
GARDEN OF HOPE, INC.

**Financial Statements
for the Year Ended December 31, 2019
and Independent Auditors' Report**

GARDEN OF HOPE, INC.

FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019 (WITH COMPARATIVE TOTALS FOR 2018)

CONTENTS	Page
INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS:	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
NOTES TO FINANCIAL STATEMENTS	7 - 14



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Garden of Hope, Inc.

We have audited the accompanying financial statements of the Garden of Hope, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities, functional expenses and cash flows for the year 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 Garden of Hope, Inc. as of December 31, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Garden of Hope, Inc.'s 2018 financial statements, and our report dated November 11, 2019, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented as of and for the year ended December 31, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Wei Wei & Co. LLP

Flushing, New York
November 2, 2020

GARDEN OF HOPE, INC.

STATEMENT OF FINANCIAL POSITION DECEMBER 31, 2019 (WITH COMPARATIVE TOTALS FOR 2018)

ASSETS	2019	2018
Current assets:		
Cash and cash equivalents (<i>Note 2</i>)	\$ 279,130	\$ 596,260
Grants receivable (<i>Note 2</i>)	444,946	31,900
Prepaid expenses	1,310	7,259
Total current assets	725,386	635,419
Investments (<i>Notes 2 and 4</i>)	24,530	17,239
Property and equipment, net (<i>Notes 2 and 3</i>)	414,399	428,030
Other Assets:		
Security deposit	1,300	1,300
TOTAL ASSETS	\$ 1,165,615	\$ 1,081,988
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	\$ 20,453	\$ 75,165
Long-term Liabilities:		
Loan payable (<i>Note 6</i>)	-	55,000
TOTAL LIABILITIES	20,453	130,165
Net assets:		
Without donor restrictions (<i>Note 2</i>)	1,145,162	951,823
TOTAL NET ASSETS	1,145,162	951,823
TOTAL LIABILITIES AND NET ASSETS	\$ 1,165,615	\$ 1,081,988

See accompanying notes to financial statements.

GARDEN OF HOPE, INC.**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

SUPPORT AND REVENUE:	Without Donor Restrictions	With Donor Restrictions	2019	2018
Contributions and grants	\$ 284,609	\$ -	\$ 284,609	\$ 284,199
Government grants	822,893	-	822,893	506,803
Special event revenue (net of direct expenses of \$50,693)	251,875	-	251,875	247,919
Interest and other income	1,200	-	1,200	1,309
TOTAL PUBLIC SUPPORT AND REVENUE	1,360,577	-	1,360,577	1,040,230
EXPENSES:				
Program services:				
Community education/outreach	48,959	-	48,959	41,528
Adult services	636,571	-	636,571	468,305
Children services	123,835	-	123,835	88,751
Safe house services	247,745	-	247,745	238,528
Total program expenses	1,057,111	-	1,057,111	837,112
Supporting services:				
Management and general	89,253	-	89,253	91,487
Fund-raising	28,165	-	28,165	20,359
Total supporting expenses	117,418	-	117,418	111,846
TOTAL EXPENSES	1,174,529	-	1,174,529	948,958
CHANGE IN NET ASSETS BEFORE OTHER CHANGES	186,048	-	186,048	91,272
Investment gain (loss)	7,291	-	7,291	(1,619)
CHANGE IN NET ASSETS	193,339	-	193,339	89,653
NET ASSETS - BEGINNING OF YEAR	951,823	-	951,823	862,170
NET ASSETS - END OF YEAR	\$ 1,145,162	\$ -	\$ 1,145,162	\$ 951,823

See accompanying notes to financial statements.

GARDEN OF HOPE, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2019 (WITH COMPARATIVE TOTALS FOR 2018)**

	PROGRAM SERVICES				SUPPORTING SERVICES			2019	2018
	COMMUNITY EDUCATION/ OUTREACH	ADULT SERVICES	CHILDREN SERVICES	SAFE HOUSE	TOTAL PROGRAMS	MANAGEMENT AND GENERAL	FUND- RAISING		
PERSONNEL EXPENSES:									
Salary expense	\$ 27,303	\$ 277,498	\$ 43,477	\$ 99,562	\$ 447,839	\$ 24,559	\$ 8,186	\$ 480,584	\$ 509,833
Payroll taxes	10,682	93,104	17,012	38,957	159,755	9,609	3,208	172,573	37,190
Employee benefits	7,386	64,370	11,761	26,935	110,453	6,644	2,214	119,311	66,710
TOTAL PERSONNEL EXPENSES:	45,372	434,973	72,250	165,453	718,048	40,812	13,609	772,468	613,733
OPERATING EXPENSES:									
Advertising and promotion	589	6,551	2,322	2,322	11,785	-	-	11,785	12,544
Bank service charges	-	-	-	-	-	589	-	589	927
Dues and subscriptions	-	1,500	500	-	2,000	1,383	-	3,383	4,201
Designated education training	-	1,699	-	-	1,699	-	-	1,699	3,375
Food and meals	246	22,649	2,719	10,841	36,456	542	-	36,998	13,202
Financial assistance for clients	-	50,320	-	-	50,320	-	-	50,320	44,688
Insurance	-	2,281	514	1,829	4,625	514	-	5,139	3,806
Professional services and contractors	1,053	36,641	5,245	6,331	49,270	12,017	3,500	64,787	52,347
Materials and supplies	1,118	9,703	5,369	5,098	21,289	925	3,027	25,241	27,681
License and permit	-	2,500	500	-	3,000	597	-	3,597	-
Summer camp and outside services	-	-	16,001	-	16,001	-	-	16,001	7,934
Repairs and maintenance	-	1,500	500	1,721	3,721	439	-	4,160	11,987
Occupancy	334	33,655	13,156	35,523	82,669	5,156	-	87,825	73,495
Office expenses	-	-	-	-	-	1,757	-	1,757	6,687
Information technology	-	15,500	500	-	16,000	4,461	-	20,461	19,105
Printing	-	3,200	1,200	-	4,400	1,126	-	5,526	2,130
Telephone	247	6,184	515	1,689	8,635	683	-	9,318	10,570
Travel and transportation for clients	-	7,715	2,543	8,669	18,927	-	-	18,927	15,003
Utilities	-	-	-	8,268	8,268	-	-	8,268	8,169
Miscellaneous expenses	-	-	-	-	-	-	8,029	8,029	-
TOTAL OPERATING EXPENSES	3,588	201,599	51,585	82,292	339,064	30,190	14,556	383,810	317,851
TOTAL EXPENSES BEFORE DEPRECIATION	48,959	636,571	123,835	247,745	1,057,111	71,002	28,165	1,156,278	931,584
DEPRECIATION	-	-	-	-	-	18,251	-	18,251	17,374
TOTAL EXPENSES	\$ 48,959	\$ 636,571	\$ 123,835	\$ 247,745	\$ 1,057,111	\$ 89,253	\$ 28,165	\$ 1,174,529	\$ 948,958

See accompanying notes to financial statements.

GARDEN OF HOPE, INC.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2019 (WITH COMPARATIVE TOTALS FOR 2018)

CASH FLOWS FROM OPERATING ACTIVITIES:	2019	2018
Change in net assets	\$ 193,339	\$ 89,653
Adjustment to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	18,251	17,374
Unrealized (gain) and loss on investments	(7,291)	1,619
Donated investments	-	(9,918)
Changes in operating assets and liabilities:		
(Increase) decrease in grants receivable	(413,046)	101,415
Decrease (Increase) in prepaid expenses	5,949	(1,357)
(Decrease) increase in accounts payable	(54,712)	30,341
Net cash (used in) provided by operating activities	(257,510)	229,127
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property and equipment	(4,620)	-
Net cash (used in) investing activities	(4,620)	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayments of loan payable	(55,000)	(63,500)
Net cash (used in) financing activities	(55,000)	(63,500)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(317,130)	165,627
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	596,260	430,633
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 279,130	\$ 596,260

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:

Cash paid for interest	\$	-	\$	-
Cash paid for income taxes	\$	-	\$	-

See accompanying notes to financial statements.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

1. NATURE OF ORGANIZATION

The Garden of Hope, Inc. (the "Organization") was organized under section 402 of the Not-for-Profit Corporation Law of the State of New York on October 20, 2003.

The primary purpose of the Organization is to serve, care, and rebuild the lives of victims of domestic violence, sexual assault, and human trafficking. In addition to public education and outreach, the Organization provides services to women, youth, and children, through a toll-free hotline, culturally relevant crisis intervention, shelter, counseling, support groups, advocacy, case management, vocational training, summer camp for children, and parenting courses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

The accompanying financial statements have been prepared on an accrual basis in accordance with accounting principle generally accepted in the United States of America ("US GAAP").

Basis of presentation

The financial statements of Garden of Hope, Inc. have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require Garden of Hope, Inc. to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities. The Organization currently has no net assets with donor restrictions.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and cash equivalents

For the purposes of the statement of cash flows, the Organization considers all demand deposits and money market funds with original maturities of three months or less to be cash equivalents.

Grants

Revenue from grants and contracts is recognized as revenue when expenditures are incurred for such grant purposes. Cash received in excess of expenditures incurred is recorded as refundable contractual advances and are recognized as revenue in the period the expenditure is incurred. Any unspent amounts might be returned to the granting agency or the granting agency can approve that those amounts be applied to a future grant period.

Grants receivable

On a periodic basis, the Organization evaluates receivable balances and establishes an allowance for doubtful accounts, when necessary, based on the history of past write-offs, the age of the receivable, collections and current economic conditions. Grants receivable are written off against the allowance for doubtful accounts when all reasonable collection efforts have been exhausted. The Organization considers grants receivable at December 31, 2019 to be fully collectible and, accordingly, no allowance for doubtful accounts has been recorded.

Contributed services

The Organization receives donated services and materials from unpaid volunteers who assist in fund-raising and running of the Organization's activities and events. No amounts have been recognized in the statement of activities since the criteria for recognition under FASB ASC 958-606, *Revenue Recognition*, have not been satisfied.

Revenue recognition

Public donations are reported at estimated net realizable amounts from public and corporate donors and program services.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition (continued)

The Organization follows U.S. GAAP guidance on accounting for contributions received and contributions made. Accordingly, contributed assets are recorded at fair value at date of donation. Services are recognized as revenue and assets or expenses at fair value if those services: (i) create or enhance nonfinancial assets; (ii) would typically need to be purchased by the Organization if they had not been provided by contribution; (iii) require specialized skills and are provided by individuals with those skills.

Advertising costs

Advertising costs are expensed as incurred and are included in advertising expense in the accompanying statement of functional expenses. For the year ended December 31, 2019, the Organization had \$11,785 of advertising expenses.

Property and equipment

Property and equipment are stated at cost. Donated assets are stated at the estimated fair value at the date of receipt. Expenditures that substantially increase estimated useful lives are capitalized. Maintenance and repairs are expensed as incurred. The Organization capitalizes additions and improvements in excess of \$1,000. Depreciation is computed using the straight-line method over estimated useful lives of five years to seven years for equipment, furniture and fixtures, and 27.5 years for buildings. When assets are retired or otherwise disposed of, their cost and related accumulated depreciation are removed from the accounts and the resulting gain or loss is included in operations.

Income tax status

The Organization is exempt from income tax under Internal Revenue Code section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code section. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The entity has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income tax status (continued)

The Organization follows the provisions of FASB ASC 740-10-25. The provisions prescribe a recognition threshold and measurement attribute for the recognition and measurement of tax positions taken or expected to be taken in income tax returns and require that uncertain tax positions are evaluated in a two-step process. As of December 31, 2019, the Organization does not have a liability for any unrecognized tax benefits. It is not anticipated that unrecognized tax benefits would significantly increase or decrease within 12 months of the reporting date.

The Organization has filed for and received income tax exemptions in the jurisdictions where it is required to do so. Additionally, the Organization has filed Internal Revenue Service Form 990, Return of Organization Exempt from Income Tax, as required. Currently, the 2016, 2017, and 2018 tax years are open and subject to examination by the taxing authorities. However, the Organization is not currently under audit nor has the Organization been contacted by any of the taxing authorities.

Functional allocation of expenses

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated included occupancy, which is allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, advertising and promotion, food and meals, professional services, material and supplies, and telephone, which are allocated on the basis of estimates of time and effort.

Use of estimates

The preparation of financial statements in accordance 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.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurements

FASB 820, *Fair Value Measurements and Disclosures*, defines fair value as the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability. The fair value should be calculated based on assumptions that market participants would use in pricing the asset or liability, not on assumptions specific to the entity.

FASB ASC 820 specifies a hierarchy of valuation techniques based upon whether the inputs to those valuation techniques reflect assumptions other market participants would use based upon market data obtained from independent sources (observable inputs). In accordance with FASB ASC 820, the following summarizes the fair value hierarchy:

- Level 1 Inputs - Unadjusted quoted market prices for identical assets and liabilities in an active market that the Organization has the ability to access.
- Level 2 Inputs - Inputs other than the quoted prices in level 1 that are observable either directly or indirectly.
- Level 3 Inputs - Inputs based on prices or valuation techniques that are both unobservable and significant to the overall fair value measurements.

FASB ASC 820 requires the use of observable market data, when available, in making fair value measurements. When inputs used to measure fair value fall within different levels of the hierarchy, the level within which the fair value measurement is categorized is based on the lowest level input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

As of December 31, 2019, other than investments, none of the assets and liabilities was required to be reported at fair value on a recurring basis. Carrying values of non-derivative financial instruments, including grants receivable, prepaid expenses, accounts payable and accrued expenses, investments, approximated their fair values due to the short-term nature of these financial instruments. There were no changes in methods or assumptions during the year ended December 31, 2019.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments

Investments in equity securities with readily determinable fair values are reported at their fair value based on quoted market prices in the statements of financial position. The Organization follows FASB ASC 958, *Accounting for Certain Investments Held by Not-for-Profit Organizations*. In accordance with this standard, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Realized and unrealized gains and losses are included in investment returns including investment fees in the statements of activities.

A decline in the market value of an investment security below its cost that is designated to be other than temporary is recognized through an impairment charge. That impairment charge would be included in the statements of activities and a new cost basis would be established. For the year ended December 31, 2019, the Organization did not record any impairment charges in the statement of activities.

The Organization records realized gains and losses on the trade date and changes in unrealized gains and losses recognized in the statement of activities as of the statement of financial position date. Other types of income that the Organization will continue to report in its statement of activities will be investment income such as interest and dividends, which are recognized on an accrual basis.

Comparative financial information

The financial statements include certain prior year summarized comparative information. With respect to the statements of activities and functional expenses, the prior year information is presented in total, not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

3. PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2019 consists of the following:

Land	\$ 92,760
Building	310,545
Furniture and fixtures	15,065
Office equipment	22,359
Building improvements	46,158
	<hr/> 486,887
Less, accumulated depreciation	(72,488)
Property and equipment, net	<hr/> \$ 414,399

Depreciation expense for the year ended December 31, 2019 was \$18,251.

4. INVESTMENTS

Financial assets have been valued using the fair value hierarchy as of December 31, 2019. All assets have been value using a market approach. There have been no changes in valuation techniques and related inputs.

Investments, measured fair value, at December 31, 2019 consist of the following:

	Level 1	Level 2	Level 3	Total
Equities	\$ 24,530	\$ -	\$ -	\$ 24,530

Investment transactions for the year ended December 31, 2019 are summarized as follows:

Beginning balance	\$ 17,239
Unrealized gain	7,291
Ending balance	<hr/> \$ 24,530

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

5. AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at December 31, 2019:

Cash and cash equivalents	\$ 279,130
Grants receivables	444,946
Investments	24,530

Financial assets available to meet general expenditures over the next twelve months	\$ 748,606
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The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses.

6. LEASE COMMITMENT

The Organization has entered into a one-year noncancelable lease for its office which has been renewed through December 31, 2019 and will expire at December 31, 2020. The lease provides for monthly payments of \$3,500. For the year ended December 31, 2019, occupancy expense amounted to \$42,000.

The Organization rents a space for program use starting from April 2019 to May 2020. The lease provides for monthly payments of \$500. For the year ended December 31, 2019, occupancy expenses amounted to \$6,000.

The Organization also rents a shelter which has been renewed through December 31, 2019, and will expire at December 31, 2024. The lease provides for monthly payments of \$3,000. For the year ended December 31, 2019, occupancy expense amounted to \$36,000.

Future minimum rental commitments under the leases are as follows:

Year Ending	
December 31, 2020	\$ 78,000
December 31, 2021	36,000
December 31, 2022	36,000
December 31, 2023	36,000
December 31, 2024	36,000

Total	\$ 222,000
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GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

7. CONCENTRATION OF CREDIT RISK

The Organization maintains its cash at Amerasia Bank, Cathay Bank, and Chase Bank. The Federal Deposit Insurance Corporation (“FDIC”) covers \$250,000 for substantially all depository accounts at each bank. The amount in excess of FDIC insurance at December 31, 2019 was approximately \$29,000. The Organization performs ongoing evaluations of the commercial banks to limit its concentration of credit risk.

8. CONTINGENCY

The Organization participates in a government program. The program requires that the Organization comply with certain requirements of laws, regulations, contracts, and agreements applicable to the program in which it participates. All funds expended in connection with government grants are subject to audit by the government agencies. While the ultimate liability, if any, from such audits by government agencies is presently not determinable, it should not, in the opinion of the management, have a material effect on the financial position or results of operations. Accordingly, no provision for any such liability that may result has been made in the accompanying financial statements.

9. SUBSEQUENT EVENTS

The Organization’s management has performed subsequent events procedures through November 2, 2020, which is the date the financial statements were available to be issued. There were no subsequent events requiring adjustment to or disclosure in the financial statements except as stated herein and as follows.

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. Furthermore, on March 21, 2020, New York Governor Andrew Cuomo issued an Executive Order entitled “New York State on PAUSE” (Policy that Assures Uniform Safety for Everyone) (the “Order”), pursuant to which, all non-essential employees (as defined by the State) must stay at home starting March 22, 2020. Beginning on March 15, 2020, prior to this order, the Organization announced the remote services to protect its employees and the families and communities it serves.

GARDEN OF HOPE, INC.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

9. SUBSEQUENT EVENTS (continued)

The Organization is an essential service provider in the DOVE network, providing language specific and culturally appropriate services to vulnerable families and victims of gender-based violence in the Chinese immigrant community. As the COVID-19 crisis evolved, the Organization remained steadfast in its mission to ensure that vulnerable populations have access to necessary resources and emotional support. The Organization has also been distributing emergency food, care kits, and face masks to its clients. The Organization reopened its office on July 7, 2020, keeping at the forefront of its minds the health and safety of the clients and the staff. The Organization is currently operating effectively as of the date of this report.

On April 15, 2020, the Organization received loan proceeds in the amount of \$137,500 under the Paycheck Protection Program (“PPP”). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”), provides for loans to qualifying business. The PPP loan and its accrued interest are forgivable as long as the borrower uses the loan proceeds for eligible purposes including payroll, benefits, rent and utilities and maintains its payroll levels. The unforgiven portion of the loan, if any, is payable over five years at an interest rate of 1%. The Company believes that its use of the loan proceeds will meet the conditions for forgiveness of the loan.