

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

FORCE - FACING OUR RISK OF CANCER EMPOWERED, INC.

December 31, 2021 and 2020

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## INDEPENDENT AUDITORS' REPORT

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

### **Opinion**

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, 2021 and 2020, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of FORCE as of December 31, 2021 and 2020, 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.

### **Basis for Opinion**

We conducted our audits 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 FORCE and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 presentation of the 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 FORCE'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 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 FORCE'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 FORCE'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.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2022, 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.



Tampa, Florida  
April 28, 2022

FORCE - Facing Our Risk of Cancer Empowered, Inc.

STATEMENTS OF FINANCIAL POSITION

December 31,

	<u>2021</u>	<u>2020</u>
<b>ASSETS</b>		
Cash and cash equivalents (note A4)	\$ 1,397,408	\$ 475,455
Investments (notes A5, B and C)	1,072,537	1,673,287
Accounts receivable (note A6)	56,000	2,050
Pledges receivable (notes A7 and D)	1,000	2,000
Prepaid expenses	<u>1,418</u>	<u>4,990</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 2,528,363</u></u>	<u><u>\$ 2,157,782</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	<u>\$ 64,048</u>	<u>\$ 56,785</u>
<b>Total current liabilities</b>	<u>64,048</u>	<u>56,785</u>
<b>NET ASSETS (notes A2 and F)</b>		
Without donor restrictions	2,349,731	1,806,580
With donor restrictions	114,584	294,417
<b>Total net assets</b>	<u>2,464,315</u>	<u>2,100,997</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 2,528,363</u></u>	<u><u>\$ 2,157,782</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, 2021

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
Contributions and private grants	\$ 809,294	\$ 41,667	\$ 850,961
Government grant	360,000	-	360,000
Conference income	201,000	-	201,000
Program sponsorships and research recruitment	922,112	-	922,112
Other	5,382	-	5,382
Investment income (note B)	<u>1,065</u>	<u>-</u>	<u>1,065</u>
Total revenue and support	<u>2,298,853</u>	<u>41,667</u>	<u>2,340,520</u>
Net assets released from restrictions	<u>221,500</u>	<u>(221,500)</u>	<u>-</u>
Total revenue, support, and net assets released from restrictions	<u>2,520,353</u>	<u>(179,833)</u>	<u>2,340,520</u>
<b>EXPENSES</b>			
Program expenses	<u>1,491,229</u>	<u>-</u>	<u>1,491,229</u>
Supporting services			
Management and general	245,085	-	245,085
Fundraising	<u>240,888</u>	<u>-</u>	<u>240,888</u>
Total supporting services	<u>485,973</u>	<u>-</u>	<u>485,973</u>
Total expenses	<u>1,977,202</u>	<u>-</u>	<u>1,977,202</u>
CHANGE IN NET ASSETS	543,151	(179,833)	363,318
Net assets at beginning of year	<u>1,806,580</u>	<u>294,417</u>	<u>2,100,997</u>
Net assets at end of year	<u>\$ 2,349,731</u>	<u>\$ 114,584</u>	<u>\$ 2,464,315</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, 2020

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
Contributions and private grants	\$ 1,087,176	\$ 244,417	\$ 1,331,593
Government grant	360,000	-	360,000
Conference income	72,491	-	72,491
Program sponsorships and research recruitment	717,688	-	717,688
Gain on debt forgiveness (note J)	199,655	-	199,655
Other	3,440	-	3,440
Investment income (note B)	10,310	-	10,310
	<u>2,450,760</u>	<u>244,417</u>	<u>2,695,177</u>
Total revenue and support			
Net assets released from restrictions	<u>142,200</u>	<u>(142,200)</u>	<u>-</u>
Total revenue, support, and net assets released from restrictions	<u>2,592,960</u>	<u>102,217</u>	<u>2,695,177</u>
<b>EXPENSES</b>			
Program expenses	<u>1,445,344</u>	<u>-</u>	<u>1,445,344</u>
Supporting services			
Management and general	162,200	-	162,200
Fundraising	<u>193,017</u>	<u>-</u>	<u>193,017</u>
Total supporting services	<u>355,217</u>	<u>-</u>	<u>355,217</u>
Total expenses	<u>1,800,561</u>	<u>-</u>	<u>1,800,561</u>
<b>CHANGE IN NET ASSETS</b>	792,399	102,217	894,616
Net assets at beginning of year	<u>1,014,181</u>	<u>192,200</u>	<u>1,206,381</u>
Net assets at end of year	<u>\$ 1,806,580</u>	<u>\$ 294,417</u>	<u>\$ 2,100,997</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>2021</u>	<u>2020</u>
Cash flows from operating activities		
Change in net assets	\$ 363,318	\$ 894,616
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Net realized and unrealized loss (gain)		
on value of investments	707	(1,474)
Gain on debt forgiveness	-	(199,655)
(Increase) decrease in accounts receivable	(53,950)	4,200
Decrease in pledges receivable	1,000	6,750
Decrease in prepaid expenses	3,572	2,000
(Decrease) increase in accounts payable	7,263	29,638
Total adjustments	<u>(41,408)</u>	<u>(158,541)</u>
Net cash provided by operating activities	<u>321,910</u>	<u>736,075</u>
Cash flows from investing activities		
Reinvestment of interest from investments	(1,772)	(8,836)
Net cash used by investing activities	<u>601,815</u>	<u>(936,656)</u>
Net cash used by investing activities	<u>600,043</u>	<u>(945,492)</u>
Cash flows from financing activities		
Proceeds from note payable - PPP	-	199,655
Net cash provided by financing activities	<u>-</u>	<u>199,655</u>
Net change in cash and cash equivalents	921,953	(9,762)
Cash and cash equivalents at beginning of year	<u>475,455</u>	<u>485,217</u>
Cash and cash equivalents at end of year	<u>\$ 1,397,408</u>	<u>\$ 475,455</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, 2021

	Program Expenses	Management and General	Fundraising and Development	Total
Bank fees	\$ -	\$ 11,790	\$ 233	\$ 12,023
Communications	3,391	1,882	1,204	6,477
Conference	59,536	45,880	1,680	107,096
Insurance	-	12,796	-	12,796
Miscellaneous	4,389	5,616	720	10,725
Office supplies	3,110	1,462	-	4,572
Personnel costs	874,696	72,207	202,126	1,149,029
Postage	3,701	1,780	-	5,481
Printing	5,772	714	-	6,486
Contract services	386,720	70,966	20,057	477,743
Promotional	26,995	301	-	27,296
Software	59,696	13,800	13,718	87,214
Subscriptions	1,519	39	-	1,558
Travel	-	636	-	636
Website	61,704	5,216	1,150	68,070
	<u>\$ 1,491,229</u>	<u>\$ 245,085</u>	<u>\$ 240,888</u>	<u>\$ 1,977,202</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, 2020

	Program Expenses	Management and General	Fundraising and Development	Total
Bank fees	\$ -	\$ 9,816	\$ -	\$ 9,816
Communications	4,930	2,024	915	7,869
Conference	43,803	-	-	43,803
Insurance	4,822	10,850	603	16,275
Miscellaneous	4,518	7,596	418	12,532
Office supplies	488	805	238	1,531
Outreach expenses	404	-	-	404
Personnel costs	876,194	73,150	168,692	1,118,036
Postage	11,841	2,495	280	14,616
Printing	12,987	2,575	1,604	17,166
Contract services	250,514	46,813	1,998	299,325
Promotional	67,163	-	-	67,163
Software	66,521	4,845	13,719	85,085
Subscriptions	345	706	-	1,051
Travel	5,164	-	3,789	8,953
Website	95,650	525	761	96,936
	<u>\$ 1,445,344</u>	<u>\$ 162,200</u>	<u>\$ 193,017</u>	<u>\$ 1,800,561</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, 2021 and 2020

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 adult onset hereditary cancers. FORCE improves the lives of the millions of individuals and families facing hereditary breast, ovarian, pancreatic, prostate, colorectal and endometrial cancers. FORCE's community includes people with a BRCA, ATM, PALB2, CHEK2, PTEN or other inherited gene mutation and those diagnosed with Lynch syndrome. FORCE accomplishes this through education, support, advocacy and research efforts.

FORCE is dedicated to providing up-to-date, expert-reviewed information and resources that help people make informed medical decisions. FORCE's strong, supportive community of peers and professionals ensures no one must face hereditary cancer alone. FORCE serves as a champion, unifying the community and advocating for awareness, access to care, and better treatment and prevention options.

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:

- 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.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

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

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. 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.

4. 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 \$104,000 and \$96,000 at December 31, 2021 and 2020, respectively.

5. Investments

FORCE'S investments consist of marketable securities in money market mutual funds 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.

6. Accounts Receivable

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

7. 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, 2021 and 2020 in the accompanying financial statements.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

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

8. 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 years ended December 31, 2021 and 2020. 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.

9. Advertising

Advertising costs (direct mail) are expensed when incurred.

10. 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.

11. Reclassification

Certain reclassifications of the prior year's comparative balances have been made to conform to the current year presentation.

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,:

	2021	
	<u>Cost</u>	<u>Fair value</u>
Certificates of deposit funds	<u>\$ 1,072,873</u>	<u>\$ 1,072,537</u>
	2020	
	<u>Cost</u>	<u>Fair value</u>
Certificates of deposit funds	<u>\$ 1,672,500</u>	<u>\$ 1,673,287</u>

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

NOTE B - INVESTMENTS - Continued

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

	<u>2021</u>	<u>2020</u>
Interest and dividends	\$ 1,772	\$ 8,836
Net realized and unrealized (loss) gain	<u>(707)</u>	<u>1,474</u>
Total return	<u>\$ 1,065</u>	<u>\$ 10,310</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, 2021 and 2020

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, 2021 and 2020:

*Certificates of deposits:* FORCE uses quoted market prices of identical assets on active exchanges, or Level 1 measurements. Maturities of 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, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Certificates of deposit funds	<u>\$ 1,072,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,072,537</u>
<u>December 31, 2020</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Certificates of deposit funds	<u>\$ 1,673,287</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,673,287</u>

NOTE D - PLEDGES RECEIVABLE

Pledges receivable are summarized as follows at December 31,:

	<u>2021</u>	<u>2020</u>
Total unconditional pledges	\$ 1,000	\$ 2,000
Less allowance for uncollectable pledges	<u>-</u>	<u>-</u>
Total pledges receivable, net	<u>\$ 1,000</u>	<u>\$ 2,000</u>

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

NOTE D - PLEDGES RECEIVABLE - Continued

Pledges receivable to be collected after December 31, 2021 are as follows:

<u>Year ending December 31,</u>	
2022	<u>\$ 1,000</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 2018 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,:

	<u>2021</u>	<u>2020</u>
PartnerFORCE Affiliate Program	\$ 72,917	\$ 197,917
Digital Learning Program	37,500	14,000
XRAY Colorectal Cancer	4,167	-
Hereditary Cancer Conference	-	50,000
Many Genes-Many-Cancers Program	-	32,500
	<u>          </u>	<u>          </u>
Total	<u>\$ 114,584</u>	<u>\$ 294,417</u>



FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

NOTE F - NET ASSETS WITH DONOR RESTRICTION - Continued

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>2021</u>	<u>2020</u>
Net assets released due to purpose restriction accomplished	<u>\$ 221,500</u>	<u>\$ 142,200</u>
	<u><u>\$ 221,500</u></u>	<u><u>\$ 142,200</u></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>2021</u>	<u>2020</u>
Cash without donor restrictions	\$ 1,282,824	\$ 181,038
Investments	1,072,537	1,673,287
Cash with donor restrictions	<u>114,584</u>	<u>294,417</u>
	<u><u>\$ 2,469,945</u></u>	<u><u>\$ 2,148,742</u></u>

FORCE 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 \$300,000.

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 did not have any uninsured bank deposits at December 31, 2021 and 2020, respectively.

FORCE - Facing Our Risk of Cancer Empowered, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2021 and 2020

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, 2021 and 2020, however, no matching contributions were made.

NOTE J - GAIN ON DEBT FORGIVENESS

In April 2020, FORCE applied for and received funds of \$199,655 as part of the U.S. Small Business Administration ("SBA") Paycheck Protection Program ("PPP"). The proceeds from the loan were used to fund payroll and other specific costs outlined in the program. FORCE applied for full forgiveness in December 2020 and received approval in February 2021. Accordingly, a gain on debt forgiveness of \$199,655 has been recognized in statement of activities and changes in net assets for the year ended December 31, 2020.

NOTE K - RISKS AND UNCERTAINTIES

In March 2020, the United States and global financial markets experienced significant volatility resulting from uncertainty caused by the world-wide coronavirus pandemic (COVID-19). General economic uncertainties have arisen that may impact future cash flows and changes in net assets as a result of the pandemic. The related financial impact cannot be reasonably estimated at this time.

NOTE L - SUBSEQUENT EVENTS

FORCE has evaluated events and transactions occurring subsequent to December 31, 2021 as of April 28, 2022 which is the date the financial statements were available to be issued.

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, 2021



RIVERO, GORDIMER & COMPANY, P.A.

Member  
American Institute of Certified Public Accountants  
Florida Institute of Certified Public Accountants

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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, 2021, 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 28, 2022.

**Report on 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) as a basis for designing auditing 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.



## Report on 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 FORCE's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Bueco, Gardner & Company, P.A." The signature is written in black ink and is positioned above the typed text of the firm's name.

Tampa, Florida  
April 28, 2022