

**AUSTIN DISASTER RELIEF NETWORK  
(A Nonprofit Corporation)**

**INDEPENDENT AUDITORS' REPORT  
AND  
FINANCIAL STATEMENTS**

**December 31, 2020 and 2019**

**AUSTIN DISASTER RELIEF NETWORK**  
**(A Nonprofit Corporation)**

**INDEX TO FINANCIAL STATEMENTS**

	<u>Page</u>
Independent Auditors' Report	1
Statements of Financial Position	3
Statement of Activities	
For the Year Ended December 31, 2020	4
For the Year Ended December 31, 2019	5
Statement of Functional Expenses	
For the Year Ended December 31, 2020	6
For the Year Ended December 31, 2019	7
Statements of Cash Flows	8
Notes to Financial Statements	9



## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Austin Disaster Relief Network

We have audited the accompanying financial statements of Austin Disaster Relief Network (a nonprofit corporation), which comprise the statements of financial position as of December 31, 2020 and 2019, 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.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 auditors' 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 Austin Disaster Relief Network as of December 31, 2020 and 2019, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*Atchley & Associates, LLP*

Austin, Texas

July 28, 2021

**AUSTIN DISASTER RELIEF NETWORK  
STATEMENTS OF FINANCIAL POSITION  
As of December 31, 2020 and 2019**

<b>Assets</b>	<b>2020</b>	<b>2019</b>
	<u>          </u>	<u>          </u>
Current assets:		
Cash and cash equivalents	\$ 1,091,045	\$ 1,087,777
Accounts receivable	24	1,994
Prepaid expenses	3,181	3,300
Inventory	<u>202,346</u>	<u>20,633</u>
Total current assets	<u>1,296,596</u>	<u>1,113,704</u>
Property and equipment, net	<u>76,956</u>	<u>83,647</u>
Total assets	<u><u>\$ 1,373,552</u></u>	<u><u>\$ 1,197,351</u></u>
<b>Liabilities And Net Assets</b>		
Current liabilities:		
Accounts payable	<u>\$ -</u>	<u>\$ -</u>
Total current liabilities	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>
Net assets:		
Net assets without donor restrictions	1,065,649	807,024
Net assets with donor restrictions	<u>307,903</u>	<u>390,327</u>
Total net assets	<u>1,373,552</u>	<u>1,197,351</u>
Total liabilities and net assets	<u><u>\$ 1,373,552</u></u>	<u><u>\$ 1,197,351</u></u>

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2020**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Totals</b>
Revenues:			
Contributions	\$ 1,520,696	\$ 2,036,177	\$ 3,556,873
In-kind revenue	179,902	870,089	1,049,991
Grant revenue	227,043	137,157	364,200
Fundraising	314,175	-	314,175
Training income	12,124	-	12,124
Other revenue	3,069	-	3,069
	<u>2,257,009</u>	<u>3,043,423</u>	<u>5,300,432</u>
Released from restrictions	<u>3,125,847</u>	<u>(3,125,847)</u>	<u>-</u>
Total revenues	<u>5,382,856</u>	<u>(82,424)</u>	<u>5,300,432</u>
Expenses:			
Program services			
Disaster support	4,355,263	-	4,355,263
General and administrative	446,089	-	446,089
Fundraising	322,879	-	322,879
	<u>5,124,231</u>	<u>-</u>	<u>5,124,231</u>
Change in unrestricted net assets	258,625	(82,424)	176,201
Net assets, beginning of year	<u>807,024</u>	<u>390,327</u>	<u>1,197,351</u>
Net assets, end of year	<u>\$ 1,065,649</u>	<u>\$ 307,903</u>	<u>\$ 1,373,552</u>

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2019**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Totals</b>
Revenues:			
Contributions	\$ 1,157,156	\$ 1,480,063	\$ 2,637,219
In-kind revenue	3,296	222,272	225,568
Grant revenue	-	-	-
Fundraising	519,616	-	519,616
Training income	10,642	-	10,642
Other revenue	5,356	-	5,356
	<u>1,696,066</u>	<u>1,702,335</u>	<u>3,398,401</u>
Released from restrictions	<u>2,139,596</u>	<u>(2,139,596)</u>	<u>-</u>
 Total revenues	 <u>3,835,662</u>	 <u>(437,261)</u>	 <u>3,398,401</u>
Expenses:			
Program services			
Disaster support	3,250,260	-	3,250,260
General and administrative	361,545	-	361,545
Fundraising	227,729	-	227,729
	<u>3,839,534</u>	<u>-</u>	<u>3,839,534</u>
 Change in unrestricted net assets	 (3,872)	 (437,261)	 (441,133)
Net assets, beginning of year	<u>810,896</u>	<u>827,588</u>	<u>1,638,484</u>
Net assets, end of year	<u>\$ 807,024</u>	<u>\$ 390,327</u>	<u>\$ 1,197,351</u>

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended December 31, 2020**

	Program Services		Fundraising	Totals
	Disaster Support	General & Administrative		
Advertising and promotion	\$ 24,998	\$ 610	\$ 43,240	\$ 68,848
Depreciation	14,386	4,543	-	18,929
Disaster support	2,272,196	-	-	2,272,196
HOPE Prayer Room expense	4,748	-	-	4,748
Information technology	67,570	6,764	-	74,334
Insurance expense	18,567	5,493	572	24,632
Miscellaneous	52,119	7,082	1,603	60,804
Occupancy	73,733	22,392	-	96,125
Office expenses	46,730	13,404	8,680	68,814
Payroll taxes	119,683	25,745	18,607	164,035
Professional services	78,722	21,357	765	100,844
Salaries and wages	1,562,677	336,366	242,854	2,141,897
Trainings, conferences and events	9,021	282	6,131	15,434
Travel	10,113	2,051	427	12,591
Totals	<u>\$ 4,355,263</u>	<u>\$ 446,089</u>	<u>\$ 322,879</u>	<u>\$ 5,124,231</u>

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended December 31, 2019**

	Program Services		Fundraising	Totals
	Disaster Support	General & Administrative		
Advertising and promotion	\$ 30,987	\$ 258	\$ 24,203	\$ 55,448
Depreciation	12,189	3,849	-	16,038
Disaster support	1,456,508	-	-	1,456,508
HOPE Prayer Room expense	2,594	-	-	2,594
Information technology	29,839	4,324	-	34,163
Insurance expense	17,663	5,138	378	23,179
Miscellaneous	51,505	4,511	1,716	57,732
Occupancy	76,211	23,094	-	99,305
Office expenses	63,837	30,165	4,964	98,966
Payroll taxes	105,512	16,715	9,694	131,921
Professional services	59,277	19,586	-	78,863
Salaries and wages	1,288,319	250,642	133,593	1,672,554
Trainings, conferences and events	22,060	600	53,000	75,660
Travel	33,759	2,663	181	36,603
Totals	<u>\$ 3,250,260</u>	<u>\$ 361,545</u>	<u>\$ 227,729</u>	<u>\$ 3,839,534</u>

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended December 31, 2020 and 2019**

	<b>2020</b>	<b>2019</b>
<b>Cash Flows From Operating Activities</b>		
Increase (decrease) in net assets	\$ 176,201	\$ (441,133)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	18,929	16,038
Donations of property and equipment	-	(2,000)
Decrease (increase) in:		
Accounts receivable	1,970	(1,994)
Inventory	(181,713)	7,925
Prepaid expenses	119	2,133
Net Cash Provided (Used) by Operating Activities	15,506	(419,031)
<b>Cash Flows From Investing Activities</b>		
Purchase of property and equipment	(12,238)	(38,224)
Net Cash Provided (Used) by Investing Activities	(12,238)	(38,224)
Net Decrease in Cash	3,268	(457,255)
Cash, beginning of the year	1,087,777	\$ 1,545,032
Cash, end of the year	\$ 1,091,045	\$ 1,087,777
<b>Supplemental Disclosure:</b>		
Cash paid for interest	\$ -	\$ -
Cash paid for income taxes	\$ -	\$ -

The Notes to Financial Statements are an integral part of these financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 1 - DESCRIPTION OF THE ORGANIZATION**

Austin Disaster Relief Network (ADRN) is a non-profit organization that was founded in Austin, Texas. Austin Disaster Relief Network is comprised of churches, ministries and businesses within the Christian community of Greater Austin to form a disaster relief alliance to help those in need in times of disaster.

ADRN's mission is to glorify Christ by equipping, empowering, and mobilizing a network of churches to respond to the physical, emotional and spiritual needs of those affected by disaster (Luke 10:25-37, Ephesians 4:12-16).

Our Vision is to have an active, empowered network of prepared churches, bringing hope into crisis through the transforming power of Jesus Christ to every life and community we serve (Revelation 19:7).

Core Values –

1. We are Christian. Everything we think, say or do is Christian and for the sake of Christ and the expanding of His Kingdom.
2. We believe prayer and His presence working through us is vital in all we do.
3. We believe that a combination of emotional, physical and spiritual assistance is required in the event of a disaster.
4. We seek to dwell in unity for the sake of Christ (Psalm 133).
5. We place a high value on every person we assist because we believe Christ died for them (Luke 10:25-37).
6. We believe integrity, trust and building Christ-like relationships is an essential.
7. We value transformation in the lives of people we serve.
8. We value the spirit of excellence.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

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

*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. These net assets may be used at the discretion of ADRN's management and the board of directors.

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (continued)**

*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 of ADRN 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.

**Cash and Equivalents**

For the purpose of the statements of cash flows, ADRN considers cash and highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

**Inventory**

Inventories consist of merchandise for sale, stated at the lower of cost (average cost) or net realizable value, and donated vehicles that are stated at fair value, when received.

**Property and Equipment**

Purchases of property and equipment are capitalized at cost if purchased and at fair market value at the date of receipt if donated. ADRN capitalizes all acquisitions in excess of \$1,000 with a useful life greater than one year. ADRN's management periodically evaluates whether events or circumstances have occurred indicating that the carrying amount of long-lived assets may not be recovered. Depreciation is computed using the straight-line method and the following estimated useful lives:

Property improvements	10-15 years
Vehicles	5 years
Furniture and equipment	3-5 years

**Fair Value Measurements**

The requirements of Fair Value Measurements and Disclosures of the Accounting Standards Codification apply to all financial instruments and all nonfinancial assets and nonfinancial liabilities that are being measured and reported on a fair value basis. Fair value is a market based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement is the same in both cases – to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price). Fair Value Measurements and Disclosures also establish a fair value hierarchy that prioritizes the inputs used in valuation methodologies into the following three levels:

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fair Value Measurements (continued)**

- Level 1 Inputs - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.
- Level 2 Inputs - Inputs other than quoted prices included with Level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 Inputs - Unobservable inputs for the asset or liability.

The fair value of ADRN's current assets and current liabilities approximate the carrying amounts of such instruments due to their short maturity.

**Contributions**

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-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. 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 statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

**Advertising**

Advertising costs are expensed as incurred. Advertising costs for the years ended December 31, 2020 and 2019, totaled \$68,848 and \$55,448, respectively.

**Federal Income Taxes**

ADRN is exempt from income tax under IRC 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. ADRN 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. ADRN has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Functional Accounting**

The costs of providing the various programs and activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses that can be identified with a specific program or that relate to a specific source of revenue are allocated directly to that program.

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Advertising and promotion	Time and effort
Depreciation	Square Footage
Information technology	Full Time Equivalent
Insurance expense	Square Footage
Miscellaneous	Time and effort
Occupancy	Square Footage
Office expenses	Time and effort
Payroll taxes	Time and effort
Professional services	Time and effort
Salaries and wages	Time and effort
Trainings, conferences and events	Time and effort
Travel	Time and effort

**Use of Estimates**

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Subsequent Events**

Subsequent events are events or transactions that occur after the statement of financial position date but before the financial statements are issued. Management has evaluated subsequent events for disclosure through the date of the independent auditor's report, which is the date the financial statements were available to be issued. (See Note 10)

**AUSTIN DISASTER RELIEF NETWORK  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2020 and 2019**

**NOTE 3 - LIQUIDITY AND AVAILABILITY**

The table below presents financial assets available for general expenditures within one year at December 31, 2020 and 2019:

	2020	2019
Financial assets at year end:		
Cash	\$ 1,091,045	\$ 1,087,777
Accounts receivable	24	1,994
Total financial assets	1,091,069	1,089,771
Less amounts not available to be used within one year:		
Net assets with purpose restrictions	307,903	390,327
Less net assets with purpose restrictions to be met in less than a year	(307,903)	(390,327)
	-	-
Financial assets available to meet general expenditures within one year	\$ 1,091,069	\$ 1,089,771

In addition to financial assets available to meet general expenditures over the next year, ADRN operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures. ADRN's goal is generally to maintain financial assets to meet three months of operating expenses (approximately \$500,000). ADRN regularly monitors liquidity required to meet its operating needs and other contractual commitments. ADRN has various sources of liquidity at its disposal, including cash and cash equivalents.

**NOTE 4 - CONCENTRATION OF RISK**

Financial instruments that potentially subject ADRN to concentrations of credit risk consist principally of cash deposits. At December 31, 2020, ADRN had cash deposits in banks that exceeded FDIC insured limits by \$211,704.

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 5 - PROPERTY AND EQUIPMENT**

Property and equipment consisting of the following at December 31, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Leasehold improvements	\$ 38,781	\$ 38,781
Furniture and equipment	95,166	84,724
Automobiles	3,646	1,850
	<u>137,593</u>	<u>125,355</u>
Accumulated depreciation	(60,637)	(41,708)
Total	<u><u>\$ 76,956</u></u>	<u><u>\$ 83,647</u></u>

Depreciation expense for property and equipment was \$18,929 and \$16,038 for the years ended December 31, 2020 and 2019, respectively.

**NOTE 6 - NET ASSETS**

Net assets with donor restrictions at December 31, 2020 and 2019, were as follows:

	<u>2020</u>	<u>2019</u>
BICF	\$ 125,000	\$ -
2:44 Cares	69,005	-
DentaQuest	50,000	-
Covid Relief	23,900	-
General Disaster Fund	17,419	-
Hill Country Flood Fund - 2018	40	99,917
Hurricane Harvey - 2017	9,825	11,007
National Equipping Project	-	279,403
Other	12,714	-
Total	<u><u>\$ 307,903</u></u>	<u><u>\$ 390,327</u></u>

Net assets without donor restrictions at December 31, 2020 and 2019, were as follows:

	<u>2020</u>	<u>2019</u>
Undesignated	\$ 601,762	\$ 258,179
Emergency Fund	463,887	548,845
Total	<u><u>\$ 1,065,649</u></u>	<u><u>\$ 807,024</u></u>

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 6 - NET ASSETS (CONTINUED)**

Net assets released from net assets with donor restrictions are as follows:

	<b>2020</b>	<b>2019</b>
Covid - 2019	\$ 1,053,729	\$ -
2:44 Cares	778,062	-
National Equipping	592,451	524,398
American Red Cross	256,000	354,000
General Disaster Fund	144,581	261,186
Hurricane Laura - 2020	109,683	-
Hill Country Flood Fund - 2018	100,007	186,092
HOPE Prayer Room Fund	77,527	44,272
Hurricane Harvey - 2017	13,807	579,362
Imelda	-	75,638
Hurricane Dorian	-	114,648
Total	<u>\$ 3,125,847</u>	<u>\$ 2,139,596</u>

**NOTE 7 - IN-KIND CONTRIBUTIONS**

ADRN received in-kind contributions from ADRN Thrift Store, Inc. (See Note 9) for disaster supplies and equipment. In the statements of activities, in-kind contributions are recorded as follows:

	<b>2020</b>	<b>2019</b>
Disaster Supplies & Equipment	<u>\$ 1,049,991</u>	<u>\$ 225,568</u>
Total	<u>\$ 1,049,991</u>	<u>\$ 225,568</u>

The fair value of contributed items is derived from similar supplies and equipment available from retail and wholesale suppliers and is considered to be a level 2 valuation in the fair value hierarchy.

Several volunteers have made significant contributions of their time in furtherance of ADRN's mission. These services were not reflected in the accompanying statements of activities because they do not meet the necessary criteria for recognition under US GAAP.

**AUSTIN DISASTER RELIEF NETWORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

**NOTE 8 - PAYCHECK PROTECTION PROGRAM**

On March 27, 2020, President Trump signed into law the Coronavirus Aid, Relief, and Economic Security (CARES) Act. On April 21, 2020, ADRN entered into an unsecured loan agreement in the amount of \$364,200 with a bank pursuant to the Paycheck Protection Program (PPP), which is sponsored by the Small Business Administration, and is part of the CARES Act. ADRN has elected to account for the PPP loan as a conditional grant in accordance with FASB ASC Topic 958. Management believes they have spent the funds in accordance with the CARES Act and, as such, have recognized \$364,200 as grant revenue. (See Note 10)

**NOTE 9 - RELATED PARTY**

In 2015, ADRN established a separate 501(c)(3) nonprofit organization called the ADRN Thrift Store, Inc. (the Store) to handle the large inflow of in-kind contributions when disasters occur, to serve survivors of disaster, and to sell merchandise to the community at large in order to raise funds to support ADRN's disaster efforts and to cover the occupancy expenses associated with ADRN's headquarters, offices and warehouse. The Store makes contributions to ADRN each month for an amount up to the Store's net profit.

For the years ended December 31, 2020 and 2019, ADRN received cash contributions from the Store in the amount of \$271,848 and \$264,135, respectively. For the years ended December 31, 2020 and 2019, ADRN paid the Store \$83,518 and \$85,107, respectively, for its share of rent and utilities and for reimbursement of other costs.

**NOTE 10 - SUBSEQUENT EVENT**

On January 28, 2021, the PPP loan obtained by ADRN was fully forgiven by the U.S. Small Business Administration.