

GEORGIA JUSTICE PROJECT, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019
With Independent Auditor's Report Thereon

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Georgia Justice Project, Inc.

We have audited the accompanying financial statements of Georgia Justice Project, Inc. ("GJP") (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

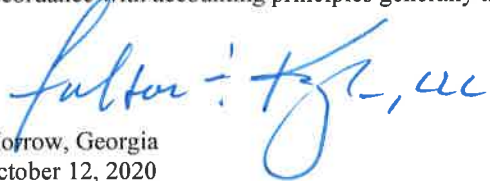
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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 GJP as of June 30, 2020 and 2019, 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.


Morrow, Georgia
October 12, 2020

GEORGIA JUSTICE PROJECT, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2020 AND 2019

	ASSETS	
	2020	2019
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,611,211	\$ 521,656
Investments	-	35,402
Contributions receivable	1,381,175	227,809
Prepaid expenses	<u>16,866</u>	<u>5,566</u>
TOTAL CURRENT ASSETS	3,009,252	790,433
CASH RESTRICTED TO CAPITAL CAMPAIGN	1,000,000	500,000
LONG-TERM CONTRIBUTIONS RECEIVABLE, net of discounts of \$57,008 and \$0, respectively	1,967,992	20,000
PROPERTY AND EQUIPMENT, NET	<u>897,369</u>	<u>932,925</u>
TOTAL ASSETS	<u>\$ 6,874,613</u>	<u>\$ 2,243,358</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 5,113	\$ 4,427
Payroll accrual	87,132	83,853
Deferred revenue	97,500	-
Note payable	<u>242,640</u>	<u>-</u>
TOTAL CURRENT LIABILITIES	<u>432,385</u>	<u>88,280</u>
TOTAL LIABILITIES	<u>432,385</u>	<u>88,280</u>
NET ASSETS		
Without donor restrictions		
Undesignated	1,247,952	364,997
Investment in fixed assets, net	<u>897,369</u>	<u>932,925</u>
Total net assets without donor restrictions	2,145,321	1,297,922
With donor restrictions	<u>4,296,907</u>	<u>857,156</u>
TOTAL NET ASSETS	<u>6,442,228</u>	<u>2,155,078</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 6,874,613</u>	<u>\$ 2,243,358</u>

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

GEORGIA JUSTICE PROJECT, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 1,008,384	\$ 4,968,492	\$ 5,976,876
Contributed services and in-kind	446,066	-	446,066
Other revenue	87,902	-	87,902
Special events	8,683	-	8,683
Interest and investment revenue	<u>7,882</u>	<u>-</u>	<u>7,882</u>
Revenues, gains and other support	1,558,917	4,968,492	6,527,409
Net assets released from restriction	<u>1,528,741</u>	<u>(1,528,741)</u>	<u>-</u>
TOTAL REVENUES, GAINS AND OTHER SUPPORTS	3,087,658	3,439,751	6,527,409
EXPENSES			
Program activities	1,941,556	-	1,941,556
Supporting services			
Management and general	95,945	-	95,945
Fundraising	<u>201,947</u>	<u>-</u>	<u>201,947</u>
Total supporting services	297,892	-	297,892
TOTAL EXPENSES	<u>2,239,448</u>	<u>-</u>	<u>2,239,448</u>
CHANGE IN OPERATING NET ASSETS	848,210	3,439,751	4,287,961
NON-OPERATING REVENUE, GAINS, AND LOSSES			
Loss on disposal of assets	<u>(811)</u>	<u>-</u>	<u>(811)</u>
CHANGE IN NET ASSETS	847,399	3,439,751	4,287,150
NET ASSETS, BEGINNING OF YEAR	<u>1,297,922</u>	<u>857,156</u>	<u>2,155,078</u>
NET ASSETS, END OF YEAR	<u>\$ 2,145,321</u>	<u>\$ 4,296,907</u>	<u>\$ 6,442,228</u>

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

GEORGIA JUSTICE PROJECT, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 842,584	\$ 488,247	\$ 1,330,831
Contributed services and in-kind	354,117	-	354,117
Other revenue	227,289	-	227,289
Special events	226,029	-	226,029
Interest and investment revenue	<u>5,293</u>	<u>-</u>	<u>5,293</u>
Revenues, gains and other support	1,655,312	488,247	2,143,559
Net assets released from restriction	<u>120,149</u>	<u>(120,149)</u>	<u>-</u>
TOTAL REVENUES, GAINS AND OTHER SUPPORTS	1,775,461	368,098	2,143,559
EXPENSES			
Program activities	1,731,815	-	1,731,815
Supporting services			
Management and general	70,911	-	70,911
Fundraising	<u>240,403</u>	<u>-</u>	<u>240,403</u>
Total supporting services	311,314	-	311,314
TOTAL EXPENSES	2,043,129	-	2,043,129
CHANGE IN NET ASSETS	(267,668)	368,098	100,430
NET ASSETS, BEGINNING OF YEAR	<u>1,565,590</u>	<u>489,058</u>	<u>2,054,648</u>
NET ASSETS, END OF YEAR	<u>\$ 1,297,922</u>	<u>\$ 857,156</u>	<u>\$ 2,155,078</u>

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

GEORGIA JUSTICE PROJECT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Program activities</u>	<u>Management and general</u>	<u>Fundraising</u>	<u>Totals</u>
Salaries	\$ 975,216	\$ 33,628	\$ 112,094	\$ 1,120,938
In-kind legal services	388,750	19,200	-	407,950
Client event	111,827	-	-	111,827
Employee benefits	96,504	3,328	11,092	110,924
Consultants	73,022	505	33,230	106,757
Payroll taxes	76,637	2,643	8,808	88,088
Depreciation	39,263	844	2,111	42,218
Office supplies	32,560	1,038	1,040	34,638
Technology/equipment	32,547	1,039	1,039	34,625
Special events	-	-	29,838	29,838
Accounting/banking	-	21,269	-	21,269
Direct assistance	19,035	-	-	19,035
Phone/internet	15,336	352	777	16,465
Insurance	6,296	9,947	-	16,243
Utilities	14,919	322	801	16,042
Materials-program	14,971	-	-	14,971
Repairs	8,956	1,493	481	10,930
Food and entertainment	9,454	301	302	10,057
Trial preparation	10,037	-	-	10,037
Travel	9,494	-	192	9,686
Maintenance	3,370	36	142	3,548
Staff development	2,701	-	-	2,701
Vehicle expenses	661	-	-	661
	<u>661</u>	<u>-</u>	<u>-</u>	<u>661</u>
TOTAL EXPENSES	<u>\$ 1,941,556</u>	<u>\$ 95,945</u>	<u>\$ 201,947</u>	<u>\$ 2,239,448</u>

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

GEORGIA JUSTICE PROJECT, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Program activities</u>	<u>Management and general</u>	<u>Fundraising</u>	<u>Totals</u>
Salaries	\$ 896,196	\$ 31,630	\$ 126,522	\$ 1,054,348
In-kind legal services	310,800	-	-	310,800
Client event	118,352	-	-	118,352
Employee benefits	96,875	3,419	13,677	113,971
Consultants	18,858	199	793	19,850
Payroll taxes	71,918	2,538	10,153	84,609
Depreciation	45,691	481	1,924	48,096
Office supplies	38,776	184	20,369	59,329
Technology/equipment	15,629	164	658	16,451
Special events	-	-	63,639	63,639
Accounting/banking	-	20,350	-	20,350
Direct assistance	4,549	-	-	4,549
Phone/internet	24,494	257	1,032	25,783
Insurance	3,626	10,977	-	14,603
Utilities	16,404	173	691	17,268
Materials-program	23,882	-	-	23,882
Repairs	2,515	26	106	2,647
Food and entertainment	8,738	479	385	9,602
Trial preparation	6,122	-	-	6,122
Travel	15,667	-	319	15,986
Maintenance	3,213	34	135	3,382
Staff development	7,680	-	-	7,680
Vehicle expenses	1,830	-	-	1,830
TOTAL EXPENSES	<u>\$ 1,731,815</u>	<u>\$ 70,911</u>	<u>\$ 240,403</u>	<u>\$ 2,043,129</u>

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

GEORGIA JUSTICE PROJECT, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 4,287,150	\$ 100,430
Adjustments to reconcile the change in net assets to net cash provided by operating activities		
Depreciation	42,218	48,096
Loss on disposal of property and equipment	811	-
Contributions of securities	(27,843)	(18,713)
Present value discount	57,008	-
(Increase) Decrease in operating assets		
Accounts receivable	(1,840)	(1,420)
Contributions receivable	(1,151,526)	(103,331)
Prepaid expenses	(11,300)	1,823
Long-term contributions receivable	(2,005,000)	(20,000)
Increase (Decrease) in operating liabilities		
Accounts payable	686	(663)
Payroll accrual	3,279	18,507
Deferred revenue	97,500	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>1,291,143</u>	<u>24,729</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	63,245	18,373
Purchase of property and equipment	<u>(7,473)</u>	<u>(13,548)</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	55,772	4,825
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from note payable	<u>242,640</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES	242,640	-
NET CHANGE IN CASH	<u>1,589,555</u>	<u>29,554</u>
CASH, CASH EQUIVALENTS AND RESTRICTED CASH AT THE BEGINNING OF THE YEAR	<u>1,021,656</u>	<u>992,102</u>
CASH, CASH EQUIVALENTS AND RESTRICTED CASH AT THE END OF THE YEAR	<u>\$ 2,611,211</u>	<u>\$ 1,021,656</u>
SUPPLEMENTAL DISCLOSURE		
Cash paid for interest	<u>\$ 1</u>	<u>\$ 24</u>

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

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

1. ORGANIZATION

Georgia Justice Project, Inc. ("GJP") is a non-profit corporation organized in 1986 to provide, without charge, legal representation and social service support to the criminally accused poor of Metropolitan Atlanta. In addition to criminal representation, GJP also provides legal assistance in correcting criminal records, improving Georgia's laws regarding collateral consequences of criminal records and providing education throughout Georgia regarding these issues.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

GJP classifies its net assets and revenues and expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of GJP and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objective of the organization. These net assets may be used at the discretion of the GJP's management and the board of directors.

Investment in fixed assets, net – Assets invested by the GJP in property, plant and equipment, net of accumulated depreciation

Net assets with donor restrictions – net assets subject to stipulations imposed by donors and grantors. All donor restrictions are temporary in nature; those restrictions will be met by actions of the organization or by the passage of time.

Revenues are reported as increases in net assets without donor restrictions unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of restrictions on net assets are reported as reclassifications between the applicable classes of net assets.

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are reported.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates

Management of GJP makes estimates and assumptions related to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare the financial statements in conformity with GAAP. Actual results could differ from these estimates.

Fair value of financial instruments

The financial instruments shown as assets and liabilities in the statements of financial position are traditional in nature. The carrying value of cash and cash equivalents and all other financial instruments, including receivables and payables, approximate their fair value.

Cash, cash equivalents and restricted cash

For financial statement purposes, highly liquid investments with original maturities of three months or less when purchased are reported as cash and cash equivalents. For the years ended June 30, 2020 and 2019, GJP had cash equivalents of \$2,270,362 and \$403,713, respectively.

	2020	2019
Cash and cash equivalents	\$ 1,611,211	\$ 521,656
Cash restricted to capital campaign	<u>1,000,000</u>	<u>500,000</u>
 Total cash, cash equivalents and restricted cash shown in the statement of cash flows	 \$ <u>2,611,211</u>	 \$ <u>1,021,656</u>

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Net investment revenue/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Contributions receivable

Contributions receivable are recorded when unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. We determine the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2020 and 2019, the discount was \$57,008 and \$0, respectively.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fixed assets

The Georgia Justice Project, Inc. capitalizes expenditures for property and equipment in excess of \$1,000. The fair value of donated items is similarly capitalized. Expenditures for renewals and betterments are capitalized, while those for repairs and maintenance are charged to operations as incurred. The basis of property and equipment are depreciated using the straight-line method over the useful lives of the respective assets.

The fair value of contributed items is reported as support without restrictions unless the donor has restricted the asset to a specific purpose. Assets donated with restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, GJP reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. GJP reclassifies support with restrictions to support without restrictions at that time.

Contributed services

Contributed services are reported as contributions at their fair value if such services create or enhance nonfinancial assets, or would have been purchased if not provided by donation, require specialized skills, and are provided by individuals possessing such skills. During the current year, GJP implemented a volunteer legal assistance program that was staffed by volunteer lawyers. For June 30, 2020 and 2019, contributed services consisted of the following:

	2020	2019
Probono legal services	\$ 407,950	\$ 310,800
Special projects consulting	17,600	19,850
Computer consulting	5,200	5,200
	\$ 430,750	\$ 335,850

Support

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Functional allocation of expenses

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the GJP. Those expenses including salaries and wages, payroll taxes, office expenses, accounting fees, postage, insurance and depreciation, which are allocated on the basis of estimates of time and effort.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income taxes

GJP qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is only subject to federal or state income taxes on specific types of income from activities that are unrelated to its exempt purpose. GJP had no income from unrelated activities and has no income taxes due as of June 30, 2020 and 2019.

GJP's management believes there are no material unrecognized income tax benefits, including any potential risk of loss of its not-for-profit tax status. GJP is no longer subject to examination by federal, state or local tax authorities for periods before 2017.

New accounting pronouncement

In June 2018, the FASB issued ASU 2018-08, Nonprofit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. This ASU clarifies the guidance for evaluating whether a transaction is reciprocal (i.e., an exchange transaction) or nonreciprocal (i.e., a contribution) and for distinguishing between conditional and unconditional contributions. The ASU also clarifies the guidance used by entities other than nonprofits to identify and account for contributions made. The ASU has different effective dates for resource recipients and resource providers. Where the Organization is a resource recipient, the ASU is applicable to contributions received for annual periods beginning after December 15, 2018. The Organization is currently evaluating the impact of the adoption of this guidance on its financial statements. The Organization adopted the ASU for the year ended June 30, 2020. The adoption did not have a material impact on the financial statements.

Reclassifications

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results.

Subsequent events

Subsequent events have been evaluated through October 12, 2020, which is the date the financial statements were available to be issued.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

3. AVAILABILITY AND LIQUIDITY

The following represents the GJP's financial assets at June 30, 2020 and 2019, reduced by amounts not available for expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year.

	<u>2020</u>
Financial assets:	
Cash and cash equivalents	\$ 1,611,211
Short term contributions receivable	<u>1,381,175</u>
Financial assets available to meet general expenditures over the next year	<u>2,992,386</u>

GJP's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in money market accounts.

4. FAIR VALUE MEASUREMENTS

GJP follows the provisions of Statement of Financial Accounting Standards Board (FASB) Accounting Standards Codification 820 ("ASC 820"), Fair Value Measurements and Disclosure, for financial assets and liabilities. Under ASC 820, fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, ASC 820 establishes a fair value hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three broad levels. These levels, in order of highest priority to lowest priority, are described as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Unobservable prices that are based on inputs not quoted on active markets, but corroborated by market data.

Level 3: Inputs are unobservable inputs for the asset that are supported by little or no market activity and that are significant to the fair value of the underlying asset.

GJP's financial instruments measure at fair value on a recurring basis in accordance with ASC 820 as of June 30, 2020 and 2019, are deemed as Level 1.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

5. INTEREST AND INVESTMENT REVENUE

Interest and investment revenue at June 30, 2020 and 2019 consisted of the following:

	<u>2020</u>	<u>2019</u>
Interest	\$ 4,721	\$ 5,618
Realized gain	3,161	-
Unrealized loss	<u>-</u>	<u>(325)</u>
 Total interest and investment revenue	 <u>\$ 7,882</u>	 <u>\$ 5,293</u>

6. PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2020 and 2019 consisted of the following:

	<u>2020</u>	<u>2019</u>
Land	\$ 180,000	\$ 180,000
Building	945,844	945,844
Capital improvements	207,793	201,705
Office furnishings	141,513	141,513
Office equipment	109,236	159,246
Program vehicles	25,001	25,001
Less accumulated depreciation	<u>(712,018)</u>	<u>(720,384)</u>
 Net fixed assets	 <u>\$ 897,369</u>	 <u>\$ 932,925</u>

7. NOTES PAYABLE

On April 10, 2020, Georgia Justice Project received loan proceeds in the amount of \$240,640 under the Paycheck Protection Program (PPP). The PPP, established as part of the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), provides for loans to eligible entities for amounts up to 2.5 times of the average monthly payroll expenses of the entity. The loans and accrued interest are forgivable as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities during the twenty-four week period starting from the day the loan proceeds were received. The amount of loan forgiveness will be reduced if certain staffing and salaries requirements are not met. The unforgiven portion of the PPP loan is payable over five years at an interest rate of 1 percent, with a deferral of payments for the first six months. Georgia Justice Project intends to use the proceeds for purposes consistent with the PPP. While Georgia Justice Project currently believes that its use of the loan proceeds will meet the conditions for forgiveness of the loan, no assurances can be provided. The balance of the loan is included in the current note payable balance on the statement of financial position.

GEORGIA JUSTICE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

8. NET ASSETS

Net assets with donor restrictions were as follows for the years ended June 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Subject to expenditure for specific purpose:		
Capital Campaign	\$ 1,000,000	\$ 500,000
Time restricted	3,282,407	244,776
COVID-19 assistance	14,500	-
Re-entry Project	-	73,969
Planning	<u>-</u>	<u>38,411</u>
Total net assets with donor restrictions	<u>\$ 4,296,907</u>	<u>\$ 857,156</u>

Net assets with donor restrictions released from restrictions were as follows for the years ended June 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Net assets released from restrictions:		
Time restrictions	\$ 1,408,361	\$ 53,118
Re-entry Project	73,969	51,031
Planning	38,411	-
COVID-19 assistance	8,000	-
Justice Day 2019	-	15,000
Back to School event	<u>-</u>	<u>1,000</u>
Total net assets released from restrictions	<u>\$ 1,528,741</u>	<u>\$ 120,149</u>

9. CONCENTRATION OF RISK

At certain times during the years, GJP had funds in excess of federally insured deposit limits on deposit with federally insured financial institutions. However, management does not believe that this creates any undue risk for GJP.

In 2020, one donor accounted for approximately 76% of the total revenue.