



VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED
MARCH 31, 2021 AND 2020

VICENTE FERRER FOUNDATION USA, INC.

FINANCIAL STATEMENTS

MARCH 31, 2021 AND 2020

C O N T E N T S

	PAGE
INDEPENDENT AUDITOR'S REPORT	<i>1</i>
FINANCIAL STATEMENTS	
<i>Statements of Financial Position</i>	<i>2</i>
<i>Statements of Activities</i>	<i>3 - 4</i>
<i>Statements of Functional Expenses</i>	<i>5 - 6</i>
<i>Statements of Cash Flows</i>	<i>7</i>
<i>Notes to Financial Statements</i>	<i>8 - 14</i>

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Vicente Ferrer Foundation USA, Inc.

We have audited the accompanying financial statements of Vicente Ferrer Foundation USA, Inc. (a nonprofit organization), which comprise the statements of financial position as of March 31, 2021 and 2020, 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.

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. 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 organization'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 organization'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 Vicente Ferrer Foundation USA, Inc. as of March 31, 2021 and 2020, and the 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.

Ouellette & Associates, P.A.
Certified Public Accountants

Lewiston, Maine
August 10, 2021

VICENTE FERRER FOUNDATION USA, INC.

STATEMENTS OF FINANCIAL POSITION

MARCH 31, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash and Cash Equivalents	\$ 146,916	\$ 65,350
Pledges Receivable	13,411	1,480
Grants Receivable	5,000	11,360
Security Deposit and Other Assets	6,752	6,747
Property and Equipment, Net	<u>245</u>	<u>1,035</u>
TOTAL ASSETS	<u>\$ 172,324</u>	<u>\$ 85,972</u>
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 209	\$ -
Grants Payable	74,865	-
Refundable Advances - Payroll Protection Program	<u>45,282</u>	<u>-</u>
Total Liabilities	<u>120,356</u>	<u>-</u>
NET ASSETS		
Net Assets without Donor Restrictions	41,968	74,612
Net Assets with Donor Restrictions	<u>10,000</u>	<u>11,360</u>
Total Net Assets	<u>51,968</u>	<u>85,972</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 172,324</u>	<u>\$ 85,972</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2021

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
REVENUES AND SUPPORT			
Private & Government Grants	\$ 172,500	\$ 35,000	\$ 207,500
Contributions	155,585	10,000	165,585
In-Kind Contributions	14,449	-	14,449
Release of Donor Restricted Funds	46,360	(46,360)	-
TOTAL REVENUES AND SUPPORT	<u>388,894</u>	<u>(1,360)</u>	<u>387,534</u>
EXPENSES			
Program Services:			
Grants Made to India	138,092	-	138,092
Awareness	106,775	-	106,775
Total Program Services	244,867	-	244,867
Supporting Services:			
Management and General	115,303	-	115,303
Fundraising	61,368	-	61,368
Total Support Services	176,671	-	176,671
TOTAL EXPENSES	<u>421,538</u>	<u>-</u>	<u>421,538</u>
CHANGE IN NET ASSETS	(32,644)	(1,360)	(34,004)
NET ASSETS, BEGINNING OF YEAR	<u>74,612</u>	<u>11,360</u>	<u>85,972</u>
NET ASSETS, END OF YEAR	<u>\$ 41,968</u>	<u>\$ 10,000</u>	<u>\$ 51,968</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2020

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
REVENUES AND SUPPORT			
Grants	\$ 427,500	\$ -	\$ 427,500
Contributions	89,311	11,360	100,671
Special Event Revenue	53,014	-	53,014
In-Kind Contributions	11,505	-	11,505
Release of Donor Restricted Funds	<u>14,550</u>	<u>(14,550)</u>	<u>-</u>
TOTAL REVENUES AND SUPPORT	<u>595,880</u>	<u>(3,190)</u>	<u>592,690</u>
EXPENSES			
Program Services			
Grants Made to India	111,883	-	111,883
Awareness	<u>152,836</u>	<u>-</u>	<u>152,836</u>
Total Program Services	264,719	-	264,719
Costs of Direct Benefits to Donors	14,430	-	14,430
Supporting Services:			
Management and General	146,524	-	146,524
Fundraising	<u>150,430</u>	<u>-</u>	<u>150,430</u>
Total Support Services	296,954	-	296,954
TOTAL EXPENSES	<u>576,103</u>	<u>-</u>	<u>576,103</u>
CHANGE IN NET ASSETS	19,777	(3,190)	16,587
NET ASSETS, BEGINNING OF YEAR	<u>54,835</u>	<u>14,550</u>	<u>69,385</u>
NET ASSETS, END OF YEAR	<u>\$ 74,612</u>	<u>\$ 11,360</u>	<u>\$ 85,972</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

	<i>Program Services</i>	<i>Support Services</i>		<i>Total</i>
		<i>Management and General</i>	<i>Fundraising</i>	
GRANTS MADE TO INDIA	\$ 138,092	\$ -	\$ -	\$ 138,092
SALARIES AND RELATED EXPENSES				
Salaries and Wages	80,844	70,010	44,146	195,000
Payroll Taxes	<u>6,882</u>	<u>5,917</u>	<u>3,706</u>	<u>16,505</u>
Total Salaries and Related Expenses	<u>87,726</u>	<u>75,927</u>	<u>47,852</u>	<u>211,505</u>
OTHER EXPENSES				
Bank Service Charges	-	709	1,213	1,922
Charitable Solicitations	-	70	2,163	2,233
Conference Fee	10	-	-	10
Insurance	-	2,253	-	2,253
Outside Contracted Services	3,340	915	3,296	7,551
Postage and Mailing	38	123	340	501
Printing and Copying	495	30	2,014	2,539
Professional Fees	5,367	11,728	453	17,548
Rent, Parking, Utilities	9,108	9,244	3,923	22,275
Supplies	-	67	-	67
Telephone	266	272	114	652
Depreciation	-	790	-	790
In-Kind Professional Services	<u>425</u>	<u>13,175</u>	<u>-</u>	<u>13,600</u>
Total Other Expenses	<u>19,049</u>	<u>39,376</u>	<u>13,516</u>	<u>71,941</u>
TOTAL EXPENSES	\$ 244,867	\$ 115,303	\$ 61,368	\$ 421,538

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<i>Program Services</i>	<i>Costs of Direct Benefits to Donors</i>	<i>Support Services</i>		<i>Total</i>
			<i>Management and General</i>	<i>Fundraising</i>	
GRANTS MADE TO INDIA	\$ 111,883	\$ -	\$ -	\$ -	\$ 111,883
SALARIES AND RELATED EXPENSES					
Salaries and Wages	98,485	-	71,292	42,213	211,990
Payroll Taxes	7,594	-	6,174	4,488	18,256
Total Salaries and Related Expenses	106,079	-	77,466	46,701	230,246
OTHER EXPENSES					
Bank Service Charges	-	-	521	510	1,031
Charitable Solicitations	-	-	395	2,142	2,537
Conference Fee	4,787	-	143	-	4,930
Insurance	482	-	2,222	638	3,342
Outside Contracted Services	2,210	-	1,801	3,241	7,252
Postage and Mailing	417	-	123	236	776
Printing and Copying	2,255	-	382	538	3,175
Professional Fees	11,820	-	48,653	25	60,498
Rent, Parking, Utilities	11,511	-	12,716	7,076	31,303
Special Events Expenses	-	2,925	-	88,391	91,316
Supplies	2,216	-	334	-	2,550
Telephone	496	-	539	338	1,373
Travel	10,563	-	397	594	11,554
Depreciation	-	-	832	-	832
In-Kind Professional Services	-	11,505	-	-	11,505
Total Other Expenses	46,757	14,430	69,058	103,729	233,974
TOTAL EXPENSES	\$ 264,719	\$ 14,430	\$ 146,524	\$ 150,430	\$ 576,103

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED MARCH 31, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (34,004)	\$ 16,587
<i>Adjustments to Reconcile Change in Net Assets to</i>		
<i>Net Cash Flows From Operating Activities:</i>		
Depreciation	790	832
<i>(Increase) Decrease in Operating Assets:</i>		
Pledges Receivable	(11,931)	17
Grants Receivable	6,360	(1,660)
Security Deposits and Other Assets	(5)	(1,407)
<i>Increase (Decrease) in Operating Liabilities:</i>		
Grants Payable	74,865	-
Accounts Payable and Accrued Expenses	209	(139)
Refundable Advances - Paycheck Protection Program	<u>45,282</u>	<u>-</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>81,566</u>	<u>14,230</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	81,566	14,230
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>65,350</u>	<u>51,120</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 146,916</u>	<u>\$ 65,350</u>

See Independent Auditor's Report and Accompanying Notes to the Financial Statements

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2021 AND 2020

NOTE 1: NATURE OF ACITIVITIES

Vicente Ferrer Foundation USA, Inc. (VFF USA) was incorporated on March 18, 2013 for the purpose of supporting charitable, education, and scientific programs as described in Section 501(c)(3) of the Internal Revenue Code, by empowering rural communities in India through building strategic partnerships with key corporate, individual, and institutional stakeholders in the United States. VFF USA is supported primarily through donor contributions and grants. The principal place of business of VFF USA is in Washington, DC.

VFF USA's mission is empowering rural communities to improve their living conditions. VFF USA does this by educating people in the USA about the development challenges faced by communities that they partner with in India and by fundraising for projects in India. Program services consist of grants, charitable initiatives, and educational events.

Awareness - Educate people in the United States about the challenges faced by marginalized communities in rural India, as well as the sustainable development projects which VFF and its partners are carrying out to empower local communities to improve their own living conditions.

Grant Making to India - Provides grants to their partners in India to support comprehensive development programs. Grant making supports rural infrastructure, health equity, education, and sustainable agriculture programs focused on marginalized populations, including women and people with disabilities.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of VFF USA have been prepared on the accrual basis of accounting and are presented in accordance with accounting principles generally accepted in the United States of America (GAAP), and accordingly reflects all significant receivables, payables, and other liabilities.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from the estimates.

Classification of Net Assets

Net assets of VFF USA are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets without Donor Restrictions - Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets with Donor Restrictions - Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of VFF USA.

Earnings related to restricted net assets will be included in net assets without donor-restrictions unless otherwise specifically required to be included in donor-restricted net assets by the donor or by applicable state law.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, VFF USA considers all liquid investments with a maturity of three months or less to be cash equivalents.

Grants Receivable

Grants receivable are stated at the amount management expects to collect from balances outstanding at year-end. Balances outstanding after management has used reasonable collection efforts are written-off through a charge to bad debt expense and a credit to the applicable grants receivable. Management does not believe an allowance for uncollectible grants receivable was necessary at March 31, 2021 or 2020.

Property and Equipment

Property and equipment are recorded at cost or, if donated, at their estimated fair value at the date of the gift. Depreciation is computed on a straight-line basis over the following estimated useful lives of the assets:

Computer Equipment	3 years
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VFF USA's capitalization policy is to depreciate additions over \$500. Minor additions or repairs that do not extend the useful life of these assets are expensed in the year incurred.

Refundable Advance – Paycheck Protection Program (PPP)

VFF USA's policy to account for forgivable loans received through the Small Business Administration (SBA) under the *Coronavirus Aid, Relief and Economic Security Act (CARES Act)* Paycheck Protection Program (PPP), a refundable advance liability in accordance with Accounting Standards Codification (ASC) 958-605, *Not-for Profit Entities*. VFF USA recognizes contribution income, with donor restrictions, once conditions for forgiveness are substantially met or explicitly waived. As of March 31, 2021, a refundable advance liability was recorded for \$45,282, for the second round of PPP funds received during the year and conditions for forgiveness were not substantially met. As of March 31, 2021, contributions income of \$35,000, was recorded for the first round of PPP funds received during the year and conditions for forgiveness were substantially met. VFF USA's first round of PPP funds were approved for forgiveness on April 5, 2021.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants, Contributions and Unconditional Promises to Give

VFF USA receives a grant from a partner organization in Spain to cover operational expenses. All grants have a grant agreement to determine the use and allocation. This grant allows additional donor contributions in the United States to be sent to India to meet the mission and continue to establish VFF USA's office in the United States. Grants that are considered exchange transactions are recorded as revenue when earned, which is generally when the related expenditures are incurred. Grants that are not exchange transactions and are unconditional are recorded when VFF USA receives notification of the grant award. Grants receivable at March 31, 2021 and 2020 totaled \$5,000 and \$11,360, respectively.

VFF USA receives monthly gifts to support their child sponsorship and women's empowerment initiatives, as well as general donations on a one-time basis from contributors, which may have restrictions based upon the request of individual donors. Contributions received are recorded as donor-restricted net assets or net assets without donor restriction, depending on the existence and/or nature of any donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, donor-restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. When a restriction on a contribution is met in the same reporting period that the contribution was received, the contribution is reported in the statement of activities as net assets without donor restrictions.

In-Kind Professional Services

During the year ending March 31, 2021 and 2020, VFF USA has service donations including legal services, advisory services, Gala event services and photographer. Service donations for the years ending March 31, 2021 and 2020 totaled \$13,175 and \$6,000, respectively. In-kind contributions also consist of printers and food for the Gala event totaling \$1,274 and \$5,505 for the years ending March 31, 2021 and 2020, respectively. These donations are recorded at their fair value in the period received.

Functional Expenses

VFF USA allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses, that are common to several functions, are allocated by management based on effort. Supporting services are those related to operating and managing VFF USA and its programs on a day-to-day basis. Supporting services have been sub-classified as follows:

Management and General - Includes all activities related to VFF USA's internal management.

Fundraising - Includes all activities related to maintaining contributor information, distribution of materials and other similar projects related to the procurement of funds for VFF USA's allocations and programs.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants to Others

VFF USA recognizes grant expenses at the time grant negotiations are substantially complete with the grantee and the grant award has been approved by the Board of Trustees. As of March 31, 2021 and 2020, grants approved by the board of directors to India, but not yet paid totaled \$74,865 and \$0, respectively.

Income Tax Status

VFF USA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, VFF USA qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

Management has determined that VFF USA does not have any uncertain tax positions and associated unrecognized benefits or liabilities that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that VFF USA's tax returns will not be challenged by the taxing authorities and that VFF USA will not be subject to additional tax, penalties, and interest as a result of such challenge.

Recent Accounting Pronouncements

Revenue Recognition

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers*, to clarify the principles for recognizing revenue and to develop a common revenue standard for U.S. GAAP and International Financial Reporting Standards. The core principle of the guidance requires entities to recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Management has retroactively adopted the ASU effective April 1, 2020. No adjustment to the beginning balances of net asset accounts was necessary due to this change.

Contributions

In June 2018, the FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The issuance of this ASU was in response to the difficulty and diversity in practice of distinguishing between exchange transactions (reciprocal) and contributions (nonreciprocal), as well as distinguishing between conditional and unconditional contributions. The guidance is effective for VFF USA's year ending March 31, 2022. Management is currently evaluating the impact of adoption on VFF USA's financial statements.

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which will require leases to be recorded as an asset on the balance sheet for the right to use the leased asset and a liability for the corresponding lease obligation for leases with terms of more than twelve months. ASU 2016-02 is effective for non-public companies for fiscal years beginning after December 15, 2021, with early adoption permitted. Management is evaluating the impact the pronouncement may have on the financial statements.

Subsequent Events

Management has made an evaluation of subsequent events through August 10, 2021, the date the financial statements were available to be issued and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

NOTE 3: PLEDGES RECEIVABLE

Pledges receivable consisted of small dollar donations made online to VFF USA that were not received as of March 31, 2021 or 2020. Pledges receivable for the years ended March 31, 2021 and 2020 total \$13,411 and \$1,480, respectively. VFF USA believes these funds are fully collectible and no allowance was necessary.

NOTE 4: GRANTS RECEIVABLE

During the years ending March 31, 2021 and 2020, VFF USA received grants for nutritional support project for the Adoni and Achumpleta area in India and a housing project in the Kadiri region of India. The grants entered in to for the year ending March 31, 2021 totaled \$10,000. VFF USA is received \$5,000 prior to the end of the year and is scheduled to receive the remaining \$5,000 within the following fiscal year. The grants for the year ending March 31, 2020 totaled \$11,360, which was received in the current fiscal year. VFF USA believes all unconditional promises to give are to be received.

NOTE 5: PROPERTY AND EQUIPMENT

Property and equipment consist of the following at March 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Computer Equipment	\$ 6,502	\$ 6,502
Less: Accumulated Depreciation	<u>6,257</u>	<u>5,467</u>
Net Property and Equipment	<u>\$ 245</u>	<u>\$ 1,035</u>

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 6: CONCENTRATIONS

Approximately 45% and 72% of VFF USA's revenue, for the years ended March 31, 2021 and 2020, respectively, was from one funding source, which is based in Spain.

NOTE 7: RELATED PARTY TRANSACTIONS

Grants were awarded to an organization for which the president of the board of VFF USA was also a program director. The grants awarded totaled \$138,092 and \$111,883 for the years ended March 31, 2021 and 2020, respectively.

Ecotec is owned by the treasurer of the Board of Directors. For the year ended March 31, 2021 and 2020, VFF USA paid Ecotec, \$0 and \$12,000, respectively for board advisory services.

NOTE 8: OPERATING LEASE

The Organization currently leases its office space under an operating lease for \$1,109 per month. The lease expires on February 28, 2022. Total rent expense was \$22,275 and \$31,303 for the years ended March 31, 2021 and 2020, respectively. Future minimum lease obligations under the non-cancelable lease agreement is \$13,304 for the year ending March 31, 2021.

NOTE 9: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purpose:

	<u>2021</u>	<u>2020</u>
Bastion Grant - Nutritional Support In India	\$ 10,000	\$ 8,360
Terres de Lleida's Housing Project	<u>-</u>	<u>3,000</u>
Total	<u>\$ 10,000</u>	<u>\$ 11,360</u>

VICENTE FERRER FOUNDATION USA, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

MARCH 31, 2021 AND 2020

NOTE 10: LIQUIDITY

VFF USA's financial assets available within one year of the statement of financial position date for general expenditures are as follows at March 31, 2021:

	<u>2021</u>	<u>2020</u>
Cash and Cash Equivalents	\$ 146,916	\$ 65,350
Pledges Receivable	13,411	1,480
Grants Receivable	<u>5,000</u>	<u>11,360</u>
Total financial assets available within one year	<u>165,327</u>	<u>78,190</u>
Less amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	<u>10,000</u>	<u>11,360</u>
Total financial assets available within one year after restrictions	<u>\$ 155,327</u>	<u>\$ 66,830</u>

VFF USA manages its liquidity by developing and adopting annual operating budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due.

NOTE 11: CORONAVIRUS PANDEMIC

An outbreak of a novel strain of coronavirus (COVID-19) has spread to the U.S. and in March 2020, the World Health Organization characterized COVID-19 as a pandemic. As previously disclosed, VFF USA received government assistance under the Paycheck Protection Program (PPP) to fund payroll and other allowable costs associated with the economic downturn during the pandemic. The extent of the future impact of COVID-19 on VFF USA's operational and financial performance is not known as of the date these financial statements were issued.