

The Go Project, Inc.

Audited Financial Statements

June 30, 2023



Independent Auditor's Report

Board of Directors
The GO Project, Inc.

Opinion

We have audited the accompanying financial statements of The GO Project, Inc. ("GO Project"), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of GO Project as of June 30, 2023, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). 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 GO Project and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 GO Project'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 are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement 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 GO Project'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 GO Project'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.

Report on Summarized Comparative Information

The financial statements of GO Project for the year ended June 30, 2022, were audited by other auditors whose report dated October 3, 2022 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects with the audited financial statements from which it was derived.

Sax CPAs LLP

New York, NY
October 18, 2023

The GO Project, Inc.

Statement of Financial Position

At June 30, 2023
(with comparative totals at June 30, 2022)

	June 30,	
	<u>2023</u>	<u>2022*</u>
ASSETS		
Cash and cash equivalents	\$ 710,976	\$ 1,207,604
Unconditional promises to give, net	236,048	378,002
Employee Retention Tax Credit ("ERTC") receivable	593,946	-
Prepaid expenses and other assets	64,594	72,063
Fixed assets, net	59,230	99,942
Operating lease right-of-use-asset	12,247	-
Cash and cash equivalents - held for board designated fund	757,861	1,056,500
Investments - held for board designated fund	305,314	-
TOTAL ASSETS	<u>\$ 2,740,216</u>	<u>\$ 2,814,111</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 71,387	\$ 105,293
Conditional contributions	-	10,000
Deferred rent	-	10,800
Operating lease liability	14,947	-
Total liabilities	<u>86,334</u>	<u>126,093</u>
NET ASSETS		
Without donor restrictions:		
Operating	1,400,007	1,158,282
Board designated fund	<u>1,063,175</u>	<u>1,056,500</u>
Total net assets without donor restrictions	2,463,182	2,214,782
With donor restrictions	<u>190,700</u>	<u>473,236</u>
Total net assets	<u>2,653,882</u>	<u>2,688,018</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,740,216</u>	<u>\$ 2,814,111</u>

*Reclassified for comparative purposes

The GO Project, Inc.

Statement of Activities

For the Year Ended June 30, 2023
(With comparative totals for the year ended June 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	Total 6/30/23	Total 6/30/22*
PUBLIC SUPPORT AND REVENUE:				
Contributions	\$ 1,295,534	\$ 94,700	\$ 1,390,234	\$ 1,808,873
Government grant - Paycheck Protection Program ("PPP")	-	-	-	318,680
Government grant - ERTC	593,945	-	593,945	-
Special events (net of expenses with a direct benefit to donors)	1,128,290	-	1,128,290	1,061,084
In-kind contributions	195,000	-	195,000	195,000
Program income	-	-	-	100
Interest and investment income	5,737	-	5,737	690
Other income	5,377	-	5,377	5,388
Net assets released from restriction	377,236	(377,236)	-	-
Total public support and revenue	<u>3,601,119</u>	<u>(282,536)</u>	<u>3,318,583</u>	<u>3,389,815</u>
EXPENSES				
Program services	2,431,704	-	2,431,704	2,367,240
Supporting services:				
Management and general	293,505	-	293,505	208,808
Fundraising	627,510	-	627,510	522,234
Total supporting services	<u>921,015</u>	<u>-</u>	<u>921,015</u>	<u>731,042</u>
Total expenses	<u>3,352,719</u>	<u>-</u>	<u>3,352,719</u>	<u>3,098,282</u>
Change in net assets	248,400	(282,536)	(34,136)	291,533
NET ASSETS, <i>beginning of year</i>	<u>2,214,782</u>	<u>473,236</u>	<u>2,688,018</u>	<u>2,396,485</u>
NET ASSETS, <i>end of year</i>	<u>\$ 2,463,182</u>	<u>\$ 190,700</u>	<u>\$ 2,653,882</u>	<u>\$ 2,688,018</u>

*Reclassified for comparative purposes

The GO Project, Inc.

Statement of Functional Expenses

For the Year Ended June 30, 2023
(With comparative totals for the year ended June 30, 2022)

	<u>Supporting Services</u>			<u>Total Supporting Services</u>	<u>Total Expenses 6/30/23</u>	<u>Total Expenses 6/30/22*</u>
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>			
Salaries	\$ 1,646,051	\$ 116,825	\$ 327,125	\$ 443,950	\$ 2,090,001	\$ 1,961,950
Payroll taxes and benefits	248,240	17,618	49,334	66,952	315,192	263,885
Program supplies and food	60,115	-	-	-	60,115	81,001
Assessment and evaluation	12,799	-	-	-	12,799	25,891
Professional fees and consultants	53,009	85,037	10,535	95,572	148,581	80,792
Bank and processing fees	-	31,351	-	31,351	31,351	26,561
Office expenses	31,913	2,265	6,342	8,607	40,520	37,514
Occupancy	228,787	2,398	6,715	9,113	237,900	236,400
Information technology	58,054	4,121	11,537	15,658	73,712	85,889
Insurance	50,216	3,564	9,979	13,543	63,759	40,427
Staff development	7,465	28,050	-	28,050	35,515	97,592
Event expenses	2,991	-	356,376	356,376	359,367	313,316
Depreciation	32,064	2,276	6,372	8,648	40,712	19,520
Total expenses	<u>2,431,704</u>	<u>293,505</u>	<u>784,315</u>	<u>1,077,820</u>	<u>3,509,524</u>	<u>3,270,738</u>
Less special event expenses with a direct benefit to donor	<u>-</u>	<u>-</u>	<u>(156,805)</u>	<u>(156,805)</u>	<u>(156,805)</u>	<u>(172,456)</u>
Total expenses for statement of activities	<u>\$ 2,431,704</u>	<u>\$ 293,505</u>	<u>\$ 627,510</u>	<u>\$ 921,015</u>	<u>\$ 3,352,719</u>	<u>\$ 3,098,282</u>

*Reclassified for comparative purposes

The GO Project, Inc.

Notes to Financial Statements

For the Year Ended June 30, 2023
(With comparative totals for the year ended June 30, 2022)

	June 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (34,136)	\$ 291,533
Adjustments to reconcile change in net assets to net cash used for operating activities:		
Depreciation	40,712	19,520
Realized/Unrealized gain on investment	(3,312)	-
PPP loan forgiveness	-	(318,680)
Changes in assets and liabilities:		
Unconditional promise to give	141,954	(264,250)
ERTC receivable	(593,946)	-
Prepaid expenses and other assets	7,469	(23,352)
Operating lease assets and liabilities	2,700	-
Accounts payable and accrued expenses	(33,906)	26,667
Conditional contributions	(10,000)	(10,000)
Deferred rent	(10,800)	(8,100)
Net cash flows used for operating activities	(493,265)	(286,662)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	-	(80,803)
Purchases of investments	(302,002)	-
Proceeds from sale of investments	-	516,972
Net cash flows (used for)/provided by investing activities	(302,002)	436,169
Net (decrease)/increase in cash, cash equivalents, and cash held for board designated fund	(795,267)	149,507
CASH, CASH EQUIVALENTS, AND CASH HELD FOR BOARD DESIGNATED FUND, <i>beginning of year</i>	2,264,104	2,114,597
CASH, CASH EQUIVALENTS, AND CASH HELD FOR BOARD DESIGNATED FUND, <i>end of year</i>	\$ 1,468,837	\$ 2,264,104
CASH, CASH EQUIVALENTS, AND CASH HELD FOR BOARD DESIGNATED FUND		
Cash and cash equivalents	\$ 710,976	\$ 1,207,604
Cash and cash equivalents held for board designated fund	757,861	1,056,500
Total cash, cash equivalents, and cash held for board designated fund	\$ 1,468,837	\$ 2,264,104
SUPPLEMENTAL CASH FLOW INFORMATION		
Interest and taxes paid	\$ -	\$ -

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 1 - Nature of Activities

The GO Project, Inc. ("GO Project") shapes the futures of low-income New York City public school children by providing critical academic, social, and emotional support starting in the early elementary years. GO Project provides year-round educational and family support services to children who are performing below grade level and equips them with the confidence and skills needed to succeed at school, at home and in life. GO Project's primary source of revenue is contributions.

GO Project has been notified by the Internal Revenue Service that it is a not-for-profit organization exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and has not been determined to be a private foundation.

Note 2 - Summary of Significant Accounting Policies

a. Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred, rather than received or paid.

b. Recently Adopted Accounting Standards

Effective July 1, 2022, GO Project adopted the Financial Accounting Standards Board's ("FASB") Accounting Standards Update ("ASU") No. 2016-02, *Leases*, which requires lessees to recognize leases on the statement of financial position and disclose key information about leasing arrangements. GO Project elected transition relief that allows entities, in the period of adoption, to present the current period under the FASB's Accounting Standards Codification ("ASC") 842 and the comparative period under FASB ASC 840. It also elected not to reassess at adoption (i) expired or existing contracts to determine whether they are or contain a lease, (ii) the lease classification of any existing leases, or (iii) initial direct costs for existing leases.

As a result of implementing FASB ASU No. 2016-02, GO Project recognized right-of-use ("ROU") assets of \$48,149 and lease liabilities totaling \$58,949 in its statement of financial position as of July 1, 2022. The adoption did not result in a significant effect on amounts reported in the statement of activities for the year ended June 30, 2023.

c. Basis of Presentation

GO Project reports information regarding their financial position and activities according to specific classes of net assets as follows:

- *Net Assets Without Donor Restrictions* - represents all activity without donor-imposed restrictions. In previous years, the board designated a portion of net assets without donor restrictions as an internal source of funds to support future operations. These funds are held in separate cash and investment accounts.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 2 - Summary of Significant Accounting Policies - Continued

c. Basis of Presentation - Continued

Activity of the board designated fund was as follows:

	<u>6/30/2023</u>	<u>6/30/2022</u>
Balance - beginning of year	\$ 1,056,500	\$ 1,037,978
Transfers in	-	18,022
Interest income	6,675	500
Balance - end of year	<u>\$ 1,063,175</u>	<u>\$ 1,056,500</u>

As the funds are internally designated, they are reflected on the financial statements as net assets without donor restrictions.

- *Net Assets With Donor Restrictions* - represents contributions and the net residual of assets with donor-imposed restrictions that are expected to be satisfied by performing certain activities or through the passage of time.

d. Revenue Recognition

GO Project follows the requirements of the FASB ASC 958-605 for recording contributions, which are recognized at the time a contribution becomes unconditional in nature. Contributions are recorded in the net asset classes referred to above depending on the existence and/or nature of any donor-imposed 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. If donor restricted contributions are satisfied in the same period they were received, they are classified as without donor restrictions.

GO Project evaluates whether contributions are conditional or unconditional. Contributions are considered to be conditional when both a barrier must be overcome for GO Project to be entitled to the revenue and a right of return of the asset or right of release from the obligation exists.

Contributions expected to be received within one year are recorded at net realizable value. Long-term pledges are recorded at fair value using risk-adjusted present value techniques.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. GO Project recognizes the exchange element as the fair value of the direct benefit to donors when the event takes place. Contributions to special events fall under FASB ASC 958-605 and are considered to be conditional upon the event taking place unless the donor explicitly waives the condition.

e. Cash and Cash Equivalents

GO Project considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 2 - Summary of Significant Accounting Policies - Continued

f. Concentration of Credit Risk

Financial instruments, which potentially subject GO Project to a concentration of credit risk, consist of cash accounts and certificates of deposit with financial institutions that management deems to be creditworthy. At times, balances may exceed federally insured limits. At year end, a significant portion of the funds were not insured; however, GO Project has not suffered losses from the default of any financial institution.

g. Fixed Assets

Fixed assets that GO Project retains title to and which benefit future periods are capitalized at cost. Depreciation has been computed using the straight-line method over the estimated useful life of the assets. Maintenance and repairs, which neither materially add to the value of the asset nor appreciably prolong its life are charged to expenses as incurred.

h. Investments

Investments are recorded at fair value, which refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

i. Allowance for Doubtful Accounts

GO Project reviews specific accounts and makes assessments as to the collectability based on historical experience and the age of the receivable. Based on this review, management determined no allowance for doubtful accounts was needed as of June 30, 2023. There was an allowance for doubtful accounts established of \$15,000 as of June 30, 2022.

Once all collection efforts have been exhausted, an uncollected receivable is written-off. Write-offs of long-term pledges are considered losses of the with donor restrictions class of net assets, while all others are considered bad debt expense.

j. Conditional Contribution

Conditional contributions at June 30, 2022 consisted of receipts associated with, and made prior to, a fundraising event that was held after year end.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 2 - Summary of Significant Accounting Policies - Continued

k. Leases

GO Project determines if an arrangement is or contains a lease at inception. Leases are included in ROU assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. GO Project does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that GO Project will exercise that option.

l. Advertising Costs

The cost of advertising is expensed as incurred.

m. Donated Goods and Services

Donated services are recognized in circumstances where those services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased, if not provided in-kind.

Board members and other individuals volunteer their time and perform a variety of services that assist GO Project. These services do not meet the criteria outlined above and have not been recorded in the financial statements.

n. Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of GO Project.

Salaries were allocated using time and effort as the basis. The following expenses were allocated using salary allocation as the basis:

- Payroll taxes and benefits
- Office expenses
- Occupancy
- Information technology
- Insurance
- Depreciation

All other expenses have been charged directly to the applicable program or supporting services.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 2 - Summary of Significant Accounting Policies - Continued

o. Accounting for Uncertainty of Income Taxes

GO Project does not believe its financial statements include any material, uncertain tax positions. Tax filings for periods ending June 30, 2020 and later are subject to examination by applicable taxing authorities.

p. Use of Estimates

The preparation of financial statements in accordance 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. Actual results could differ from those estimates.

q. Prior Year Comparative Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with GO Project's financial statements for the year ended June 30, 2022, from which the summarized information was derived.

r. Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Note 3 - Unconditional Promise to Give

Unconditional promises to give are expected in the following periods:

	6/30/23	6/30/22
Receivables in less than one year	\$ 190,048	\$ 300,002
Receivables in one to five years	50,000	100,000
	<u>240,048</u>	<u>400,002</u>
Present value discount (2.99%)	(4,000)	(7,000)
Allowance for doubtful accounts	-	(15,000)
Unconditional promises to give, net	<u>\$ 236,048</u>	<u>\$ 378,002</u>

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 4 - Employee Retention Tax Credit

During the year ended June 30, 2023, GO Project claimed the Employee Retention Tax Credit ("ERTC") in the amount of \$593,946. The ERTC was established by the Coronavirus Relief Act issued by Congress during 2020 and allows an employer to obtain fully refundable tax credits through their payroll tax filings for qualified wages paid after March 13, 2020 through September 30, 2021. To be eligible, an employer must incur payroll costs to retain employees and be adversely affected by the COVID-19 pandemic due to having operations suspended by a government order or demonstrating that they had a significant decline in gross receipts.

GO Project accounted for the ERTC as a conditional contribution in accordance with FASB ASC 958-605. The conditions for eligibility outlined above were met for the quarters claimed during the year ended June 30, 2023, and the full amount was recognized as revenue in 2023. GO Project had a receivable balance of \$593,946 at June 30, 2023, which was collected in full subsequent to year-end.

Note 5 - Fixed Assets

Fixed assets consist of the following:

	<u>6/30/23</u>	<u>6/30/22</u>	<u>Estimated Useful Life</u>
Furniture and fixtures	\$ 166,200	\$ 166,200	<i>5 to 7 years</i>
Computer equipment	<u>175,187</u>	<u>175,187</u>	<i>3 years</i>
	341,387	341,387	
Less: accumulated depreciation	<u>(282,157)</u>	<u>(241,445)</u>	
Total fixed assets, net	<u>\$ 59,230</u>	<u>\$ 99,942</u>	

Note 6 - Operating Lease Right-of-Use Asset and Operating Lease Liability

GO Project leases office space in New York, NY under a non-cancelable lease, which expires on October 31, 2023 and has been determined to be an operating lease. The lease term does not include any extension options.

The ROU assets represent GO Project's right to use the underlying asset for the lease term, and the lease liabilities represent GO Project's obligation to make lease payments arising from this lease. The ROU assets and lease liabilities were calculated based on the present value of future lease payments over the lease terms. As of June 30, 2023, the weighted-average remaining lease term for GO Project's operating leases was 0.33 years. GO Project has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of June 30, 2023 was 2.84%.

For the year ended June 30, 2023, total operating lease cost was \$42,900. There were no short-term lease costs during the year ended June 30, 2023.

Cash paid for operating leases for the year ended June 30, 2023 was \$45,000. There were no noncash investing and financing transactions related to leasing other than the transition entry described in Note 2b.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 6 - Operating Lease Right-of-Use Asset and Operating Lease Liability - Continued

Future maturity of the lease liability is presented in the following table:

Year ending	June 30, 2024	\$	15,000
Less: present value adjustment			(53)
Total lease obligation		\$	<u>14,947</u>

Rent expense under FASB ASC 840 (pre-adoption of the new standards) for operating leases totaled \$41,400 for the year ended June 30, 2022. The aggregate minimum lease payments under the operating lease as of June 30, 2022 was \$45,000 and \$15,000 for the years ended June 30, 2023 and June 30, 2024, respectively.

Note 7 - Investments and Fair Value Measurements

Accounting standards establish a fair value hierarchy giving the highest priority to quoted market prices and the lowest priority to unobservable data. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1- Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that GO Project as the ability to access.

Level 2- Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3- Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

Investments at June 30, 2023 consisted of one equity mutual fund, which is considered a level 1 security. Level 1 securities are valued at the closing price reported on the active market they are traded on. This method produces a fair value calculation that may not be indicative of net realizable value or reflective of future values. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurements. There were no investments at June 30, 2022.

Investment income consists of the following for the year ended June 30, 2023:

Interest and dividends income	\$	2,425
Unrealized gain on investments		<u>3,312</u>
Total	\$	<u>5,737</u>

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 8 - Net Assets With Donor Restrictions

The following summarizes the changes in net assets with donor restrictions:

	June 30, 2023			
	Balance 7/1/22	Contributions	Released from Restrictions	Balance 6/30/23
Program restrictions:				
Go Summer/GO School Programs	\$ 175,000	\$ 75,000	\$ (175,000)	\$ 75,000
Literacy Elevation Project	90,000	-	(90,000)	-
Total program restrictions	265,000	75,000	(265,000)	75,000
Time restrictions	208,236	19,700	(112,236)	115,700
Total	\$ 473,236	\$ 94,700	\$ (377,236)	\$ 190,700

	June 30, 2022			
	Balance 7/1/21	Contributions	Released from Restrictions	Balance 6/30/22
Program restrictions:				
Go Summer/GO School Programs	\$ 75,000	\$ 175,000	\$ (75,000)	\$ 175,000
Literacy Elevation Project	100,000	90,000	(100,000)	90,000
GO Bridges	25,000	-	(25,000)	-
Total program restrictions	200,000	265,000	(200,000)	265,000
Time restrictions				
Growth Campaign	10,000	-	(10,000)	-
Other	180,236	158,000	(130,000)	208,236
Total time restrictions	190,236	158,000	(140,000)	208,236
Total	\$ 390,236	\$ 423,000	\$ (340,000)	\$ 473,236

Note 9 - Paycheck Protection Program Grant

During the year ended June 30, 2021, GO Project obtained a loan from the Small Business Administration (“SBA”) in the amount of \$318,680 through the Paycheck Protection Program (“PPP”). Terms of the loan indicated that if certain conditions were met, which included maintaining average work forces during periods subsequent to receipt of the loan funds that were greater than pre-determined historical periods, that the loan, or a portion thereof, could be forgiven. GO Project accounted for the PPP loan as a conditional contribution in accordance with FASB ASC 958-605. The conditions for forgiveness of this loan were met during the year ended June 30, 2022 and the full amount was recognized as revenue during the year then ended.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 10 - Special Events

GO Project held an annual benefit and various other fundraising events. A financial summary of the events is as follows:

	June 30, 2023		
	Annual Benefit	Other Events	Total
Gross revenue	\$ 1,171,490	\$ 113,605	\$ 1,285,095
Less: expenses with a direct benefit to donors	(144,715)	(12,090)	(156,805)
	1,026,775	101,515	1,128,290
Less: other event expenses	(151,787)	(47,784)	(199,571)
Net revenue	\$ 874,988	\$ 53,731	\$ 928,719

	June 30, 2022		
	Annual Benefit	Other Events	Total
Gross revenue	\$ 1,178,718	\$ 54,822	\$ 1,233,540
Less: expenses with a direct benefit to donors	(144,338)	(28,118)	(172,456)
	1,034,380	26,704	1,061,084
Less: other event expenses	(130,354)	(8,846)	(139,200)
Net revenue	\$ 904,026	\$ 17,858	\$ 921,884

Note 11 - In-Kind Contributions

During the years ended June 30, 2023 and 2022, GO Project received in-kind program space that has been valued at \$195,000 for each year. This valuation is based on fair market value per square foot on the basis of recent comparable rental prices in the New York City Metropolitan area. This has been charged to program expenses. There are no associated donor restrictions.

Note 12 - Retirement Plans

GO Project offers all employees the option of participating in a 403(b)-retirement plan; whereby, the employee can contribute pre-tax dollars up to statutory limits. Following one year of employment, GO Project will match the employee's contribution up to a maximum of 4% of the employee's salary. Retirement plan expenses were \$27,550 and \$28,481 in 2023 and 2022, respectively.

The GO Project, Inc.

Notes to Financial Statements

June 30, 2023

Note 13 - Liquidity and Availability

GO Project maintains cash on hand to be available for its general expenditures, liabilities, and other obligations for on-going operations. As part of its liquidity management, GO Project regularly monitors liquidity to meet its operating needs and attempts to maintain financial assets on hand to meet 60 days of operating expenses. GO Project operates its programs within a board approved budget and relies on contributions and special event income to fund its operations and program activities. In addition, an operating cash reserve has been internally designated by the board to support future operations.

The following reflects GO Project's financial assets at June 30, 2023 that are available to meet cash needs for general expenditures within one year:

Financial assets at year-end:		
Cash and cash equivalents	\$	710,976
Unconditional promises to give due within one year		190,048
Employee Retention Tax Credit Receivable		<u>593,946</u>
Total financial assets	\$	1,494,970
Less: amounts not available for general expenditures:		
Donor contributions restricted to specific purposes		<u>(75,000)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$	<u><u>1,419,970</u></u>

Note 14 - Subsequent Events

Subsequent events have been evaluated through October 18, 2023, the date the financial statements were available to be issued. Adjustments and disclosures have been made for all subsequent events that have occurred.