

**CHILDREN'S CANCER PARTNERS
OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA**

FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

TABLE OF CONTENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

	Page
Independent Auditor's Report	1
Financial Statements	
Statements of Financial Position	3
Statement of Activities - Year Ended December 31, 2021	4
Statement of Activities - Year Ended December 31, 2020	5
Statement of Functional Expenses - Year Ended December 31, 2021	6
Statement of Functional Expenses - Year Ended December 31, 2020	7
Statements of Cash Flows	8
Notes to the Financial Statements	9



Greene Finney Cauley, LLP

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Children's Cancer Partners of the Carolinas, Inc.
Spartanburg, South Carolina

Opinion

We have audited the accompanying financial statements of the Children's Cancer Partners of the Carolinas, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, 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 the Children's Cancer Partners of the Carolinas, Inc. as of December 31, 2021 and 2020, 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 the Children's Cancer Partners of the Carolinas, Inc. and to meet our other 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 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 Children's Cancer Partners of the Carolinas, 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 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 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, including omissions, 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.

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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 the Children's Cancer Partners of the Carolinas, 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 Children's Cancer Partners of the Carolinas, 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.

Greene Finney Cauley, LLP

Greene Finney Cauley, LLP
Mauldin, South Carolina
February 23, 2022

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2021 AND 2020

ASSETS	2021	2020
Current Assets:		
Cash and Cash Equivalents	\$ 209,370	\$ 453,397
Investments	1,188,945	935,197
Receivables, Net	-	100,131
Prepaid Expenses	5,379	4,939
Total Current Assets	1,403,694	1,493,664
Noncurrent Assets:		
Beneficial Interests in Assets Held by Community Foundations	1,052,078	493,578
Property and Equipment, Net	17,170	25,335
Total Noncurrent Assets	1,069,248	518,913
TOTAL ASSETS	\$ 2,472,942	\$ 2,012,577
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 17,096	\$ 25,999
Accrued Salaries and Benefits	36,680	37,670
Deferred Revenues	99,182	78,248
Paycheck Protection Program ("PPP") Loan	-	104,193
Total Current Liabilities	152,958	246,110
TOTAL LIABILITIES	152,958	246,110
NET ASSETS		
Without Donor Restrictions:		
Undesignated	2,225,148	1,680,957
Net Investment in Property and Equipment	17,170	25,335
With Donor Restrictions	77,666	60,175
TOTAL NET ASSETS	2,319,984	1,766,467
TOTAL LIABILITIES AND NET ASSETS	\$ 2,472,942	\$ 2,012,577

The notes to the financial statements are an integral part of these financial statements.
See the accompanying independent auditor's report.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Contributions	\$ 895,763	100,000	\$ 995,763
Grants	1,329,446	-	1,329,446
PPP Loan Forgiveness	198,816	-	198,816
Gifts in Kind	45,619	-	45,619
Investment Returns, Net	163,803	5,984	169,787
Miscellaneous Revenue	500	-	500
Net Assets Released From Restrictions	88,493	(88,493)	-
Total Revenues and Other Support	2,722,440	17,491	2,739,931
EXPENSES			
Program	1,773,646	-	1,773,646
Management and General	139,686	-	139,686
Fundraising	273,082	-	273,082
Total Expenses	2,186,414	-	2,186,414
CHANGE IN NET ASSETS	536,026	17,491	553,517
NET ASSETS, Beginning of Year	1,706,292	60,175	1,766,467
NET ASSETS, End of Year	\$ 2,242,318	77,666	\$ 2,319,984

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CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Contributions	\$ 1,256,659	-	\$ 1,256,659
Grants	659,101	75,000	734,101
Gifts in Kind	65,103	-	65,103
Investment Returns, Net	43,341	6,383	49,724
Net Assets Released From Restrictions	36,667	(36,667)	-
Total Revenues and Other Support	2,060,871	44,716	2,105,587
EXPENSES			
Program	1,589,562	-	1,589,562
Management and General	130,892	-	130,892
Fundraising	138,492	-	138,492
Total Expenses	1,858,946	-	1,858,946
CHANGE IN NET ASSETS	201,925	44,716	246,641
NET ASSETS, Beginning of Year	1,504,367	15,459	1,519,826
NET ASSETS, End of Year	\$ 1,706,292	60,175	\$ 1,766,467

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CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2021

	Program	Support Services		Total
		Management and General	Fundraising	
Advertising	\$ 1,319	-	-	\$ 1,319
Bank Charges and Fees	-	4,175	1,333	5,508
Client Assistance	947,623	-	-	947,623
Computer Support and Software	3,108	633	5,649	9,390
Conferences and Training	10,570	3,527	4,664	18,761
Contracted Services	22,045	16,333	12,487	50,865
Depreciation	6,531	817	817	8,165
Dues and Subscriptions	1,390	48	5,089	6,527
Employee Benefits	82,911	12,778	28,728	124,417
Gifts in Kind	43,823	-	-	43,823
Insurance	7,054	2,877	882	10,813
Outreach	41,464	-	-	41,464
Office Supplies	3,190	823	2,393	6,406
Payroll Taxes	36,278	7,517	12,934	56,729
Postage and Shipping	1,110	663	6,519	8,292
Printing and Copies	5,449	324	3,212	8,985
Professional Fees	12,525	11,742	4,928	29,195
Rent	25,214	3,152	3,152	31,518
Salaries and Wages	506,577	71,215	173,774	751,566
Telephone and Internet	5,210	359	1,689	7,258
Travel and Transportation	8,441	1,490	4,605	14,536
Utilities	1,814	227	227	2,268
Vehicle Taxes	-	986	-	986
	<u>\$ 1,773,646</u>	<u>139,686</u>	<u>273,082</u>	<u>\$ 2,186,414</u>

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CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2020

	Program	Support Services		Total
		Management and General	Fundraising	
Advertising	\$ -	550	3,365	\$ 3,915
Bank Charges and Fees	429	1,692	2,940	5,061
Client Assistance	813,415	-	-	813,415
Computer Support and Software	3,988	4,312	1,248	9,548
Conferences and Training	2,898	3,041	13,591	19,530
Contracted Services	44,603	39,019	45,624	129,246
Depreciation	7,726	966	965	9,657
Dues and Subscriptions	937	50	3,043	4,030
Employee Benefits	92,573	3,492	11,716	107,781
Gifts in Kind	62,613	-	-	62,613
Insurance	5,795	2,962	1,636	10,393
Outreach	37,225	-	-	37,225
Office Supplies	272	258	157	687
Payroll Taxes	32,619	3,164	2,994	38,777
Postage and Shipping	20	193	3,376	3,589
Printing and Copies	2,088	387	1,868	4,343
Professional Fees	4,098	11,901	976	16,975
Rent	22,660	2,833	2,832	28,325
Salaries and Wages	442,120	54,137	39,885	536,142
Telephone and Internet	1,724	274	286	2,284
Travel and Transportation	9,815	1,356	1,684	12,855
Utilities	1,944	305	306	2,555
	<u>\$ 1,589,562</u>	<u>130,892</u>	<u>138,492</u>	<u>\$ 1,858,946</u>

The notes to the financial statements are an integral part of these financial statements.
See the accompanying independent auditor's report.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 553,517	\$ 246,641
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided by Operating Activities:		
Depreciation Expense	8,165	9,657
PPP Loan Forgiveness	(198,816)	-
Net Realized and Unrealized (Gains) Losses on Investments and		
Beneficial Interests in Assets Held by Community Foundations	(53,100)	(59,502)
Decrease (Increase) in Receivables, Net	100,131	(100,131)
Decrease (Increase) in Prepaid Expenses	(440)	(4,935)
Increase (Decrease) in Accounts Payable	(8,903)	6,774
Increase (Decrease) in Accrued Salaries and Benefits	(990)	13,058
Increase (Decrease) in Deferred Revenue	20,934	32,000
NET CASH PROVIDED BY OPERATING ACTIVITIES	420,498	143,562
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from PPP Loan	94,623	104,193
NET CASH PROVIDED BY FINANCING ACTIVITIES	94,623	104,193
CASH FLOWS FROM INVESTING ACTIVITIES		
Contributions to the Spartanburg County Foundation	(205,400)	(25,300)
Contributions to the Central Carolina Community Foundation	(100,000)	-
Contributions to the Foundation for the Carolinas	(100,000)	-
Contributions to the Triangle Community Foundation	(100,000)	-
Sales of Investments	1,346,627	2,566,490
Purchases of Investments	(1,600,375)	(2,908,598)
NET CASH USED IN INVESTING ACTIVITIES	(759,148)	(367,408)
DECREASE IN CASH AND CASH EQUIVALENTS	(244,027)	(119,653)
CASH AND CASH EQUIVALENTS, Beginning of Year	453,397	573,050
CASH AND CASH EQUIVALENTS, End of Year	\$ 209,370	\$ 453,397

The notes to the financial statements are an integral part of these financial statements.
See the accompanying independent auditor's report.

**CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE A—NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Children's Cancer Partners of the Carolinas, Inc. (the "Organization") was founded in 2001 and incorporated as a nonprofit corporation in 2005. The purpose of the Organization is to provide comprehensive support and loving compassion to families whose children are battling cancer to improve their overall quality of life by providing financial support, connecting those in need with those who can assist, and delivering hope to the families. The Organization assists families in South Carolina and North Carolina.

Basis of Presentation

The accompanying financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and are presented in accordance with the Financial Accounting Standards Board Accounting Standards Codification 958-205 *Not-For-Profit Presentation of Financial Statements*.

Cash and Cash Equivalents

Cash equivalents included in these financial statements are defined as all highly liquid instruments purchased with an original maturity of three months or less.

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the Statements of Financial Position. Investment returns are reported in the Statements of Activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external investment expenses.

Receivables

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 the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue.

Allowances for uncollectible accounts are determined based on subsequent collections, past experience, and an assessment of economic conditions. Receivables are written off when deemed uncollectible.

Beneficial Interest in Assets Held by Community Foundations

The Organization has a beneficial interest in investments held by the Central Carolina Community Foundation, Foundation for the Carolinas, Spartanburg County Foundation and Triangle Community Foundation, collectively (the "Foundations"). The Foundations retain variance power for the investments; however the Organization is the sole beneficiary as long as the Organization is in existence.

The beneficial interest in the investments held by the Foundations are reported at their fair value in the Statements of Financial Position. Investment returns are reported in the Statements of Activities and consist of interest and dividend income, realized and unrealized capital gains and losses, less external investment expenses.

**CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA**

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

**NOTE A—NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Property and Equipment

The Organization capitalizes property and equipment costing more than \$5,000, while lesser amounts are usually expensed. Purchased property and equipment are stated at cost. Donated property and equipment are recorded at their estimated fair value at the date of receipt. Depreciation is computed on the straight-line method over the estimated useful lives of the assets.

Net Assets

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

- *Net Assets Without Donor Restrictions* are net assets available for use in general operations and not subject to donor-imposed restrictions. The Board, at its discretion, may designate a portion of the net assets without donor restrictions to be used for specific purposes.
- *Net Assets With Donor Restrictions* are net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met either by the actions of the Organization or the passage of time. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. 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. If a restriction is fulfilled during the same year in which the contribution is received, the Organization generally reports that support as an increase in net assets without donor restrictions.

Revenues

Contributions and grants, including unconditional promises to give, are recognized when received and are considered to be available for general use unless specifically restricted by the contributor or grantor. Amounts received that are designated for future periods or restricted by the donor or grantor for specific purposes that are not fulfilled during the current year are reported as increases to net assets with donor restrictions. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as restricted until the payment is due unless the contribution is clearly intended to support the activities of the current fiscal year. Conditional promises to give are not included as support until conditions are substantially met. Event sponsorship revenues received in advance are deferred to the applicable period in which the event relates.

Contributed Services and In-kind Contributions

Local businesses and organizations have contributed significant amounts of services to the Organization. In addition, a number of unpaid volunteers have made significant contributions of their time to the Organization. For those contributed services that did not create or enhance non-financial assets or require specialized skills or that would not have been purchased if not donated, no amounts have been reflected in the financial statements for these services, since these services do not meet the criteria for recognition as contributed services. Services that meet the criteria for recognition as contributed services and in-kind contributions are recorded as contributions at their estimated fair market value. There was approximately \$46,000 and approximately \$65,000 in contributed services or in-kind contributions relating to program activities recorded for the years ended December 31, 2021 and 2020, respectively.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

**NOTE A—NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Outreach and Advertising Costs

The Organization uses outreach and advertising to promote its programs and fundraising activities. These costs are recorded as expenses when incurred. Outreach and advertising costs totaled approximately \$43,000 and approximately \$41,000 for the years ended December 31, 2021 and 2020, respectively.

Functional Allocation of Expenses

The costs of program and supporting services activities have 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. Certain categories of expenses are attributable to both program services and supporting activities. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Allocated costs include salaries and wages, employee benefits, and payroll taxes, which are allocated on the basis of estimates of time and effort, and depreciation, rent, utilities, office supplies, and other occupancy related costs, which are generally allocated on a usage of building basis.

Income Tax Status

The Organization has obtained exemption from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and did not conduct unrelated business activities. In addition, the Organization is not a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. Management is not aware of any transactions or events that would disqualify its tax-exempt status. Therefore, no provision for income taxes has been included in the financial statements. The Organization's tax returns for the past three years remain open for examination by taxing authorities.

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 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.

NOTE B—LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures (those without donor or other restrictions limiting their use) within the year following December 31, 2021 and 2020 consist of the following:

	2021	2020
Cash and Cash Equivalents*	\$ 194,071	\$ 453,397
Investments	1,188,945	935,197
Accounts Receivable*	-	96,339
	<u>\$ 1,383,016</u>	<u>\$ 1,484,933</u>

* Excludes the Organization's (a) cash and cash equivalents with donor restrictions of \$15,299 for 2021 and (b) accounts receivable with donor restrictions of \$3,792 for 2020 - as these funds are not available for general expenditures.

In addition to the above amounts, the Organization anticipates being able to meet its liquidity needs during the upcoming year with contribution revenues received from donors of the Organization, grant revenues, and revenues generated by fundraising.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE C—CONCENTRATION OF CREDIT RISK

The Organization manages deposit concentration risk by placing cash and money market accounts with financial institutions believed by the Organization to be creditworthy. At times, amounts on deposit may exceed insured limits.

NOTE D—INVESTMENTS

The fair value framework under generally accepted accounting principles requires the categorization of assets and liabilities into three levels based upon the assumptions used to value the assets or liabilities. The fair value framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level one measurements) and the lowest priority to unobservable inputs (level three measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 – Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Significant unobservable inputs.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The Organization's Mutual Funds, which are traded in the financial markets, are valued by the custodians of the securities using observable market data and are classified as level 2. There have been no changes in the methodologies used at December 31, 2021.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of December 31, 2021.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ -	1,188,945	-	\$ 1,188,945

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of December 31, 2020.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ -	935,197	-	\$ 935,197

NOTE E—BENEFICIAL INTERESTS IN ASSETS HELD BY COMMUNITY FOUNDATIONS

For the years ended December 31, 2021 and 2020, beneficial interests in assets held by community foundations totaled approximately \$1,052,000 and \$494,000, respectively, and represented investments held at the Foundations. The Organization's beneficial interest in assets held by community foundations are measured at fair value using significant unobservable inputs (level 3) for the years ended December 31, 2021 and 2020. There have been no changes in the methodologies used at December 31, 2021.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE E—BENEFICIAL INTERESTS IN ASSETS HELD BY COMMUNITY FOUNDATIONS (CONTINUED)

The following is a reconciliation of the beginning and ending balance of the Organization's beneficial interest in assets held by the foundations for the years ended December 31, 2021 and 2020:

	2021	2020
Fair Value, Beginning of Year	\$ 493,578	\$ 408,776
Contributions	505,400	50,300
Dividends & Interest	5,967	5,017
Realized Capital Gains (Losses)	(686)	(691)
Unrealized Capital Gains (Losses)	51,936	33,287
Fee Expense	(4,117)	(3,111)
Fair Value, End of Year	<u>\$ 1,052,078</u>	<u>\$ 493,578</u>

NOTE F—RECEIVABLES

The Organization did not have any receivables for the year ended December 31, 2021. Receivables consists of the following at December 31, 2020:

Description	2020
Contributions	\$ 25,000
Grants	75,000
Other	131
	<u>\$ 100,131</u>

NOTE G—PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2021 and 2020:

	Useful Life	2021	2020
Equipment	5 years	\$ 14,666	\$ 14,666
Software	3 years	8,950	8,950
Vehicles	5 years	26,159	26,159
		<u>49,775</u>	<u>49,775</u>
Less Accumulated Depreciation		<u>(32,605)</u>	<u>(24,440)</u>
		<u>\$ 17,170</u>	<u>\$ 25,335</u>

NOTE H—PAYCHECK PROTECTION PROGRAM

Due to the global health crisis (see Note L for more details) beginning in 2020 and continuing in 2021, the Organization applied in April 2020 and March 2021 and received loans of approximately \$104,000 and approximately \$95,000, respectively, from the Paycheck Protection Program ("PPP") through the Small Business Administration. These loans were fully forgiven during the year ended December 31, 2021, under the terms of the PPP.

CHILDREN'S CANCER PARTNERS OF THE CAROLINAS, INC.
SPARTANBURG, SOUTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2021 AND 2020

NOTE I—NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the following purposes or periods at December 31, 2021 and 2020:

	2021	2020
Subject to Expenditure for Specified Purpose:		
Loss of Spartanburg County children related to cancer	\$ 62,367	\$ 56,383
Lodging	15,299	-
Kidz in Lids	-	3,792
	<u>\$ 77,666</u>	<u>\$ 60,175</u>

Net assets were released from donor restrictions during 2021 and 2020 by incurring expenses satisfying the restricted purposes, by the occurrence of other events specified by donors, or by being released from restrictions by the donors. During the years ended December 31, 2021 and 2020, approximately \$88,000 and \$37,000.

NOTE J—RETIREMENT PLAN

Employees are eligible to participate in the Organization's Simple IRA program maintained through an investment firm. The Organization will match employee withholdings up to three percent. For the years ended December 31, 2021 and 2020, employer contributions totaled approximately \$22,000 and approximately \$14,000, respectively.

NOTE K—MAJOR DONORS

For the year ended December 31, 2021, the Organization received an unrestricted contribution of \$500,000 and a restricted contribution of \$100,000 from one donor and a grant of \$1,000,000 from one foundation. Together these accounted for approximately 58% of the Organization's total revenues and support.

NOTE L—COMMITMENTS AND CONTINGENCIES

In April 2018, the Organization entered into a lease agreement for office space. This agreement was extended until May 2022. The terms of the agreement call for rent to be paid monthly. Remaining rent payments are expected to be approximately \$11,000 in 2022. Rent expense was approximately \$32,000 and \$28,000 for the years ended December 31, 2021 and 2020, respectively.

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. Management continues to actively monitor the impact from the COVID-19 outbreak on its financial condition, liquidity, operations, and workforce. If the COVID-19 outbreak continues or strengthens due to new variants, the Organization may continue to experience significant (a) fluctuations in its investment balances and (b) changes in its revenue and support (i.e. less contributions, less grants, less fundraising, etc.) going forward. The Organization has significant reserves to help weather this storm but will need to closely monitor this situation in the months ahead.

NOTE M—SUBSEQUENT EVENTS

In January 2022, the Organization purchased a van for approximately \$32,000 with grant funds.

Subsequent events have been evaluated through February 23, 2022, which is the date the financial statements were available to be issued.