

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

FORCE - FACING OUR RISK OF CANCER EMPOWERED, INC.

December 31, 2019 and 2018

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## INDEPENDENT AUDITORS' REPORT

The Board of Directors  
FORCE - Facing Our Risk of Cancer Empowered, Inc.

We have audited the accompanying financial statements of FORCE - Facing Our Risk of Cancer Empowered, Inc. ("FORCE") (a nonprofit organization), which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities and changes in net assets, cash flows and functional expenses 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 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 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 FORCE - Facing Our Risk of Cancer Empowered, Inc. at December 31, 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.

## Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 7, 2020, on our consideration of FORCE's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering FORCE's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Bruce, Gardner & Company, P.A." The signature is written in a cursive, flowing style.

Tampa, Florida  
April 7, 2020

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENTS OF FINANCIAL POSITION

December 31,

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Cash and cash equivalents (note A5)	\$ 479,463	\$ 595,906
Investments (notes A6, B and C)	732,075	319,949
Accounts receivable (note A7)	6,250	-
Pledges receivable (notes A8 and D)	8,750	10,000
Prepaid expenses	<u>6,990</u>	<u>11,894</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,233,528</u></u>	<u><u>\$ 937,749</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	<u>\$ 27,147</u>	<u>\$ 20,849</u>
<b>Total current liabilities</b>	<u>27,147</u>	<u>20,849</u>
<b>NET ASSETS (notes A9 and F)</b>		
Without donor restrictions	1,014,181	866,900
With donor restrictions	<u>192,200</u>	<u>50,000</u>
<b>Total net assets</b>	<u><u>1,206,381</u></u>	<u><u>916,900</u></u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 1,233,528</u></u>	<u><u>\$ 937,749</u></u>

The accompanying notes are an integral part of these statements.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended December 31, 2019

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
Contributions and private grants	\$ 1,299,141	\$ -	\$ 1,299,141
Government grant	349,913	-	349,913
Conference income	-	192,200	192,200
Research and recruitment fees	145,310	-	145,310
Other	1,047	-	1,047
Investment income (note B)	12,126	-	12,126
	<u>1,807,537</u>	<u>192,200</u>	<u>1,999,737</u>
Total revenue and support			
Net assets released from restrictions	<u>50,000</u>	<u>(50,000)</u>	<u>-</u>
Total revenue, support, and net assets released from restrictions	<u>1,857,537</u>	<u>142,200</u>	<u>1,999,737</u>
<b>EXPENSES</b>			
Program expenses	<u>1,364,619</u>	<u>-</u>	<u>1,364,619</u>
Supporting services			
Management and general	150,289	-	150,289
Fundraising	<u>195,348</u>	<u>-</u>	<u>195,348</u>
Total supporting services	<u>345,637</u>	<u>-</u>	<u>345,637</u>
Total expenses	<u>1,710,256</u>	<u>-</u>	<u>1,710,256</u>
<b>CHANGE IN NET ASSETS</b>	147,281	142,200	289,481
Net assets at beginning of year	<u>866,900</u>	<u>50,000</u>	<u>916,900</u>
Net assets at end of year	<u>\$ 1,014,181</u>	<u>\$ 192,200</u>	<u>\$ 1,206,381</u>

The accompanying notes are an integral part of this statement.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended December 31, 2018

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
Contributions and private grants	\$ 904,746	\$ 50,000	\$ 954,746
Government grant	349,623	-	349,623
Conference income	612,825	-	612,825
Research and recruitment fees	64,888	-	64,888
In-Kind contributions	352	-	352
Other	7,112	-	7,112
Investment income (note B)	5,182	-	5,182
	<u>1,944,728</u>	<u>50,000</u>	<u>1,994,728</u>
Net assets released from restrictions	<u>85,000</u>	<u>(85,000)</u>	<u>-</u>
	<u>2,029,728</u>	<u>(35,000)</u>	<u>1,994,728</u>
<b>EXPENSES</b>			
Program expenses	<u>1,594,482</u>	<u>-</u>	<u>1,594,482</u>
Supporting services			
Management and general	192,636	-	192,636
Fundraising	<u>239,906</u>	<u>-</u>	<u>239,906</u>
Total supporting services	<u>432,542</u>	<u>-</u>	<u>432,542</u>
	<u>2,027,024</u>	<u>-</u>	<u>2,027,024</u>
<b>CHANGE IN NET ASSETS</b>	2,704	(35,000)	(32,296)
Net assets at beginning of year	<u>864,196</u>	<u>85,000</u>	<u>949,196</u>
Net assets at end of year	<u><u>\$ 866,900</u></u>	<u><u>\$ 50,000</u></u>	<u><u>\$ 916,900</u></u>

The accompanying notes are an integral part of this statement.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENTS OF CASH FLOWS

For the year ended December 31,

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities		
Change in net assets	\$ 289,481	\$ (32,296)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Unrealized (gain) loss on value of investments	(2,461)	611
(Increase) decrease in accounts receivable	(6,250)	10,000
Decrease in pledges receivable	1,250	25,000
Decrease in prepaid expenses	4,904	1,173
Increase (decrease) in accounts payable	6,298	(28,384)
Total adjustments	<u>3,741</u>	<u>8,400</u>
Net cash provided (used) by operating activities	<u>293,222</u>	<u>(23,896)</u>
Cash flows from investing activities		
Reinvestment of interest from investments	(9,665)	(5,794)
Net cash used by investing activities	<u>(400,000)</u>	<u>(14,217)</u>
Net cash used by investing activities	<u>(409,665)</u>	<u>(20,011)</u>
Net change in cash	(116,443)	(43,907)
Cash and cash equivalents at beginning of year	<u>595,906</u>	<u>639,813</u>
Cash and cash equivalents at end of year	<u>\$ 479,463</u>	<u>\$ 595,906</u>
Supplemental disclosures of cash flow information		
Cash paid during the year		
Interest	<u>\$ -</u>	<u>\$ -</u>
Taxes	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these statements.



FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2019

	Program Expenses	Management and General	Fundraising and Development	Total
Bank fees	\$ 10	\$ 7,694	\$ 629	\$ 8,333
Communications	7,368	1,983	529	9,880
Conference	57,842	-	-	57,842
Insurance	4,762	7,415	511	12,688
Miscellaneous	5,986	-	2,752	8,738
Office supplies	1,969	1,346	652	3,967
Outreach expenses	20,000	-	-	20,000
Personnel costs	834,629	75,465	148,101	1,058,195
Postage	12,081	1,927	722	14,730
Printing	20,737	-	2,511	23,248
Professional fees	200,330	50,096	7,366	257,792
Promotional	55,610	19	2,316	57,945
Software	68,755	1,935	11,675	82,365
Subscriptions	291	-	-	291
Travel	30,261	2,409	14,711	47,381
Website	43,988	-	2,873	46,861
	<u>\$ 1,364,619</u>	<u>\$ 150,289</u>	<u>\$ 195,348</u>	<u>\$ 1,710,256</u>

The accompanying notes are an integral part of this statement.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2018

	Program Expenses	Management and General	Fundraising and Development	Total
Bank fees	\$ -	\$ 9,829	\$ 8	\$ 9,837
Communications	10,554	1,924	836	13,314
Conference	441,419	-	-	441,419
Insurance	-	11,088	-	11,088
Miscellaneous	842	652	295	1,789
Office supplies	1,962	577	701	3,240
Outreach expenses	49,782	-	-	49,782
Personnel costs	780,993	103,312	153,975	1,038,280
Postage	14,564	1,502	4,807	20,873
Printing	26,791	107	24,919	51,817
Professional fees	147,214	53,812	13,528	214,554
Promotional	33,281	-	8,827	42,108
Software	29,422	4,170	11,329	44,921
Subscriptions	170	374	4,650	5,194
Travel	41,494	950	11,687	54,131
Website	15,994	4,339	4,344	24,677
	<u>\$ 1,594,482</u>	<u>\$ 192,636</u>	<u>\$ 239,906</u>	<u>\$ 2,027,024</u>

The accompanying notes are an integral part of this statement.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2019 and 2018

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the organization's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Description of the Organization

Facing our Risk of Cancer Empowered, Inc. (FORCE) is a nonprofit organization with exempt status, as described in Section 501(c)(3) under the Internal Revenue Code, effective since July 1, 1999. FORCE is headquartered in Hillsborough County, Florida with outreach community groups located throughout the United States and in other countries.

FORCE is the only national nonprofit organization devoted to hereditary breast and ovarian cancer. FORCE's mission is to improve the lives of individuals and families affected by hereditary breast, ovarian and related cancers.

FORCE has eight mission objectives:

- To provide people with resources to determine whether they are at high risk for breast, ovarian, and related cancer due to specific predisposition, family history, or other factors.
- To provide information about options for managing and living with these risk factors.
- To provide support for people as they pursue these options.
- To provide support for families facing these risks.
- To raise awareness of hereditary breast, ovarian, and related cancer.
- To represent the concerns and interests of our high-risk constituency to the cancer advocacy community, the scientific and medical community, the legislative community, and the general public.
- To promote research specific to hereditary cancer.
- To reduce disparities among underserved populations by promoting access to information, resources and clinical trials specific to hereditary breast and ovarian cancer.

2. Basis of Accounting

The financial statements, presented on the accrual basis of accounting, have been prepared to focus on FORCE as a whole, and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of assets, liabilities, and net assets into two self-balancing net asset groups as follow:

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- With Donor Restriction - Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by actions of FORCE to meet the stipulations, that may become undesignated by the passage of time, or that require net assets to be permanently maintained, thereby restricting the use of principal.
- Without Donor Restriction - Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or the donor-imposed restrictions have expired. These net assets are available for use at the discretion of the Board of Directors and/or management for general operating purposes.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that effect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

3. Change in Accounting Principle

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, Not-for-Profit Entities (Topic 606): Revenue from Contracts with Customers. ASU 2014-09 establishes principles for recognizing revenue upon the transfer of promised goods or services to customers, in an amount that reflects the expected consideration received in exchange for those goods or services. Amendments defer the effective date of ASU 2014-09, clarify the implementation guidance on principal versus agent considerations, and clarify the identification of performance obligations and the licensing implementation guidance.

In June 2018, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2018-08, Not-for-Profit Entities (Topic 958): Clarifying the Scope of the Accounting Guidance for Contributions Received and Contributions Made. The new guidance is intended to clarify and improve accounting guidance for contributions received and contributions made. The amendments in ASU 2018-08 should assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional.

These new standards are effective for FORCE's year ending December 31, 2019 and thereafter and will be applied on a retrospective basis. FORCE adopted both of the ASU's effective January 1, 2019. Adoption of the ASU's did not result in any reclassifications, restatements, or changes in net assets.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

4. Liquidity

Assets and liabilities are presented in the accompanying statement of financial position according to their nearness of conversion to cash and, their maturity and resulting use of cash, respectively. See note G for more information on liquidity and availability of assets.

5. Cash Equivalents

Cash equivalents consist of highly liquid short-term money instruments with a maturity of three months or less when purchased and were approximately \$89,700 and \$68,400 at December 31, 2019 and 2018, respectively.

6. Investments

FORCE'S investments consist of marketable securities in money markets and certificates of deposits with readily determinable fair values. Unrealized gains and losses represent the net change in fair value of the securities and are recorded as an increase or decrease in net assets.

7. Accounts Receivable

Accounts receivable consist of amounts owed to FORCE for research and recruitment fees. Management expects the accounts receivable balance to be fully collectable.

8. Pledges Receivable

Pledges receivable represent unconditional promises to give by donors. The fair value of pledges receivable is estimated by discounting expected net future cash flows using a rate of return based on the yield of a U.S. Treasury Security with a maturity date similar to the expected collection period. Management believes all pledges receivable to be fully collectable. As such, no provision for uncollected amounts is included at December 31, 2019 and 2018 in the accompanying financial statements.

9. Net Asset Classification

Temporarily restricted net assets contain donor-imposed restrictions that expire upon the passage of time or once specific actions are undertaken by FORCE. The net assets are then released and reclassified to unrestricted support when these restrictions are satisfied. There was approximately \$192,200 and \$50,000 of temporarily restricted net assets at December 31, 2019 and 2018, respectively (see Note F for further discussion).

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

10. Noncash Contributions

Donated materials and services are recorded as contributions at their estimated values at the date of receipt. No amounts have been recorded for donated materials since no materials were donated in the current year. Also, no amounts have been recorded for volunteer services since no objective basis is available to measure the value of such services. However, a substantial number of volunteers have donated significant time in the services of FORCE.

11. Advertising

Advertising costs (direct mail) are expensed when incurred.

12. Functional Expenses

FORCE allocates its expenses on a functional basis among its various programs and services. Expenses that can be identified with a specific revenue and support service are allocated directly according to their natural expenditure classification. Expenses that benefit multiple functional areas have been allocated across programs, general and administrative, and fundraising expenses based on the proportion of employee time involved.

NOTE B - INVESTMENTS

Investment securities are carried at fair value based on quoted prices in active markets (all level 1 measurements) and consist of the following at December 31,:

	2019	
	Cost	Fair value
Money market and Certificates of deposit funds	\$ 719,949	\$ 732,075
Total	<u>\$ 719,949</u>	<u>\$ 732,075</u>
	2018	
	Cost	Fair value
Money market and Certificates of deposit funds	\$ 314,767	\$ 319,949
Total	<u>\$ -</u>	<u>\$ -</u>

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE B - INVESTMENTS - Continued

A summary of return on investments consists of the following for the years ended December 31,:

	<u>2019</u>	<u>2018</u>
Interest and dividends	\$ 9,665	\$ 5,793
Net unrealized gain (loss)	<u>2,461</u>	<u>(611)</u>
Total return	<u>\$ 12,126</u>	<u>\$ 5,182</u>

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial Accounting Standards Board *Accounting Standards Codification* 820-10 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy under FASB ASC 820-10 are described below:

- Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the-counter markets with sufficient volume),
- Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market, and
- Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on organization-specific data.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any 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.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS – Continued

The following is a description of the valuation methodologies used for significant assets and liabilities measured at fair value at December 31, 2019 and 2018:

*Money Markets and Certificates of deposits:* FORCE uses quoted market prices of identical assets on active exchanges, or Level 1 measurements. Maturities of money markets and certificates of deposits are less than 18 months.

The methods described above may produce a fair value calculation that may not be indicative of the net realizable value or reflective of future fair values. Furthermore, while the FORCE believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, FORCE's assets at fair value as of:

<u>December 31, 2019</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Assets				
Money market and Certificates of deposit funds	<u>\$ 732,075</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 732,075</u>
	<u><u>\$ 732,075</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 732,075</u></u>

<u>December 31, 2018</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Assets				
Money market and Certificates of deposit funds	<u>\$ 319,949</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 319,949</u>
	<u><u>\$ 319,949</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 319,949</u></u>



FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE D - PLEDGES RECEIVABLE

Pledges receivable are summarized as follows at December 31,:

	<u>2019</u>	<u>2018</u>
Total unconditional pledges	\$ 8,750	\$ 10,000
Less allowance for uncollectable pledges	<u>-</u>	<u>-</u>
Total pledges receivable, net	<u>\$ 8,750</u>	<u>\$ 10,000</u>

Pledges receivable to be collected after December 31, 2019 are as follows:

<u>Year ending December 31,</u>		
2020		\$ 6,750
2021		1,000
2022		<u>1,000</u>
Total		<u>\$ 8,750</u>

NOTE E - INCOME TAXES

FORCE has been recognized as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and Chapter 220.13 of the Florida Statutes, respectively. Accordingly, no provision for income taxes has been presented in these financial statements. FORCE has not reported any unrelated business income; however, such status is subject to final determination upon examination, if any, of the related income tax returns by the appropriate taxing authorities.

FORCE is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax years after 2016 remain subject to examination by federal and state taxing authorities.

NOTE F - NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restriction contain donor-imposed restrictions that expire upon the passage of time or once specific actions are undertaken by FORCE. The net assets are then released and reclassified to unrestricted support when they are expended. Net assets with donor restriction consisted of the following as of December 31,:

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE F - NET ASSETS WITH DONOR RESTRICTION - Continued

	<u>2019</u>	<u>2018</u>
Hereditary Cancer Conference	\$ 192,200	\$ -
Research Advocate Training Program	-	10,000
Peer Navigator Program	-	20,000
Health Policy Program	-	5,000
Website redesign	-	15,000
Clinical Research Matching Tool	-	-
Time restricted	-	-
	<u>          </u>	<u>          </u>
Total	<u>\$ 192,200</u>	<u>\$ 50,000</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by donors. The net assets released from restrictions are as follows for the years ended December 31,:

	<u>2019</u>	<u>2018</u>
Net assets released due to purpose or period restriction accomplished	\$ 50,000	\$ 50,000
Net assets released due to passage of time	-	35,000
	<u>          </u>	<u>          </u>
	<u>\$ 50,000</u>	<u>\$ 85,000</u>

NOTE G - LIQUIDITY AND AVAILABILITY OF RESOURCES

FORCE has the following financial assets that could readily be made available within one year of the balance sheet to fund expenses at December 31,:

	<u>2019</u>	<u>2018</u>
Cash without donor restrictions	\$ 287,263	\$ 545,906
Money market and certificates of deposit funds without donor restrictions	732,075	319,949
Cash with donor restrictions	<u>192,200</u>	<u>50,000</u>
	<u>          </u>	<u>          </u>
	<u>\$ 1,211,538</u>	<u>\$ 915,855</u>

The Organization has a goal to maintain financial assets, which consist of cash and cash equivalents, on hand to meet 60 days of normal operating expenses, which are on average, approximately \$285,000.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2019 and 2018

NOTE H - CONCENTRATIONS OF CREDIT RISK

FORCE maintains cash and cash equivalent balances at financial institutions that at times are in excess of federally insured limits. The Federal Deposit Insurance Corporation insures accounts at this institution for amounts up to \$250,000. FORCE had uninsured bank deposits of approximately \$28,600 and \$340,000 at December 31, 2019 and 2018, respectively.

NOTE I - RETIREMENT PLAN

FORCE participates in a tax-deferred retirement plan whose assets are held by an investment company as trustee. Discretionary contributions to the plan are based on a percentage of eligible employees' compensation as defined by the plan. FORCE employees participated in the plan for the years ended December 31, 2019 and 2018, however, no matching contributions were made.

NOTE J - SUBSEQUENT EVENTS

FORCE has evaluated events and transactions occurring subsequent to December 31, 2019 as of April 7, 2020 which is the date the financial statements were available to be issued.

In March 2020, economic uncertainties have arisen that may impact future cash flows and changes in net assets as a result of the coronavirus pandemic (COVID-19). The Joining FORCEs 2020 Conference has been canceled due COVID-19 as well. FORCE is in the process of rescheduling and may result in possible return of funds. The related financial impact cannot be reasonably estimated at this time.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS*

FORCE - FACING OUR RISK OF CANCER EMPOWERED, INC.

December 31, 2019



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
 OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
 OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
 STATEMENTS PERFORMED IN ACCORDANCE WITH  
 GOVERNMENT AUDITING STANDARDS**

Board of Directors  
 FORCE - Facing Our Risk of Cancer Empowered, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of FORCE - Facing Our Risk of Cancer Empowered, Inc. ("FORCE") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 7, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered FORCE's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of FORCE's internal control. Accordingly, we do not express an opinion on the effectiveness of FORCE's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did



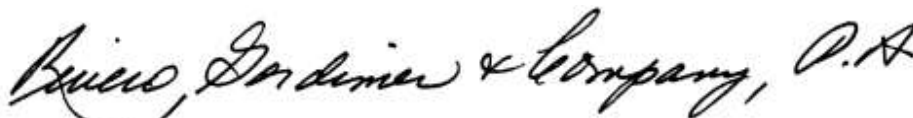
not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether FORCE's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of FORCE's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Benicio, Gordinier & Company, P.A." The signature is written in a cursive, flowing style.

Tampa, Florida  
April 7, 2020