REBUILDING TOGETHER PHILADELPHIA

FINANCIAL STATEMENTS

(AND INDEPENDENT AUDITOR'S REPORT)

YEARS ENDED JUNE 30, 2023 AND 2022

ISDANER & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

C O N T E N T S

ISDANER & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Directors of
Rebuilding Together Philadelphia
Philadelphia, Pennsylvania

Opinion

We have audited the accompanying financial statements of Rebuilding Together Philadelphia (a Pennsylvania nonprofit organization) which comprise the statements of financial position as of June 30, 2023 and 2022, 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 Rebuilding Together Philadelphia as of June 30, 2023 and 2022, 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 Rebuilding Together Philadelphia 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 Rebuilding Together Philadelphia's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

ISDANER & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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 Rebuilding Together Philadelphia'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 Rebuilding Together Philadelphia'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.

Other Matters

As discussed in Note 1 to the financial statements, Rebuilding Together Philadelphia adopted Accounting Standards Update ("ASU") 2016-02, Leases (Topic 842), and all subsequent amendments that modified Topic 842 using the effective date transition method. Our opinion is not modified with respect to this mater.

Isdaner + Company LLC

Bala Cynwyd, Pennsylvania
December 8, 2023

REBUILDING TOGETHER PHILADELPHIA

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2023 AND 2022

ASSETS

	2023	2022
Current assets:		
Cash	$ 488,705	$ 588,565
Contributions receivable	1,040,646	501,465
Prepaid expenses	43,390	29,470
Total current assets	1,572,741	1,119,500
Security deposit	7,538	1,225
Restricted cash	292,015	452,837
Investments - endowment	349,568	326,333
Property and equipment, net	147,476	9,694
Right-of-use-asset, net - operating lease	200,205	-
	$ 2,569,543	$ 1,909,589

LIABILITIES AND NET ASSETS

	2023	2022
Current Liabilities:		
Accounts payable	$ 231,168	$ 90,867
Accrued expenses	31,308	22,343
Deferred revenue	829,844	415,432
Lease liability, current	30,010	-
Total current liabilities	1,122,330	528,642
Lease liability, noncurrent	170,195	-
Total liabilities	1,292,525	528,642
Net assets:		
Without donor restrictions:		
Board designated	349,568	326,333
Undesignated	610,182	624,862
With donor restrictions	317,268	429,752
	1,277,018	1,380,947
	$ 2,569,543	$ 1,909,589

The accompanying notes are an integral part of these statements.

REBUILDING TOGETHER PHILADELPHIA

STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2023 AND 2022

	2023			2022		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Support and revenue:						
Grants and contributions	$ 2,742,340	$ 312,361	$ 3,054,701	$ 2,023,728	$ 478,500	$ 2,502,228
Fundraising events	54,004	-	54,004	57,899	-	57,899
Cost of direct donor benefits	(2,763)	-	(2,763)	(8,307)	-	(8,307)
Investment income	9,061	-	9,061	21,291	-	21,291
Contributed services and supplies	331,619	-	331,619	296,540	-	296,540
Net assets released from restrictions	424,845	(424,845)	-	189,935	(189,935)	-
	3,559,106	(112,484)	3,446,622	2,581,086	288,565	2,869,651
Expenses:						
Program	3,110,958	-	3,110,958	2,254,185	-	2,254,185
Management and general	276,032	-	276,032	226,010	-	226,010
Fundraising	183,379	-	183,379	171,923	-	171,923
	3,570,369	-	3,570,369	2,652,118	-	2,652,118
Change in net assets before net realized and unrealized gains on investments and forgiveness of debt	(11,263)	(112,484)	(123,747)	(71,032)	288,565	217,533
Net realized and unrealized gains (loss) on investments	19,818	-	19,818	(60,409)	-	(60,409)
Forgiveness of debt	-	-	-	117,560	-	117,560
	19,818	-	19,818	57,151	-	57,151
Change in net assets	8,555	(112,484)	(103,929)	(13,881)	288,565	274,684
Net assets beginning of year	951,195	429,752	1,380,947	965,076	141,187	1,106,263
Net assets at end of year	$ 959,750	$ 317,268	$ 1,277,018	$ 951,195	$ 429,752	$ 1,380,947

The accompanying notes are an integral part of these statements.

REBUILDING TOGETHER PHILADELPHIA

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED JUNE 30, 2023 AND 2022

	2023				2022			
	Program	Management and General	Fundraising	Total	Program	Management and General	Fundraising	Total
Payroll, taxes, and benefits	$ 629,511	$ 85,069 #	$ 136,110	$ 850,690	$ 541,659	$ 79,744	$ 130,901	$ 752,304
Accounting fees	-	107,847	-	107,847	-	73,553	-	73,553
Building contractors	1,810,302	-	-	1,810,302	1,132,694	-	-	1,132,694
Building materials	180,238	-	-	180,238	120,794	-	-	120,794
Consultants	4,582	-	20,400	24,982	62,526	-	19,016	81,542
Contributed services and supplies	265,295	66,324	-	331,619	237,232	59,308	-	296,540
Depreciation	4,847	-	-	4,847	9,747	-	-	9,747
Dues	23,605	-	-	23,605	22,417	-	-	22,417
Insurance	26,947	3,641	5,826	36,414	24,051	3,541	5,812	33,404
Occupancy	31,110	4,204	6,726	42,040	15,290	2,251	3,695	21,236
Office expense and supplies	36,905	4,987	7,980	49,872	23,666	3,484	5,719	32,869
Postage	802	108	173	1,083	1,721	253	416	2,390
Printing	1,193	161	258	1,612	1,515	223	366	2,104
Promotional expense	12,878	-	-	12,878	2,133	-	-	2,133
Telephone	10,939	1,478	2,365	14,782	9,764	1,437	2,360	13,561
Travel and conferences	16,375	2,213	3,541	22,129	15,052	2,216	3,638	20,906
Volunteer/home owner support	55,429	-	-	55,429	33,924	-	-	33,924
	$ 3,110,958	$ 276,032	$ 183,379	$ 3,570,369	$ 2,254,185	$ 226,010	$ 171,923	$ 2,652,118

The accompanying notes are an integral part of these statements.

REBUILDING TOGETHER PHILADELPHIA

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
Cash flows from operating activities:		
Change in net assets	$ (103,929)	$ 274,684
Adjustment to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	4,847	9,747
Net realized and unrealized losses (gains) on investments	(19,818)	60,409
Forgiveness of PPP loan payable	-	(117,560)
Change in operating assets and liabilities:		
Contributions receivable	(539,181)	126,273
Prepaid expenses	(13,920)	(15,670)
Accounts payable	140,301	43,103
Accrued expenses	8,965	(7,382)
Deferred revenue	414,412	332,831
Security deposit	(6,313)	-
Net cash (used in) provided by operating activities	(114,636)	706,435
Cash flows from investing activities:		
Additions to property and equipment	(142,629)	-
Purchases of investments	(40,550)	(28,392)
Sales of investments	37,133	44,555
Net cash (used in) provided by investing activities	(146,046)	16,163
Net (decrease) increase in cash and restricted cash	(260,682)	722,598
Cash and restricted cash, beginning of year	1,041,402	318,804
Cash and restricted cash, end of year	$ 780,720	$ 1,041,402
Non-cash investing and financing activity:		
Right-of-use asset recognition	$ 200,205	-
Lease liability recognition	$ 200,205	-

The accompanying notes are an integral part of these statements.

(1) OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Operations

Rebuilding Together Philadelphia (the "Organization") is an independent affiliate of Rebuilding Together, Inc., the nation's leading nonprofit organization providing critical home repairs, modifications, and improvements for America's vulnerable homeowners. Rebuilding Together Philadelphia was founded by graduate students at the Wharton School of the University of Pennsylvania in 1988. The Organization's mission is to repair homes, revitalize communities and rebuild lives.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, as set forth in the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC"). Net assets and revenues, expenses, gains and losses 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 – Net assets that are not subject to donor-imposed stipulations. These net assets are available to support the Organization's activities and operations at the discretion of the Board of Directors. Donor-restricted contributions whose restrictions are met in the same reporting period are classified as unrestricted revenues.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are met by actions of the Organization and/or the passage of time.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expirations of such restrictions on net assets are reported as reclassifications between the applicable classes of net assets. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law.

Adoption of New Accounting Pronouncements

Effective during the year ended June 30, 2023, the Organization adopted Accounting Standards Update ("ASU") 2016-02, *Leases*, and all subsequent ASUs that modified Topic 842 ("ASC 842") using the effective date transition method. The ASU requires assets and liabilities to be recognized for all leases with terms in excess of twelve months.

The Organization determines if an arrangement is a lease at inception. Effective July 1, 2022, operating leases are included in right-of-use ("ROU") assets, net – operating lease and lease liability, current and noncurrent on the statement of financial position. The Organization does not have any finance leases.

The adoption of ASU 2016-02 had a material impact on the Organization's statement of financial position in 2023, but did not have a material impact on the statement of activities. The most significant impact was the recognition of ROU assets and lease liabilities for an office space lease.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets, net – operating lease and lease liabilities are recognized at the commencement date based on the present value of variable lease payments over the remaining lease term. For the office lease described in Note 6, the Organization used the estimated incremental borrowing rate of 8.25%, which was based on information available at the commencement date in determining the present value of lease payments, as the lease did not provide implicit rates. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating leases is recognized on a straight-line basis over the lease terms.

The Organization has elected the practical expedient to account for non-lease components as part of the lease component for all asset classes.

Contributions, Grants, and Deferred Revenue

Contributions and grants are recognized when the donor makes an unconditional promise to give to the Organization. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

The Organization has cost-reimbursable contracts with government agencies which typically qualify as conditional grants. Revenue from these contracts is recognized as costs are incurred. Expenses incurred, but not yet reimbursed, under these contracts are reported as contributions receivable in the accompanying statements of financial position. Payments received, but not yet expended, for the purpose of the contract, are reflected as deferred revenue in the accompanying statements of financial position. The Organization reports unconditional promises to give as contributions receivable, and regularly evaluates the collectability of promises to give based on historical experience, current economic conditions and management's analysis of outstanding balances. At June 30, 2023 and 2022, management considers all amounts to be fully collectible and, accordingly, no allowance for doubtful accounts has been established.

Employer Retention Credits

The Employee Retention Credit ("ERC"), established under the Coronavirus Aid, Relief, and Economic Security ("CARES") Act, is a refundable tax credit against certain employment taxes equal to a percentage of the qualified wages paid to employees after March 12, 2020 and before October 1, 2021.

In 2022, the Organization determined they were eligible for the ERC for qualified wages paid during 2021 in the amount of $136,724 which was approved and refunded during the first and third quarters of 2021. Accordingly, $136,724 was included as a grant in the statements of activities for the year ended June 30, 2022.

In-Kind Contributions

Contributed securities and other non-cash donations are recorded as donations at their fair values at the date of donation. In-kind contributions are recognized in the financial statements for services or goods received if they enhance or create non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. For the years ended June 30, 2023 or 2022, contributed services related to construction labor, legal services and supplies totaled $331,619 and $296,540, respectively.

Cash and Concentration of Credit Risk

The Organization maintains its cash balances in three financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000 per institution. The Organization had uninsured cash totaling $308,530 and $414,760 at June 30, 2023 and 2022, respectively. Management believes that it is not exposed to any significant credit risk on its cash accounts.

Cash and restricted cash, designated for certain projects, are reported in the statements of financial position and cash flows as follows:

	2023	2022
Cash	$ 488,705	$ 588,565
Restricted cash	292,015	452,837
Total cash and restricted cash in the statements of cash flows	$ 780,720	$1,041,402

Investments and Fair Value Measurements

Investments consist of mutual funds that are carried at fair value (see Note 3).

Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

The Organization applies the authoritative guidance of the FASB ASC 820, Fair Value Measurements and Disclosures, which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. The guidance describes three levels of inputs in priority 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 quoted prices included within Level 1, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; inputs other than quoted prices that are observable for the asset or liability (such as interest rates and yield curves, credit risks, and default rates) or other inputs that are principally derived from or corroborated by observable market data by correlation or by other means; and

> 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.

The following is a description of the valuation methodologies used for investments, measured at fair value.

Money Market Funds: Valued at the daily closing price as reported by the fund.

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-ended mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Organization are deemed to be actively traded.

<u>Property and Equipment</u>

Property and equipment are stated at cost. Major renewals and improvements are capitalized, while maintenance and repairs that do not improve or extend the lives of the assets are expensed as incurred. Depreciation of vehicles is provided on a straight-line basis over the estimated useful lives of the assets, which is generally five years. Leasehold improvements are amortized on a straight-line basis over the shorter of the remaining term of the lease or the estimated useful life of the asset.

<u>Use of Estimates</u>

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

<u>Allocation of Expenses</u>

The costs of providing the Organization's programs and activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs applicable to more than one program or activity have been allocated among the programs and supporting services based on the activities of personnel. Personnel costs are allocated among the programs and supporting services based on management's estimation of time and effort.

<u>Income Taxes</u>

The Organization is exempt from tax under Section 501(c)(3) of the Internal Revenue Code. Pursuant to FASB ASC Topic 740, *Income Taxes*, the Organization recognizes tax benefits only if it is more likely than not that a tax position (including the Organization's assertion that its income is exempt from tax) will be sustained upon examination. No liability for unrecognized tax benefits was recorded as of June 30, 2023 or 2022.

<u>Reclassifications</u>

Certain prior year amounts have been reclassified to conform to the current year presentation.

Subsequent Events

Management has performed an evaluation of subsequent events through December 8, 2023, which is the date the financial statements were available to be issued.

(2) CONTRIBUTIONS RECEIVABLE

Contributions receivable represents amounts expected to be collected with one year of the date of the statements of financial position.

Two donors represented 80% and 58% of receivables as of June 30, 2023 and 2022, respectively. As of December 8, 2023, the date the financial statements were available to be issued, 61% of the total receivables outstanding at June 30, 2023 have been collected.

(3) INVESTMENTS

Fair values of investments measured on a recurring basis as of June 30, 2023 and 2022 were as follows:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)
	June 30, 2023			
Money market funds	$ 36,411	$ 36,411	$ -	$ -
Mutual funds	313,157	313,157	-	-
	$ 349,568	$ 349,568	$ -	$ -
	June 30, 2022			
Money market funds	$ 39,434	$ 39,434	$ -	$ -
Mutual funds	286,899	286,899	-	-
	$ 326,333	$ 326,333	$ -	$ -

(4) PROPERTY AND EQUIPMENT

Property and equipment, net consisted of the following at June 30, 2023 and 2022:

	2023	2022
Vehicles	$ 48,735	$ 48,735
Leasehold improvements	132,783	-
Construction in progress	9,846	-
	191,364	48,735
Less accumulated depreciation	43,888	39,041
	$ 147,476	$ 9,694

Construction in progress is related to renovations for the office lease, detailed in Note 6.

(5) LINE OF CREDIT

The Organization has available a line of credit with Univest Bank and Trust in the amount of $500,000 which bears interest at the prime rate. The effective interest rate at June 30, 2023 was 8.25%. There was no outstanding balance as of June 30, 2023 and 2022.

(6) LEASE COMMITMENT

The Organization leases office space under an operating lease that commenced on June 1, 2023 and ends on June 1, 2028. The initial term of the agreement is 5 years and the agreement contains a renewal option for one additional 5 year term. Rent expense was $3,769 in 2023.

As of June 30, 2023, future annual minimum lease payments required under the operating lease are as follows:

Year ending June 30,	
2024	$ 45,415
2025	47,686
2026	50,071
2027	52,574
2028	50,393
Total minimum lease payments	246,139
Less imputed interest	(45,934)
Present value of net minimum lease payments	200,205
Less current portion	(30,010)
Long-term portion	$ 170,195

(7) PAYCHECK PROTECTION PROGRAM LOANS

On March 9, 2021, the Organization received a forgivable loan of $117,560 under the terms of the PPP, bearing interest at 1%. The PPP was established as a part of the CARES Act and was administered by the United States Small Business Administration ("SBA") through an eligible lender. Under the terms of the PPP, loan recipients can apply for and be granted forgiveness for all or a portion of the loan proceeds received. Such forgiveness will be determined, subject to limitations, based on the use of loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and the maintenance of the Organization's payroll levels.
The Organization was approved for forgiveness of the loan on September 10, 2021. Accordingly, the Organization recognized $117,560 of income from forgiveness of debt in the statement of activities for the year ended June 30, 2022.

(8) RETIREMENT PLAN

The Organization has established a SEP-IRA retirement plan for the benefit of its employees who meet certain service requirements. The Organization made contributions totaling $20,582 and $19,195 during the years ended June 30, 2023 and 2022, respectively which are included in payroll, taxes, and benefits on the statements of functional expenses.

(9) BOARD DESIGNATED ENDOWMENT

The Organization created a Board designated investment fund that was designed to function like an endowment. While the funds are not donor restricted, the Organization's by-laws and written investment spending policy limits withdrawals from the fund. It is Board policy to preserve the principal for long term purposes.

<u>Return Objective, Risk Parameters and Spending Policy</u>

The endowment fund is invested in a diversified mix of high quality mutual funds, which are projected to produce above average real returns without exposing the portfolio to excess risk. The Organization's objective is to earn a reasonable, long-term, risk adjusted total rate of return to support its housing programs. The Organization has adopted investment policies that prioritize the safety of the investment principal above investment earnings or investment appreciation. Annual distributions from the fund are targeted to be 4% or less and are at the sole discretion of the Board. Due care should be taken to preserve the principal of the endowment.

<u>Strategies Employed for Achieving Objectives</u>

To satisfy its long-term rate of return objectives, the Organization utilizes a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized and current yield (interest and dividends). The Organization's current asset allocation for board-designated endowment funds targets a composition of 60% equities and 40% fixed income. A money market fund may be utilized for liquidity needs, targeted not to exceed 10% of the portfolio. The Organization closely monitors its investment allocation to determine its continued applicability based on the performance of the portfolio and market strategies.

Changes in endowment net assets were as follows:

Endowment net assets, July 1, 2021	$402,905
Contributions	2,150
Investment loss	(46,860)
Appropriation of endowment assets for expenditure	(31,862)
Endowment net assets, June 30, 2022	326,333
Contributions	6,760
Investment return	28,229
Appropriation of endowment assets for expenditure	(11,754)
Endowment net assets, June 30, 2023	$349,568

(10) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of June 30, 2023 and 2022 are restricted for the following purposes:

	2023	2022
Restricted for time and program activities:		
Critical home repairs, modifications and improvements	$ 202,268	$422,709
Time restricted general operations	115,000	7,043
	$317,268	$429,752

(11) LIQUIDITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds.

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. The Organization also has an available line of credit, detailed in Note 5.

The following reflects financial assets which could readily be made available within one year of the balance sheet date to meet general expenditures.

Cash	$ 488,705
Contributions receivable	1,040,646
	1,529,351
Donor restricted net assets for time and program activities	317,268
	$1,212,083

Amounts not available to meet general expenditures within one year include net assets with donor restrictions, detailed in Note 10. As part of the Board's liquidity management plan, the Organization has a goal to maintain financial assets on hand to meet normal operating expenses. As described in Note 9, the Organization's board designated endowment is subject to an annual spending rate of 4% or less and will be available within the next 12 months. Use of additional board-designated endowment assets require an action of the Board.