CENTER FOR SAFETY & CHANGE, INC.

Financial Statements

December 31, 2021

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Financial Statements
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TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of Center for Safety & Change, Inc.

Opinion

We have audited the accompanying financial statements of Center for Safety & Change, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, 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 Center for Safety & Change, 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 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 Center for Safety & Change, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Center for Safety & Change, Inc's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

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

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 Center for Safety & Change, 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 Center for Safety & Change, 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.

Berard + Associates CPA's P.C.

Berard & Associates, CPA's P.C.
Suffern, New York 10901
November 11, 2022

CENTER FOR SAFETY & CHANGE, INC.
Statement of Financial Position
December 31, 2021

ASSETS	
Cash	$ 227,865
Grants and accounts receivable, net	1,441,659
Contributions receivable, net	227,929
Prepaid expenses	4,298
Security Deposit	7,500
Property and equipment, net	2,058,679
Total Assets	$ 3,967,930
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable and accrued expenses	$ 275,530
Accrued vacation	54,500
Refundable advance	18,500
Paycheck Protection Program funding advance	747,251
Loan payable	2,504
Note payable	111,234
Promissory note payable	340,000
Total Liabilities	1,549,519
Net Assets	
Without Donor Restrictions	
Undesignated	696,470
Investment in Property and equipment, net	1,604,941
Total Without Donor Restrictions	2,301,411
With Donor Restrictions	117,000
Total Net Assets	2,418,411
Total Net Assets and Liabilities	$ 3,967,930

See notes to financial statements.

CENTER FOR SAFETY & CHANGE, INC.
Statement of Activities
Year Ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, SUPPORT AND RECLASSIFICATIONS			
Grants from governmental agencies	$ 4,826,394	$ -	$ 4,826,394
Governmental shelter services	345,026	-	345,026
Corporate, foundation and individual contributions	285,322	72,500	357,822
Special events	693,465	-	693,465
Direct cost of donor Benefits	(102,938)		(102,938)
In-kind revenue	594,657	-	594,657
Paycheck Protection Program revenue	668,047	-	668,047
Net assets released from restrictions	156,860	(156,860)	-
Total Revenue, Support and Reclassifications	7,466,833	(84,360)	7,382,473
EXPENSES			
Program Services			
Residential programs	651,810	-	651,810
Non-residential programs	5,796,061	-	5,796,061
Total Program Services	6,447,871	-	6,447,871
Supporting Services			
General and administrative	503,051	-	503,051
Fundraising	248,686	-	248,686
Total Supporting Services	751,737	-	751,737
Total Expenses	7,199,608	-	7,199,608
Change in Net Assets	267,225	(84,360)	182,865
NET ASSETS			
Beginning of year	2,034,186	201,360	2,235,546
End of year	$ 2,301,411	$ 117,000	$ 2,418,411

See notes to financial statements.

CENTER FOR SAFETY & CHANGE, INC.
Statement of Expenses
Year Ended December 31, 2021

	Program Services			Supporting Services				
	Residential Programs	Non-Residential Programs	Total Programs	General and Administrative	Fundraising	Total	Direct Cost of Donor Benefits	Total Expenses
PERSONNEL COSTS								
Salaries and wages	$ 243,681	$ 3,515,555	$ 3,759,236	$ 172,309	$ 147,093	$ 319,402	$ -	$ 4,078,638
Payroll taxes and employee benefits	42,197	608,763	650,960	29,838	25,471	55,309	-	706,269
Total Personnel Costs	285,878	4,124,318	4,410,196	202,147	172,564	374,711	-	4,784,907
OTHER EXPENSES								
Bad debts	-	-	-	-	-	-		-
Consultants and professional fees	-	343,576	343,576	109,572	-	109,572	-	453,148
Data processing	-	98,098	98,098	42,853	-	42,853	-	140,951
Depreciation	17,883	46,574	64,457	3,343	9,953	13,296	-	77,753
Equipment and maintenance	1,347	44,782	46,129	-		-	-	46,129
Food	458	11,054	11,512	96	-	96	-	11,608
Advertising	-	3,627	3,627	-	-	-	-	3,627
Insurance	7,371	30,728	38,099	2,000	-	2,000	-	40,099
Interest	6,866	17,881	24,747	1,284	3,821	5,105	-	29,852
Legal services	-	19,262	19,262	-	-	-	-	19,262
Lodging and housing assistance	-	77,882	77,882	-	-	-	-	77,882
Meals and entertainment	-	-	-	-	-	-	102,938	102,938
Occupancy	101,617	273,154	374,771	17,716	52,736	70,452	-	445,223
Office supplies and printing	153	93,493	93,646	-	438	438	-	94,084
Postage	-	1,608	1,608	-	209	209	-	1,817
Program supplies	-	90,675	90,675	-	-	-	-	90,675
Telephone	19,960	38,101	58,061	3,012	8,965	11,977	-	70,038
Travel, conferences and meetings	972	111,290	112,262	71,221	-	71,221	-	183,483
Other	672	7,933	8,605	25,807	-	25,807	-	34,412
Total expenses	443,177	5,434,036	5,877,213	479,051	248,686	727,737	102,938	6,707,888
Less expenses included with revenues on the statement of activities	-	-	-	-	-	-	(102,938)	(102,938)
Total Expenses Before In-Kind	443,177	5,434,036	5,877,213	479,051	248,686	727,737	-	6,604,950
IN-KIND								
In-kind professional services	-	132,499	132,499	-	-	-	-	132,499
In-kind legal services	-	229,526	229,526	-	-	-	-	229,526
In-kind goods	132,080	-	132,080	-	-	-	-	132,080
In-kind space	76,553	-	76,553	24,000	-	24,000	-	100,553
Total In-Kind	208,633	362,025	570,658	24,000	-	24,000	-	594,658
Total Expenses	$ 651,810	$ 5,796,061	$ 6,447,871	$ 503,051	$ 248,686	$ 751,737	$ -	$ 7,199,608

See notes to financial statements.

CENTER FOR SAFETY & CHANGE, INC.
Statement of Cash Flows
Year Ended December 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	$ 182,865
Adjustments to reconcile change in net assets to net cash from operating activities	
Depreciation	77,753
Reduction of promissory note payable - Rockland County	(25,000)
Changes in operating assets and liabilities	
Grants and accounts receivable	(473,410)
Contributions receivable	(30,143)
Prepaid expenses	1,737
Accounts payable and accrued expenses	72,518
Accrued vacation	(29,162)
Refundable advance	(50,000)
Net Cash from Operating Activities	(272,842)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from Paycheck Protection Program funding advance	747,251
Repayments of loans, note and promissory note payable	(733,791)
Net Cash from Financing Activities	13,460
Net Change in Cash	(259,382)
CASH	
Beginning of year	487,247
End of year	$ 227,865
SUPPLEMENTAL CASH FLOW INFORMATION	
Cash paid during the year for interest	$ 29,852
Non-Cash Contributions	$ 594,658

See notes to financial statements.

1. Organization and Taxation

Center for Safety & Change, Inc. (the "Center") is a not-for-profit organization incorporated in New York State in 1979. The Center is dedicated to ending violence in the lives of women and children and serves survivors of domestic violence, survivors of sexual assault and homeless women and children. Services include twenty-four-hour hotlines, a walk-in center, individual and group counseling, court assistance, legal assistance, community education, emergency shelter and transitional housing for women and children. The majority of the Center's revenue comes from government grants and contributions.

The Center has been granted tax-exempt status under Internal Revenue Code Section 501(c)(3). Accordingly, no provision for federal and state income taxes has been recognized in the accompanying financial statements. The Center has been classified as an organization that is not a private foundation under Section 509(a) and has been designated as a publicly supported organization under Section 170(b)(1)(A)(vi). Contributions to the Center are tax-deductible within the limitations prescribed by the Internal Revenue Code.

Programs

For more than forty years, the Center has been serving victims/survivors of domestic violence, sexual assault, human trafficking, and all crimes in Rockland County, while developing strategies to end gender-based violence by addressing societal oppressions which allow such violence to occur.

The Center's services are provided in a manner that addresses special needs that victims/survivors may have included, but not limited to, victims who are physically handicapped, hearing impaired, or non-English-speaking. Most non-residential services are provided at one of eleven locations in Rockland County, all of which are accessible to individuals who are physically challenged.

As one of the most ethnically and culturally diverse counties in New York, Rockland is home to a wide range of individuals who speak no English or for whom English is a second language, and the Center strives to reflect and respect this diversity in all of its programs and services. Non-English-speaking victims are accommodated by the Center's staff who collectively are fluent in several languages including, but not limited to Spanish, French/Creole, Hebrew, Yiddish, Urdu, and Hindi, and by access to a 24-hrs/7-days a week Language Line service, which enable conversations to be translated to over 200 languages and dialects. The Center's unique staffing pattern also reflects the diversity of the Rockland community by including bi-lingual and bi-cultural coordinators from and for the Asian, African American, Haitian, Latin, Orthodox Jewish, and LGBTQ+ (Lesbian/Gay/Bi-Sexual/Transgender/Queer) communities on staff. Non-English-speaking victims/survivors are accommodated at all eleven locations and as needed, at other locations where services may be provided.

At no time are victims/survivors denied services or provided with less than the full complement of the Center's services due to lack of English language proficiency.

1. Organization and Taxation *(continued)*

Programs (continued)

The Emergency Residential Shelter is staffed 24-hrs/7-days a week and all residential victims/survivors' services are provided at the Center's Emergency Residential Shelter which is located at an undisclosed location (for security purposes). Most non-residential services are provided at one of eleven locations that the Center maintains throughout Rockland County for convenient access by victims/survivors - two in New City, two in Nyack, two in Pomona, one in Spring Valley, one in Haverstraw, one in Suffern, one in Blauvelt and one in Sparkill.

Other programs include: Helping Survivors of Domestic Violence, 24-Hour Hotline, Providing Emergency Residential Shelter, Moving Forward, After Care Transitional Services, Helping Children and Youth Impacted by Abuse, Non-Residential Domestic Violence Advocacy & Supportive Services, Providing Safety for Pets, Helping Victims and Their Families in the Courts, Providing Services for Comprehensive Crime Victims, Providing Survivors of Sexual Trauma, Providing Services for Victims of Human Trafficking, Developing Violence Prevention Strategies Through Community Education and Awareness, Media Literacy Program, Teen Dating Violence Prevention Program, Student Activists Ending Dating Abuse, Services on College Campuses, Engaging Boys and Men, Staff Development and Community Collaborations.

2. Summary of Significant Accounting Policies

Basis of Presentation and Use of Estimates

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Net Asset Presentation

Net assets are classified based on the presence or absence of donor-imposed restrictions.
Resources for various purposes are classified for accounting and reporting purposes into net asset categories established according to nature and purpose as follows:

Without donor restrictions - consist of resources available for the general support of the Center's operations. Net assets without donor restrictions may be used at the discretion of the Center's management and Board of Directors (the "Board").

With donor restrictions - represent amounts restricted by donors for specific activities of the Center or to be used at some future date. The Center records contributions as with donor restrictions if they are received with donor stipulations that limit their use either through purpose or time restrictions. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Center had no such perpetual donor restrictions at December 31, 2021.

When a donor restriction expires, that is, when a time restriction ends or a purpose restriction· is fulfilled, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Revenue Recognition

The Center recognizes revenue from the transfer of promised goods or services to customers in an amount that reflects the consideration the entity expects to receive for those promised goods or services to customers. The Center applies a five-step framework to determine the timing and amount of revenue to recognize related to contracts with customers. The Center's revenue which is accounted for as exchange transactions includes special events revenue. Because the Center's performance obligations relate to contracts with a duration not exceeding one year, the Center has elected to apply the optional exemption provided by the guidance and, therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period.

The Center uses a portfolio approach as a practical expedient to account for categories of client contracts as collective groups, rather than recognizing revenue on an individual contract basis. The financial statement effects of using this practical expedient are not materially different from an individual contract approach.

Grants from Governmental Agencies

Grants from governmental agencies represent third-party reimbursement grants and contracts for specific programs, received from various federal, state, and local sources. Revenue is recognized when grant and contract conditions are fulfilled, such as when program expenses for the grant or contract are incurred. Payments under cost-reimbursable grants and contracts received in advance are deferred to the applicable period in which the related services are performed, or expenses are incurred.

The Center receives a substantial portion of its revenue from government grants and contracts, all of which may be audited by the granting agency several years after the expiration of the contract. The ultimate determination of amounts received under these contracts is based upon allowable costs reported to the grantor agency. Until the periods for auditing these contracts have expired, there exists a contingency to refund any amounts received in excess of allowable costs. The Center's management is of the opinion that no material liability exists in the event of an audit. Any significant reduction in the level of this and other support as a result of an audit could have an adverse effect of the future financial condition of the programs supported by the grants and contracts.

Governmental Shelter Services

Governmental shelter services are provided primarily through a contract with Rockland County Department of Social Services covering qualified residents. Revenue is recognized at a rate of $119 per bed night at the point in time the service is provided. Funding for non- qualified residents is provided in-part by the New York State Office of Victims Services.

2. Summary of Significant Accounting Policies *(continued)*

Contributions and Foundation Grants

Unconditional contributions, including cash and other assets, are reported at fair value at the date the contribution is received. Conditional contributions, that is those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Contributions that are expected to be collected in future years are recorded at the present value of the estimated future cash flows, net of a discount using a risk-adjusted rate of interest. The discount is amortized using an effective yield over the expected collection period of the receivables.

Special Events Revenue

The Center records revenue from special events net of cost of direct benefit to donors. Revenues received in excess of the price of the event is recorded as contributions from special events. There was a cost of $107,139 related to direct benefit to donors for the year ended December 31, 2021.

Related sponsorships for future events as of December 31, 2021, totaled $18,500 and is included in refundable advance.

In-Kind Goods and Services

Donated services 'that require· specialized skills, provided by individuals possessing those skills, that would typically need to be purchased if not provided by donation, and donated goods, are recorded at their fair values in the period received. The value of donated in-kind goods and services recognized in the ·statement of activities for the year ended December 31, 2021 totaled $594,657. Included in ·this amount are donated goods totaling $132,080, donated legal services totaling $350,825, donated space totaling $100,553 and other donated services totaling $11,200.

Board members have donated a significant amount of time to the Center's accomplishment of program objectives for the year ended December 31, 2021. No amounts have been reflected in the financial statements for volunteer and Board member time since no objective basis is available to measure the value of such services.

2. Summary of Significant Accounting Policies *(continued)*

Expense Recognition

Expenses are reported as decreases net assets without donor restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Grants and Accounts Receivable, and Contributions Receivable

Grants, accounts receivable, and contributions receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that remain outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a reduction in accounts receivable. As of December 31, 2021, the allowance for accounts receivable was $14,380. As of December 31, 2021, no allowance for grants receivable and contributions receivable has been deemed necessary.

Property and Equipment

Property and equipment are stated at cost, or if contributed, at their estimated fair values on the date received. Depreciation for property and equipment is computed using the straight- line method over the estimated useful lives of the assets ranging from 3 to 39 years. Maintenance, routine repairs, and minor replacements are expensed as incurred, while those improvements which materially extend the lives of existing assets are capitalized. The Center capitalizes all expenditures for property and equipment in excess of $5,000.

Functional Allocation of Expenses

The costs of providing the Center's programs and other activities have been summarized on a functional basis in the statements of activities and expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses are allocated based on the basis of estimates of time and effort, purpose and function, and square footage. Such allocations are determined by management.

Advertising

The Center uses advertising to promote its programs among the population it serves. Advertising expenses are charged to expense as incurred. Advertising costs for the year ended December 31, 2021 totaled $3,627.

2. Summary of Significant Accounting Policies *(continued)*

Accounting for Uncertainty in Income Taxes

The Center recognizes the effects of income tax positions only when they are more likely than not to be sustained. Management has determined that the Center had no uncertain tax positions that would require financial statement recognition and/or disclosure. The Center is no longer subject to examination by applicable taxing -jurisdictions for periods prior to December 31, 2019.

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date these financial statements were available to be issued, which -date is November 11, 2022.

3. Liquidity and Availability

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of December 31, 2021 are as follows:

Total assets	$ 3,967,930
Less:	
Prepaid expenses	4,298
Security deposit	7,500
Property and equipment , net	2,058,679
Net assets with donor restrictions	117,000
Financial assets available within one year	$ 1,780,453

The Center goal is to maintain financial assets to meet a minimum of sixty days of general expenditures, liabilities, and other obligations as they come due. To manage cash flow and liquidity, the Center maintains a line of credit with a financial institution in the amount of $500,000 of which the full amount remains available at December 31, 2021 to meet cash flow needs. Additionally, the Center may borrow from current board members. Furthermore, additional cash resources of $747,251 were received during December 31, 2021, in connection with the PPP Loan (see Note 7). This was forgiven in 2022.

4. Contributions Receivable

Contributions receivable, net, consists of the following at December 31, 2021

Due in less than one year	$ 157,998
Due in one to five years	74,000
	231,998
Less:	
Discount, at 2%	(4,069)
Contributions Receivable, net	$ 227,929

At December 31, 2021, no board members accounted for any of total contributions receivable.

5. Property and Equipment

Property and equipment, net consists of the following as of December 31, 2021:

Land	$ 320,044
Building	1,280,174
Building improvements	1,481,657
Leasehold improvements	55,998
Furniture and office equipment	255,907
Vehicle	25,408
	3,419,188
Accumulated depreciation	(1,360,509)
Property and Equipment, net	$ 2,058,679

6. Line of Credit

The Center has a $500,000 revolving line of credit (the "line") agreement with Orange Bank & Trust Company. Advances on the line are payable monthly and bear interest at the Wall Street Journal's prime rate plus 1.50% through its maturity on July 1, 2022. Interest expense on this loan totaled $9,201 for the year ended December 31, 2021. The Center shall reduce annually the principal balance to the sum of $100,000 or less for a period of thirty consecutive days on a twelve-month rolling basis. Advances on the line are collateralized by the Center's land, building and building improvements. As of December 31, 2021, there was no outstanding balance on this line. The line of credit agreement is subject to various covenants and requires the Center to deliver its audited financial statements within 120 days after year-end. The Center was not in compliance with this requirement for the year ended December 31, 2021; however, a waiver was received from the bank.

7. Paycheck Protection Program Funding Advance

The Center received loan proceeds under the Paycheck Protection Program (the "PPP"), established as part of the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act"). The Center has elected to report the PPP loan proceeds as a conditional grant under requirements contained in ASU 2018-08, "Clarifying the Scope and Accounting Guidance ,for Contributions Received and Contributions Made." Accordingly, the Center will recognize income as the conditions of the PPP are met once forgiveness is received. At December 31,2020, the total amount of the PPP loan proceeds received, $668,047, was reported as paycheck protection program funding advance in the statement of financial position, and recorded as income during 2021. The Center received $747,251 in Round 2 on 2/10/2021 and reported it as PPP funding advance in the Statement of Financial Position. Forgiveness was received on 1/31/22.

8. Loan Payable

During 2019, the Center financed the purchase of office equipment in the amount of $15,084. The financing arrangement provides for monthly payments of principal and interest in the amount of $419 through its maturity in May 2022. The principal balance outstanding as of December 31, 2021, was $2,504.

Future principal payments on the loan are payable as follows for the years ending December 31:

2022	$ 2,504

9. Note Payable

On June 26, 2019, the Center obtained a note payable in the amount of $150,000. The note provides for monthly payments of principal and interest in the amount of $2,127 through its maturity on July 1, 2026. Interest is charged at 5% per annum. Interest expenses on this note totaled $5,691 for the year ended December 31, 2021. The principal balance outstanding as of December 31, 2021, was $111,234. The note is collateralized by the Center's mortgaged land, building and building improvements. The note payable agreement is subject to various covenants and requires the Center to deliver its audited financial statements within 120 days after year-end. The Center was not in compliance with this requirement for the year ended December 31, 2021; however, a waiver was received from the bank.

Future principal payments on the note payable are as follows for the years ending December

2022	$ 19,208
2023	30,351
2024	22,918
2025	24,115
2026	14,642
Total	$ 111,234

10. Promissory Note Payable

On July 1, 2007 the center obtained a promissory note payable in the amount of $ 1,360,000. The promissory note is under the provisions of section 108 of the housing and community development Act of 1974 and is secured by the County Mortgage of Rockland. The promissory note payable bears interest at a variable rate and fee calculated as the sum of an interest rate fixed on August 1st of each year and adjusted on August 1st of each year subsequent year based on a housing Urban development (HUD) Public Offering Public Offering and an annual fee at the rate of 1% of the outstanding principal balance. As of December 31, 2021, the effective interest rate was 6.51%. The County of Rockland is responsible for an annual subsidy payment of $25,000 which is included in grants from governmental agencies in the statement of activities. The promissory note provides for semi-annual payments of principal and one annual payment of interest through its maturity on July 1, 2027. During the year ended December 31, 2021, semi-annual payments of principal totaled $43,000 and interest expense on this promissory note was $27,240. The principal balance outstanding at December 31, 2021 was $340,000.

Future principal payments on the promissory note payable are as follows for the years ending December 31:

	Principal	County Payment	Total
2022	$ 68,000	$ (25,000)	$ 43,000
2023	68,000	(25,000)	43,000
2024	68,000	(25,000)	43,000
2025	68,000	(25,000)	43,000
2026	68,000	(25,000)	43,000
	$ 340,000	$ (125,000)	$ 215,000

11. Payments on Loan, Note, and Promissory Note Payable

Payments on loan, note, and promissory note payable reported for statement of cash flow purposes consists of the following for the year ended December 31, 2021:

Loan payable	$ 673,085
Note payable	17,706
Promissory note payable	43,000
	$ 733,791

12. Net Assets

Net assets with donor restrictions are restricted for the following purposes at December 31, 2021:

Subject to expenditures for specified purpose	**Balance December 31, 2020**	**Additions**	**Releases**	**Balance December 31, 2021**
Shelter renovations subject to restrictions	$ 36,360	$ -	$ (36,360)	$ -
General operating support for future years	165,000	-	(48,000)	117,000
Domestic Violence programs	-	2,500	(2,500)	-
Children and youth programs		20,000	(20,000)	-
Outreach and education	-	50,000	(50,000)	-
	$ 201,360	$ 72,500	$ (156,860)	$ 117,000

13. Retirement Plan

The Center maintains a defined contribution retirement plan ("the Plan"). Under the terms of the Plan, employees may contribute any percentage of their salary up to the maximum allowed by IRS guidelines. The Plan allows for employer matching and nonelective contributions which are determined annually by the Center's Board. The Center did not contribute to the Plan for the year ended December 31, 2021.

14. Commitments and Contingencies

Operating Lease – Residential Facility

The Center entered into a five-year lease agreement for a residential facility commencing July 1, 2019. The lease requires monthly payments of $2,700, escalating annually to $2,750 in July 2021, plus utilities and services, and various other expenses as applicable.

Operating Leases – Office Equipment

The Center has lease commitments for office equipment, expiring at various times through January 2026. Monthly aggregate lease payments during the year ended December 31, 2021 totaled $17,698.

Lease expense for the residential facility and all office equipment for the year ended December 31, 2021 totaled $50,398.

14. Commitments and Contingencies *(continued)*

Future minimum lease payments are as follows at December 31, 2021

2022	$ 49,312
2023	46,657
2024	28,158
2025	7,668
Thereafter	639
	$ 132,434

15. Concentration of Credit Risk

Financial instruments which potentially subject the Center to significant concentrations of credit risk consist principally of cash and receivables. At times, cash balances held at financial institutions may be in excess the Federal Deposit Insurance Corporation ("FDIC") limits. The Center has not experienced any losses on its cash deposits and believes that no significant concentration of credit risk exists with respect to its cash or receivables. At December 31, 2021, $2,082 was maintained with an institution in excess of FDIC limits. The Center receives a substantial amount of its support from governmental agencies. A significant reduction in the level of this support, if this were to occur, may have an effect on the programs and activities.

16. Related Party Transactions (Not Disclosed Elsewhere)

At times the Center will utilize the services of the Board in their respective businesses. These services are conducted as part of the normal course of business.

The Center received in-kind space from a Board member, valued at $14,000 for the year ended December 31, 2021. The in-kind space is included in in-kind revenue in the statement of activities and in occupancy in the statement of expenses for the year ended December 31, 2021.

17. Coronavirus

The Center's operations and financial performance have been affected by the recent and ongoing outbreak of the coronavirus disease (COVID-19), which was declared a pandemic by the World Health Organization in March 2020. The full impact of the COVID-19 outbreak continues to evolve as of the date that these financial statements were available for issuance. COVID-19 remains a rapidly evolving situation. The full duration and extent of the impact of COVID-19 on the Center and financial results will depend on future developments, including the duration and spread of the outbreak within the markets in which the Center operates, which is highly uncertain. Therefore, the full extent of any adverse impact on the future changes in net assets, financial position and cash flows cannot be reasonably estimated at this time.