

**Florida Philanthropic  
Network, Inc.**

**Financial Statements**

**December 31, 2021**

## TABLE OF CONTENTS

	Page
<b>INDEPENDENT AUDITORS' REPORT</b>	1 - 2
<b>FINANCIAL STATEMENTS</b>	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Cash Flows	5
Statements of Functional Expenses	6
Notes to Financial Statements	7 - 14



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**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Florida Philanthropic Network, Inc.  
Tampa, Florida

**Opinion**

We have audited the accompanying financial statements of Florida Philanthropic Network, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, 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 financial statements referred to above present fairly, in all material respects, the financial position of Florida Philanthropic Network, Inc. as of December 31, 2021, and the changes in its 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Florida Philanthropic Network, Inc. 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 Florida Philanthropic Network, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

## **Auditors' Responsibilities for the Audit of the Financial Statements (continued)**

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 Florida Philanthropic Network, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Florida Philanthropic Network, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### **Report on Summarized Comparative Information**

We have previously audited Florida Philanthropic Network, Inc.'s 2020 financial statements and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 30, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Moss, Krusick & Associates, LLC*

Winter Park, Florida  
May 26, 2022

**Florida Philanthropic Network, Inc.**

**STATEMENTS OF FINANCIAL POSITION**

**December 31, 2021 and 2020**

	2021	2020
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents (includes \$19,246 and \$12,071 of restricted cash, respectively)	\$ 1,011,278	\$ 297,802
Accounts receivable	3,270	-
Prepaid expenses	44,450	35,500
Total current assets	1,058,998	333,302
Property and equipment, net	9,816	15,828
Other assets: security deposits	3,716	3,716
Total assets	\$ 1,072,530	\$ 352,846
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 37,565	\$ 13,791
Deferred dues income	312,667	242,400
Funds held as agent for Florida Counts Census 2020	19,246	12,071
Total current liabilities	369,478	268,262
Deferred rent, non current	16,400	17,227
Other liabilities: Deposits	2,940	2,940
Total liabilities	388,818	288,429
Net assets (deficit):		
Without donor restrictions	42,465	(26,048)
With donor restrictions	641,247	90,465
Total net assets	683,712	64,417
Total liabilities and net assets	\$ 1,072,530	\$ 352,846

The accompanying notes are an integral part of these financial statements.

Florida Philanthropic Network, Inc.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

Year Ended December 31, 2021

(with summarized financial information for the year ended December 31, 2020)

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b>REVENUES AND SUPPORT</b>				
Dues and contributions	\$ 331,842	\$ 18,690	\$ 350,532	\$ 384,475
Grants and sponsorships	-	741,779	741,779	497,315
Annual conference	238,320	-	238,320	255,430
Interest income	13	-	13	1,143
Other income	35,640	-	35,640	40,899
In-kind revenue	2,500	-	2,500	2,500
Net assets released from restriction	209,687	(209,687)	-	-
Total revenues and support	818,002	550,782	1,368,784	1,181,762
<b>EXPENSES</b>				
Program services	664,035	-	664,035	1,147,525
Support services:				
General and administrative	64,091	-	64,091	58,293
Fundraising	21,363	-	21,363	47,694
Total expenses	749,489	-	749,489	1,253,512
Change in net assets	68,513	550,782	619,295	(71,750)
Net assets (deficit), beginning of year	(26,048)	90,465	64,417	136,167
Net assets, end of year	\$ 42,465	\$ 641,247	\$ 683,712	\$ 64,417

The accompanying notes are an integral part of these financial statements.

**Florida Philanthropic Network, Inc.**

**STATEMENTS OF CASH FLOWS**

**Years Ended December 31, 2021 and 2020**

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 619,295	\$ (71,750)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	3,983	4,054
Debt Forgiveness	-	(27,977)
(Increase) decrease in assets:		
Accounts receivable	(3,240)	700
Prepaid expenses	(8,950)	(51)
Other assets	-	388
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	25,773	1,009
Deferred revenue	70,267	(112,680)
Deferred rent	(827)	299
Deposits	-	2,940
Funds held as agent for Florida Counts		
Census 2020 Pooled Fund	7,175	(520,429)
Net cash (used in) provided by operating activities	713,476	(723,497)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	-	(6,178)
Proceeds from paycheck protection program loan	-	27,977
Net cash provided by investing activities	-	21,799
Net (decrease) increase in cash, cash equivalents, and restricted cash	713,476	(701,698)
Cash, cash equivalents, and restricted cash, beginning of year	297,802	999,500
Cash, cash equivalents, and restricted cash, end of year	\$ 1,011,278	\$ 297,802

The accompanying notes are an integral part of these financial statements.

Florida Philanthropic Network, Inc.

STATEMENTS OF FUNCTIONAL EXPENSES

Year Ended December 31, 2021

(with summarized financial information for the year ended December 31, 2020)

	2021			2020	
	Program Services	Supporting Services Management and General	Fund-Raising	Total	Total
Grants	\$ 35,000	\$ -	\$ -	\$ 35,000	\$ 380,000
Programs	183,511	-	-	183,511	116,575
Personnel	188,202	35,287	11,761	235,250	319,983
Professional fees	83,906	14,617	4,873	103,396	121,491
Events	79,774	-	-	79,774	216,340
Office	52,216	6,420	2,140	60,776	34,113
Occupancy	36,239	6,795	2,265	45,299	58,456
Depreciation	3,187	597	199	3,983	4,054
In-kind	2,000	375	125	2,500	2,500
Total expenses	<u>\$ 664,035</u>	<u>\$ 64,091</u>	<u>\$ 21,363</u>	<u>\$ 749,489</u>	<u>\$ 1,253,512</u>

The accompanying notes are an integral part of these financial statements.

Florida Philanthropic Network, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Organization

Florida Philanthropic Network, Inc. (“FPN”) is a nonprofit Florida corporation established in January 2003. As a statewide association of grantmakers, FPN’s mission is to build philanthropy for a better Florida through research, educational programs, convening, partnering and advocacy. FPN’s network of private independent, corporate and family foundations, community foundations, public charity funders, and corporate giving programs share a commitment to promoting philanthropy, fostering collaboration and advancing public policy in Florida. FPN seeks systemic change through collaboration, building a unified voice for the philanthropic sector in Florida that will improve the quality of life for all Floridians.

2. Net Assets

The accompanying financial statements and accompanying schedules have been prepared on the accrual basis of accounting. FPN reports information regarding its financial position and activities according to the following classes of net assets:

*Net Assets Without Donor Restrictions*

Net assets without donor restrictions are available for use at the discretion of the Board and/or management for general operating purposes. From time to time the Board may designate a portion of these net assets for specific purposes which makes them unavailable for use at management’s discretion.

*Net Assets With Donor Restrictions*

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed restrictions, time and/or purpose restrictions.

FPN reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restriction and reported in the statement of activities as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the gifts of cash and other assets are received, FPN reports the support as net assets without donor restrictions.

Some net assets with donor restrictions may include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting FPN to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy.

See Note J for more information on the composition of net assets with donor restrictions.

3. Revenue Recognition

FPN follows Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* (ASC 606), which outlines a five-step model whereby revenue is recognized as performance obligations within a contract are satisfied, and ASU No. 2018-08, *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* (ASC 958-605), which clarifies how transactions should be accounted for as contributions (nonreciprocal transactions) or exchange transactions and whether a contribution is conditional.

Florida Philanthropic Network, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3. Revenue Recognition (continued)

FPN receives its revenue from dues, grants and contributions from its members, who are located primarily in Florida, and from an annual conference. Dues are recognized as revenue in the period to which they are attributable. Contributions are generally recognized as revenue when received or designated at a point in time, and when any barriers to recognition have been overcome. Contributions received generally do not have a right of return. Rental income is recognized as earned on the accrual basis.

Dues are recorded as deferred revenue to the extent they are attributable to future periods. Payments received for annual conference (held in January or February), registrations and sponsorships are deferred until the conference takes place.

4. Cash and Cash Equivalents

Financial instruments with an original maturity of three months or less are considered to be cash equivalents.

5. Income Taxes

FPN is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, FPN has made no provision for federal income taxes. Management has analyzed FPN's various federal and state filing positions and believes that its income tax filing position and deductions are well documented and supported, and that no accruals for tax liabilities are necessary. Therefore, no reserves for uncertain income tax positions have been recorded.

6. Recent Accounting Pronouncement

In February 2016, the FASB issued Accounting Standards Update (ASU) 2016-02, *Leases*, that requires lessees to put most leases on their balance sheets and recognize expenses on their income statements in a manner similar to today's capital lease accounting. For lessors, the guidance modifies the classification criteria for accounting for sales-type and direct financing leases. The new guidance is effective for fiscal years beginning after December 15, 2021. FPN is evaluating the potential effects ASU 2016-02 will have on its financial statements.

7. Property and Equipment

Property and equipment are stated at cost. The cost of additions and betterments are capitalized and expenditures for repairs and maintenance are expensed in the period incurred. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, which range from three to seven years.

8. Deferred Rent

FPN calculates rent using the straight line method resulting in a deferred rent liability.

Florida Philanthropic Network, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

**NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

9. Functional Expenses

Functional expenses are those expenses incurred by FPN in the accomplishment of its stated mission. They can further be categorized as follows:

- Program services, including awarded grants and costs of providing educational programs, networking opportunities, convenings, research reports, and advocacy
- Management and general, including expenses that benefit FPN as an entity
- Development and fundraising, including originating and maintaining member and prospective member relationships

The cost of providing the various programs and supporting services have been summarized on a functional basis in the Statements of Activities and Statements of Functional Expenses. These statements report expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Personnel expenses are allocated based on estimate of time and effort; occupancy expenses are allocated based on square footage.

10. Estimates

Preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. Those estimates and assumptions 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

11. Comparable Financial Statements

The financial statements include certain prior-year summarized comparative information in total, 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 FPN's financial statements for the year ended December 31, 2020, from which the summarized information was derived.

12. Reclassifications

Certain reclassifications have been made to 2020 amounts based on 2021 presentation.

13. Subsequent Events

Subsequent events have been evaluated through May 26, 2022, which is the date the financial statements were available to be issued.

**NOTE B – DONATED GOODS AND SERVICES**

Donated goods are recorded as support at their fair values at the date of receipt by FPN. Donated services are recognized in the financial statements if the services enhance or create non-financial assets or require specialized skills and would need to be purchased if not provided by donation. Donated goods and services aggregated to \$2,500 and \$2,500 for the years ended December 31, 2021 and 2020, respectively.

Florida Philanthropic Network, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

**NOTE C – CONCENTRATION OF CREDIT RISK**

Operations

FPN's operations are concentrated in Florida and are therefore subject to the economic fluctuations of this geographic area.

Cash and Cash Equivalents

FPN maintains its cash and cash equivalents in a bank that participates in the Federal Deposit Insurance Corporation (FDIC) Program. Balances are insured up to \$250,000. FPN had deposits in excess of federally insured limits of \$792,222 and \$20,392 at December 31, 2021 and 2020, respectively. FPN has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

Grants and Sponsorships

For the year ended December 31, 2021, three foundations provided grants totaling \$720,279, which are approximately 97% of total grants and sponsorships. For the year ended December 31, 2020, six foundations provided grants totaling \$432,500, which are approximately 96% of total grants and contributions.

**NOTE D – PROPERTY AND EQUIPMENT, NET**

Property and equipment at December 31, consisted of the following:

	2021	2020
Website	\$ 64,982	\$ 64,982
Office furniture	30,581	30,581
IT/computers	23,140	23,140
Office equipment	3,054	3,054
	121,757	121,757
Less: accumulated depreciation	(111,941)	(105,929)
	<u>\$ 9,816</u>	<u>\$ 15,828</u>

Depreciation expense was \$3,983 and \$4,054 for 2021 and 2020, respectively.

**NOTE E – RETIREMENT PLAN**

FPN has a SEP retirement plan which covers substantially all full time employees who meet eligibility requirements. FPN's contributions to the plan were \$11,841 and \$14,306 for the years ended December 31, 2021 and 2020, respectively.

**Florida Philanthropic Network, Inc.**

**NOTES TO FINANCIAL STATEMENTS**

**December 31, 2021**

**NOTE F – RELATED PARTIES**

FPN receives membership dues and restricted grants from foundations where FPN's board members are also presidents or senior staff of the foundations which made the contributions. The amount of support received from related parties was \$407,750 and \$332,310 for the years ended December 31, 2021 and 2020, respectively.

**NOTE G – FUNDS HELD AS AGENT**

In 2019, FPN assumed administration of the Florida Counts Census 2020 Pooled Fund in collaboration with seven other nonprofit organizations. The transactions with FPN are accounted for as an agency fund; therefore, no revenue or expense was recorded. Funds held at December 31, 2021 and 2020 of \$19,246 and \$12,071, respectively, were recorded as restricted cash with a corresponding liability. They were paid out in 2021 and 2022, respectively.

**NOTE H – COMMITMENTS**

FPN leases office space and office equipment under long-term non-cancelable operating leases through February 2026. Lease expense amounted to \$40,987 and \$41,282 for the years ended December 31, 2021 and 2020, respectively. Future minimum lease payments under these leases are as follows:

Year ended		
2022	\$	39,676
2023		39,676
2024		39,676
2025		38,226
2026		6,323
	<u>\$</u>	<u>163,577</u>

**NOTE I – SUBLEASE**

FPN subleases their office space to an unrelated organization beginning November 1, 2020. Monthly payments are due to FPN beginning December 1, 2020 and expiring February 28, 2026. The monthly rent increases annually by 3% and includes sales tax. Rental income was \$35,150 and \$3,175 for the years ended December 31, 2021 and 2020, respectively, and is included in other income on the statements of activities. Future rental income as of December 31, are as follows:

Year ended		
2022	\$	36,520
2023		37,616
2024		38,744
2025		39,906
2026		6,817
	<u>\$</u>	<u>159,603</u>

**Florida Philanthropic Network, Inc.**

**NOTES TO FINANCIAL STATEMENTS**

**December 31, 2021**

**NOTE J – NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions at December 31, 2021, and the activity during the year ended December 31, 2021, are summarized in the following table:

	December 31, 2020	2021		December 31, 2021
		Proceeds	Released	
Florida Health Funders	\$ 24,615	\$ -	\$ (14,050)	\$ 10,565
Education Affinity Group	-	39,000	(41,604)	(2,604)
Health Research (FHF)	5,000	-	-	5,000
Helios Education Foundation	-	187,000	(45,687)	141,313
The Kresge Foundation	-	305,000	(45,687)	259,313
Bill & Melinda Gates Foundation	-	210,779	(17,986)	192,793
Census 2020	1,064	-	(1,064)	-
Voting 2020	26,747	-	(26,747)	-
Common Foundation of Florida	16,126	18,690	-	34,816
Florida Women’s Funding Alliance	16,913	-	(16,862)	51
	<u>\$ 90,465</u>	<u>\$ 760,469</u>	<u>\$ (209,687)</u>	<u>\$ 641,247</u>

During 2021 and 2020, FPN received grants totaling \$760,469 and \$93,650, respectively, to establish and facilitate specific programs agreed upon by donors. Grants include \$187,000 from the Helios Education Foundation and \$305,000 from The Kresge Foundation to establish an expendable fund to support implementation of the College Access and Success Initiative 2.0, \$210,779 from the Bill & Melinda Gates Foundation for a two year donor innovation pilot project focusing on shared charitable purpose to learn how digital platforms tailored towards donor communities’ effect philanthropic giving in the state of Florida, and other grants for the formation of the Education Affinity Group which supports FPN’s member’s organizations involved in education funding opportunities for learning from experts, engaging in policy work, and collaborative funding. As of December 31, 2021, FPN has incurred costs in advance of receipt of grant funding for the Education Affinity Group program. As of December 31, 2021 and 2020, \$209,687 and \$67,831, respectively, of the grants have been expended and released from restrictions.

Net assets with donor restrictions at December 31, 2020, and the activity during the year ended December 31, 2020, are summarized in the following table:

	December 31, 2019	2020		December 31, 2020
		Proceeds	Released	
Florida Health Funders	\$ 13,940	\$ 20,000	\$ (9,325)	\$ 24,615
Health Research (FHF)	15,000	-	(10,000)	5,000
Census 2020	-	12,500	(11,436)	1,064
Voting 2020	-	40,000	(13,253)	26,747
Common Foundation of Florida	-	16,150	(24)	16,126
Florida Women’s Funding Alliance	35,706	5,000	(23,793)	16,913
	<u>\$ 64,646</u>	<u>\$ 93,650</u>	<u>\$ (67,831)</u>	<u>\$ 90,465</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by the donor.

**Florida Philanthropic Network, Inc.**

**NOTES TO FINANCIAL STATEMENTS**

**December 31, 2021**

**NOTE K – LIQUIDITY AND AVAILABILITY OF RESOURCES**

FPN'S financial assets available within one year of the statement of financial position date for general expenditures are as follows:

	December 31,	
	2021	2020
Cash and cash equivalents	\$ 1,011,278	\$ 297,802
Accounts receivable	3,270	-
Total financial assets available within one year	1,014,548	297,802
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Accounts payable and accrued expenses	(37,535)	(13,791)
Funds held as agent for Florida Counts Census 2020 Pooled Fund	(19,246)	(12,071)
Total financial liabilities due within one year	(56,781)	(25,862)
Amounts unavailable to management:		
Donor restricted funds	(641,247)	(90,465)
Total amounts unavailable for general expenditures within one year	(698,028)	(116,327)
Total net financial assets available within one year after restrictions	\$ 316,520	\$ 181,475

FPN has net assets with donor restrictions that require resources to be used in a particular manner or in a future period. FPN must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of FPN's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

**NOTE L – RISKS AND UNCERTAINTIES**

On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the “COVID-19 outbreak”) and risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on FPN's financial condition, liquidity, and future results of operations. Management is actively monitoring the global pandemic situation.

**Florida Philanthropic Network, Inc.**

**NOTES TO FINANCIAL STATEMENTS**

**December 31, 2021**

**NOTE M – CARES ACT LOANS**

On March 27, 2020, the Coronavirus Aid Relief, and Economic Security Act (CARES Act) was enacted in response to the Covid-19 pandemic. Under the CARES Act, the Paycheck Protection Program (PPP) was established to provide assistance to small businesses with resources needed to maintain payroll and cover applicable overhead. On April 28, 2020, FPN, through Seaside National Bank & Trust was approved for and received a PPP loan in the amount of \$27,977. On October 8, 2020, management obtained forgiveness of the PPP loan. It was reasonably assured at December 31, 2020 that FPN met both the eligibility and forgiveness criteria of the PPP loan; therefore, the loan was recorded as debt forgiveness within other income in the 2020 statement of activities.