



ORPE HUMAN RIGHTS ADVOCATES, INC.
(Projected Operational Budget)

Years 2020-2021

ORPE HUMAN RIGHTS ADVOCATES, INC.

Operating Budget

2020 - 2021

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Operating Budget's Report

**Board of Directors and Strategic Committee .
Orpe Human Rights Advocates, Inc
(Operating Budget 2022-2023)**

Report on the Financial Statements

We have established the accompanying forecasted financial report of Orpe Human Rights Advocates, Inc. A Non-Profit Organization , which comprise the balance sheets as of February 25, 2020, and the related statements of activities , functional expenses and cash flows for the coming years, and the related notes to the financial statements . The financial statements for the next coming 2 years were conceived by authors.

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.

Auditor's 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits 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 auditor's 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 Orpe Human Rights Advocates , Inc., and changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the forecasted operating budget as a whole. The accompanying schedule of expenditures of future Federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the operating budget. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the forecasted operating financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Management has omitted the schedule of state and local government financial assistance that the Maryland Board of Accounts, not a requirement, but necessary in supplementing the basic operating budget. Such missing information, although not yet a part of the formal financial statements at this stage of the business, however, is an important element of accounting, and to be considered an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information as this report has no binding effect in regard of the accounting Board.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2020 on our consideration of the Orpe Human Rights Advocates' ability internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Orpe Human Rights Advocates, Inc.'s internal control over financial reporting and compliance.

Management Team

Ellicott City, MD
21043

ORPE HUMAN RIGHTS ADVOCATES, INC.
Operating Budget

Situation as of March 15, 2021

ASSETS

	2020	2021
Current assets:		
Cash and cash equivalents	\$ 39,782	\$ 868,95
Accounts receivable, net of allowance	1,606,494	1,345,054
Prepaid expenses and other	194,852	742,601
Total current assets	1,841,128	3,089,845
Fixed assets:		
Land and buildings	850,000	5,155,482
Furnishings and equipment	179,439	2,414,565
Accumulated depreciation	(7,437)	(4,740,733)
Total fixed assets	2,863,130	4,829,314
Other assets:		
Long-term investments	739,699	862,463
Other assets	0	157,046
Total other assets	739,699	1,019,509
	\$ 3,602,829	\$ 6,938,668

LIABILITIES AND NET ASSETS

	2020	2021
Current liabilities:		
Accounts payable	\$ 83,455	\$ 259,283
Accrued expenses	58,841	514,088
Contract/grant advances	3,528	86,848
Other current liabilities	22,816	106,019
Total liabilities	176,640	966,238
Net assets:		
Unrestricted:		
General	2,752,829	5,542,500
Board designated	20,688	323,413
Total unrestricted	2,773,517	5,865,913
Temporarily restricted	0	106,517
Total net assets	2,773,517	5,972,430
	\$ 2,773,517	\$ 6,938,668

See notes to financial statements.

ORPE HUMAN RIGHTS ADVOCATES, INC.
(Operating Budget)

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2018

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Projected Revenues from operations:				
Public support received directly:				
Contributions	\$ 1,502,620	\$ 143,779	\$ -	\$ 356,199
Contributions, in-kind	187,347	-	-	11,440
United Way	589	-	-	630,589
	<u>1,690,556</u>	<u>143,779</u>	<u>-</u>	<u>998,228</u>
Total public support				998,228
Revenue and grants from governmental agencies	6,718,991	-	-	12,810,793
Other revenue:				
Program services fees	1,974,735	-	-	313,820
Other operating revenue	38,780	-	-	625
	<u>10,423,062</u>	<u>143,779</u>	<u>-</u>	<u>14,123,466</u>
Total revenue				14,123,466
Net assets released from restrictions	<u>0</u>	<u>(121,175)</u>	<u>-</u>	<u>-</u>
Total revenue from operations	<u>10,423,062</u>	<u>22,604</u>	<u>-</u>	<u>14,123,466</u>
Operating expenses:				
Fostering Independence, mental health	635,724	-	-	595,827
Promoting Self-Sufficiency:				
Homeless services	2,776,579	-	-	2,676,473
Substance abuse	2,295,295	-	-	4,735,197
Correctional services	2,816,203	-	-	3,886,203
	<u>8,523,801</u>	<u>-</u>	<u>-</u>	<u>11,893,700</u>
Total program services				11,893,700
Management and general	1,445,363	-	-	1,745,003
Capacity development	272,884	-	-	212,884
Administrative fees to national organization	214,689	-	-	274,684
	<u>1,932,936</u>	<u>-</u>	<u>-</u>	<u>2,232,571</u>
Total supporting services				2,232,571
Total operating expenses	<u>10,456,737</u>	<u>-</u>	<u>-</u>	<u>14,126,271</u>
Excess (shortfall) from operations	<u>(33,675)</u>	<u>22,604</u>	<u>-</u>	<u>(2,805)</u>
Nonoperating gains, losses and other revenue:				
Investment gain	0	-	-	23,358
Public support received indirectly, capital grants	2,000,000	-	-	506,558
Gain on disposition of fixed assets	0	-	-	1,210
Unrealized gain on investments	0	-	-	59,301
	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>590,427</u>
Excess from other activities				590,427
Change in net assets	2,000,000	22,604	-	587,622
Net assets, beginning of year	<u>2,752,829</u>	<u>106,517</u>	<u>-</u>	<u>7,972,430</u>
Net assets, end of year	<u>\$ 2,752,829</u>	<u>\$ 129,121</u>	<u>\$ -</u>	<u>\$ 8,560,052</u>

See notes to financial statements.

ORPE HUMAN RIGHTS ADVOCATES, INC.
Operational Budget

STATEMENT OF FUNCTIONAL EXPENSES

YEARS 2020

	Program Services					Supporting Services			Total Program and Supporting Services Total
	Fostering Independence	Promoting Self-Sufficiency			Program Services Total	Management and General	Resource Development	Supporting Activities Total	
	Mental Health	Homeless Services	Substance Abuse	Correctional Services					
Salaries	\$ 329,229	\$ 1,390,543	\$ 2,525,913	\$ 2,110,565	\$ 6,356,250	\$ 813,019	\$ 139,089	\$ 952,108	\$ 7,308,358
Pension expense	14,454	43,669	46,985	79,448	184,556	40,304	5,898	46,202	230,758
Other employee benefits	58,248	148,764	258,788	275,041	740,841	137,304	20,875	158,179	899,020
Payroll taxes	22,559	115,200	208,801	167,172	513,732	97,039	5,857	102,896	616,628
Legal fees	-	-	7,643	-	7,643	12,271	-	12,271	19,914
Accounting fees	-	-	-	-	-	45,754	-	45,754	45,754
Other professional fees	38	7,454	234,942	9,508	251,942	226,938	103	227,041	478,983
Supplies and expenses	80,143	125,412	907,525	484,533	1,597,613	27,997	16,104	44,101	1,641,714
Telecommunications	4,789	73,892	72,002	66,819	217,502	74,177	3,306	77,483	294,985
Postage	1	2,129	429	1,352	3,911	3,521	1,443	4,964	8,875
Occupancy expenses	53,977	151,489	219,883	311,156	736,505	113,259	6,217	119,476	855,981
Interest	-	-	-	-	-	10,399	-	10,399	10,399
Insurance	2,684	13,329	10,642	9,555	36,210	40,746	-	40,746	76,956
Equipment rental and maintenance	1,758	10,533	9,012	13,859	35,162	8,932	-	8,932	44,094
Printing and publications	121	2,821	2,740	980	6,662	1,249	4,158	5,407	12,069
Travel and transportation	2,359	44,954	39,615	90,136	177,064	15,811	1,237	17,048	194,112
Conferences and meetings	469	24,669	16,854	7,365	49,357	14,655	2,564	17,219	66,576
Specific assistance to individuals	1,415	457,833	26,520	134,106	619,874	535	-	535	620,409
Depreciation	23,160	63,273	97,204	123,665	307,302	10,900	72	10,972	318,274
In-Kind donations	-	-	5,940	-	5,940	-	5,500	5,500	11,440
Other	423	509	43,759	943	45,634	50,193	461	50,654	96,288
Total functional expenses	\$ 595,827	\$ 2,676,473	\$ 4,735,197	\$ 3,886,203	\$ 11,893,700	\$ 1,745,003	\$ 212,884	\$ 1,957,887	13,851,587
Administrative fees to National Organization									214,689
Total expenses									\$ 10,456,737

See notes to financial statements.

ORPE HUMAN RIGHTS ADVOCATES, INC.

Operating Budget

STATEMENT OF FUNCTIONAL EXPENSES

2020

	Program Services					Supporting Activities				Total Program and Supporting Services Total
	Encouraging Positive Development	Fostering Independence	Promoting Self-Sufficiency			Program Services Total	Management and General	Resource Development	Supporting Activities Total	
	Children and Youth	Mental Health	Homeless Services	Substance Abuse	Correctional Services					
Salaries	\$ 62,406	\$ 309,147	\$ 1,483,766	\$ 1,065,489	\$ 2,759,846	\$ 5,680,654	\$ 996,081	\$ 91,089	\$ 1,087,170	\$ 6,767,824
Pension expense	1,869	9,822	47,661	34,165	79,742	173,259	37,439	2,987	40,426	213,685
Other employee benefits	6,529	42,238	131,943	67,249	298,631	546,590	111,805	7,061	118,866	665,456
Payroll taxes	4,790	21,065	118,439	77,571	211,240	433,105	105,995	5,083	111,078	544,183
Legal fees	-	-	-	89,922	-	89,922	25,395	-	25,395	115,317
Accounting fees	-	-	4,000	-	1,350	5,350	45,925	-	45,925	51,275
Other professional fees	-	108	670	21,196	28,755	50,729	118,220	8,713	126,933	177,662
Supplies and expenses	354	74,446	185,467	116,083	726,853	1,103,203	83,426	6,344	89,770	1,192,973
Telecommunications	4,796	15,959	75,427	34,905	99,396	230,483	73,069	4,349	77,418	307,901
Postage	-	20	1,495	490	1,078	3,083	4,447	2,113	6,560	9,643
Occupancy expenses	3,220	46,083	178,574	81,886	360,332	670,095	79,952	-	79,952	750,047
Interest	-	-	10,187	-	-	10,187	-	-	-	10,187
Insurance	221	2,578	11,789	3,464	13,680	31,732	40,784	-	40,784	72,516
Equipment rental and maintenance	35	2,545	12,755	2,749	18,899	36,983	8,841	-	8,841	45,824
Printing and publications	165	541	4,464	1,367	4,505	11,042	3,307	7,456	10,763	21,805
Travel and transportation	744	543	55,970	10,732	81,035	149,024	14,247	881	15,128	164,152
Conferences and meetings	-	2	21,840	3,504	15,324	40,670	13,872	2,026	15,898	56,568
Specific assistance to individuals	-	3,002	506,031	963	69,426	579,422	-	31,020	31,020	610,442
Depreciation	2,240	23,527	84,311	35,053	152,439	297,570	17,570	-	17,570	315,140
Total functional expenses	\$ 87,369	\$ 551,626	\$ 2,934,789	\$ 1,646,788	\$ 4,922,531	\$ 10,143,103	\$ 1,780,375	\$ 169,122	\$ 1,949,497	12,092,600
Administrative fees to National Organization										281,880
Total expenses										\$ 12,374,480

ORPE HUMAN RIGHTS ADVOCATES, INC.
(Operational Budget)

NOTES TO FINANCIAL STATEMENTS

2020-2021

1. Description of organization and summary of significant accounting policies:

Description of organization:

Orpe Human Rights Advocates ,Inc. (“Organization ”) is a nonprofit , spiritually based , human services organization, incorporated in Maryland, that provides social services within the State of Maryland under a charter from Orpe Human Rights Advocates , Inc., a national nonprofit , spiritually based organization providing local human service programs, and opportunities for individual and community involvement.

The Organization has three impact areas: encouraging positive development, fostering independence, and promoting self-sufficiency. Included in these impact areas are behavioral health, work force development, veterans’ services, housing, and re-entry programs. These impact areas and program services include numerous different programs to further their mission to operate a religious, missionary, and welfare society to reach and uplift people, both spiritually and materially.

Encouraging positive development/behavioral health:

The Organization provides services to promote the healthy development of children, adolescents, and their families . The Fresh Start program began in April 2017 and is the original model of residential addictions treatment where mothers are able to bring children with them during their stay in treatment. This model continues to operate and additional programs have since been opened that have been enhanced by grant funding. The additional programs focus on early intervention for infants born testing positive for opiates at the time of birth, mothers who are pregnant or who have recently delivered and are in need of services, early intervention for mothers with Opiate Use Disorder and treatment for men and women under criminal justice supervision designed to provide a treatment intervention for relapse rather than incarceration.

The Organization also provides various outpatient services. The lowest level of outpatient care offers sessions on a weekly or monthly basis for clients in the advanced stages of recovery and offers support at the appropriate level for them to continue progressing. A more intensive outpatient care program offers group sessions of three hours three times per week. This is usually the most appropriate level of care for a person transitioning out of residential treatment. The Organization also offers a medication assisted treatment program by providing a licensed medical professional who works with clients who have a diagnosis of Opiate Use Disorder to determine whether they would be an appropriate candidate for treatment to enhance the likelihood of long-term sobriety. The Bridge to Success program provides counseling and case management to parents who are incarcerated and follows them through their release to help them successfully reintegrate into society. Services support the incarcerated parent and associated family members. The Organization also offers community transition services for those individuals who are transferring out of Federal prison in need of addiction treatment. The Ryan White Outpatient and Telepsych program works to expand access to services for individuals diagnosed with HIV. Through the use of telepsych and partnership with AIDS Service Organizations, the Organization has been able to increase access to treatment for people with limited transportation and with significant health concerns.

ORPE HUMAN RIGHTS ADVOCATES, INC.
(Operating Budget)

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

1. Description of organization and summary of significant accounting policies (continued):

Description of organization (continued):

Fostering Independence:

The Organization fosters the health and independence of the elderly and persons with disabilities or mental illness through quality affordable housing and a wide range of community services. The mental health program involves mentally ill pregnant and parenting women with SUD who are homeless or at-risk homelessness.

The Organization will be managing affordable housing facilities operating under HUD and owned by Summit Ministry Center. A 25-unit facility in Howard ; specializing in mentally challenged adults . OHRA will be providing safe, decent and affordable housing to low-income pregnant and parenting women with SUD.

Promoting self-sufficiency:

The Organization promotes self-sufficiency for individuals and families who have experienced homelessness, or other personal crises, including chemical dependency, involvement with the correctional system, and unemployment. The Organization focuses on solution-oriented approaches, using a continuum of services from prevention to intervention to long-term support.

One federally grant funded program, Supportive Services for Veteran Families provides case management, housing services and financial assistance to veterans and their families facing homelessness. This program covers all Maryland areas . The Organization also acts as a contractor of the Summit Ministry Center , supportive institution for homeless people and Supportive Services for Veteran Families . This is a faith-based temporary Shelter programs where men and women veterans facing homelessness can stay for up to two months . We have started and advocate for Homeless Reintegration Program and offer skills development training within the purpose of bringing homeless in the state of self-sufficient income that help homeless and veterans retrain and find a better employment . OHRA has applied federal grants to support the per diem programs for the benefit of homeless and veterans families . The OHRA has at its Summit Ministry Center 25- bed for emergency and temporary housing program in Ellicott City, Maryland for homeless women and families.

We are working in promoting programs that empower homeless , low-income , men and women in becoming economic self-sufficient . Programs focus on rehabilitation , life skills training , substance abuse education, and personal counseling. All residential programs offer a structured, supervised community living environment where clients can gain employment, access community services, and gradually transition back into society.

ORPE HUMAN RIGHTS ADVOCATES, INC.
(Operating Budget)

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

YEARS 2020-2021

1. Description of organization and summary of significant accounting policies (continued):

Supporting activities:

Supporting activities include all expenses not allocable to specific program services. Management and general services related to the overall administration of the Organization, encompassing volunteer coordination, human resources, accounting functions, and executive administration. Fund-raising includes activities related to the development function encompassing solicitation of support from foundations, individuals, and businesses. Fund-raising services also include participation in the direct mail program, the website program, and the Enterprise program conducted by Orpe Human Rights Advocates.

Basis of accounting:

The accounting policies of the Organization conform to generally accepted accounting principles as applicable to voluntary health and welfare organizations.

The more significant accounting policies are described below.

Cash equivalents:

Cash equivalents are all highly liquid investments with a maturity of three months or less when purchased unless held for reinvestment as part of the investment portfolio, pledged to secure loan agreements or otherwise designated or restricted. The carrying amount approximates fair value because of the short maturity of those instruments.

The Organization maintains its cash in several bank deposit accounts, which, at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant risk on cash and cash equivalents.

Accounts receivable:

Accounts receivable are reported net of any anticipated losses due to uncollectible accounts. The Organization's policy for determining when receivables are past due or delinquent is when the account is over 90 days old. The Organization ensures that all available means of collecting accounts receivable are exhausted before write-off procedures are initiated. Uncollectible accounts are reported as additions to the allowance for bad debts when it is determined that amounts will become uncollectible and when approved by the Chief Financial Officer.

ORPE HUMAN RIGHTS ADVOCATES, INC.
(Operating Budget)

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

YEARS 2020-2021

1. Description of organization and summary of significant accounting policies (continued):

Accounts receivable (continued):

Management estimated an allowance for the years 2020 and 2021. The allowance for doubtful accounts is maintained at a level which, in management's judgment, is adequate to absorb potential losses inherent in the receivable portfolio. The amount of the allowance is based on management's evaluation of the collectability of the receivable portfolio, including the nature of the portfolio, credit concentrations, trends in historical loss experience, and economic conditions.

Property and equipment:

Land, buildings, and equipment purchased by the Organization are recorded at cost. The Organization follows the practice of capitalizing all expenditures for land, buildings, and equipment over \$2,000; the fair value of donated fixed assets is similarly capitalized. Depreciation is computed on the straight-line method based upon the following estimated useful lives of the assets:

Furnishings and equipment	3 – 10 years
Transportation vehicles	5 years
Buildings and improvements	10 – 40 years

Contributions:

Contributions are generally recorded only upon receipt unless evidence of an unconditional promise to give has been received. Unconditional promises to give that are expected to be collected in future years are reported at the present value of the amounts expected to be collected. Conditional promises to give are not included as support until such time as the conditions are substantially met. All contributions are considered available for unrestricted use unless specifically restricted by the donor or by law.

Contributed services:

The Organization recognizes contribution revenue for certain services received at the fair value of those services, provided those services create or enhance nonfinancial assets or require specialized skills, which are provided by the individual possessing those skills and would typically need to be purchased if not provided by donation.

ORPE HUMAN RIGHTS ADVOCATES, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)

YEARS 2020-2021

1. Description of organization and summary of significant accounting policies (continued):

Restricted and designated assets:

Restricted and designated assets, represent the total of all assets that are encumbered by donor restrictions, legal agreements, and board designation or are otherwise unavailable for the general use of the Organization. This category generally includes client/custodial funds, escrow/reserve funds, temporarily and permanently restricted assets, and securities that are pledged and held by the lender as collateral for financing. The board has designated certain investments as board designated assets. These amounts are detailed separately as part of the unrestricted net assets.

Net assets:

The Organization classifies net assets into three categories: unrestricted, temporarily restricted and permanently restricted. All net assets are considered to be available for unrestricted use unless specifically restricted by the donor or by law. Temporarily restricted net assets include contributions with temporary, donor-imposed time or purpose restrictions. Temporarily restricted net assets become unrestricted and are reported in the statements of activities as net assets released from restrictions when the time restrictions expire or the contributions are used for the restricted purpose. Permanently restricted net assets include contributions with donor-imposed restrictions requiring resources to be maintained in perpetuity but permitting the use of all or part of the investment income earned on the contributions. There are no permanently restricted net assets as of January 25, 2020.

Operations:

The Organization defines operations as all program services and supporting activities undertaken (see Note 1). Revenues that result from these activities and their related expenses are reported as operations. Gains, losses, and other revenue that result from ancillary activities, such as investing liquid assets and disposing of fixed assets or other assets, are reported as nonoperating activities.

Income taxes:

Under provision of Section 501(c)(3) of the Internal Revenue Code and the applicable income tax regulations of the State of Indiana, Volunteers of America of Indiana, Inc. is exempt from income taxes, except for net income from unrelated business income, as a subordinate unit of Volunteers of America, Inc. Volunteers of America, Inc. is exempt from Federal income tax under Section 501(a) of the Internal Revenue Code as a religious organization described in Section 501(c)(3). For the fiscal years ended June 30, 2018 and 2017, there was no taxable net income resulting from unrelated business activities. Accordingly, no tax expense was incurred during the years ended June 30, 2019, and no tax expenses expected for 2020 and 2021, respectively.

ORPE HUMAN RIGHTS ADVOCATES, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)

YEARS 2020-2021

1. Description of organization and summary of significant accounting policies (continued):

Investments:

Investments consist primarily of mutual funds invested in fixed income bonds, equity securities, and alternatives. They are recorded at fair value based on quoted market prices. All other investments are reported at historical cost if purchased, or if contributed, at fair market value at the date of contribution.

Allocation of functional expenses:

The costs of providing the various program services and supporting activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the various functions.

Use of estimates:

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