

HABITAT FOR HUMANITY NYC FUND, INC.

**Financial Statements
For the Year Ended June 30, 2023
With Independent Auditor's Report**



MITCHELL TITUS
ACHIEVING EXCELLENCE TOGETHER

HABITAT FOR HUMANITY NYC FUND, INC.
Financial Statements
For the Year Ended June 30, 2023

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Habitat for Humanity NYC Fund, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Habitat for Humanity NYC Fund, Inc. (the Fund), which comprise the statement of financial position as of June 30, 2023, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Habitat for Humanity NYC Fund, Inc. as of June 30, 2023, and the changes in their net assets and their 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 (GAAS). 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 Habitat for Humanity NYC Fund, Inc., 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 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 Habitat for Humanity NYC Fund, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

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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 GAAS 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 aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, 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 Habitat for Humanity NYC Fund, Inc.'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 Habitat for Humanity NYC Fund, Inc.'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.

Mitchell Titus, LLP

December 21, 2023

HABITAT FOR HUMANITY NYC FUND, INC.
Statement of Financial Position
As of June 30, 2023

ASSETS

Current assets

Cash and cash equivalents - Note 4	\$ 663,931
Restricted cash	1,047,231
Accounts receivable	7,428
Grants receivable - Note 6	500,000
Mortgages receivable - Note 5	4,610
CDFI loans receivable, net - Note 7	<u>103,618</u>
Total current assets	<u>2,326,818</u>

Non-current assets

Homeowners' escrow and reserve funds	25,124
Mortgages receivable, net - Note 5	1,411,754
CDFI loans receivable, net - Note 7	<u>1,881,832</u>
Total non-current assets	<u>3,318,710</u>
Total assets	<u>\$ 5,645,528</u>

LIABILITIES AND NET ASSETS

Current liabilities

Accounts payable and accrued expenses	\$ 13,955
Deferred revenue - Note 8	<u>112,642</u>
Total current liabilities	<u>126,597</u>

Non-current liabilities

Loans payable - Note 9	500,000
Deferred revenue - Note 8	<u>1,036,473</u>
Total non-current liabilities	<u>1,536,473</u>
Total liabilities	<u>1,663,070</u>

Net assets

Without donor restrictions

Undesignated	<u>3,982,458</u>
Total net assets	<u>3,982,458</u>
Total liabilities and net assets	<u>\$ 5,645,528</u>

The accompanying notes are an integral part of these financial statements.

HABITAT FOR HUMANITY NYC FUND, INC.

Statement of Activities

For the Year Ended June 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
<i>Support</i>			
Contributions (including in-kind contributed services of \$17,065)	\$ 104,079	\$ -	\$ 104,079
Government support	500,000	-	500,000
<i>Revenue</i>			
Interest income	79,726	-	79,726
Mortgage discount amortization	210,333	-	210,333
Other income	15,085	-	15,085
Total support and revenue	<u>909,223</u>	<u>-</u>	<u>909,223</u>
Total support, revenue and reclassifications	<u>909,223</u>	<u>-</u>	<u>909,223</u>
EXPENSES			
<i>Program services</i>			
Program services	<u>454,613</u>	<u>-</u>	<u>454,613</u>
Total program services	<u>454,613</u>	<u>-</u>	<u>454,613</u>
<i>Supporting services</i>			
Management and general	<u>250,969</u>	<u>-</u>	<u>250,969</u>
Total supporting services	<u>250,969</u>	<u>-</u>	<u>250,969</u>
Total expenses	<u>705,582</u>	<u>-</u>	<u>705,582</u>
Change in net assets	203,641	-	203,641
Net assets, at beginning of year	<u>3,778,817</u>	<u>-</u>	<u>3,778,817</u>
Net assets, at end of year	<u>\$ 3,982,458</u>	<u>\$ -</u>	<u>\$ 3,982,458</u>

The accompanying notes are an integral part of these financial statements.

HABITAT FOR HUMANITY NYC FUND, INC.

Statement of Functional Expenses

For the Year Ended June 30, 2023

	Program Services	Supporting Services Management and General	Total
<i>Personnel expenses</i>			
Salaries and wages	\$ 258,169	\$ 45,560	\$ 303,729
Payroll taxes and fringe benefits	92,869	16,460	109,329
Total personnel costs	<u>351,038</u>	<u>62,020</u>	<u>413,058</u>
<i>Other expenses</i>			
Professional fees	45,902	9,739	55,641
Occupancy costs	2,104	371	2,475
Insurance	406	1,000	1,406
Office expenses	352	5,775	6,127
Computer maintenance and software	4,250	750	5,000
Advertising	-	559	559
Staff training and education	513	-	513
Telephone	6,179	1,091	7,270
Travel and meetings	39	-	39
Bad debt	-	140,817	140,817
Interest expense and financing fees	-	28,847	28,847
CDFI loan-loss reserve and discount amortization - Note 7	43,830	-	43,830
Total other expenses	<u>103,575</u>	<u>188,949</u>	<u>292,524</u>
Total expenses	<u>\$ 454,613</u>	<u>\$ 250,969</u>	<u>\$ 705,582</u>

The accompanying notes are an integral part of these financial statements.

HABITAT FOR HUMANITY NYC FUND, INC.

Statement of Cash Flows

For the Year Ended June 30, 2023

CASH FROM OPERATING ACTIVITIES

Change in net assets	\$ 203,641
<i>Adjustments to reconcile change in net assets to net cash provided by operations</i>	
Mortgage discount amortization	(210,333)
Bad debt expense	140,817
Loan loss reserve	43,830
<i>Changes in operating assets and liabilities</i>	
Accounts receivable	8,825
Contributions receivable	(415,000)
Family members' savings plan contributions, homeowners' escrow and reserve funds	(25,124)
Accounts payable and accrued expenses	9,895
Deferred revenue	454,771
	<hr/>
Net cash provided by operating activities	211,322

CASH FROM INVESTING ACTIVITIES

Collections on mortgages receivable	494,481
Collections on CDFI loans	195,472
CDFI loans issued	(1,118,999)
	<hr/>
Net cash used in investing activities	(429,046)

CASH FROM FINANCING ACTIVITIES

Repayments of recoverable grant	(40,000)
Repayments to affiliate	(30,000)
	<hr/>
Net cash used in financing activities	(70,000)

Net decrease in cash, restricted cash and cash equivalents (287,724)

Cash, restricted cash and cash equivalents, beginning of year 1,998,886

Cash, restricted cash and cash equivalents, end of year \$ 1,711,162

Cash at end of year consisted of

Unrestricted cash and cash equivalents	\$ 663,931
Restricted cash	<u>1,047,231</u>
Total	<u><u>\$ 1,711,162</u></u>

The accompanying notes are an integral part of these financial statements.

HABITAT FOR HUMANITY NYC FUND, INC.

Notes to Financial Statements

For the Year Ended June 30, 2023

NOTE 1 ORGANIZATION

On February 9, 2017, the Fund's parent organization Habitat for Humanity New York City and Westchester County, Inc. (Habitat NYC and Westchester) formed the Fund for the purpose of promoting community development and homeownership and to expand the availability of affordable housing by providing financing and technical assistance and other educational and development services. The Fund received Community Development Financial Institution (CDFI) designation from the U.S. Department of the Treasury.

Habitat for Humanity NYC Fund, Inc. (the Fund) is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the Code) and has been classified as publicly supported organizations as described in Code Sections 509(a)(1) and 170(b)(a)(vi).

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements consist of the accounts of Habitat for Humanity NYC Fund, Inc., and have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Use of Estimates

The preparation of financial statements in accordance with U.S. 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 reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Net Asset Classifications

The Fund's net assets have been presented and classified as without donor restrictions and with donor restrictions based on the existence or absence of donor-imposed restrictions. The Fund does not have endowment net assets.

Without donor restrictions—Resources that are not subject to donor restrictions. These amounts may be designated by the Board of Directors (the Board), or management at the Board's direction, to cover any purposes determined by the Fund.

With donor restrictions—Funds that Humanity NYC Fund, Inc. may use in accordance with donors' restrictions for specific purposes or upon the passage of time. Habitat NYC Fund had no net assets with donor restrictions as of June 30, 2023.

HABITAT FOR HUMANITY NYC FUND, INC.
Notes to Financial Statements
For the Year Ended June 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue Recognition

Contributions—All unconditional contributions are recorded at fair value as revenue when received.

The fair value of long-term contributions receivable is measured based on the present value of future cash flows, with consideration given to the expected possible variations in the amount and/or timing of the cash flows and other specific factors that would be considered by market participants. Fair value measurements also consider donors' credit risk.

All contributions are considered available for general use unless restricted specifically by the donor. The Fund records contributions as net assets with donor restrictions if they are received with donor stipulations that limit their use either through purpose or time. When donor restrictions expire (*i.e.*, when a time or purpose restriction is fulfilled), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities as net assets released from restrictions.

Contributed Services

All of the Fund's Board members have volunteered their time to serve on the Board of Directors. There are partner families (prospective qualified purchasers) and other volunteers who have donated significant time to the Fund in project construction and its related programs. The value of this contributed time is not reflected in these financial statements since these services do not meet the following criteria for recognition under U.S. GAAP: (a) create or enhance nonfinancial assets or (b) require specialized skills provided by individuals possessing those skills, and (c) would typically need to be purchased if they were not provided by donation.

Functional Allocation of Expenses

Costs that are specifically identifiable to programs or management and general activities and are charged directly to such function. Costs incurred for both programs and management and general functions are allocated based on certain factors deemed reasonable by management.

Cash and Cash Equivalents

The Fund considers money market investments and certificates of deposits with a maturity of three months or less on the date of acquisition to be cash equivalents.

HABITAT FOR HUMANITY NYC FUND, INC.

Notes to Financial Statements

For the Year Ended June 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Cash and Cash Equivalents *(continued)*

The Fund maintains its cash in bank deposit accounts that may exceed federally insured limits. The Fund has not experienced any losses in such accounts. As of June 30, 2023, approximately 100% of unrestricted and restricted cash was held by one financial institution.

Restricted cash primarily consists of funds received for the Landlord Ambassador Flexible Financing Program (LAFFP). These funds are utilized as grant proceeds in part to originate, underwrite, and service loans to certain qualified property owners.

Allowance for Doubtful Accounts

The Fund evaluates the collectability of accounts receivable and grants receivable and provides an allowance for any losses based on collection history and other factors determined by management. Write-offs are charged against the allowance. There was no allowance for uncollectible accounts on accounts and contributions receivable as of June 30, 2023, as all accounts and grants receivable were determined to be fully collectible.

Loan-Loss Reserve

The Fund establishes a loan-loss reserve of 5% related to the CDFI loans receivable balance.

Mortgages Receivable

Mortgages receivable do not bear interest and are reported at present value, using a discount rate of 8%.

Management considers a loan to be delinquent or past due if a borrower fails to make a contractually scheduled principal payment that is over 120 days past due. The Fund's management periodically reviews mortgage balances to determine whether an allowance for bad debt should be established for any amounts determined to be unrecoverable. Factors considered by management include principal collections experience, collateral value, borrowers' financial conditions, and other factors.

The Fund considers a loan to be impaired when it is "probable" that repayment obligations due according to the contractual terms will not be met. The term "probable" is used consistently within Accounting Standards Codification (ASC) 450, *Contingencies*. In this instance, the mortgage carrying value is written down by management, if deemed necessary, based on their review of the collateral and other considerations. The receivables are collateralized by mortgage liens on the underlying housing units.

HABITAT FOR HUMANITY NYC FUND, INC.
Notes to Financial Statements
For the Year Ended June 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Income Taxes

As described in Note 1, the Fund is exempt from federal income taxes. The Fund is also exempt from state income taxes.

Management evaluated the Fund's tax positions and concluded that, as of June 30, 2023, there were no uncertain tax positions taken or expected to be taken. Accordingly, no interest or penalties related to uncertain tax positions have been accrued in the accompanying financial statements.

The Fund is subject to audits by taxing jurisdictions; however, no audits for any tax periods are currently in progress. Management believes that the Fund is no longer subject to income tax examinations by federal, state, or local tax authorities for Year Ended on or prior to June 30, 2019.

NOTE 3 LIQUIDITY AND AVAILABILITY OF RESOURCES FOR GENERAL EXPENDITURES

The Fund receives contributions and promises to give that are restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Fund manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Fund maintains current financial assets, less current liabilities at a minimum of 30 days operating expenses. The Fund targets a year-end balance of reserves of undesignated net assets without donor restrictions to meet 15 to 30 days of expected expenditures. To achieve these targets, the Fund forecasts future cash flows and monitors its liquidity quarterly, and its reserves annually. During the year ended June 30, 2023, the level of liquidity and reserves was managed within the policy requirements.

Financial assets held by the Fund and the amounts of those financial assets that could readily be made available over the next 12 months to meet general expenditures are as follows:

Total financial assets	\$ 4,573,173
<i>Long-term financial assets</i>	
Receivables not due within the next 12 months	<u>(3,293,586)</u>
Financial assets available to meet cash needs for general expenditures over the next 12 months	<u><u>\$ 1,279,587</u></u>

HABITAT FOR HUMANITY NYC FUND, INC.
Notes to Financial Statements
For the Year Ended June 30, 2023

NOTE 4 FAIR VALUE MEASUREMENTS

The Fund accounts for fair value measurements under the accounting standard that establishes a hierarchy for the inputs used to measure fair value based on the nature of the data input, which generally range from quoted prices for identical instruments in a principal trading market (Level 1) to estimates determined using related market data (Level 3). Multiple inputs may be used to measure fair value.

Level 1: Measurements that are most observable are based on quoted prices of identical instruments obtained from principal markets in which they are traded. Closing prices are both readily available and representative of fair value. Market transactions occur with sufficient frequency and volume to ensure liquidity.

Level 2: Measurements that are derived indirectly from observable inputs or from quoted prices from markets that are less liquid. Measurements may consider inputs that other market participants would use in valuing a portfolio, quoted market prices for similar securities, interest rates, credit risks, and others.

Level 3: Measurements that are least observable are estimated from related market data, determined from sources with little or no market activity for comparable contracts, or are positions with longer durations.

There are no assets or liabilities that are required to be measured at fair value at June 30, 2023.

NOTE 5 MORTGAGES RECEIVABLE

In 2018, Habitat NYC and Westchester transferred a portfolio of 75 mortgages to the Fund. As of June 30, 2023, the portfolio consisted of 56 mortgages. These are interest-free mortgages to finance the sale of housing units to qualified purchasers. Discounted at an annual rate of 8%, mortgage receivables at June 30, 2023, consisted of the following:

	June 30, 2023					Not Yet Due		Total
	Past Due					Current Portion	Noncurrent Portion	
	1-30 days	31-60 days	61-90 days	91-120 days	Over 120 days			
Face amount	\$ 361	\$ 361	\$ 361	\$ 361	\$ -	\$ 179,806	\$ 1,966,557	\$ 2,147,807
Unamortized discount	-	-	-	-	-	(176,640)	(554,803)	(731,443)
Net present value of mortgage receivable	\$ 361	\$ 361	\$ 361	\$ 361	\$ -	\$ 3,166	\$ 1,411,754	\$ 1,416,364

HABITAT FOR HUMANITY NYC FUND, INC.

Notes to Financial Statements

For the Year Ended June 30, 2023

NOTE 5 MORTGAGES RECEIVABLE *(continued)*

Commencing in 2008, Habitat NYC and Westchester discontinued financing sales as its primary method of providing homeowners' financing and partnered with the State of New York Mortgage Agency (SONYMA) such that banks originate mortgage loans to qualified purchasers. The mortgages are then purchased by SONYMA. However, on a limited basis, Habitat NYC and Westchester has provided financing sales for homes when SONYMA mortgages were not feasible.

The housing units were sold to the Family Partners at below-market values and, therefore, the estimated realized value of the housing units that secure delinquent mortgages generally exceed the delinquent mortgages receivable. The value of the mortgages receivable with amounts over 120 days past due totaled approximately \$0 at June 30, 2023 (net of unamortized discount of approximately \$0 at June 30, 2023), and averaged approximately \$97,000 at June 30, 2023 (net of unamortized discount of approximately \$28,000 at June 30, 2023). There is no interest accrued on overdue amounts as these mortgages are non-interest bearing. During the year ended June 30, 2023, the Fund wrote off approximately \$129,000 of mortgages receivable deemed uncollectible.

NOTE 6 GRANTS RECEIVABLE

Grants receivable at June 30, 2023, are due to be collected in one year or less and amounted to \$500,000.

NOTE 7 CDFI LOANS RECEIVABLE

As of June 30, 2023, the Fund's loans receivable consists of thirteen loans to third parties, with an outstanding balance, net of loan-loss reserve, of \$1,985,450. The Fund established a 5% loan-loss reserve on the outstanding loan balance, amounting to \$104,497 for the year ended June 30, 2023. During the year ended June 30, 2023, the Fund wrote off approximately \$47,000 of loans receivable deemed uncollectible. The CDFI loans earned interest income of \$79,726 during the year ended June 30, 2023.

HABITAT FOR HUMANITY NYC FUND, INC.
Notes to Financial Statements
For the Year Ended June 30, 2023

NOTE 8 DEFERRED REVENUE

Deferred revenue represents government grants and loan interest reserves, which will be recognized as revenue when deemed earned. Deferred revenue at June 30, 2023, consisted of the following:

	<u>2023</u>	<u>2022</u>
Landlord Ambassador Flexible Financing Program (Fund)	\$ 1,112,330	\$ 694,344
CDFI interest reserve accounts	36,785	-
	<u>\$ 1,149,115</u>	<u>\$ 694,344</u>

NOTE 9 DEBT

Loans Payable

On August 19, 2020, the Fund entered into a five-year loan agreement with a bank for \$500,000. The loan bears interest at 3% and matures on July 19, 2025. The loan balance as of June 30, 2023 amounted to \$500,000. Interest expense in 2023 amounted to \$15,208.

On June 29, 2022, Habitat Net Zero, LLC entered into an intercompany loan with the Fund to finance the pre-development costs up to \$250,000 related to the Net Zero project. This loan bears interest at 5.5% and is due upon the earlier of substantial completion of the Net Zero project or July 1, 2024.

Recoverable Grant Liability

On November 15, 2017, the Fund entered into a recoverable interest-free grant agreement with Deutsche Bank Americas Foundation (the Foundation), whereby the Foundation will provide \$40,000 annually for three years starting November 25, 2017. The Fund is required to repay the funds in three installments of \$40,000 each due November 15, 2020, 2021, and 2022, respectively. The Fund received \$120,000 as of June 30, 2022 from the Foundation and has reported the recoverable grant liability at present value net of unamortized discount of \$0 and \$2,595, as of June 30, 2022 and 2021, respectively, using a discount rate of 5%. The Fund repaid the first two installments of \$40,000 during fiscal years 2021 and 2022. The third and final installment was repaid on November 4, 2022.

Lines of Credit

On October 4, 2019, the Fund entered into a loan agreement with a bank for a line of credit of \$2,500,000. The loan bears interest at 3%. The line of credit expired on October 4, 2022, and was renewed for another six months, with an expiration date of April 4, 2023. On April 4, 2023, the Fund renewed the loan agreement for a line of credit of \$2,500,000. The loan bears interest at 4.5% and expires on April 4, 2028. The loan balance as of June 30, 2023, amounted to \$0. Interest expense in 2023 amounted to \$0.

HABITAT FOR HUMANITY NYC FUND, INC.
Notes to Financial Statements
For the Year Ended June 30, 2023

NOTE 9 **DEBT** *(continued)*

Lines of Credit *(continued)*

On September 29, 2022, the Fund entered into a loan agreement with a bank for a line of credit of \$250,000. The loan bears interest at 3%. The line of credit draw period expires on September 29, 2023, with the repayment period expiring on September 29, 2028. The loan balance as of June 30, 2023, amounted to \$0. Interest expense in 2023 amounted to \$0.

As of June 30, 2023, the Fund was in compliance with its loan covenants.

NOTE 10 **FUNCTIONAL ALLOCATION OF EXPENSES**

The financial statements report certain categories of expenses that are attributed to program or management and general function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated based on historical estimates include professional fees, occupancy costs, insurance, office expenses, computer maintenance and software, and telephone. Salaries and wages, payroll taxes and benefits are allocated based upon both time and effort. All other expenses are directly charged to its proper function based upon the nature and classification of the expense.

NOTE 11 **SUBSEQUENT EVENTS**

The Fund evaluates events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected or disclosed in the financial statements. Such evaluation was performed through December 21, 2023, the date the financial statements were approved for issuance.

