

OPPORTUNITY ALLIANCE NEVADA
REVIEWED FINANCIAL STATEMENTS
DECEMBER 31, 2021

The logo for HRC (Hatch Resource Company) is located in the bottom right corner. It consists of the letters "HRC" in a white, sans-serif font, centered within a dark blue square. The square has a white border and is set against a background of green curved shapes.

HRC

OPPORTUNITY ALLIANCE NEVADA

DECEMBER 31, 2021

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Opportunity Alliance Nevada
Las Vegas, Nevada

We have reviewed the accompanying financial statements of Opportunity Alliance Nevada (the Organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows 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 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.

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 accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Opportunity Alliance Nevada and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

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 accounting principles generally accepted in the United States of America.

Houldsworth, Russo & Company, P.C.

Las Vegas, Nevada
June 6 2024

OPPORTUNITY ALLIANCE NEVADA
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2021

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 281,243
Cash and cash equivalents, restricted	2,927
Accounts receivable	710
Prepaid expenses	818

818

\$ 285,698

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accrued expenses	\$ 3,297
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3,297

NET ASSETS

Without donor restrictions	279,474
With donor restrictions	2,927

2,927

282,401

\$ 285,698

See accompanying notes and independent accountant's review report.

**OPPORTUNITY ALLIANCE NEVADA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021**

NET ASSETS WITHOUT DONOR RESTRICTIONS	
Revenues, gains and other support:	
Contributions	\$ 25,968
Grant revenues	264,000
Program revenues	22,400
	<hr/>
	312,368
Expenses:	
Program services	110,608
Supporting services:	
Management and general	112,459
	<hr/>
	223,067
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CHANGE IN NET ASSETS	89,301
NET ASSETS, BEGINNING OF YEAR	193,100
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NET ASSETS, END OF YEAR	<u><u>\$ 282,401</u></u>

See accompanying notes and independent accountant's review report.

**OPPORTUNITY ALLIANCE NEVADA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Program</u>	<u>Supporting Services Management and General</u>	<u>Total</u>
Salaries	\$ 6,403	\$ 71,408	\$ 77,811
Payroll taxes	-	6,152	6,152
Bank and merchant fees	-	1,273	1,273
Bad Debt	2,927	-	2,927
Dues and subscriptions	-	263	263
Insurance	805	650	1,455
Office	2,351	2,651	5,002
Professional fees	92,751	25,848	118,599
Program expenses	5,251	15	5,266
Utilities	-	4,057	4,057
Travel	120	142	262
	<u>\$ 110,608</u>	<u>\$ 112,459</u>	<u>\$ 223,067</u>

See accompanying notes and independent accountant's review report.

**OPPORTUNITY ALLIANCE NEVADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021**

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 89,301
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Disposal of assets	406
Decrease in operating assets:	
Accounts receivable	2,216
Increase in operating liabilities:	
Accrued liabilities	<u>1,407</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	93,330
BEGINNING CASH AND CASH EQUIVALENTS	<u>190,840</u>
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 284,170</u></u>
SUMMARY OF CASH ACCOUNTS	
Cash and cash equivalents	\$ 281,243
Cash and cash equivalents, restricted	<u>2,927</u>
	<u><u>\$ 284,170</u></u>

See accompanying notes and independent accountant's review report.

OPPORTUNITY ALLIANCE NEVADA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Opportunity Alliance Nevada (the Organization) was founded in 2008 as a nonprofit organization under the laws of the State of Nevada, is dedicated to building sustainable communities across Nevada to stabilize and improve the lives of individuals and families

Program Description

The Organization brings together resources and people from diverse socio-economic backgrounds to investigate and understand the barriers faced by struggling low to moderate income Nevadans and provide pathways to self-sufficiency, through Training, Financial Coaching, Mentorship, Advocacy, Partnerships and Collaborations.

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 and, accordingly, reflect all significant receivables, payables and other liabilities.

Basis of Presentation

The Organization presents its financial statements in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Under the FASB ASC, the Organization is required to report information regarding its financial position and changes in financial position activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Income Tax Status

Opportunity Alliance Nevada is a not-for-profit organization and the Foundation is a not-for-profit supporting organization as described in Section 501(c)(3) of the Internal Revenue Code. Both are generally exempt from income taxes on related income pursuant to the appropriate section of the Internal Revenue Code.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly-liquid investments with an initial maturity of three months or less to be cash equivalents.

Board Designated

The Board of Directors has designated \$9,935 to help fund the Organization's Bridges out of Poverty program.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounts Receivable

Accounts receivable result from amounts due from the bulk sale of donated goods and for the services of the Organization to clients. It is the Organization's policy to charge off uncollectible receivable when management determines the receivable will not be collected. Management reviews accounts receivable balances to determine if an allowance for doubtful accounts is necessary.

Property and Equipment

The Organization capitalizes all expenditures for property and equipment in excess of \$2,000 and with a useful life of greater than one year. Purchased property and equipment are carried at cost. Donated property and equipment are carried at the approximate fair value at the date of donation. Costs associated with the acquisition, development, and construction of a project are capitalized as construction in progress and are not depreciated until placed in service. Depreciation is computed using the straight-line method over the estimated useful lives of the associated assets.

Advertising

The Organization expenses all advertising costs as they are incurred.

Revenue Recognition

The Organization accounts for contributions in accordance with the FASB ASC. Accordingly, contributions are recognized as revenue when they are received or unconditionally pledged at their estimated net realizable value. Contributions received are recorded as increases in net assets with or without restrictions, depending on the existence of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, which are allocated on the basis of estimates of time and effort. All other expenses are directly allocated based on the nature of the expense.

**OPPORTUNITY ALLIANCE NEVADA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In-Kind Materials and Services

In-kind materials and services are reported as in-kind donations at their estimated fair value on the date of receipt and reported as expense when utilized or capitalized as assets if applicable. Donated services are recognized as contributions in accordance with FASB ASC, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Unpaid volunteers have donated their time to the Organization's program. The value of such services are not reflected in the accompanying financial statements since these services do not meet the criteria for recognition as contributed services.

Date of Management's Review

Subsequent events have been evaluated through June 6, 2024 which is the date the financial statements were available to be issued.

NOTE 2. INFORMATION REGARDING LIQUIDITY AND AVAILABILITY

The Organization receives program and contribution revenues, and considers contributions restricted for programs which are ongoing, major, and central to its operations to be available to meet cash needs for general expenditures. The Organization 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 following table reflects the Organization's financial assets as of year-end, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date:

Cash and cash equivalents	\$	284,170
Accounts receivable		710
Less: Board designated funds		(9,935)
Less: Donor restricted funds		<u>(2,927)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$	<u>272,018</u>

**OPPORTUNITY ALLIANCE NEVADA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021**

NOTE 3. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent contributions and other inflows of assets whose use by the Organizations is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations.

Net assets with donor restrictions are restricted for the following purposes as of year end:

Subject to expenditure for a specified purpose:

Micro Loans	\$ <u>2,927</u>
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Net assets with donor restrictions are held in the following asset at year end:

Cash and cash equivalents	\$ <u>2,927</u>
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NOTE 4. CONCENTRATION OF CREDIT RISK

In the ordinary course of business, the Organization normally maintains cash balances at financial institutions in excess of federally insured limits. The cash held by the banking institutions is insured up to the Federal Deposit Insurance Corporation (FDIC) limit of \$250,000. The Organization has not experienced any losses on its accounts and does not believe it is exposed to any significant credit risk.

For the year ended December 31, 2021, 65% of grant revenues were from one grantor.

NOTE 5. SUBSEQUENT EVENTS

During the year ended December 31, 2023, the Organization entered into an agreement to provide specialized services relating to workforce development and training, with the City of Sparks and JOIN Inc. Under the agreements, JOIN Inc. was to provide services on behalf of the Organization for individuals outlined in the agreement. On January 5, 2024, the Organization was made aware by the City of Sparks, that the agreement was to be terminated, effective December 31, 2023. The Organization is entitled to reimbursement for all expenses incurred under the grant for the year ended December 31, 2023. Additionally JOIN Inc. is entitled to compensation for services rendered as part of the grant agreement. Payments to JOIN Inc., will be reimbursed by the City of Sparks and paid the Organization. The amount owed to JOIN Inc. is \$4,329. No liability has been incurred as of December 31, 2021.