

EvanTell, Inc.
Dallas, Texas

Financial Statements Together With
Independent Auditor's Report

June 30, 2021 and 2020



RATLIFF + ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

EvanTell, Inc.
Financial Statements
June 30, 2021 and 2020

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RATLIFF + ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Directors,
EvanTell, Inc.
Dallas, Texas

Opinion

We have audited the accompanying financial statements of EvanTell, Inc. ("the Organization"), a Texas nonprofit organization, which comprise the statements of financial position as of June 30, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of EvanTell, Inc. as of June 30, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

New Accounting Standard for Leases

As discussed in the notes to the financial statements, the Organization adopted the new accounting standard ASC 2016-02, Leases (Topic 842). This new standard requires the Organization (the lessee) to recognize lease right-of-use ("ROU") assets and corresponding lease liabilities for operating leases on the statement of financial position. Operating lease costs are included and allocated with operating expenses on the statements of activities and functional expenses. The change in standard was applied retrospectively resulting in an ROU asset and offsetting lease liabilities of \$423,085 and \$477,483, respectively, for the years ended June 30, 2021 and 2020. Net assets and changes in net assets are unchanged due to the change in accounting standard. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; 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.

Independent Auditor's Report (continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Ratzliff & Associates, P.C.

January 31, 2022

EvanTell, Inc.
 Statements of Financial Position
 June 30, 2021 and 2020

	2021	2020
Assets		
Current assets		
Cash and cash equivalents	\$ 1,173,083	\$ 751,843
Pledge receivables	1,000	3,000
Prepaid expenses	14,494	19,925
Inventory	54,883	47,333
Total current assets	1,243,460	822,101
Noncurrent assets		
Property and equipment, net	25,503	22,035
Rent deposit	5,984	5,984
Capitalized production cost, net	141,403	142,329
ROU Operating Lease Asset	423,085	477,483
Total noncurrent assets	595,975	647,831
Total Assets	\$ 1,839,435	\$ 1,469,932
Liabilities & Net Assets		
Liabilities		
Current liabilities		
Accounts payable	\$ 20,646	\$ 10,804
Accrued expenses	32,038	25,038
Lease liabilities - current portion	73,325	73,608
PPP loan	-	145,000
Total current liabilities	126,009	254,450
Noncurrent liabilities		
Lease liabilities - noncurrent portion	382,485	425,051
Total noncurrent liabilities	382,485	425,051
Total liabilities	508,494	679,501
Net assets		
Without donor restrictions	1,186,542	715,781
With donor restrictions	144,399	74,650
Total net assets	1,330,941	790,431
Total Liabilities & Net Assets	\$ 1,839,435	\$ 1,469,932

The accompanying note disclosures are an integral part of these financial statements.

EvanTell, Inc.
 Statements of Activities
 For the Years Ended June 30, 2021 and 2020

	2021	2020
Changes in net assets without donor restrictions		
Revenues		
Revenues without donor restrictions		
Contributions	\$ 1,235,468	\$ 846,026
Sales income	89,680	102,514
Grant income	145,000	-
Other income	10,820	34,278
Total revenues without donor restrictions	1,480,968	982,818
Net assets released from restrictions		
Satisfaction of program restrictions	108,191	206,363
Total revenues	1,589,159	1,189,181
Expenses		
Programs		
Evangelism tools and training	525,614	441,567
Speaking engagements	176,671	164,844
International projects	101,685	112,691
Other projects	15,678	31,140
Total program expenses	819,648	750,242
Support services		
Fundraising	128,977	151,890
General and administrative	169,773	205,391
Total support services expenses	298,750	357,281
Total expenses	1,118,398	1,107,523
Change in net assets without donor restrictions	470,761	81,658
Changes in net assets with donor restrictions		
Contributions for programs	177,940	106,745
Net assets released from restriction	(108,191)	(206,363)
Change in net assets with donor restrictions	69,749	(99,618)
Change in total net assets	540,510	(17,960)
Net assets at beginning of year	790,431	808,391
Net assets at end of year	\$ 1,330,941	\$ 790,431

The accompanying note disclosures are an integral part of these financial statements.

EvanTell, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2021

	Programs				Support services			Total expenses	
	Evangelism tools and training	Speaking engagements	International projects	Other projects	Programs subtotal	Fundraising	General and administrative		Support services subtotal
Bank fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,347	\$ 15,347	\$ 15,347
Depreciation and amortization	2,093	-	-	-	2,093	-	7,210	7,210	9,303
Donations to others	1,250	-	23,423	-	24,673	-	-	-	24,673
Facilities	37,233	9,025	3,009	3,009	52,276	10,323	13,272	23,595	75,871
Information technology	36,487	5,212	5,212	5,212	52,123	6,516	6,515	13,031	65,154
Office	19,892	5,380	1,793	-	27,065	3,587	7,780	11,367	38,432
Personnel	340,577	133,745	59,290	7,457	541,069	81,817	90,483	172,300	713,369
Printing	56,558	-	-	-	56,558	21,682	75	21,757	78,315
Professional fees	8,200	8,870	3,127	-	20,197	1,165	29,091	30,256	50,453
Travel	23,324	14,439	5,831	-	43,594	3,887	-	3,887	47,481
Total expenses	\$ 525,614	\$ 176,671	\$ 101,685	\$ 15,678	\$ 819,648	\$ 128,977	\$ 169,773	\$ 298,750	\$ 1,118,398

The accompanying note disclosures are an integral part of these financial statements.

EvanTell, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2020

	Programs				Support services			Total expenses	
	Evangelism tools and training	Speaking engagements	International projects	Other projects	Programs subtotal	Fundraising	General and administrative		Support services subtotal
Bank fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,176	\$ 14,176	\$ 14,176
Depreciation and amortization	2,360	-	-	-	2,360	-	4,285	4,285	6,645
Donations to others	1,250	-	11,685	-	12,935	-	-	-	12,935
Facilities	47,762	11,279	3,760	3,760	66,561	12,901	16,587	29,488	96,049
Information technology	29,245	4,178	4,178	4,178	41,779	5,222	5,222	10,444	52,223
Office	41,055	10,601	3,534	-	55,190	7,067	9,332	16,399	71,589
Personnel	241,523	123,235	88,251	23,202	476,211	117,273	128,078	245,351	721,562
Printing	58,043	-	-	-	58,043	4,948	-	4,948	62,991
Professional fees	3,811	320	-	-	4,131	2,407	27,711	30,118	34,249
Travel	16,518	15,231	1,283	-	33,032	2,072	-	2,072	35,104
Total expenses	\$ 441,567	\$ 164,844	\$ 112,691	\$ 31,140	\$ 750,242	\$ 151,890	\$ 205,391	\$ 357,281	\$ 1,107,523

The accompanying note disclosures are an integral part of these financial statements.

EvanTell, Inc.
 Statements of Cash Flows
 For the Years Ended June 30, 2021 and 2020

	2021	2020
Cash flows from operating activities		
Cash received from contributions	\$ 1,418,839	\$ 951,426
Cash received from sales and other income	245,500	136,792
Cash paid for programs and support services	(1,086,254)	(1,102,215)
Net cash provided (used) by operating activities	578,085	(13,997)
Cash flows from investing activities		
Purchases of property and equipment	(11,845)	(19,519)
Net cash provided (used) by investing activities	(11,845)	(19,519)
Cash flows from financing activities		
SBA loan	(145,000)	145,000
Net cash provided (used) by financing activities	(145,000)	145,000
Net increase (decrease) in cash and cash equivalents	421,240	111,484
Cash and cash equivalents at beginning of year	751,843	640,359
Cash and cash equivalents at end of year	\$ 1,173,083	\$ 751,843
 Reconciliation of change in total net assets to net cash provided (used) by operating activities		
Change in total net assets	\$ 540,510	\$ (17,960)
Adjustments		
Depreciation and amortization	9,303	6,645
Change in pledge receivable	2,000	6,000
Change in inventory	(7,550)	12,847
Change in prepaid expenses	5,431	(1,345)
Change in accounts payable	9,842	(33,681)
Change in accrued expenses	7,000	679
Change in notes payable	-	-
Change in deferred rent liability	11,549	12,818
Total adjustments	37,575	3,963
Net cash provided (used) by operating activities	\$ 578,085	\$ (13,997)
 Noncash investing and financing activities		
Retirement of property and equipment	\$ (667)	\$ (50,388)

The accompanying note disclosures are an integral part of these financial statements.

EvanTell, Inc.

Note Disclosures to the Financial Statements June 30, 2021 and 2020

Note 1, Nature of the Organization

EvanTell, Inc. (EvanTell), is a nonprofit corporation under the laws of the state of Texas. EvanTell was founded in 1973 to practice and promote a clear presentation of the Gospel through a careful study of the Scriptures. EvanTell exists to encourage and equip individuals and churches to reach the world with the clear and simple good news of Jesus Christ so that more people hear the gospel in more places every day. The generosity of our donors helps us fulfill this mission.

Note 2, Summary of Significant Accounting Policies

The following is a summary of EvanTell's significant accounting policies consistently applied in the preparation of the accompanying financial statements:

Basis of accounting: The financial statements of EvanTell have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (GAAP) of the United States of America. Revenues are recognized when earned, and expenses are recorded when incurred.

Revenue recognition: Revenues of EvanTell are primarily derived from contributions from EvanTell's donors and supporters. A portion of EvanTell's revenues is tied to the local economy. All contributions are considered available for EvanTell's general programs unless specifically restricted by the donor.

Amounts received that are donor restricted by time or purpose are reported as increases in net asset with donor restrictions. 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 restriction. However, contributions received with restrictions that are met in the same reporting period are reported as increases in net assets without restrictions.

Net assets without donor restrictions: EvanTell further disaggregates net assets without donor restriction into two subcategories:

- General unrestricted: Net assets that are neither subject to donor-imposed restrictions or self-imposed limits are general unrestricted.
- Internally designated: Net assets that are subject to EvanTell's self-imposed limits by action of the governing board or its delegates are internally designated. These voluntary limitations allow EvanTell to earmark net assets for a variety of needs that may arise. Such limits may also be lifted at any time in the future by resolution of the board or its delegates.

Net assets with donor restriction: EvanTell further disaggregates net assets with donor restriction into two subcategories:

- Temporarily restricted: EvanTell reports gifts of cash and other assets as with temporary donor restriction if they are received with donor stipulations temporarily limiting the use of the contributions and if the restrictions are not met in the period of receipt.

EvanTell, Inc.Note Disclosures to the Financial Statements
June 30, 2021 and 2020**Note 2, Summary of Significant Accounting Policies (continued)**

- Permanently restricted: EvanTell reports gifts of cash and other assets as with permanent donor restriction if they are received with donor stipulations permanently restricting the contribution to investment but permitting EvanTell to use part or all of the income derived from the investment for general or restricted purposes. As of June 30, 2021 and 2020, EvanTell had no permanently restricted net assets.

Programs: EvanTell pursues its mission through the execution of the following major programs that are also the reported functional expenses of EvanTell:

- Evangelism tools and training: Develop and distribute tools and training in print and in digital form.
- Speaking engagements: Share the gospel through outreaches as well as train and equip churches and individuals to share the gospel in various locales throughout the United States.
- International projects: Support church and ministry networks overseas with training and tools for the purpose of equipping indigenous believers to share the gospel.
- Other projects: Support pregnancy resource centers by training their staff and volunteers to share the gospel.
- Fundraising: Facilitating giving from supporters and donors of EvanTell
- General and administrative: providing administrative support to the above functional areas.

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 those estimates. Significant estimates in these financial statements include depreciation and the allocation of certain facility and payroll expenses. Accordingly, actual results could differ from those estimates. Depreciation is computed using management's estimate of the useful lives of the asset. The allocation of payroll and facility expenses is, respectively, based on management's estimate of staff time and roles and facility space and usage.

Cash and cash equivalents: For purposes of the statement of cash flows, EvanTell considers highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Financial instruments that potentially subject EvanTell to credit risk include cash on deposit with a financial institution exceeding \$250,000 at various times during the year. The U.S. Federal Deposit Insurance Corporation insures amounts for up to \$250,000.

Liquidity: The statement of financial position is classified to show subtotals for current assets and current liabilities as part of EvanTell's enhanced disclosure of liquidity. EvanTell anticipates using current assets and satisfying current liabilities within one year of the statement date. Current assets, excluding inventory and prepaid expenses, represent financial assets available for general expenditure within one year of the statement date. Disclosures are presented for both the quantitative and qualitative aspects of liquidity and the availability of financial assets.

EvanTell, Inc.
Note Disclosures to the Financial Statements
June 30, 2021 and 2020

Note 2, Summary of Significant Accounting Policies (continued)

Pledges receivable: Unconditional promises to give are reported as income when the promise is made and have been recorded at the net present value of their estimated future cash flows. Management has evaluated pledges receivable for an allowance for uncollected promises and determined no allowance was necessary for the years ended June 30, 2021 and 2020.

Allocation of expenses by function and nature: The costs of providing the various programs and other activities have been allocated and summarized on a functional basis in the statement of activities and on both a functional and a natural bases in the statement of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services, as well as the natural categories, benefited.

Inventory: Inventory consists of books, biblical counseling, and related ministry materials carried at the lower of cost or market using the average cost method. Management has evaluated inventory for an allowance for obsolescence. For the years ended June 30, 2021 and 2020, an allowance of \$6,000 was accrued. Total cost of goods sold was \$53,825 and \$39,808, respectively, during the year ended June 30, 2021 and 2020, which is included and allocated with expenses.

Property and equipment: Property and equipment are recorded at acquisition cost. EvanTell capitalizes assets with a cost greater than \$1,000. Betterments and renewals are capitalized. Maintenance and repairs are charged to operations when incurred. Depreciation is computed using the straight-line method over estimated useful lives which range from two to seven years.

Production costs: Production costs are costs incurred for the production of the Evangelism Study Bible which was completed in October 2014. Management entered into a contract with a publisher to receive a royalty on the sales of these Bibles. The capitalized costs will be amortized over the estimated future sales of these Bibles. During the years ended June 30, 2021 and 2020, total amortization was \$926 and \$1,388, respectively.

Compensated absences: Employees are entitled to paid vacation leave depending upon the length of service and other factors. Compensated absences for vacation leave have not been accrued since they cannot be reasonably estimated. EvanTell's policy is to recognize these costs when actually paid.

Income tax status: EvanTell is a nonprofit organization that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as other than a private foundation, except on net income derived from unrelated business activities. For the years ended June 30, 2021 and 2020, EvanTell has not conducted unrelated business activities that are material to the financial statements taken as a whole. Accordingly, no provision for income taxes is included in the financial statements. EvanTell believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. Tax returns of EvanTell are open to examination by the relevant taxing authorities for a period of three years from the date the returns are filed.

EvanTell, Inc.
 Note Disclosures to the Financial Statements
 June 30, 2021 and 2020

Note 2, Summary of Significant Accounting Policies (continued)

Going concern considerations: EvanTell analyzes the effect that current and future events, both internal and external, may have on operations so that EvanTell may continue as a going concern (i.e., a viable organization). As of the date of this report, management has not identified a significant matter that, in its judgement, could materially threaten the ongoing operations of EvanTell for at least one year from the date of the report on page two. However, if conditions change during the following year, EvanTell may reschedule or reformat certain events and activities or adjust the general operational budget, as needed. See also the Liquidity disclosure for additional cash management strategies.

Note 3, Property and Equipment

Property and equipment at December 31 consist of the following:

	2021	2020
Furniture and equipment	\$ 31,735	\$ 27,716
Website development	58,127	58,127
Computer equipment	47,413	40,254
Less: accumulated depreciation	(111,772)	(104,062)
Total	\$ 25,503	\$ 22,035

Note 4, Line of Credit

EvanTell has an unsecured line of credit with a financial institution in the amount of \$50,000 which matures May 2022. Interest is variable at prime plus 1.75%. There was no outstanding balance on the line of credit as of June 30, 2021 or 2020, and no draws were made during either year.

Note 5, Paycheck Protection Program Grant Income

In April 2020, EvanTell qualified for the Paycheck Protection Program loan for \$145,000. The loan carried a fixed interest rate of 1% and was on a two-year term. The loan was administered by the U.S. Small Business Administration (“SBA”), to be used for payroll and other qualifying expenditures and was forgiven. Therefore, it is recognized as grant income in 2021.

EvanTell, Inc.
 Note Disclosures to the Financial Statements
 June 30, 2021 and 2020

Note 6, Net Assets

The current year summary of change in net assets are as follows:

	<u>General Unrestricted</u>	<u>Board Designated</u>	<u>Temporarily Donor Restricted</u>
Balance, July 1, 2019	\$ 534,123	\$ 100,000	\$ 174,268
Transfers			
Net change	<u>81,658</u>	<u>-</u>	<u>(99,618)</u>
Balance, June 30, 2020	615,781	100,000	74,650
Transfers	-	-	
Net change	<u>470,761</u>	<u>-</u>	<u>69,748</u>
Balance, June 30, 2021	<u>\$ 1,086,542</u>	<u>\$ 100,000</u>	<u>\$ 144,398</u>

The details of EvanTell's net assets by categories at June 30 are as follows:

	<u>2021</u>	<u>2020</u>
Net assets without donor restrictions		
General unrestricted	\$ 615,781	\$ 615,781
Designated liquidity reserve	<u>100,000</u>	<u>100,000</u>
Total	<u>\$ 715,781</u>	<u>\$ 715,781</u>
Net assets with donor restrictions		
International ministry	\$ 32,022	\$ 31,494
Hispanic ministry	-	35,781
Development	40,876	-
Digital strategy	62,500	-
Pledges receivable	1,000	3,000
SMSC	<u>8,000</u>	<u>4,375</u>
Total	<u>\$ 144,398</u>	<u>\$ 74,650</u>

Note 7, Retirement Plan

EvanTell provides its full-time employees a defined contribution retirement plan through the use of a pre-determined Simple IRA type plan. EvanTell provided a discretionary matching contribution of 3%. EvanTell's contributions to the plan during the years ended June 30, 2021 and 2020, were \$10,476 and \$8,983, respectively.

EvanTell, Inc.
 Note Disclosures to the Financial Statements
 June 30, 2021 and 2020

Note 8, Lease Activities

The Organization is under contractual leases for office space and equipment under non-cancelable operating leases that expire in June 2027. In 2021, the Organization adopted the new accounting standard ASC 2016-02, Leases (Topic 842). This new standard requires the Organization (the lessee) to recognize lease right-of-use (“ROU”) assets and corresponding lease liabilities for operating leases on the statement of financial position. Operating lease costs are included and allocated with expense on the statements of activities and functional expenses. A discount rate was not used since it was determined not to materially impact these calculations. The change in standard was applied retrospectively resulting in an ROU asset and offsetting lease liability of \$423,085 and \$477,483, respectively, for the years ended June 30, 2021 and 2020. Net assets and changes in net assets are unchanged due to the change in accounting standard. For the years ended June 30, 2021 and 2020, operating lease expense was \$78,538 and \$93,279, respectively.

The ROU assets are measured based upon the minimum future expenses remaining on the leases. The lease liabilities are measured based upon the minimum future payments remaining on the leases. The leasing liabilities include three months of deferred rent and as well as a deferred allowance for certain furniture and equipment. Therefore, at June 30, 2021 and 2020, included within the total lease liabilities are deferred liabilities of \$32,000 and \$21,000, respectively, that will amortize over the life of the building lease.

Following are the approximate minimum annual operating lease payments remaining at June 30, 2021:

2022	\$ 73,325
2023	75,120
2024	76,915
2025	69,960
2026	70,005
Thereafter	<u>90,485</u>
Minimum payments required	<u>\$ 455,810</u>

Reconciliation to the statement of financial position at June 30, is as follows:

	<u>2021</u>	<u>2020</u>
Current portion of the operating lease liabilities	\$ 73,325	\$ 73,608
Noncurrent portion of the operating lease liabilities	<u>382,485</u>	<u>425,051</u>
Minimum payments required	<u>\$ 455,810</u>	<u>\$ 498,659</u>

EvanTell, Inc.
 Note Disclosures to the Financial Statements
 June 30, 2021 and 2020

Note 9, Liquidity and Availability of Financial Assets

EvanTell's financial assets are current assets available for general expenditure within one year of the statement date. Financial assets are calculated as follows: current assets less donor-restricted cash and investments, inventory, and prepaid expenses.

As part of EvanTell's liquidity management, it has a strategy to structure its financial assets to be available as general expenditures, liabilities and other obligations come due. The significant qualities of this strategy are as follows:

- EvanTell invests cash in excess of daily requirements in short-term investments such as interest-bearing savings accounts or money market funds.
- EvanTell reserves a portion of prior years' excess revenues (operating surplus) in a board-designated liquidity reserve fund.
- EvanTell also has an available line of credit that may be drawn upon, as discussed further in the Line of Credit disclosure.
- EvanTell is highly dependent on recurring contributions from its supporters and donors which have remained relatively consistent year-to-year.
- If liquidity becomes a concern, EvanTell may elect to decrease its program budget in order to eliminate excess spending.

EvanTell's financial assets at June 30 are quantified as follows:

	2021	2020
Current assets	\$ 1,243,460	\$ 822,101
Less: non-liquid assets, inventory and prepaid expenses	(69,377)	(67,258)
Less: those unavailable for general expenditures within one year, due to		
Internally designated:		
Liquidity reserve	(100,000)	(100,000)
Donor-imposed restrictions or contractual requirements:		
Donor restrictions	(144,398)	(74,650)
Financial assets available to meet cash needs for general expenditures	\$ 929,685	\$ 580,193

Note 10, Subsequent Events

EvanTell has evaluated subsequent events through the date of the independent auditor's report on page two, which is the date the financial statements were available to be issued.