

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

FINANCIAL STATEMENTS

YEARS ENDED
SEPTEMBER 30, 2021 AND 2020

ANTHONY BONENFANT & CO.
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Variety - the Children's Charity of
Southern California - Tent 25

Opinion

We have audited the accompanying financial statements of Variety - The Children's Charity of Southern California - Tent 25 - a non-profit organization (the Charity), which comprise the statements of financial position as of September 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 Variety - The Children's Charity of Southern California - Tent 25 as of September 30, 2021 and 2020, 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.

Basis for Opinion

We conducted our audit 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 Variety - The Children's Charity of Southern California - Tent 25 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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 Variety - The Children's Charity of Southern California - Tent 25'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.

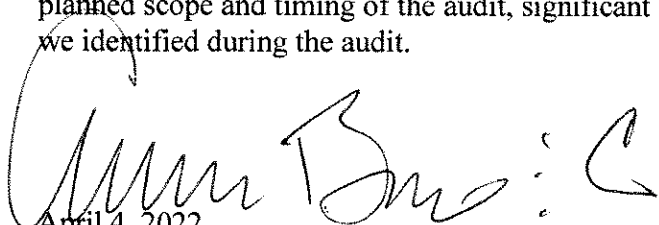
Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

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 Variety - The Children's Charity of Southern California - Tent 25'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 Variety - The Children's Charity of Southern California - Tent 25'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.



April 4, 2022
Encino, California

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

STATEMENTS OF FINANCIAL POSITION

	September 30	
ASSETS	2021	2020
CURRENT ASSETS:		
Cash and Cash Equivalents	\$ 528,465	\$ 742,915
Investments	1,487,074	1,434,849
Contributions Receivable, net of allowance for uncollectable amounts of \$16,700 and \$3,300 for the years ended September 30, 2021 and 2020, respectively	132,486	41,879
Prepaid Expenses	9,410	6,476
TOTAL CURRENT ASSETS	2,157,435	2,226,119
Property and Equipment (net)	4,934	6,540
Security Deposit	8,817	8,817
TOTAL ASSETS	\$ 2,171,186	\$ 2,241,476
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts Payable and Accrued Expenses	\$ 9,300	\$ 37,847
Grants and Scholarships Payable	303,850	285,389
Payroll Protection Plan Loan	38,050	36,786
TOTAL CURRENT LIABILITIES	351,200	360,022
NET ASSETS:		
Without Donor Restriction	1,710,333	1,838,019
With Donor Restrictions	109,653	43,435
TOTAL NET ASSETS	1,819,986	1,881,454
TOTAL LIABILITIES AND NET ASSETS	\$ 2,171,186	\$ 2,241,476

The Accompanying Notes are an Integral Part of These Financial Statements

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

STATEMENTS OF ACTIVITIES

Years Ended September 30, 2021 and 2020

	2021			2020		
	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
REVENUES:						
Fund-raising Events (Net of Special Event Costs of \$98,504 and \$273,096 in 2021 and 2020, Respectively)	\$ 295,185	\$ -	\$ 295,185	\$ 519,238	\$ -	\$ 519,238
In-Kind Contributions	69,695	-	69,695	26,201	-	26,201
Contributions	138,025	101,855	239,880	335,223	50,000	385,223
Investment Income	43,008	-	43,008	49,455	-	49,455
Uncollectable Contributions	(13,400)	-	(13,400)	(5,308)	-	(5,308)
Realized and Unrealized Gains/Losses	9,217	-	9,217	1,444	-	1,444
TOTAL REVENUES	541,730	101,855	643,585	926,253	50,000	976,253
Net Assets Released from Program Restrictions	35,637	(35,637)	-	55,275	(55,275)	-
OTHER INCOME:						
SBA Payroll Protection Plan Loan Forgiveness	36,786	-	36,786	-	-	-
California Relief Grant	25,000	-	25,000	-	-	-
TOTAL REVENUE AND SUPPORT	639,153	66,218	705,371	981,528	(5,275)	976,253
EXPENSES:						
Program Services:						
Grants and Scholarships to Organizations and Individuals	337,493	-	337,493	616,233	-	616,233
Other Program Expenses	218,147	-	218,147	242,843	-	242,843
TOTAL PROGRAM SERVICES	555,640	-	555,640	859,076	-	859,076
Supporting Services:						
Management and General Expenses	42,308	-	42,308	41,989	-	41,989
Fundraising Expenses	168,891	-	168,891	167,956	-	167,956
TOTAL SUPPORTING SERVICES	211,199	-	211,199	209,945	-	209,945
TOTAL EXPENSES	766,839	-	766,839	1,069,021	-	1,069,021
CHANGE IN NET ASSETS	(127,686)	66,218	(61,468)	(87,493)	(5,275)	(92,768)
Net Assets - Beginning of Year	1,838,019	43,435	1,881,454	1,925,512	48,710	1,974,222
NET ASSETS - END OF YEAR	\$ 1,710,333	\$ 109,653	\$ 1,819,986	\$ 1,838,019	\$ 43,435	\$ 1,881,454

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**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

STATEMENTS OF FUNCTIONAL EXPENSES

Years Ended September 30, 2021 and 2020

	2021				2020			
	Supporting Services		Supporting Services		Supporting Services		Supporting Services	
	Program Services	Management and General Expenses	Fund-raising Expenses	Total	Program Services	Management and General Expenses	Fund-raising Expenses	Total
Grants	\$ 279,993	\$ -	\$ -	\$ 279,993	\$ 555,233	\$ -	\$ -	\$ 555,233
Scholarships	57,500	-	-	57,500	61,000	-	-	61,000
TOTAL DONATIONS TO RECIPIENT ORGANIZATIONS	337,493	-	-	337,493	616,233	-	-	616,233
Depreciation	803	161	642	1,606	841	168	673	1,682
Employee Benefits	13,425	2,729	10,916	27,070	16,169	3,234	12,933	32,336
In-Kind Goods	34,848	6,969	27,878	69,695	26,201	-	-	26,201
Insurance	7,072	1,415	5,658	14,145	1,839	368	1,472	3,679
Meetings and Seminars	-	-	-	-	2,092	405	1,618	4,115
Membership Dues	3,855	771	3,084	7,710	4,906	981	3,925	9,812
Office Expenses & Supplies	5,207	759	2,700	8,666	11,110	1,289	5,162	17,561
Payroll Taxes	7,340	1,386	5,542	14,268	8,088	1,617	6,471	16,176
Professional Fees	4,933	987	3,946	9,866	9,079	1,816	7,263	18,158
Rent	29,507	4,901	19,601	54,009	20,841	4,168	16,672	41,681
Salaries	108,808	21,761	87,045	217,614	133,332	26,282	105,129	264,743
Telephone & Utilities	1,674	335	1,339	3,348	1,904	371	1,485	3,760
Website	675	134	540	1,349	6,441	1,290	5,153	12,884
TOTAL FUNCTIONAL EXPENSES	\$ 555,640	\$ 42,308	\$ 168,891	\$ 766,839	\$ 859,076	\$ 41,989	\$ 167,956	\$ 1,069,021

The Accompanying Notes are an Integral Part of These Financial Statements

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

STATEMENTS OF CASH FLOWS

	September 30	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ (61,468)	\$ (92,768)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used In) Operating Activities:		
Depreciation	1,606	1,682
SBA Payroll Protection Plan Loan Forgiveness	(36,786)	-
(Increase) Decrease in:		
Realized and Unrealized Gains/Losses on Investments	(9,217)	(1,171)
Investment Income	(43,008)	(49,455)
Contributions Receivable	(90,607)	196,214
Prepaid Expenses	(2,934)	15,221
Increase (Decrease) in:		
Accounts Payable and Accrued Expenses	(28,547)	33,531
Grants and Scholarships Payable	18,461	(59,962)
Deferred Revenue	-	(52,600)
NET CASH USED IN OPERATING ACTIVITIES	(252,500)	(9,308)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investments	-	(60,875)
Purchase of office equipment	-	(3,332)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	-	(64,207)
CASH FLOWS FROM FINANCING ACTIVITIES:		
SBA Payroll Protection Plan loan	38,050	36,786
NET CASH PROVIDED BY INVESTING ACTIVITIES	38,050	36,786
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(214,450)	(36,729)
Cash, Cash Equivalents and Restricted Cash - Beginning of Year	742,915	779,644
CASH, CASH EQUIVALENTS AND RESTRICTED CASH - END OF YEAR	\$ 528,465	\$ 742,915
Additional information:		
Amounts paid in for interest and taxes	\$ -	\$ -

The Accompanying Notes are an Integral Part of These Financial Statements

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 1 - NATURE OF ORGANIZATION

Variety - the Children's Charity of Southern California - Tent 25 (the Charity) was incorporated on September 23, 1941. The Charity is a local chapter of a worldwide network, Variety International - the Children's Charity (VTCC), dedicated to providing lifesaving support for disabled, abused, physically challenged and underprivileged children. The Charity's primary goal is to inspire hope, enrich lives and build a better future for children in the Southern California community. The Charity provides support to children in three key areas: **Health Care** (early intervention programs for kids with learning disabilities; medical care and therapy for children who are victims of abuse and neglect, and camps for kids battling life-threatening illnesses), **Education** (early literacy programs, college scholarships, homework assistance, college prep, career readiness, art, music, science and technology workshops, sports and gang prevention counseling) and **Mobility** (providing children with disabilities confidence, freedom and much-needed therapeutic exercise by providing specially-designed adaptive bikes and therapeutic strollers).

The Charity's main sources of revenue are from fund-raising events and contributions.

Today, VTCC has a network of 45 offices in 14 countries, and has assisted many millions of children around the world. Unlike most charitable organizations that focus on a single disease or area of need, VTCC focuses on multiple unmet needs of children who are sick, disadvantaged or live with disabilities and other special needs at a local, national and international level. VTCC's aim is to maximize the real, long-term positive social impact for all children. VTCC truly makes a difference in the lives of children.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

The accompanying financial statements have been prepared on the accrual basis of accounting. To ensure observance of certain constraints and restrictions placed on the use of resources, the accounts of the Charity are maintained in accordance with the principles of net assets accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into net asset classes that are in accordance with the specified activities or objectives. Accordingly, all financial transactions have been recorded and reported by net asset class as follows:

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

**NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

BASIS OF PRESENTATION (continued)

Contributions are recorded in the period received. Contributions received are recorded as net assets without donor restrictions, or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions.

Contributions that are restricted by the donor by time or purpose are reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), 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 restrictions. The related expense or cost of assets purchased in order to satisfy the donor restriction is expensed or capitalized.

When restrictions are satisfied in the same accounting period that the contribution is received, both revenue and expenses are reported in the net assets without donor restrictions class.

When a donor makes a contribution but does not stipulate a restriction of any kind on the use of funds, the transaction is reported as an increase in net assets without donor restriction.

CASH AND CASH EQUIVALENTS

For purposes of the statements of cash flows, the Charity considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash and cash equivalents. The carrying value of cash and cash equivalents at September 30, 2021 approximates its fair value.

Cash and cash equivalents include donor restricted cash and cash equivalents of \$109,653 and \$43,435 at September 30, 2021 and 2020, respectively.

INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are recorded at their fair values in the statements of financial position. In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability).

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

**NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

INVESTMENTS (continued)

Investment income, including unrealized gains and losses, is included in the change in unrestricted net assets unless the donor temporarily restricts their use.

CONTRIBUTIONS RECEIVABLE

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. All promises to give will be received in less than one year.

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost if purchased or at fair value at the date of donation if donated. Depreciation is computed on the straight-line basis over the estimated useful lives of the related assets. The estimated useful lives of property and equipment are as follows:

Computers and Computer Software	5 Years
Furniture and Fixtures	7 Years
Office Equipment	7 Years

Expenditures for maintenance and repairs are charged to operations as incurred while renewals and betterments are capitalized.

LONG-LIVED ASSETS

The Charity reviews for the impairment of long-lived assets and certain unidentifiable intangibles whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. An impairment loss would be recognized when estimated future cash flows expected to result from the use of the asset and its eventual disposition are less than its carrying amount.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

**NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

DEFERRED REVENUE

Fund-raising event revenues received in advance are deferred and recognized as income in the period in which the related events occur.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the Charity's programs have been presented in the statements of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by the method that best measures the relative degree of benefit. The Charity uses direct salary expenses to allocate their indirect and shared costs.

SPECIAL EVENT AND FUND-RAISING EXPENSE

Direct costs of special events are reported as a reduction of gross event revenue. Indirect costs of special events and direct costs of solicitation of general contributions and grants are reported by the Charity as fund-raising expenses.

MANAGEMENT'S USE OF ESTIMATES

The preparation of financial statements in accordance with generally accepted accounting principles requires management to use certain estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses during the reporting period. Although management believes its estimates are appropriate, changes in assumptions utilized in preparing such estimates could cause these estimates to change sometime in the future.

Significant estimates include management's estimate of employee time allocated to program, fund-raising, and event activities for purposes of allocating costs in the statement of functional expenses and management's estimates of donated goods.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 3 - INVESTMENTS

The following table presents information about the Charity's assets that are measured at fair value on a recurring basis at September 30, 2021 and 2020 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

		Fair Value Measurements Using			
Year Ended September 30		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
2020	\$ 1,434,849	\$ 1,434,849	\$ 0	\$ 0	0
2021	\$ 1,487,074	\$ 1,487,074	\$ 0	\$ 0	0

Investment income consists of interest and dividend income of \$43,008 and \$49,455 for the years ended September 30, 2021 and 2020, respectively.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	2021	2020
Computers	\$ 12,846	\$ 12,846
Furniture and Fixtures	11,616	11,616
Office Equipment	17,337	17,337
TOTAL	41,799	41,799
Less: Accumulated Depreciation	(36,865)	(35,259)
PROPERTY AND EQUIPMENT (NET)	\$ 4,934	\$ 6,540

Depreciation expense charged to the statement of activities was \$1,606 and \$1,682 for the years ended September 30, 2021 and 2020, respectively.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 5 - GRANTS AND SCHOLARSHIPS PAYABLE

Grants and scholarships payable consist of the following:

	2021	2020
Boys and Girls Club	\$ 173,999	\$ 160,416
Scholarships	107,750	114,250
Grants/Therapy	22,101	10,723
	TOTAL GRANTS AND SCHOLARSHIPS	
	PAYABLE	
	\$ 303,850	\$ 285,389

NOTE 6 - DONOR RESTRICTED FUNDS

Temporarily restricted net assets are available for the following purposes:

	2021	2020
Inner City Fund	\$ 10,767	\$ 10,767
Lori Alvarez Memorial	12,923	12,923
Red Jacobs	51,855	0
Mobility Programs	34,108	19,745
	TOTAL TEMPORARILY RESTRICTED	
	NET ASSETS	
	\$ 109,653	\$ 43,435

NOTE 7 - RELATED PARTY TRANSACTIONS

As an accredited chapter of VTCC (See Note 1), the Charity remits accreditation fees to VTCC. The Charity incurred accreditation fees totaling \$7,710 and \$9,812 for the years ended September 30, 2021 and 2020, respectively.

The Charity subleases office space from VTCC. The Charity incurred rent expense to VTCC of \$49,014 and \$41,681 for the years ended September 30, 2021 and 2020, respectively.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 8 - SBA - PAYROLL PROTECTION PLAN LOAN

The Charity received \$38,050 from the SBA under the Federal Payroll Protection Plan. Interest accrues at 1% until October 2022, whereupon deferred interest, current interest and principal are due monthly until the loan is paid in full in April 2023.

Under certain circumstances as outlined by the SBA, the Charity may apply for loan forgiveness in whole, or in part. Management will apply for forgiveness and believes the entire loan will be forgiven. Under these circumstances, the amount of loan forgiven will be written off to income in the period the SBA agrees to forgive any amounts.

In 2020, the Charity received \$36,786 from the SBA under the Federal Payroll Protection Plan. During fiscal year ending September 30, 2022, the loan was forgiven. The amount was written off and included in Other Income on the Statement of Activities.

NOTE 9 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Company to concentrations of credit risk consist of cash and cash equivalents. The Company places its cash and cash equivalents with high-credit, quality financial institutions. At times, such deposits may be in excess of amounts insured by the Federal Deposit Insurance Corporation. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

**VARIETY - THE CHILDREN'S CHARITY
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NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 10 - CONTRIBUTED GOODS AND SERVICES

Contributed goods and services are recorded as contributions and expenses in the statements of activities at their estimated fair market values at the date of contribution. For the years ended September 30, 2021 and 2020, these in-kind contributions include:

	2021	2020
Administrative	\$ 6,969	\$ 0
Fundraising	27,878	0
Special Events	77,560	80,567
Programs	34,848	26,201
TOTAL IN-KIND CONTRIBUTIONS	\$ 147,255	\$ 106,768

In-kind contributions relating to special events are included in fund-raising events revenue and similar amounts are included in event expenses on the statements of activities.

NOTE 11 - INCOME TAXES

The Charity qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and California Revenue and Taxation Code Section 23701(d). Accordingly, no provision has been made for Federal and state income taxes.

The Charity accounts for income taxes by evaluating its tax positions and recognizes a liability for any positions that would not be considered "more likely than not" to be upheld under a tax authority examination. If such issues exist, the Charity's policy will be to recognize any tax liability so recorded, including applicable interest and penalties, as a component of income tax expense.

The Charity has reviewed its tax positions and determined that an accrual for uncertain income tax positions and adjustment to the tax provision was not necessary. With few exceptions, the Charity is no longer subject to U. S. Federal and state income tax examinations for fiscal years before 2018.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 12 - EMPLOYEE BENEFIT PLANS

The Charity sponsors an IRC sec 403 (b) Tax-Sheltered Annuity Plan in which all employees are eligible to participate. All employees are eligible to make elective contributions, up to \$19,500, into the plan from the first date of employment. Employees ages 50 or over may make catch up contributions of an additional \$6,500. The Charity may make matching contributions.

For the years ended September 30, 2021 and 2020, the Charity made matching contributions totaling \$4,675 and \$6,953, respectively.

NOTE 13 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Charity's financial assets as of the balance sheet date, reduced by amounts not available for general use within one year or because of contractual or donor-imposed restrictions.

	<u>2021</u>	<u>2020</u>
Financial assets at year end—		
Cash	\$ 528,465	\$ 742,915
Investments	1,487,074	1,434,849
Receivables	<u>132,486</u>	<u>41,879</u>
Total financial assets at year end	2,148,025	2,219,643
Less financial assets unavailable for general expenditures within one year—		
Other donor restricted funds	<u>(109,653)</u>	<u>(43,435)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 551,298</u>	<u>\$ 741,359</u>

As part of the Charity's liquidity management, it establishes detailed budgets before the start of the year, then, on a monthly basis, closely monitor actual financial performance compared to budgets.

Management policy is to keep on hand three years of operating cash in savings at all times.

**VARIETY - THE CHILDREN'S CHARITY
OF SOUTHERN CALIFORNIA - TENT 25**

NOTES TO FINANCIAL STATEMENTS
September 30, 2021 and 2020

NOTE 14 - SUBSEQUENT EVENTS

The Charity has evaluated events and transactions occurring subsequent to the statement of financial position date of September 30, 2021 for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through April 4, 2022, the date these financial statements were available to be issued.