-	74,865
Refundable Advances - PPP Loan	<u>-</u>	<u>45,282</u>
Total Liabilities	<u>-</u>	<u>120,356</u>
<b>NET ASSETS</b>		
Net Assets without Donor Restrictions	137,682	41,968
Net Assets with Donor Restrictions	<u>-</u>	<u>10,000</u>
<b>Total Net Assets</b>	<b><u>137,682</u></b>	<b><u>51,968</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 137,682</u></b>	<b><u>\$ 172,324</u></b>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2022

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
<b>REVENUES AND SUPPORT</b>			
Private and Government Grants	\$ 300,000	\$ -	\$ 300,000
Contributions	338,600	-	338,600
Contributions - PPP Loan	45,282	-	45,282
Release of Donor Restricted Funds	10,000	(10,000)	-
<b>TOTAL REVENUES AND SUPPORT</b>	<u>693,882</u>	<u>(10,000)</u>	<u>683,882</u>
<b>EXPENSES</b>			
Program Services:			
Grants Made to India	305,224	-	305,224
Awareness	106,095	-	106,095
Total Program Services	411,319	-	411,319
Supporting Services:			
Management and General	116,149	-	116,149
Fundraising	70,700	-	70,700
Total Supporting Services	186,849	-	186,849
<b>TOTAL EXPENSES</b>	<u>598,168</u>	<u>-</u>	<u>598,168</u>
<b>CHANGE IN NET ASSETS</b>	95,714	(10,000)	85,714
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>41,968</u>	<u>10,000</u>	<u>51,968</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 137,682</u>	<u>\$ -</u>	<u>\$ 137,682</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2021

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
REVENUES AND SUPPORT			
Grants	\$ 172,500	\$ -	\$ 172,500
Contributions	155,585	10,000	165,585
Contributions - PPP Loan	35,000	-	35,000
In-Kind Contributions	14,449	-	14,449
Release of Donor Restricted Funds	11,360	(11,360)	-
TOTAL REVENUES AND SUPPORT	<u>388,894</u>	<u>(1,360)</u>	<u>387,534</u>
EXPENSES			
Program Services			
Grants Made to India	138,092	-	138,092
Awareness	106,775	-	106,775
Total Program Services	244,867	-	244,867
Supporting Services:			
Management and General	115,303	-	115,303
Fundraising	61,368	-	61,368
Total Supporting Services	176,671	-	176,671
TOTAL EXPENSES	<u>421,538</u>	<u>-</u>	<u>421,538</u>
CHANGE IN NET ASSETS	(32,644)	(1,360)	(34,004)
NET ASSETS, BEGINNING OF YEAR	<u>74,612</u>	<u>11,360</u>	<u>85,972</u>
NET ASSETS, END OF YEAR	<u>\$ 41,968</u>	<u>\$ 10,000</u>	<u>\$ 51,968</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<i>Program Services</i>	<i>Support Services</i>		<i>Total</i>
		<i>Management and General</i>	<i>Fundraising</i>	
<b>GRANTS MADE TO INDIA</b>	<b><u>\$ 305,224</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 305,224</u></b>
<b>SALARIES AND RELATED EXPENSES</b>				
Salaries and Wages	81,288	86,399	49,565	217,252
Payroll Taxes	<u>6,823</u>	<u>7,380</u>	<u>4,209</u>	<u>18,412</u>
Total Salaries and Related Expenses	<u>88,111</u>	<u>93,779</u>	<u>53,774</u>	<u>235,664</u>
<b>OTHER EXPENSES</b>				
Bank Service Charges	-	848	3,816	4,664
Charitable Solicitations	-	179	1,749	1,928
Insurance	733	2,365	325	3,423
Outside Contracted Services	6,336	1,285	5,091	12,712
Postage and Mailing	85	150	177	412
Printing and Copying	846	77	175	1,098
Professional Fees	4,014	11,500	2,750	18,264
Rent, Parking, Utilities	5,184	5,441	2,679	13,304
Supplies	501	-	35	536
Telephone	257	280	129	666
Travel Expenses	28	-	-	28
Depreciation	<u>-</u>	<u>245</u>	<u>-</u>	<u>245</u>
Total Other Expenses	<u>17,984</u>	<u>22,370</u>	<u>16,926</u>	<u>57,280</u>
<b>TOTAL EXPENSES</b>	<b><u>\$ 411,319</u></b>	<b><u>\$ 116,149</u></b>	<b><u>\$ 70,700</u></b>	<b><u>\$ 598,168</u></b>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements



## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

	<i>Program Services</i>	<i>Support Services</i>		<i>Total</i>
		<i>Management and General</i>	<i>Fundraising</i>	
GRANTS MADE TO INDIA	\$ 138,092	\$ -	\$ -	\$ 138,092
SALARIES AND RELATED EXPENSES				
Salaries and Wages	80,844	70,010	44,146	195,000
Payroll Taxes	6,882	5,917	3,706	16,505
Total Salaries and Related Expenses	87,726	75,927	47,852	211,505
OTHER EXPENSES				
Bank Service Charges	-	709	1,213	1,922
Charitable Solicitations	-	70	2,163	2,233
Conference Fee	10	-	-	10
Insurance	-	2,253	-	2,253
Outside Contracted Services	3,340	915	3,296	7,551
Postage and Mailing	38	123	340	501
Printing and Copying	495	30	2,014	2,539
Professional Fees	5,367	11,728	453	17,548
Rent, Parking, Utilities	9,108	9,244	3,923	22,275
Supplies	-	67	-	67
Telephone	266	272	114	652
Depreciation	-	790	-	790
In-Kind Professional Services	425	13,175	-	13,600
Total Other Expenses	19,049	39,376	13,516	71,941
TOTAL EXPENSES	\$ 244,867	\$ 115,303	\$ 61,368	\$ 421,538

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

## VICENTE FERRER FOUNDATION USA, INC.

## STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED MARCH 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 85,714	\$ (34,004)
<i>Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities:</i>		
Depreciation	245	790
Contributions - PPP Loan	(45,282)	(35,000)
<i>(Increase) Decrease in Operating Assets:</i>		
Pledges Receivable	8,419	(11,931)
Grants Receivable	5,000	6,360
Security Deposits and Other Assets	(394)	(5)
<i>Increase (Decrease) in Operating Liabilities:</i>		
Grants Payable	(74,865)	74,865
Accounts Payable and Accrued Expenses	(209)	209
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>(21,372)</u>	<u>1,284</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Refundable Advance - PPP Loan	<u>-</u>	<u>80,282</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(21,372)</b>	<b>81,566</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u><b>146,916</b></u>	<u><b>65,350</b></u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><b>\$ 125,544</b></u>	<u><b>\$ 146,916</b></u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2022 AND 2021

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NOTE 1: NATURE OF ACITIVITIES

Vicente Ferrer Foundation USA, Inc. (VFF USA) was incorporated on March 18, 2013 for the purpose of supporting charitable, education, and scientific programs as described in Section 501(c)(3) of the Internal Revenue Code, by empowering rural communities in India through building strategic partnerships with key corporate, individual, and institutional stakeholders in the United States. VFF USA is supported primarily through donor contributions and grants. VFF USA's principal place of business is in Washington, DC.

VFF USA's mission is empowering rural communities to improve their living conditions. VFF USA does this by educating people in the USA about the development challenges faced by communities that they partner with in India and by fundraising for projects in India. Program services consist of grants, charitable initiatives, and educational events.

*Awareness* - Educate people in the United States about the challenges faced by marginalized communities in rural India, as well as the sustainable development projects which VFF and its partners are carrying out to empower local communities to improve their own living conditions.

*Grant Making to India* - Provides grants to their partners in India to support comprehensive development programs. Grant making supports rural infrastructure, health equity, education, and sustainable agriculture programs focused on marginalized populations, including women and people with disabilities.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting**

The financial statements of VFF USA have been prepared on the accrual basis of accounting and are presented in accordance with accounting principles generally accepted in the United States of America (GAAP), and accordingly reflects all significant receivables, payables, and other liabilities.

**Use of Estimates**

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

**Classification of Net Assets**

Net assets of VFF USA are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets without Donor Restrictions - Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

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NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets with Donor Restrictions - Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of VFF USA.

Earnings related to restricted net assets will be included in net assets without donor-restrictions unless otherwise specifically required to be included in donor-restricted net assets by the donor or by applicable state law.

**Cash and Cash Equivalents**

For the purposes of the statements of cash flows, VFF USA considers all liquid investments with a maturity of three months or less to be cash equivalents.

**Grants Receivable**

Grants receivable are stated at the amount management expects to collect from balances outstanding at year-end. Balances outstanding after management has used reasonable collection efforts are written-off through a charge to bad debt expense and a credit to the applicable grants receivable. Management does not believe an allowance for uncollectible grants receivable was necessary at March 31, 2022 or 2021.

**Property and Equipment**

Property and equipment are recorded at cost or, if donated, at their estimated fair value at the date of the gift. Depreciation is computed on a straight-line basis over the following estimated useful lives of the assets:

Computer Equipment	3 years
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VFF USA's capitalization policy is to depreciate additions over \$500. Minor additions or repairs that do not extend the useful life of these assets are expensed in the year incurred.

**Refundable Advance – Paycheck Protection Program (PPP)**

VFF USA's policy to account for forgivable loans received through the Small Business Administration (SBA) under the *Coronavirus Aid, Relief and Economic Security Act (CARES Act)* Paycheck Protection Program (PPP), a refundable advance liability in accordance with Accounting Standards Codification (ASC) 958-605, *Not-for Profit Entities*. VFF USA recognizes contribution income once conditions for forgiveness are substantially met or explicitly waived. As of March 31, 2022, contribution income of \$45,282, was recorded for the second round of PPP funds received during the previous fiscal year and conditions for forgiveness were substantially met during the current year. VFF USA's second round of PPP funds were approved for forgiveness on December 9, 2021. As of March 31, 2021, contribution income of \$35,000, was recorded for the first round of PPP funds received during the year and conditions for forgiveness were substantially met. VFF USA's first round of PPP funds were approved for forgiveness on April 5, 2021.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

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NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Grants, Contributions and Unconditional Promises to Give**

VFF USA receives a grant from a partner organization in Spain to cover operational expenses. All grants have a grant agreement to determine the use and allocation. This grant allows additional donor contributions in the United States to be sent to India to meet the mission and continue to establish VFF USA's office in the United States. Grants that are considered exchange transactions are recorded as revenue when earned, which is generally when the related expenditures are incurred. Grants that are not exchange transactions and are unconditional are recorded when VFF USA receives notification of the grant award. Grants receivable at March 31, 2022 and 2021 totaled \$0 and \$5,000, respectively.

VFF USA receives monthly gifts to support their child sponsorship and women's empowerment initiatives, as well as general donations on a one-time basis from contributors, which may have restrictions based upon the request of individual donors. Contributions received are recorded as donor-restricted net assets or net assets without donor restriction, depending on the existence and/or nature of any donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, donor-restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. When a restriction on a contribution is met in the same reporting period that the contribution was received, the contribution is reported in the statement of activities as net assets without donor restrictions.

**In-Kind Professional Services**

During the year ending March 31, 2021, VFF USA had service donations including legal and advisory services. Service donations for the years ending March 31, 2021 totaled \$13,175. In-kind contributions also consist of printers to be allocated with grants of \$1,274 for the year ending March 31, 2021. These donations are recorded at their fair value in the period received.

**Functional Expenses**

VFF USA allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses, that are common to several functions, are allocated by management based on effort. Supporting services are those related to operating and managing VFF USA and its programs on a day-to-day basis. Supporting services have been sub-classified as follows:

*Management and General* - Includes all activities related to VFF USA's internal management.

*Fundraising* - Includes all activities related to maintaining contributor information, distribution of materials and other similar projects related to the procurement of funds for VFF USA's allocations and programs.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

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NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Grants to Others**

VFF USA recognizes grant expenses at the time grant negotiations are substantially complete with the grantee and the grant award has been approved by the Board of Trustees. As of March 31, 2022 and 2021, grants approved by the board of directors to India, but not yet paid totaled \$0 and \$74,865, respectively.

**Income Tax Status**

VFF USA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, VFF USA qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

Management has determined that VFF USA does not have any uncertain tax positions and associated unrecognized benefits or liabilities that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that VFF USA's tax returns will not be challenged by the taxing authorities and that VFF USA will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, VFF USA's tax returns remain subject to examination for three years after they were filed, however, there are currently no audits for any tax periods in progress.

**Reclassifications**

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

**Recent Accounting Pronouncements**

*Revenue Recognition*

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers*, to clarify the principles for recognizing revenue and to develop a common revenue standard for U.S. GAAP and International Financial Reporting Standards. The core principle of the guidance requires entities to recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Management has retroactively adopted the ASU effective April 1, 2020. No adjustment to the beginning balances of net asset accounts was necessary due to this change.

*Contributions*

In June 2018, the FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The issuance of this ASU was in response to the difficulty and diversity in practice of distinguishing between exchange transactions (reciprocal) and contributions (nonreciprocal), as well as distinguishing between conditional and unconditional contributions. Management has retroactively adopted the ASU effective April 1, 2021. No adjustment to the beginning balances of net asset accounts was necessary due to this change.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Subsequent Events**

Management has made an evaluation of subsequent events through July 20, 2022, the date the financial statements were available to be issued and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

NOTE 3: PLEDGES RECEIVABLE

Pledges receivable consisted of small dollar donations made online to VFF USA that were not received as of March 31, 2022 or 2021. Pledges receivable for the years ended March 31, 2022 and 2021 total \$4,992 and \$13,411, respectively. VFF USA believes these funds are fully collectible and no allowance was necessary.

NOTE 4: GRANTS RECEIVABLE

During the year ending March 31, 2021, VFF USA received a grant for nutritional support project for the Achumpleta area in India. The grant entered into for the year ending March 31, 2021 totaled \$10,000. VFF USA received \$5,000 before the end of the prior fiscal year and received the remaining \$5,000 within the current fiscal year. VFF USA believes all unconditional promises to give are collectible.

NOTE 5: PROPERTY AND EQUIPMENT

Property and equipment consist of the following at March 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Computer Equipment	\$ 6,502	\$ 6,502
Less: Accumulated Depreciation	<u>6,502</u>	<u>6,257</u>
Net Property and Equipment	<u>\$ -</u>	<u>\$ 245</u>

NOTE 6: CONCENTRATIONS

Approximately 44% and 45% of VFF USA's revenue, for the years ended March 31, 2022 and 2021, respectively, was from one funding source, which is based in Spain.

NOTE 7: RELATED PARTY TRANSACTIONS

Grants were awarded to an organization for which the president of the board of VFF USA was also a program director. The grants awarded totaled \$305,224 and \$138,092 for the years ended March 31, 2022 and 2021, respectively.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

NOTE 8: OPERATING LEASE

The Organization currently leases its office space under an operating lease for \$1,554 per month. The lease expires on February 28, 2023. Total rent expense was \$13,304 and \$22,275 for the years ended March 31, 2022 and 2021, respectively. Future minimum lease obligations under the non-cancelable lease agreement are \$15,540 for the year ending March 31, 2023.

NOTE 9: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purpose:

	<u>2022</u>	<u>2021</u>
Bastion Grant - Nutritional Support in India	\$ <u>      -</u>	\$ <u>10,000</u>

NOTE 10: LIQUIDITY

VFF USA's financial assets available within one year of the statement of financial position date for general expenditures are as follows at March 31, 2022:

	<u>2022</u>	<u>2021</u>
Cash and Cash Equivalents	\$ <b>125,544</b>	\$ 146,916
Pledges Receivable	<b>4,992</b>	13,411
Grants Receivable	<u>      -</u>	<u>      5,000</u>
Total financial assets available within one year	<u><b>130,536</b></u>	<u>165,327</u>
Less amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	<u>      -</u>	<u>10,000</u>
Total financial assets available within one year after restrictions	<u><b>\$ 130,536</b></u>	<u>\$ 155,327</u>

VFF USA manages its liquidity by developing and adopting annual operating budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due.



VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

MARCH 31, 2022 AND 2021

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NOTE 11: CORONAVIRUS PANDEMIC

An outbreak of a novel strain of coronavirus (COVID-19) has spread to the U.S. and in March 2020, the World Health Organization characterized COVID-19 as a pandemic. As previously disclosed, VFF USA received government assistance under the Paycheck Protection Program (PPP) to fund payroll and other allowable costs associated with the economic downturn during the pandemic. The extent of the future impact of COVID-19 on VFF USA's operational and financial performance is not known as of the date these financial statements were issued.