

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**

**FINANCIAL STATEMENTS**

June 30, 2019 and 2018

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
The Arab-American Family Support Center, Inc.  
Brooklyn, New York

We have audited the accompanying financial statements of The Arab-American Family Support Center, Inc., which comprise the statements of financial position as of June 30, 2019 and 2018, 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 audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 The Arab-American Family Support Center, Inc. as of June 30, 2019 and 2018, 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.

**Adoption of New Accounting Pronouncement**

As discussed in Note 1 to the financial statements, The Arab-American Family Support Center, Inc. adopted the Financial Accounting Standards Board's Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*, as of and for the year ended June 30, 2019. The requirements of the update have been applied retrospectively to all periods presented. Our opinion is not modified with respect to this matter.

*Wegner CPAs LLP*

Wegner CPAs, LLP  
New York, New York  
January 27, 2020

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
June 30, 2019 and 2018

	2019	2018
<b>ASSETS</b>		
Cash	\$ 1,204,122	\$ 1,347,058
Grants receivable	1,231,704	672,801
Promises to give	373,963	235,400
Security deposit	14,140	14,140
Furniture and equipment, net	5,619	4,595
<b>Total assets</b>	<b>\$ 2,829,548</b>	<b>\$ 2,273,994</b>
<b>LIABILITIES</b>		
Accounts payable	\$ 59,142	\$ 66,743
Accrued payroll	75,424	188,623
Retirement payable	17,753	37,554
<b>Total liabilities</b>	<b>152,319</b>	<b>292,920</b>
<b>NET ASSETS</b>		
Without donor restrictions	2,031,396	1,459,824
With donor restrictions	645,833	521,250
<b>Total net assets</b>	<b>2,677,229</b>	<b>1,981,074</b>
<b>Total liabilities and net assets</b>	<b>\$ 2,829,548</b>	<b>\$ 2,273,994</b>

See accompanying notes.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES</b>			
Government grants	\$ 4,259,502	\$ -	\$ 4,259,502
Foundation grants and support	292,593	942,500	1,235,093
Contributions	30,774	-	30,774
Interest income	48	-	48
Net assets released from restrictions			
Satisfaction of purpose restrictions	757,917	(757,917)	-
Satisfaction of time restrictions	60,000	(60,000)	-
<b>Total revenues</b>	<b>5,400,834</b>	<b>124,583</b>	<b>5,525,417</b>
<b>EXPENSES</b>			
Program services			
Family & children preventative services	2,681,939	-	2,681,939
Anti-violence & prevention	385,841	-	385,841
Youth & education	551,800	-	551,800
Other	189,158	-	189,158
<b>Total program services</b>	<b>3,808,738</b>	<b>-</b>	<b>3,808,738</b>
Supporting activities			
Management and general	742,022	-	742,022
Fundraising	278,502	-	278,502
<b>Total expenses</b>	<b>4,829,262</b>	<b>-</b>	<b>4,829,262</b>
<b>Change in net assets</b>	<b>571,572</b>	<b>124,583</b>	<b>696,155</b>
Net assets at beginning of year	1,459,824	521,250	1,981,074
<b>Net assets at end of year</b>	<b>\$ 2,031,396</b>	<b>\$ 645,833</b>	<b>\$ 2,677,229</b>

See accompanying notes.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES</b>			
Government grants	\$ 3,257,967	\$ -	\$ 3,257,967
Foundation grants and support	820,314	521,250	1,341,564
Contributions	48,583	-	48,583
Program fees and other revenues	15,201	-	15,201
Interest income	40	-	40
	<u>4,142,105</u>	<u>521,250</u>	<u>4,663,355</u>
Total revenues	4,142,105	521,250	4,663,355
<b>EXPENSES</b>			
Program services			
Family & children preventative services	2,173,560	-	2,173,560
Anti-violence & prevention	326,101	-	326,101
Youth & education	450,152	-	450,152
Other	144,624	-	144,624
	<u>3,094,437</u>	<u>-</u>	<u>3,094,437</u>
Total program services	3,094,437	-	3,094,437
Supporting activities			
Management and general	310,161	-	310,161
Fundraising	256,116	-	256,116
	<u>3,660,714</u>	<u>-</u>	<u>3,660,714</u>
Total expenses	3,660,714	-	3,660,714
<b>Change in net assets</b>	481,391	521,250	1,002,641
Net assets at beginning of year	<u>978,433</u>	<u>-</u>	<u>978,433</u>
<b>Net assets at end of year</b>	<u>\$ 1,459,824</u>	<u>\$ 521,250</u>	<u>\$ 1,981,074</u>

See accompanying notes.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year Ended June 30, 2019

	Family & Children Preventive Services Programs	Anti-Violence & Prevention Programs	Youth & Education Programs	Other Programs	Management and General	Fundraising	Total
Personnel	\$ 1,822,963	\$ 266,484	\$ 389,723	\$ 128,847	\$ 429,289	\$ 167,133	\$ 3,204,439
Payroll taxes	155,182	22,780	33,315	11,664	36,697	14,286	273,924
Employee benefits	185,255	27,194	39,771	13,925	43,808	17,056	327,009
Pension plan	18,177	2,668	3,902	1,366	4,298	1,675	32,086
Occupancy	164,513	21,935	21,935	10,968	33,548	5,160	258,059
Utilities	22,328	2,977	2,977	1,489	4,553	700	35,024
Storage and repair and maintenance	-	-	-	-	31,326	-	31,326
Insurance	19,026	2,537	2,537	1,268	4,477	-	29,845
Office expenses	60,431	8,058	8,058	4,028	13,064	3,318	96,957
Postage	801	107	107	53	185	65	1,318
Advertising	27,844	3,712	3,712	1,856	6,417	2,292	45,833
Telephone and internet	30,112	4,015	4,015	2,007	6,140	945	47,234
Stipends	-	-	5,245	-	-	-	5,245
Travel	20,872	2,783	2,783	1,391	-	-	27,829
Client service	23,677	3,157	3,157	1,578	-	-	31,569
Staff development	10,698	1,426	1,426	714	-	-	14,264
Equipment lease	13,462	1,795	1,795	897	3,168	-	21,117
Subscriptions and dues	29,821	3,976	3,976	1,988	6,872	2,455	49,088
Accounting and audit	-	-	-	-	97,400	-	97,400
Legal	-	-	13,129	-	-	-	13,129
Payroll service	-	-	-	-	12,167	-	12,167
Consultants	49,064	6,542	6,542	3,271	7,269	-	72,688
External affairs	-	-	-	-	-	63,300	63,300
Participant expenses	9,442	1,259	1,259	629	-	-	12,589
Conferences	16,868	2,249	2,249	1,125	-	-	22,491
Depreciation	-	-	-	-	1,021	-	1,021
Miscellaneous	1,403	187	187	94	323	117	2,311
<b>Total expenses</b>	<b>\$ 2,681,939</b>	<b>\$ 385,841</b>	<b>\$ 551,800</b>	<b>\$ 189,158</b>	<b>\$ 742,022</b>	<b>\$ 278,502</b>	<b>\$ 4,829,262</b>

See accompanying notes.



**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year Ended June 30, 2018

	Family & Children Preventive Services Programs	Anti-Violence & Prevention Programs	Youth & Education Programs	Other Programs	Management and General	Fundraising	Total
Personnel	\$ 1,438,899	\$ 222,401	\$ 311,927	\$ 95,691	\$ 131,356	\$ 162,737	\$ 2,363,011
Payroll taxes	124,769	19,285	27,047	8,297	11,390	14,111	204,899
Employee benefits	127,737	19,744	27,691	8,495	11,661	14,447	209,775
Pension plan	18,037	2,788	3,910	1,200	1,647	2,040	29,622
Occupancy	161,765	21,569	21,569	10,784	32,988	5,075	253,750
Utilities	20,891	2,785	2,785	1,393	4,915	-	32,769
Storage and repair and maintenance	21,627	2,884	2,884	1,442	5,089	-	33,926
Insurance	17,630	2,351	2,351	1,175	4,148	-	27,655
Office expenses	32,341	4,312	4,312	2,156	7,609	-	50,730
Postage	2,369	316	316	158	557	-	3,716
Advertising	4,190	558	558	279	985	-	6,570
Telephone and internet	18,180	2,424	2,424	1,212	3,707	570	28,517
Stipends	-	-	17,694	-	-	-	17,694
Travel	16,613	2,215	2,215	1,108	-	-	22,151
Client service	23,676	3,157	3,157	1,578	-	-	31,568
Staff development	19,775	2,637	2,637	1,318	-	-	26,367
Equipment lease	10,655	1,421	1,421	710	2,507	-	16,714
Subscriptions and dues	28,244	3,766	3,766	1,883	5,760	886	44,305
Accounting and audit	-	-	-	-	77,580	-	77,580
Payroll service	4,270	569	569	285	1,005	-	6,698
Consultants	38,679	5,157	5,157	2,579	5,730	-	57,302
External affairs	-	-	-	-	-	56,250	56,250
Participant expenses	16,371	2,183	2,183	1,091	-	-	21,828
Conferences	22,526	3,004	3,004	1,502	-	-	30,036
Depreciation	-	-	-	-	511	-	511
Miscellaneous	4,316	575	575	288	1,016	-	6,770
<b>Total expenses</b>	<b>\$ 2,173,560</b>	<b>\$ 326,101</b>	<b>\$ 450,152</b>	<b>\$ 144,624</b>	<b>\$ 310,161</b>	<b>\$ 256,116</b>	<b>\$ 3,660,714</b>

See accompanying notes.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**STATEMENTS OF CASH FLOWS**  
Years Ended June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 696,155	\$ 1,002,641
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Depreciation	1,021	511
(Increase) decrease in assets		
Grants receivable	(558,903)	3,169
Promises to give	(138,563)	(235,400)
Increase (decrease) in liabilities		
Accounts payable	(7,601)	25,642
Accrued payroll	(113,199)	144,068
Retirement payable	(19,801)	11,801
<b>Net cash flows from operating activities</b>	<u>(140,891)</u>	<u>952,432</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of equipment	<u>(2,045)</u>	<u>(5,106)</u>
Change in cash	(142,936)	947,326
Cash at beginning of year	<u>1,347,058</u>	<u>399,732</u>
<b>Cash at end of year</b>	<u><u>\$ 1,204,122</u></u>	<u><u>\$ 1,347,058</u></u>

See accompanying notes.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2018 and 2019

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The Arab-American Family Support Center, Inc. (AAFSC) is a not-for-profit community based organization dedicated to providing an array of prevention and support services for Arab-American individuals, children and families throughout New York City.

Programs include family and children preventive services, anti-violence programs targeting marital conflict, child abuse, domestic violence, related education, literacy, health and disaster relief programs. Additional resources include newsletters and classes, counseling services, mental health and other health and safety prevention, support group activities, community outreach and cultural programs, immigration issues, and coalition building and advocacy on behalf of the Arab-American community and immigrant communities throughout New York City.

Funding consists primarily of Federal and Federal pass-through, State, Local and affiliated organization government grants.

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Grants Receivable**

AAFSC considers all grants receivable to be fully collectible. Accordingly, no allowance for doubtful accounts is presented. If accounts become uncollectible, they will be charged to operations when that determination is made. At June 30, 2019 and 2018, all receivables are collectible in less than one year.

**Government Grants**

Certain programs of AAFSC are funded in part by grants with various government agencies. Revenue from these grants is included with government grants in the statements of activities and is based upon the actual cost of providing services up to the maximum amount specified in the grants. Costs are allocated to these grants in accordance with established procedures and are subject to audit by various government agencies. No determination has been made regarding the effect, if any, such audits could have on the financial statements.

**Promises to Give**

Conditional promises to give are not recognized in the financial statements until conditions are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows, if the discount is material to the financial statements. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due dates. All promises to give at June 30, 2019 and 2018 are due within one year.

**Estimates**

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could differ from those estimates.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2018 and 2019

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NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Contributions**

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

**Furniture and Equipment**

Furniture and equipment is carried at cost or, if donated, at the estimated fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets or related lease terms. The cost of repairs and maintenance are charged against operations as incurred.

**Expense Allocation**

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, payroll taxes, employee benefits, and pension plan expense, which are allocated on the basis of estimates of time and effort. The following program services are included in the accompanying financial statements:

*Family & Children Preventive Services Program* – AAFSC is contracted by the NYC Administration for Children’s Services to provide early intervention, counseling, parenting classes, and referrals with a strengths-based approach to help families build happy, healthy homes.

*Anti-Violence & Prevention Programs* – AAFSC empowers survivors of domestic violence, dating violence, sexual assault, stalking, and all forms of gender-based violence through crisis intervention, individual counseling, safety planning, and referrals. We work with young adults on building healthy relationship habits. We also conduct community outreach and cultural competency trainings for external agencies and service providers.

*Youth & Education Program* – AAFSC offers academic tutoring, leadership development, college and career readiness, individual mental health counseling, and arts enrichment to develop young adults’ skills and self-reliance and help them succeed.

*Other Programs* – AAFSC has a range of additional wrap-around, two-generational programs to support families. Through our Legal Services, we provide free immigration-based legal services to reunite families and offer know-your-rights trainings. Through our Adult Education and Literacy Program, we provide English Language and Civics courses, citizenship prep, job readiness support, and civic engagement opportunities. Through our Caregiver-Child Bonding Circles, we promote socio-emotional development for babies and their parents after experiencing trauma. We promote well-being through health insurance and SNAP enrollment and individual mental health counseling. Through our Reclaiming our Health Initiative, AAFSC is reducing mental health stigma and increasing access to care, engaging traditional and non-traditional stakeholders.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2018 and 2019

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NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Adoption of New Accounting Pronouncement**

AAFSC adopted the Financial Accounting Standards Board’s Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*, as of and for the year ended June 30, 2019. This update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The changes required by the update have been applied retrospectively to all periods presented. A key change required by the update are the net asset classes used in these financial statements. Amounts previously reported as unrestricted net assets are now reported as net assets without donor restrictions and amounts previously reported as temporarily restricted net assets and permanently restricted net assets, if applicable, are now reported as net assets with donor restrictions.

**Reclassifications**

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

**Income Tax Status**

AAFSC is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, AAFSC 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).

**Date of Management’s Review**

Management has evaluated subsequent events through January 27, 2020, the date which the financial statements were available to be issued.

NOTE 2—FURNITURE AND EQUIPMENT

Furniture and equipment at June 30, 2019 and 2018 consisted of the following:

	2019	2018
Equipment and software	\$ 13,290	\$ 42,929
Furniture and fixtures	4,299	4,299
Less: accumulated depreciation	(11,970)	(42,633)
Furniture and equipment, net	\$ 5,619	\$ 4,595

NOTE 3—LEASES

AAFSC leases its primary program and administrative office space in Brooklyn, New York. The current lease is for a ten year period ending April 30, 2020. Rental payments are due monthly and adjusted annually for cost escalations.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
 June 30, 2018 and 2019

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NOTE 3—LEASES (continued)

During the end of the year ended June 30, 2013, AAFSC received an addition to its primary City of New York's Agency - Administration for Children's Services (ACS) funded agreement to operate a companion program in Queens, New York. AAFSC entered into a five year lease agreement in October 2012 for the Queens Program office. Rental payments are due monthly. The lease expires in September 2022.

AAFSC leases certain office equipment for use in the performance of government and non-government sponsored grants. Equipment is leased under restrictive funding provisions of the projects. Leased equipment is required to be utilized in the performance of the contract or after its completion a subsequent affiliated program. The leased equipment costs are expensed when incurred under grant provisions and no depreciation is recorded thereon.

Future minimum obligations under the leases for the years ending June 30 are as follows:

2020	\$	236,133
2021		111,789
2022		113,182
2023		<u>28,366</u>
 Total	 \$	 <u><u>489,470</u></u>

Rent expense for the years ended June 30, 2019 and 2018 was \$258,059 and \$253,750.

NOTE 4—RETIREMENT PLAN

AAFSC has established a qualified deferred compensation plan. Substantially all employees who meet certain conditions, primarily one year of full time service, are eligible to participate. AAFSC is not required to make employer contributions under the plan agreement. AAFSC's employer contribution component, which had been discontinued since March 16, 2010, was reactivated by Board action for the fiscal year ended June 30, 2014. The Board voted to re-establish a 3% employer contribution for qualified employees. A total employer contribution of \$32,086 and \$29,622 was recorded for the years ended June 30, 2019 and 2018.

NOTE 5—ECONOMIC DEPENDENCY

AAFSC receives approximately 55% and 50% of its support and revenue from the New York City Administration for Children's Services (ACS) for the years ended June 30, 2019 and 2018.

AAFSC's funding is primarily funded under a prevention services agreement from the City of New York's Agency-Administration for Children's Services (ACS). The master operating agreement provides funding commitment for the five year period July 1, 2015 through June 30, 2020.

In September 2012, the ACS entered into an agreement to expand AAFSC's operations to take over and operate a program similar to its Brooklyn operation, but based in Queens, New York. The final agreement amended the original five year master agreement with funding for separate Brooklyn and Queens commitments. The renewed agreement commencing July 1, 2015 consolidated the commitments into one agreement totaling \$2,328,247 for the fiscal year ended June 30, 2018.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2018 and 2019

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**NOTE 6—CONTINGENCIES**

Substantially all government and foundation grants are subject to financial and compliance audits by the grantor. Disallowances, if any, as a result of these audits may become liabilities of AAFSC. Management believes that no material disallowance will result from audits by grantors.

**NOTE 7—NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions at June 30, 2019 and 2018, are available for the following purposes or periods:

	2019	2018
Youth program	\$ 125,000	\$ 200,000
Behavioral specialist	50,000	150,000
Time restriction	15,000	60,000
CPIC intervention	-	45,833
Other	-	41,667
Victims of hate crime and discrimination	-	18,750
Equipment purchases	-	5,000
Mental health initiative	220,000	-
Trama informed services	125,000	-
Professional development	5,000	-
Project resilience	25,000	-
Strengthening families initiative	17,500	-
Legal services	13,750	-
Academic and emotional support	49,583	-
	\$ 645,833	\$ 521,250

**NOTE 8—CONCENTRATIONS OF CREDIT RISK**

AAFSC maintains cash balances at a financial institution located in New York. The accounts at the institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At June 30, 2019 and 2018, AAFSC's uninsured cash balances total approximately \$1,052,000 and \$1,143,000.

**NOTE 9—CONDITIONAL PROMISES TO GIVE**

During 2019, AAFSC received restricted grants totaling approximately \$96,000 that contained donor conditions. Since these grants are promises, conditioned on future uncertain events, they are not recorded as contribution revenue until donor conditions are met.

**THE ARAB-AMERICAN FAMILY SUPPORT CENTER, INC.**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2018 and 2019

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NOTE 10—LIQUIDITY AND AVAILABILITY

The following represents AAFSC's financial assets as of the date of the statement of financial position, reduced by amounts not available for general expenditures within one year because of contractual or donor-imposed restrictions.

Cash	\$ 1,204,122
Grants receivable	1,231,704
Promises to give	<u>373,963</u>
Financial assets, at year-end	2,809,789
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	
Restricted by donor with time and purpose restrictions	<u>(645,833)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,163,956</u>

As part of AAFSC's liquidity management, it has a policy to structure its financial assets to be available for its general expenditures, liabilities, and other obligations that come due.