

**TOGETHER SC
COLUMBIA, SOUTH CAROLINA
AUDITED FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2021 AND 2020**

TOGETHER SC
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FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Together SC
Columbia, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of Together SC (a nonprofit organization), which comprise the statements of financial position as of June 30, 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.

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 audit 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 auditors' 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.

(Continued on next page)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Together SC as of June 30, 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.

Burkett Burkett & Burkett

BURKETT BURKETT & BURKETT
Certified Public Accountants, P.A.
West Columbia, South Carolina
October 14, 2021

TOGETHER SC
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2021 AND 2020

	2021	2020
ASSETS:		
Current assets:		
Cash and cash equivalents, undesignated	\$ 89,329	\$ 160,339
Cash and cash equivalents, board designated	153,786	53,009
Cash and cash equivalents, fiscal sponsor	73,631	53,909
Accounts receivable	20,727	28,011
Prepaid expenses	2,625	4,370
Total current assets	340,098	299,638
Total assets	\$ 340,098	\$ 299,638
LIABILITIES AND NET ASSETS:		
Current liabilities:		
Accounts payable	\$ 9,401	\$ 15,284
Accrued expenses, fiscal sponsor	4,084	-
Accrued salaries and benefits	2,787	13,265
Accrued compensated absences	6,212	9,597
Unearned membership revenue	106,563	112,523
Deferred revenue	-	12,000
Refundable advance - PPP	53,728	52,899
Total current liabilities	182,775	215,568
Total liabilities	182,775	215,568
Net assets:		
Without donor restrictions		
Board designated	100,058	53,009
Undesignated	1,938	(27,896)
Total without donor restrictions	101,996	25,113
With donor restrictions		
Fiscal sponsor	55,327	58,957
Total with donor restrictions	55,327	58,957
Total net assets	157,323	84,070
Total liabilities and net assets	\$ 340,098	\$ 299,638

TOGETHER SC
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUES			
Contributions and grants	\$ 171,504	\$ -	\$ 171,504
Contributions, fiscal sponsor	-	51,231	51,231
Summit revenue	-	-	-
Other sponsorships	55,700	-	55,700
Revenue from contracts with customers:			
Membership support	223,750	-	223,750
Program service revenue	14,928	-	14,928
Career center revenue	12,842	-	12,842
Management service fees	4,042	-	4,042
Interest	84	-	84
Miscellaneous	1,485	-	1,485
Total support and revenue	<u>484,335</u>	<u>51,231</u>	<u>535,566</u>
Net assets released from restrictions	<u>54,861</u>	<u>(54,861)</u>	<u>-</u>
Total support, revenue and reclassifications	<u>539,196</u>	<u>(3,630)</u>	<u>535,566</u>
EXPENSES			
Program services	360,828	-	360,828
Management and general	101,485	-	101,485
Total expenses	<u>462,313</u>	<u>-</u>	<u>462,313</u>
INCREASE (DECREASE) IN NET ASSETS	76,883	(3,630)	73,253
NET ASSETS, at beginning of year	<u>25,113</u>	<u>58,957</u>	<u>84,070</u>
NET ASSETS, at end of year	<u>\$ 101,996</u>	<u>\$ 55,327</u>	<u>\$ 157,323</u>

TOGETHER SC
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES			
Contributions and grants	\$ 85,494	\$ -	\$ 85,494
Contributions, fiscal sponsor	-	34,832	34,832
Summit revenue	281,808	-	281,808
Other sponsorships	8,500	-	8,500
Revenue from contracts with customers:			
Membership support	221,371	-	221,371
Program service revenue	8,712	-	8,712
Career center revenue	7,164	-	7,164
Management service fees	2,750	-	2,750
Interest	65	-	65
Miscellaneous	2,547	-	2,547
Total support and revenue	<u>618,411</u>	<u>34,832</u>	<u>653,243</u>
Net assets released from restriction	<u>36,604</u>	<u>(36,604)</u>	<u>-</u>
Total support, revenue and reclassifications	<u>655,015</u>	<u>(1,772)</u>	<u>653,243</u>
EXPENSES			
Program services	578,468	-	578,468
Management and general	131,506	-	131,506
Total expenses	<u>709,974</u>	<u>-</u>	<u>709,974</u>
INCREASE (DECREASE) IN NET ASSETS	(54,959)	(1,772)	(56,731)
NET ASSETS, at beginning of year	<u>80,072</u>	<u>60,729</u>	<u>140,801</u>
NET ASSETS, at end of year	<u>\$ 25,113</u>	<u>\$ 58,957</u>	<u>\$ 84,070</u>

TOGETHER SC
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Payroll	\$ 132,146	\$ 46,430	\$ 178,576
Payroll taxes	9,636	3,386	13,022
Benefits	10,440	3,668	14,108
	<u>152,222</u>	<u>53,484</u>	<u>205,706</u>
Accounting and HR services	-	9,596	9,596
Audit and tax services	-	7,250	7,250
Board expenses	-	1,520	1,520
Communication services	21,745	4,789	26,534
Computer and software	8,950	3,562	12,512
Credit card processing and bank fees	-	4,902	4,902
Dues and subscriptions	8,374	111	8,485
Facing race together expenses	11,125	-	11,125
Fiscal agent expense	54,821	39	54,860
Insurance	-	765	765
Learning together	45,762	-	45,762
Miscellaneous	2,300	-	2,300
Office	1,140	4,019	5,159
Other consultants	12,225	9,800	22,025
Rent	-	1,398	1,398
Speaking together	38,290	-	38,290
Staff development	-	250	250
Summit expenses	3,874	-	3,874
	<u>3,874</u>	<u>-</u>	<u>3,874</u>
TOTAL EXPENSES	<u><u>\$ 360,828</u></u>	<u><u>\$ 101,485</u></u>	<u><u>\$ 462,313</u></u>

TOGETHER SC
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020

	Program Services	Management and General	Total
Payroll	\$ 192,464	\$ 67,660	\$ 260,124
Payroll taxes	15,247	3,497	18,744
Benefits	14,213	7,393	21,606
	<u>221,924</u>	<u>78,550</u>	<u>300,474</u>
Accounting and HR services	-	14,468	14,468
Audit and tax services	-	5,900	5,900
Board expenses	-	817	817
Collective voice and gatherings	15,779	-	15,779
Communication services	45,137	3,323	48,460
Computer and software	8,194	14,033	22,227
Consulting and knowledge network	30,211	634	30,845
Credit card processing and bank fees	9,602	235	9,837
Dues and subscriptions	5,727	2,294	8,021
Fiscal agent expense	26,605	-	26,605
Insurance	-	1,783	1,783
Member development	6,135	-	6,135
Miscellaneous	10,153	1,016	11,169
Office	1,584	4,994	6,578
Rent	2,815	2,124	4,939
Staff development	-	719	719
Summit expenses	192,364	-	192,364
Travel	2,238	616	2,854
	<u>578,468</u>	<u>131,506</u>	<u>709,974</u>
TOTAL EXPENSES	\$ 578,468	\$ 131,506	\$ 709,974

TOGETHER SC
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 73,253	\$ (56,731)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
PPP loan forgiveness income	(52,899)	-
Changes in assets and liabilities:		
(Increase) Decrease in accounts receivable	7,284	(19,954)
(Increase) Decrease in prepaid expenses	1,745	6,991
Increase (Decrease) in accounts payable	(5,883)	2,717
Increase (Decrease) in accrued expenses	4,084	-
Increase (Decrease) in accrued salaries and benefits	(10,478)	7,882
Increase (Decrease) in accrued compensated absences	(3,385)	205
Increase (Decrease) in unearned membership revenue	(5,960)	929
Increase (Decrease) in deferred revenue	(12,000)	10,145
Net cash provided by (used in) operating activities	<u>(4,239)</u>	<u>(47,816)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds received from refundable advance - PPP	<u>53,728</u>	<u>52,899</u>
Net cash provided by (used in) financing activities	<u>53,728</u>	<u>52,899</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	49,489	5,083
CASH AND CASH EQUIVALENTS, at beginning of year	<u>267,257</u>	<u>262,174</u>
CASH AND CASH EQUIVALENTS, at end of year	<u>\$ 316,746</u>	<u>\$ 267,257</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENTS OF FINANCIAL POSITION:		
Cash and cash equivalents, undesignated	\$ 89,329	\$ 160,339
Cash and cash equivalents, board designated	153,786	53,009
Cash and cash equivalents, fiscal sponsor	<u>73,631</u>	<u>53,909</u>
Total cash and cash equivalents, at end of year	<u>\$ 316,746</u>	<u>\$ 267,257</u>

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Basic Program

Together SC is a not-for-profit organization established in 1996 to support and advocate for charitable nonprofit organizations in South Carolina. Together SC provides technical assistance, training programs, and materials to increase professionalism and accountability for its member organizations. It advocates on behalf of its members and creates communication networks within and between the state’s public and private sectors. It offers services and technology that enable its members to save money and time while serving as a gateway for the flow of information to and from the nonprofit sector and the business and government sectors. Together SC is supported by grants, membership dues and fees paid by members to attend meetings, workshops, and to participate in various training programs.

On March 31, 2017, the Organization formally changed its name from the South Carolina Association of Nonprofit Organizations to Together SC.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with the accounting principles generally accepted in the United States of America (“US GAAP”).

Financial Statement Presentation

The financial statements of Together SC have been prepared in accordance with US GAAP, which requires Together SC to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions:

These are net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization’s management and the board of directors.

Net assets with donor restrictions:

These are net assets that are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Together SC or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents and Designated Cash

For the purpose of the statements of cash flows, Together SC considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Together SC has approved a board designated reserve for general operations based upon the current year's budgeted expenditures adjusted for certain expenses.

Estimates

The preparation of financial statements in accordance with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of changes in net assets during the reporting period. Actual results could differ from those estimates.

Furniture and Equipment

Furniture and equipment are recorded at cost, or if donated, at the approximate fair value at the date of the donation. Improvements that materially add to the value, productivity, or extend the useful life of assets are capitalized. Other expenditures for repair and maintenance are charged to operations in the year the costs are incurred. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets, generally three to seven years. It is the policy of Together SC to capitalize assets costing \$1,000 or more with a useful life exceeding one year.

Revenue Recognition

Unconditional contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Unconditional contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted unconditional contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. 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.

Contributed property and equipment are recorded at fair value at the date of donation. In-kind contributions of services or goods are valued at the estimated value available in the marketplace.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

Unconditional contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

As of June 30, 2021 and 2020, contributions receivable were \$0 and \$5,000, respectively.

Together SC recognizes revenue from membership dues over the applicable membership period. The performance obligation consists of providing members with access to online resources and other member benefits that vary depending on the category of membership. Unearned membership revenue results from membership periods which overlap with Together SC's fiscal year end. Together SC reviews and analyzes accounts receivable on an annual basis. Amounts deemed uncollectible are charged off during the period in which such a determination is made.

As of June 30, 2021 and 2020, accounts receivable from membership dues was \$16,600 and \$23,011, respectively. As of June 30, 2021 and 2020, unearned membership revenue was \$106,563 and \$112,523, respectively.

Revenues derived from program services, the career center and management fees are recognized when the benefit is received by the recipient. Any revenues paid in advance are deferred to the period in which the underlying transaction takes place.

As of June 30, 2021 and 2020, accounts receivable from the career center were \$4,127 and \$0, respectively. As of June 30, 2021 and 2020, there were no accounts receivable or deferred revenue from program services and management fees.

Compensated Absences

Together SC accounts for paid time off by recording a liability for employees' vested rights to receive compensation for future absences attributable to services already performed.

Income Taxes

Together SC is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, Together SC has been determined by the Internal Revenue Service ("IRS") not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes (Continued)

US GAAP requires management to evaluate tax positions taken by Together SC and recognize a tax liability (or asset) if Together SC has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by Together SC, and has concluded that as of June 30, 2021, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

Together SC is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for the years prior to 2017.

Reclassifications

Certain reclassifications were made to the June 30, 2020 financial statement presentation in order to conform to the June 30, 2021 presentation.

Recently Adopted Accounting Pronouncements

Together SC adopted ASU No. 2014-09, "Revenue from Contracts with Customers" issued by the FASB in May 2014. The pronouncement was issued to establish principles to report useful information about the nature, amount, timing and uncertainty of revenue from contracts with customers. Together SC adopted this standard on July 1, 2020, using the modified retrospective method, and the standard did not have a material impact on the financial statements.

Recent Accounting Pronouncements

In February 2016, the FASB amended the Leases Topic of the Accounting Standards Codification to revise certain aspects of recognition, measurement, presentation and disclosure of leasing transactions. The amendments will be effective for fiscal years beginning after December 15, 2021. Management is currently evaluating the effect that implementation of the new standard will have on the Organization's financial statements.

Note 2. CONCENTRATION OF CREDIT RISK

Together SC places its cash and cash equivalents with high quality financial institutions. At times, deposits may exceed Federal Deposit Insurance Corporation (FDIC) insurance limits. As of June 30, 2021, and 2020, no amounts exceeded FDIC limits.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 3. FAIR VALUE MEASUREMENTS (Continued)

US GAAP establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 Quoted prices in active markets for identical assets or liabilities.

Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in active markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Together SC's cash and cash equivalents, totaling \$316,746 and \$267,257 as of June 30, 2021 and 2020, respectively, are categorized as Level 1 for each of the years ending June 30, 2021 and 2020.

Note 4. INTANGIBLE ASSETS

Intangible assets consist of the following as of June 30:

	2021	2020
Website	\$ 19,416	\$ 19,416
Less: accumulated amortization	(19,416)	(19,416)
	\$ -	\$ -

Note 5. REFUNDABLE ADVANCE – PPP

On April 30, 2020, Together SC entered into a promissory note with Synovus, evidencing an unsecured loan with a principal amount of \$52,899, pursuant to the Paycheck Protection Program (the "PPP Term Note") under the Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act"). The PPP Term Note is guaranteed by the United States Small Business Administration ("SBA").

On March 12, 2021, Together SC entered into a promissory note with Synovus, evidencing an unsecured loan with a principal amount of \$53,728, pursuant to the Paycheck Protection Program (the "PPP Term Note 2") under the Consolidations Appropriations Act, 2021 (the "Act").

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 5. REFUNDABLE ADVANCE – PPP (Continued)

The PPP Term Note 2 is guaranteed by the SBA.

Under the terms of the CARES Act and the Act, PPP loan recipients can apply for and be granted forgiveness for all or a portion of loans granted under the PPP. The PPP Term Note is subject to forgiveness to the extent proceeds are used for payroll costs, including payments required to continue group health care benefits, and certain rent, utility, and mortgage interest expenses (collectively, "Qualifying Expenses"), pursuant to the terms and limitations of the PPP. On December 15, 2020, Together SC received notification that the PPP Term Note entered into in April 2020 was forgiven in full, including related accrued interest. \$52,899 has been included in "Contributions and grants" on the Statement of Activities for the year ended June 30, 2021.

The PPP Term Note 2 matures two years from the disbursement date. Interest will accrue beginning at the date of disbursement at a fixed annual rate of 1.000%. The outstanding principal balance may be prepaid by Together SC at any time prior to maturity with no prepayment penalties.

Together SC has yet to apply for forgiveness for the PPP Term Note 2 entered into in March 2021. Management believes that it has used all of the proceeds from the PPP Term Note 2 for Qualifying Expenses. However, no assurance is provided that Together SC will obtain forgiveness of the PPP Term Note 2 in whole or in part.

Pursuant to FASB ASC Subtopic 958-605, Not-for-Profit Entities – Revenue Recognition, management has elected to classify the entire principal balance of the PPP Term Note 2 as a refundable advance on the Statement of Financial Position as of June 30, 2021.

Note 6. NET ASSETS

Net assets with donor restrictions were as follows for the years ended June 30:

Specific Purpose	<u>2021</u>	<u>2020</u>
Carolina Leadership program	\$ -	\$ -
Fiscal sponsorship – SC Service Leadership Fellows	995	5,000
Fiscal sponsorship – SC Association of Volunteer Administration	8,112	4,083
Fiscal sponsorship – YNPN Lowcountry	1,477	1,477
Fiscal sponsorship – SC Land Trust Network	44,743	48,397
	<u>\$ 55,327</u>	<u>\$ 58,957</u>

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 7. DESCRIPTION OF PROGRAMS

The following program and supporting services are included in the accompanying financial statements:

Leading Together

The weave creating the state in our logo reflects the collaboration that is the heart and soul of Together SC. We believe there is strength in numbers, and that no one operates well without the support, nurture and encouragement of others. This is especially true for outreach organizations in the nonprofit sector. We aim to create regional and statewide partnerships to further strengthen the sense of support and collegiality in our nonprofit community.

Learning Together

Learning Together is designed to provide access to a variety of quality learning and capacity-building resources South Carolina's nonprofit leaders need. From online webinars, to our annual SC Nonprofit Summit; from Together SC's own Guiding Principles & Best Practices publication to useful links and sample documents provided by our partners; our aim is for this website to be the first place you go whenever you have a question that needs answering.

Speaking Together

Together SC pledges to be a proactive advocacy partner for the state's nonprofit sector. We will focus on relevant legislative issues which impact our members, and we will communicate the status of key legislation and policy issues with you. Our aim is to provide a powerful and unified voice for the nonprofit community to influence government policies so we can realize our vision of a better future for all South Carolinians.

Note 8. IN-KIND DONATIONS

Together SC received in-kind contributions consisting of primarily professional services, facility access and program expenses. For the years ended June 30, 2021 and 2020, in-kind contributions of \$0 and \$22,500, respectively, were primarily included in summit program revenue and sponsorships.

Note 9. LEASES

Together SC entered into a lease agreement with the United Way of the Midlands for office space located at 1818 Blanding Street in November 2018. The lease was for one year and expired November 30, 2019. Together SC exercised a renewal option on the lease in November 2019 for the period of December 1, 2019 to November 30, 2020. The lease called for monthly payments of \$449 due before the tenth day of each calendar month beginning December 1, 2019.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 9. LEASES (Continued)

In September 2020, Together SC began making monthly payments of \$50 for storage space only. Rent expense was \$1,398 and \$4,939, for the years ended June 30, 2021 and 2020, respectively.

Note 10. RELATED PARTIES

Donations from the Board of Directors totaled \$6,751 and \$6,350 for the years ended June 30, 2021 and 2020, respectively. During the year ended June 30, 2020, Together SC received grants from related organizations in the amount of \$6,000.

Note 11. FISCAL SPONSORSHIP AGREEMENTS

SC Land Trust Network

Together SC serves in the temporary capacity as fiscal sponsor for a like-missioned nonprofit, SC Land Trust Network, in the process of receiving their tax-exempt status approval. This relationship is defined by a fiscal sponsorship agreement accepted by Together SC on October 20, 2017 with terms established with the recipient organization. Total contributions received and distributed to the supported organization totaled \$42,155 and \$25,941 for the years ended June 30, 2021 and 2020, respectively.

YNPN Lowcountry

Together SC serves in the temporary capacity as fiscal sponsor for a like-missioned nonprofit, YNPN Lowcountry, in the process of receiving their tax-exempt status approval. This relationship is defined by a fiscal sponsorship agreement accepted by Together SC on March 14, 2018 with terms established with the recipient organization. Total contributions received and distributed to the supported organization totaled \$0 and \$265 for the years ended June 30, 2021 and 2020, respectively.

SC Service Leadership Fellows

Together SC serves in the temporary capacity as fiscal sponsor for a like-missioned nonprofit, SC Service Leadership Fellows, in the process of receiving their tax-exempt status approval. This relationship is defined by a fiscal sponsorship agreement accepted by Together SC on November 15, 2019 with terms established with the recipient organization. Total contributions received and distributed to the supported organization totaled \$4,005 and \$0 for the years ended June 30, 2021 and 2020, respectively.

TOGETHER SC
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 11. FISCAL SPONSORSHIP AGREEMENTS (Continued)

SC Association for Volunteer Administration

Together SC serves in the temporary capacity as fiscal sponsor for a like-missioned nonprofit, SC Association for Volunteer Administration, in the process of receiving their tax-exempt status approval. This relationship is defined by a fiscal sponsorship agreement accepted by Together SC on May 5, 2020 with terms established with the recipient organization. Total contributions received and distributed to the supported organization totaled \$8,701 and \$398 for the years ended June 30, 2021 and 2020, respectively.

Note 12. AVAILABILITY AND LIQUIDITY

The following represents Together SC's financial assets at June 30:

	<u>2021</u>	<u>2020</u>
Financial assets at year-end:		
Cash and cash equivalents	\$ 316,746	\$ 267,257
Accounts receivable	20,727	28,011
Total financial assets	<u>337,473</u>	<u>295,268</u>
Less amounts not available to be used within one year:		
Refundable advance – PPP	(53,728)	(52,899)
Contractual or donor-imposed restrictions:		
Net assets with donor restrictions	(55,327)	(58,957)
Board designations:		
Operating reserve	<u>(100,058)</u>	<u>(53,009)</u>
	<u>(209,113)</u>	<u>(164,865)</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 128,360</u>	<u>\$ 130,403</u>

Amounts not available include net assets with board restrictions and designations that could be drawn upon if the governing board approves that action.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Note 13. RISKS AND UNCERTAINTIES

On March 11, 2020, the World Health Organization declared COVID-19 a pandemic. The COVID-19 pandemic and resulting global disruptions have caused significant economic uncertainty and volatility in financial markets. The impact of COVID-19 continues to evolve rapidly, and management is not able at this time to estimate its full impact on its financial statements.

Note 14. SUBSEQUENT EVENTS

Management has considered subsequent events through October 14, 2021, the date on which the financial statements were available to be issued.