

BUILDING ON LOVE, INC.
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
Years Ended May 31, 2021 and 2020

Stephen J. Flood, CPA, PLLC

Certified Public Accountant

Stephen J. Flood, CPA

Member:

New York State Society of

Certified Public Accountants

950 New Loudon Road

Latham, New York 12110-2111

Phone: (518) 783-9499

Fax: (518) 783-9547

E-mail: sflood@sjfloodcpa.com

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors

Building on Love, Inc.

244 North Mohawk Street

Cohoes, New York 12047

Dear Board Members:

I have reviewed the accompanying financial statements of Building on Love, Inc., (a non-profit organization), which comprise the Statements of Financial Position as of May 31st, 2021 and 2020 along with the related Statements of Activities, Statements of Cash Flows for the years then ended, and the related Notes to Financial Statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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 the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modification that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.


Stephen J. Flood, CPA
Latham, NY

August 17, 2021

SJF/kam

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BUILDING ON LOVE, INC.
Statements of Financial Position
May 31,

<u>ASSETS</u>	<u>2021</u>	<u>2020</u>
<u>CURRENT ASSETS</u>		
Cash - Note 2	\$ <u>288,260</u>	\$ <u>340,223</u>
Total Assets	\$ <u><u>288,260</u></u>	\$ <u><u>340,223</u></u>
<u>CURRENT LIABILITIES</u>		
Retirement Plan Payable		461
Loan Payable - SBA PPP - Note 6	<u>17,100</u>	<u>17,100</u>
Total Current Liabilities	<u><u>17,100</u></u>	<u><u>17,561</u></u>
<u>NET ASSETS</u> - Note 1		
Unrestricted	\$ <u>271,160</u>	\$ <u>322,662</u>
Total Net Assets	\$ <u><u>271,160</u></u>	\$ <u><u>322,662</u></u>
Total Liabilities and Net Assets	\$ <u><u>288,260</u></u>	<u><u>340,223</u></u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

BUILDING ON LOVE, INC.
Statements of Activities
For the Years Ended May 31,

<u>UNRESTRICTED NET ASSETS</u>	<u>2021</u>	<u>2020</u>
<u>REVENUE AND OTHER SUPPORT</u>		
Contributions	\$ 57,432	\$ 50,253
Fundraising Income	137,038	122,282
Investment Income	30	207
PPP Loan Forgiveness	<u>17,100</u>	<u>-</u>
Total Unrestricted Revenue and Other Support	\$ <u>211,600</u>	\$ <u>172,742</u>
<u>EXPENSES</u>		
Program Services - Schedule #1	231,805	226,783
Supporting Services - Schedule #1	<u>31,297</u>	<u>50,846</u>
Total Expenses	<u>263,102</u>	<u>277,629</u>
Change in Net Assets	(51,502)	(104,887)
BEGINNING NET ASSETS	<u>322,662</u>	<u>427,549</u>
ENDING NET ASSETS	\$ <u><u>271,160</u></u>	\$ <u><u>322,662</u></u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

BUILDING ON LOVE
Statements of Cash Flows
For the Years Ended May 31,

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	<u>2021</u>	<u>2020</u>
Change in Net Assets	\$ (51,502)	\$ (104,887)
Increase (Decrease) in Liabilities:		
Forgiveness of PPP Loan #1	(17,100)	
Payroll Taxes	-	(49)
Retirement Plan Payable	<u>(461)</u>	<u>461</u>
Net Cash Provided by Operating Expenses	<u>(69,063)</u>	<u>(104,475)</u>
<u>CASH FLOW FROM FINANCING ACTIVITY</u>		
Proceeds from SBA PPP Loan #2	17,100	
Proceeds from SBA PPP Loan #1	<u>-</u>	<u>17,100</u>
Total Cash Provided by Financing Activity	<u>17,100</u>	<u>17,100</u>
Increase (Decrease) in Cash and Cash Equivalents	(51,963)	(87,375)
<u>CASH AND CASH EQUIVALENTS</u>		
Cash at Beginning of Year	<u>340,223</u>	<u>427,598</u>
Cash at End of Year	<u>\$ 288,260</u>	<u>\$ 340,223</u>

"See Independent Accountant's Review Report and Notes to Financial Statements"

BUILDING ON LOVE, INC.
Notes to Financial Statements
May 31, 2021

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations –Building on Love, Inc. is a publicly supported charity whose primary purpose is to provide financial support to families who are facing a life threatening medical condition.

Accounting for Net Assets – The Foundation’s net assets, the excess of assets over liabilities, are reported in three mutually exclusive classes:

Permanently Restricted – Those net assets resulting from inflows of assets whose use is limited by donor-imposed restrictions, which do not expire by passage of time.

Temporarily Restricted – Those net assets resulting from inflows of assets whose use is limited by donor-imposed restrictions, which expire by passage of time or are fulfilled by actions of the Foundation.

Unrestricted – Those net assets that are neither permanently or temporarily restricted.

Revenue Recognition – Income is recognized when earned and expenses are recorded when incurred, the accrual method of accounting. All gifts are considered to be available for unrestricted use unless specifically restricted by the donor.

Income Taxes – The Corporation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash consisted of the following at May 31, 2021

Interest bearing money market account	\$ 278,952
Non-interest bearing checking account	<u>9,308</u>
Total	\$ <u>288,260</u>

The money held in the non-interest bearing checking account is insured by the Federal Deposit Insurance Corporation up to \$250,000.

BUILDING ON LOVE, INC.
Notes to Financial Statements
May 31, 2021

NOTE 3 – 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 and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

NOTE 4 – MISSION STATEMENT

In June 2019, Building on Love, Inc. began working on a new and expanded mission statement. They have expanded their Board of Directors also. The organization approved the hiring of a full-time paid Executive Director that began work in late May 2019.

The new mission statement approved in June 2019 is as follows:

“Building on Love, Inc. is a 501(c)(3) non-profit with a mission of helping families in our community who are facing a life-threatening medical condition. We do this by providing financial support to assist with essential living expenses.”

NOTE 5 – SUBSEQUENT EVENTS – COVID-19

In March 2020, the World Health Organization classified the COVID-19 outbreak as a pandemic. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Company’s financial condition, liquidity, and future results of operations given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread.

The Company is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2021.

NOTE 6 – LOAN PAYABLE – SBA PPP LOAN

Building on Love, Inc. applied for and received an SBA loan under the Payroll Protection Program (PPP) for \$17,100. If the loan proceeds are used for approved purposes, the loan is forgiven. The first loan for \$17,100 was granted forgiveness. The second loan for the same amount \$17,100 received in February 2021 is expected to be forgiven in the near future.

Supplementary Information

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT ON SUPPLEMENTARY INFORMATION


Board of Directors
Building on Love, Inc.
244 North Mohawk Street
Cohoes, New York 12047

Dear Board Members:

Our report on our review of the basic financial statements of Building on Love, Inc. for the years ended May 31, 2021 and 2020 is included in the preceding section. The objective of that review was to perform procedures to obtain limited assurance as a basis for reporting there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

The supplementary information included in the accompanying schedule of Program and Support Services Expenses is presented for purposes of additional analysis and not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America.

We have not audited the information and accordingly do not express an opinion on such information.



Stephen J. Flood, CPA
August 17, 2021

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BUILDING ON LOVE, INC.
Schedule of Program and Support Services
For the Years Ended May 31,

	<u>Program Services</u>	<u>Support Services</u>	<u>2021 Total</u>	<u>2020 Total</u>
Program Expense	\$ 118,006	-	\$ 118,006	\$ 95,162
Payroll Expense	65,828	16,457	82,285	81,790
Retirement Plan Expense	1,975	494	2,469	2,302
Payroll Tax Expense	5,277	1,319	6,596	7,094
Office Expense	-	4,660	4,660	3,926
Web Site Expense	-	2,007	2,007	11,250
Insurance	2,666	683	3,349	4,203
Filing Fees	-	125	125	125
Professional Fees	-	26	26	2,224
Advertising and Promotion	-	3,767	3,767	7,806
Travel Expense	-	151	151	310
Meeting Expense	-	150	150	196
Data Processing Fee	-	1,458	1,458	3,470
Cost of Events Program	<u>38,053</u>	<u>-</u>	<u>38,053</u>	<u>57,771</u>
Total Expenses	<u>\$ 231,805</u>	<u>\$ 31,297</u>	<u>\$ 263,102</u>	<u>\$ 277,629</u>

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