



JUSTICE AID

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021



Independent Accountant's Review Report

The Board of Directors
JusticeAid
Washington, DC

We have reviewed the accompanying financial statements of JusticeAid, which comprise the statement of assets, liabilities, and net assets - modified cash basis as of December 31, 2021, and the related statements of support, revenue, and expenses – modified cash basis and functional expenses - modified cash basis for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 2; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting as described in Note 2. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting as described in Note 2.

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The Board of Directors
JusticeAid
Washington, DC

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.



Bethesda, Maryland
August 23, 2022

Certified Public Accountants

JusticeAid

**Statement of Assets, Liabilities and Net Assets - Modified Cash Basis
December 31, 2021**

Assets

Assets

Cash and Cash Equivalents	\$ 273,195
Inventory	<u>2,213</u>
Total Assets	<u>\$ 275,408</u>

Liabilities and Net Assets

Liabilities

\$ -

Net Assets

Without Donor Restrictions	<u>275,408</u>
Total Net Assets	<u>275,408</u>
Total Liabilities and Net Assets	<u>\$ 275,408</u>

See Accompanying Notes to Financial Statements

See Independent Accountant's Review Report

JusticeAid

**Statement of Support, Revenue, and Expenses - Modified Cash Basis
For the Year Ended December 31, 2021**

Support and Revenue

Contributions	\$ 622,557
Ticket Sales	24,820
Net Sales of Merchandise and Other	<u>205</u>
Total Support and Revenue	<u>647,582</u>

Expenses

Program Services	
Grants	421,242
Other Program Service Expenses	<u>212,513</u>
Total Program Services	<u>633,755</u>
Supporting Services	
General and Administrative	47,495
Fundraising	<u>53,553</u>
Total Supporting Services	<u>101,048</u>
Total Expenses	<u>734,803</u>
Changes in Net Assets	(87,221)
Net Assets, Beginning of Period	<u>362,629</u>
Net Assets, End of Period	<u>\$ 275,408</u>

See Accompanying Notes to Financial Statements

See Independent Accountant's Review Report

JusticeAid

**Statement of Functional Expenses - Modified Cash Basis
For the Year Ended December 31, 2021**

	Program Services	General and Administrative	Fundraising	Total
Personnel	\$ 26,148	\$ 17,432	43,581	\$ 87,161
Grants	421,242	-	-	421,242
Professional Services	66,827	19,753	4,030	90,610
Office	1,264	3,426	3,124	7,814
Information Technology	-	4,709	2,768	7,477
Event Expenses	108,169	27	-	108,196
Meetings	-	244	-	244
Insurance	4,255	1,824	-	6,079
Marketing and Promotion	5,850	80	-	5,930
Taxes and Fees	-	-	50	50
Total Expenses	\$ 633,755	\$ 47,495	\$ 53,553	\$ 734,803

See Accompanying Notes to Financial Statements

See Independent Accountant's Review Report

JusticeAid

Notes to Financial Statements December 31, 2021

1. ORGANIZATION AND PURPOSE

JusticeAid was founded in 2013 as a 501(c)(3) nonprofit organization to use music and the arts to raise money to support powerful tipping point organizations fighting injustice and inequality.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented in accordance with the modified cash basis of accounting, whereby revenue and expenses are recognized when cash is received or paid out. JusticeAid accounts for inventory when the goods held for sale are purchased and reduced when inventory is sold.

The financial statements of JusticeAid have been prepared with the following net asset classifications:

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 objectives of JusticeAid. These net assets may be used at the discretion of management and the Board of Directors.

Net Assets With Donor Restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of JusticeAid or by the passage of time.

As of December 31, 2021, there were no net assets with donor restrictions.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Donor restricted contributions that are received and released in the same fiscal year are considered to be net assets without donor restrictions.

Use of Estimates

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

Cash Equivalents

JusticeAid considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

JusticeAid

Notes to Financial Statements December 31, 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

Inventory consists of merchandise held for sale. The inventory is stated at the lower of cost or market.

Revenue Recognition

Contributions are recognized as revenue when received.

JusticeAid occasionally receives contributions of assets other than cash and contributed services provided by professionals in their field. Volunteers also contribute significant amounts of time to JusticeAid's program services, administration, and fundraising and development activities. Contributed assets and services are not recorded as revenue.

Ticket sales are recognized as revenue when received.

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, office expenses, information technology costs, and insurance have been allocated among the programs and supporting services on the basis of employee time and effort.

Income Tax Status

JusticeAid is exempt from the payment of income taxes on its exempt activities under Section 501(c)(3) of the Internal Revenue Code.

Generally, the tax years before 2018 are no longer subject to examination by federal, state, or local taxing authorities.

Subsequent Events

Management has evaluated subsequent events through August 23, 2022 the date which the financial statements were available to be issued. The accompanying financial statements recognize the effects of subsequent events that provided evidence about conditions that existed at the statement of financial position date, including the estimates inherent in the process of preparing financial statements. The accompanying financial statements do not recognize the effect of subsequent events with conditions that did not exist at the statement of financial position date, but disclosures of such events, if any, are included in the accompanying notes.

3. CONCENTRATION OF CREDIT RISK

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000. As of December 31, 2021, the bank balances exceeded the FDIC limit by approximately \$25,000.

JusticeAid

Notes to Financial Statements December 31, 2021

4. NET ASSETS

There were no net assets with donor restrictions as of December 31, 2021.

Net assets without donor restrictions for the year ended December 31, 2021 were undesignated.

5. LIQUIDITY AND AVAILABILITY

The following represents JusticeAid's financial assets at December 31, 2021:

Financial Assets at Year End:

Cash and Cash Equivalents	\$ 273,195
Total Financial Assets	273,195

Less: Restricted Amounts Not Available To Be Used Within One Year:

Donor-Restricted	-
Board-Designated	-
	-

Financial Assets Available to Meet General Expenditures

Over the Next Twelve Months	\$ 273,195
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As part of JusticeAid's liquidity management plan, cash in excess of daily requirements is transferred to income-generating accounts, when practical.