

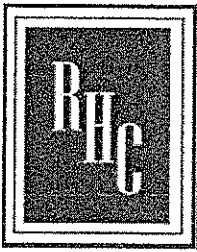
**VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA**

FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
SEPTEMBER 30, 2020 AND 2019**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Victoria Senior Citizens Center, Inc.
dba Meals on Wheels Victoria
Victoria, Texas

We have audited the accompanying financial statements of the Victoria Senior Citizens Center, Inc. dba Meals on Wheels Victoria (a nonprofit organization), which comprise the statements of financial position as of September 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Victoria Senior Citizens Center, Inc. dba Meals on Wheels Victoria as of September 30, 2020 and 2019, 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.

The financial statements of Victoria Senior Citizens Center, Inc. dba Meals on Wheels Victoria as of September 30, 2020, were audited by other auditors whose report dated March 6, 2020, expressed an unmodified opinion on those statements.

Roloff, Hnatek & Co., L.L.P.
Certified Public Accountants

March 2, 2021

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2020 AND 2019

ASSETS

	<u>2020</u>	<u>2019</u>
Current Assets:		
Cash and Cash Equivalents	\$ 557,101	\$ 336,724
Accounts Receivable	104,789	31,611
Unconditional Promises to Give	35,625	42,750
Prepaid Expenses	<u>7,034</u>	<u>9,171</u>
Total Current Assets	704,549	420,256
Noncurrent Assets:		
Property and Equipment, Net	<u>404,029</u>	<u>305,435</u>
Total Assets	<u>\$ 1,108,578</u>	<u>\$ 725,691</u>

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts Payable	\$ 11,529	\$ 36,394
Payroll Taxes Payable	-0-	71
Other Liabilities	534	104
Paycheck Protection Program Note Payable - Current	<u>13,281</u>	<u>-0-</u>
Total Current Liabilities	<u>25,344</u>	<u>36,569</u>
Long-Term Liabilities		
Paycheck Protection Program Note Payable - Net of Current	<u>27,519</u>	<u>-0-</u>
Total Long-Term Liabilities	<u>27,519</u>	<u>-0-</u>
Total Liabilities	<u>52,863</u>	<u>36,569</u>
Net Assets:		
With Donor Restrictions	75,000	84,368
Without Donor Restrictions	<u>980,715</u>	<u>604,754</u>
Total Net Assets	<u>1,055,715</u>	<u>689,122</u>
Total Liabilities and Net Assets	<u>\$ 1,108,578</u>	<u>\$ 725,691</u>

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:			
Grants and Contracts	\$ 462,214	\$ -0-	\$ 462,214
Program Revenues	20,767	-0-	20,767
Fundraising Income	1,063	-0-	1,063
Interest Income	1,925	-0-	1,925
Donations	324,527	75,000	399,527
United Way	47,500	-0-	47,500
Noncash Donations	10,605	-0-	10,605
Other Income	3,717	-0-	3,717
Loss on Disposition of Assets	(13,721)	-0-	(13,721)
Net Assets Released from Restrictions	84,368	(84,368)	-0-
Total Support and Revenue	942,965	(9,368)	933,597
Expenses:			
Program Services	483,942	-0-	483,942
Supporting Services:			
Administrative	79,305	-0-	79,305
Fundraising	3,757	-0-	3,757
Total Expenses	567,004	-0-	567,004
 Increase (Decrease) in Net Assets	 375,961	 (9,368)	 366,593
 Net Assets, Beginning of Year	 604,754	 84,368	 689,122
 Net Assets, End of Year	 \$ 980,715	 \$ 75,000	 \$ 1,055,715

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue:			
Grants and Contracts	\$ 236,478	\$ -0-	\$ 236,478
Program Revenues	23,899	-0-	23,899
Fundraising Income	1,000	-0-	1,000
Interest Income	4,149	-0-	4,149
Donations	183,861	169,513	353,374
United Way	57,000	-0-	57,000
Noncash Donations	25,038	-0-	25,038
Other Income	21,534	-0-	21,534
Net Assets Released from Restrictions	145,840	(145,840)	-0-
Total Support and Revenue	<u>698,799</u>	<u>23,673</u>	<u>722,472</u>
Expenses:			
Program Services	410,128	-0-	410,128
Supporting Services:			
Administrative	74,395	-0-	74,395
Fundraising	3,284	-0-	3,284
Total Expenses	<u>487,807</u>	<u>-0-</u>	<u>487,807</u>
Increase in Net Assets	210,992	23,673	234,665
Net Assets, Beginning of Year	<u>393,762</u>	<u>60,695</u>	<u>454,457</u>
Net Assets, End of Year	<u>\$ 604,754</u>	<u>\$ 84,368</u>	<u>\$ 689,122</u>

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2020

	Program			Total
	Services	Administrative	Fundraising	
Salaries and Related Expenses				
Salaries	\$ 184,636	\$ 32,971	\$ 2,198	\$ 219,805
Payroll Taxes	14,283	2,551	170	17,004
Total Salaries and Related Expenses	198,919	35,522	2,368	236,809
Food and Related Expenses	124,827	-0-	-0-	124,827
Meal Delivery and Supplies	31,692	-0-	-0-	31,692
Pet Supplies	5,510	-0-	-0-	5,510
Occupancy				
Janitorial Supplies	1,581	279	-0-	1,860
Maintenance and Repairs	13,298	2,347	-0-	15,645
Rent	4,781	844	-0-	5,625
Utilities and Telephone	19,637	3,465	-0-	23,102
Vehicle	13,268	-0-	-0-	13,268
Insurance	20,176	6,725	-0-	26,901
Advertising	1,801	831	139	2,771
Fundraising	-0-	-0-	219	219
Office	25,300	7,421	1,012	33,733
Postage	246	113	19	378
Professional Development	-0-	1,307	-0-	1,307
Professional Fees	-0-	14,725	-0-	14,725
Total Expenses Before Depreciation	461,036	73,579	3,757	538,372
Depreciation	22,906	5,726	-0-	28,632
Total Expenses	<u>\$ 483,942</u>	<u>\$ 79,305</u>	<u>\$ 3,757</u>	<u>\$ 567,004</u>

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2019

	Program			Totals
	Services	Administrative	Fundraising	
Salaries and Related Expenses				
Salaries	\$ 153,811	\$ 27,466	\$ 1,831	\$ 183,108
Payroll Taxes	12,081	2,157	144	14,382
Total Salaries and Related Expenses	165,892	29,623	1,975	197,490
Food and Related Expenses	102,238	-0-	-0-	102,238
Meal Delivery and Supplies	19,673	-0-	-0-	19,673
Occupancy				
Janitorial Supplies	2,279	402	-0-	2,681
Maintenance and Repairs	13,206	2,330	-0-	15,536
Rent	19,125	3,375	-0-	22,500
Utilities and Telephone	21,944	3,873	-0-	25,817
Vehicle	15,895	-0-	-0-	15,895
Insurance	12,350	4,117	-0-	16,467
Advertising	2,577	1,190	198	3,965
Fundraising	-0-	-0-	754	754
Office	8,788	2,578	351	11,717
Postage	81	37	6	124
Professional Development	-0-	4,428	-0-	4,428
Professional Fees	-0-	16,863	-0-	16,863
Security	191	34	-0-	225
Restricted Donations Purchases	3,018	-0-	-0-	3,018
Program Events Expense	690	-0-	-0-	690
Total Expenses Before Depreciation	387,947	68,850	3,284	460,081
Depreciation	22,181	5,545	-0-	27,726
Total Expenses	<u>\$ 410,128</u>	<u>\$ 74,395</u>	<u>\$ 3,284</u>	<u>\$ 487,807</u>

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2020 AND 2019

	2020	2019
Cash Flows From Operating Activities:		
Net Increase in Net Assets	\$ 366,593	\$ 234,665
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	28,632	27,726
Loss on Disposition of Assets	13,721	-0-
(Increase) Decrease in Operating Assets		
Accounts Receivable	(73,178)	23,943
Miscellaneous Receivable	-0-	680
Unconditional Promises to Give	7,125	7,500
Prepaid Expenses	2,137	(7,236)
Increase (Decrease) in Operating Liabilities		
Accounts Payable	(24,865)	29,522
Payroll Taxes Payable	(71)	14
Other Liabilities	430	104
Net Cash Provided by Operating Activities	320,524	316,918
Cash Flows from Investing Activities:		
Purchases of Property and Equipment	(140,947)	(180,138)
Net Cash Used by Investing Activities	(140,947)	(180,138)
Cash Flows from Financing Activities:		
Proceeds from Paycheck Protection Program Loan	40,800	-0-
Net Cash Provided by Financing Activities	40,800	-0-
Net Increase in Cash and Cash Equivalents	220,377	136,780
Cash and Cash Equivalents, Beginning of Year	336,724	199,944
Cash and Cash Equivalents, End of Year	\$ 557,101	\$ 336,724
Supplemental Disclosures of Cash Flow Information		
Interest Paid	\$ -0-	\$ 17

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

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 1: Nature of Activities

Victoria Senior Citizens Center, Inc. dba Meals on Wheels Victoria (the Center) is operated to provide services to the senior citizens of Victoria County, Texas. These services include transportation, on-site meals, delivered meals, social, recreation, education, information, referral and advocacy programs.

On September 12, 2018, the Center successfully filed with the office of the Secretary of the State of Texas to change its name from Victoria County Senior Citizens Center, Inc., to Victoria Senior Citizens Center, Inc. dba Meals on Wheels Victoria.

Note 2: Summary of Significant Accounting Policies

Basis of Accounting -- The Center prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. Revenues are recognized when earned and expenses related to the revenues are recorded upon completion of the event to which they are applicable regardless of the timing of the related cash flows.

Basis of Financial Statement Presentation -- The Center reports information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Net assets without donor restrictions are net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Center. These net assets may be used at the discretion of the Center. Board-designated net assets are net assets without donor restrictions that are self-imposed limits by the action of the governing Board.

Net assets with donor restrictions are net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Board or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities.

Cash and Cash Equivalents -- The Center considers all time deposits, certificates of deposit, investments in money market mutual funds, and highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

Receivables -- The Center has contracted to provide services for certain government entities from which they are reimbursed. The receivables balance represents amounts earned on these contracts at September 30, 2020 and 2019. All receivables are considered to be fully collectible; accordingly, no allowance for doubtful accounts has been established.

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 2: Summary of Significant Accounting Policies (Continued)

Contributions -- Contributions are recognized when the donor makes a promise to give to the Center that is, in substance, unconditional. Contributions that are restricted by the donor for future periods or a specific purpose are reported as increases in net assets with donor restrictions or without donor restrictions depending on the nature of the restriction. When a restriction expires, 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.

Unconditional promises to give that are expected to be collected within one year are recorded at their realizable value. Unconditional promises to give that are expected to be collected after one year or more are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using a risk-free interest rate applicable to the year in which the promise is received. Amortization of the discount is included as contribution revenue. Conditional promises to give are not included as support until such time as the conditions are substantially met.

The Center reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support.

If the only restriction on the unconditional promise to give is the construction or purchase of specified long-lived assets and absent explicit donor stipulations about how long those long-lived assets must be maintained, the Center reports expirations of donor restrictions as the donated or acquired long-lived assets are placed in service.

Prepaid Expenses -- Expense items of a nature that will benefit future periods are charged to the prepaid expense accounts and are expensed over the future periods to be benefited.

Compensated Absences -- The Center's vacation policy allows full-time employees with up to five years of service to accrue twelve days annually. For each service year over five, the employee receives an additional day per year up to a maximum of fifteen days. Part-time employees scheduled to work at least twenty hours per week accrue vacation at the same ratio of vacation leave to total hour worked as full-time employees. At September 30 of each year, accrued vacation leave in excess of five days (or its equivalent by ratio for those scheduled less than forty hours per week) is forfeited. Vacation leave is not paid upon termination. The Center's sick leave policy allows full time employees to accrue sick leave at the same rate and ratio as vacation leave. Sick leave is not paid upon termination. Consequently, no provision for compensated absences is included in the accompanying financial statements.

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 2: Summary of Significant Accounting Policies (Continued)

Allocation of Expenses -- Certain categories of expenses are attributable to more than one program or supporting function and are allocated on a reasonable basis that is consistently applied. The expenses that are allocated are salaries and related benefits, which are allocated on the basis of estimates of time and effort; occupancy costs, insurance, depreciation, and other operating expenses, which are allocated based on usage studies conducted periodically.

Advertising Costs -- Advertising costs are expensed as incurred. Advertising expense was \$2,771 and \$3,965 for the years ended September 30, 2020 and 2019, respectively.

Property and Equipment -- The Center's policy is to capitalize property, improvements, and other assets that are valued at \$5,000 or more, and that are expected to have a useful life of greater than one year, at their historical cost or estimated fair market value. Expenditures for maintenance and repairs that do not significantly improve or extend the lives of the assets are expensed as incurred. Depreciation is taken on the straight-line method over the estimated useful lives of the related asset. Buildings are depreciated over twenty-five years, building improvements and office equipment over five to twelve years, and vehicles over five years. Property and equipment owned by the Center is reflected at original cost if acquired by purchase and if acquired by donation, at the fair market value at the time donated.

Income Taxes -- The Center is statutorily exempt from federal income tax under Internal Revenue Code section 501(c)(3). Accordingly, no provision for income tax expense has been included in the accompanying financial statements. In addition, it has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a). There was no unrelated business taxable income for the years ended September 30, 2020 or 2019.

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Center may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Center and various positions related to the potential sources of unrelated business taxable income. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for the years ended September 30, 2020 and 2019.

The Center is generally no longer subject to examination by the Internal Revenue Service for tax years ending before 2017.

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 2: Summary of Significant Accounting Policies (Concluded)

Use of Estimates -- The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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.

Donated Services, Property, and Materials -- Donated services are recognized as contributions in accordance with Financial Accounting Standards Board Accounting Standards Codification ("FASB ASC") 958, *Presentation of Financial Statements of Not-for-Profit Entities*, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Center.

The Center generally pays for services requiring specific expertise; however, the Center received donated pest control services during the year. A substantial number of volunteers donated significant amounts of their time in the Center's program, but these services do not meet the criteria for recognition as contributed services. Donations of property and equipment are recorded as support at their fair market value at the date of donation. They are recorded to net assets without donor restrictions unless the donor has restricted the donated assets to a specific purpose.

Materials are donated throughout the year; however, their accumulated fair market value would not materially affect the financial statements and are not reflected.

The Food Bank of the Golden Crescent donates food products and basic need products to the Center. The estimated fair market value of these donations is reported in support and expenses in the Statement of Activities. The Center uses the fair market value per pound of donated food and donated basic need products according to Feeding America (a national food bank) in order to calculate total support and expenses.

The Victoria Housing Authority donated the use of space to operate a satellite facility through December 31, 2019. The estimated fair market value of the donated rent is reported in support and expenses in the accompanying statements of activities.

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

Date of Management's Review -- Subsequent events were evaluated through March 2, 2021, which is the date the financial statements were available to be issued.

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 3: Concentration of Credit Risk

The Center maintains its cash in two financial institutions located in Victoria, Texas. Deposit accounts are guaranteed by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000, for each deposit insurance category. At times, the balances in bank deposit accounts may exceed federally insured limits. The Center’s cash and cash equivalent balances were fully insured at September 30, 2020 and 2019. The Center has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to its cash and cash equivalents balances.

Note 4: Property and Equipment

As of September 30, 2020, and 2019, the Center’s property and equipment was comprised of the following:

	2020	2019
Nondepreciable:		
Land	\$ 14,483	\$ 14,483
Construction in Progress	-	74,889
Depreciable:		
Building and Improvements	542,681	418,627
Furniture and Equipment	153,644	146,084
Vehicles	84,686	84,686
Totals at Historical Cost	795,494	738,769
Accumulated Depreciation	(391,465)	(433,334)
Total Property and Equipment, Net	\$ 404,029	\$ 305,435

Depreciation expense for the years ended September 30, 2020 and 2019 was \$28,632 and \$27,726, respectively.

Note 5: Unconditional Promises to Give

The United Way of Victoria unconditionally promised to give the Center \$47,500 and \$57,000, respectively, in unrestricted contributions for the years ending September 30, 2020 and 2019. The United Way of Victoria allocates grants on a fiscal year cycle of July 1 through June 30 and remits one fourth of the grant allocation on a quarterly basis. Accordingly, the Center accrues the unconditional promise to give in the amount of three quarterly payments not yet received by the end of the Center’s fiscal year reporting cycle of October 1 through September 30.

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 6: Revenue Concentration

The majority of revenue is received from donations from various sources, federal grants awarded through Golden Crescent Regional Planning Commission, and the Victoria County United Way. The loss of these revenues would have a severe impact on the operation of the Center.

Note 7: Lease Agreement

On March 1, 2018, the Center entered into a lease agreement for a copy machine with Dewitt Poth and Son through Great America Financial Services. The lease agreement requires monthly payments of \$89 for 63 months with a late fee arrangement of the higher of \$26 or \$0.10 for each dollar overdue. Maintenance fees of \$0.009 for each black copy and \$0.06 for each color copy with a minimum charge of \$30 are also applied on a monthly basis.

The minimum lease payments are as follows:

Year Ending September 30,	Amount
2021	\$ 1,068
2022	1,068
2023	801
2023	-0-
2024	-0-
	\$ 2,937

Note 8: Availability and Liquidity of Financial Assets

The following represents the Center's financial assets as of September 30, 2020 and 2019 reduced by amounts not available for general use within one year of the balance sheet date because of donor-imposed restrictions.

	2020	2019
Cash and Cash Equivalents	\$ 557,101	\$ 336,724
Accounts Receivable	104,789	31,611
Unconditional Promises to Give	35,625	42,750
Total Financial Assets	697,515	411,085
Less Donor-Imposed Purpose Restrictions	75,000	84,368
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	\$ 622,515	\$ 326,717

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 8: Availability and Liquidity of Financial Assets (Concluded)

The Center manages its liquidity by operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs while building reserves to assure long-term obligations will be discharged. In addition to the financial assets available to meet general expenditures over the next twelve months, the Center operates within a balanced budget and anticipates collecting sufficient revenues to cover general expenditures not covered by donor-restricted resources. Periodic actual to budget comparisons are performed and adjustments are made as considered necessary.

Note 9: Net Assets

Net assets at September 30, 2020 and 2019 were as follows:

	2020	2019
With Donor Restrictions		
Specific Purpose:		
Building Renovations/Parking Lot	\$ -0-	\$ 79,383
Pet Program	-0-	2,500
Congregate Activity Equipment	-0-	1,500
Homebound Clients	-0-	985
Passage of Time:		
For Periods After September 30, 2020	75,000	-0-
	\$ 75,000	\$ 84,368
Without Donor Restrictions		
Undesignated	\$ 980,715	\$ 604,754

Net assets released from net assets with donor restrictions during the years ended September 30, 2020 and 2019 were as follows:

	2020	2019
Satisfaction of Purpose Restrictions:		
Building Renovations/Parking Lot	\$ 79,383	\$ 141,840
Christmas Gifts	2,485	3,000
Conferences	-0-	1,000
Pet Program	2,500	-0-
	\$ 84,368	\$ 145,840

VICTORIA SENIOR CITIZENS CENTER, INC.
dba MEALS ON WHEELS VICTORIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019

Note 10: Paycheck Protection Program Note Payable

On April 21, 2020, the Center received a loan in the amount of \$40,800 under the Paycheck Protection Program (“PPP”) established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES”). The loan and related accrued interest are forgivable after twenty-four weeks as long as the borrower uses the loan proceeds for eligible purposes as outlined in the CARES Act. The loan is payable over thirty months at an interest at a rate of 1.00%, with a deferral of payments for the first twelve months. The Center has used the proceeds for eligible purposes and believes that its use of the loan proceeds will meet the conditions for forgiveness; however, as of March 2, 2021, no determination has been made as to whether the loan will be forgiven.

