



## **SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**

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FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT

For the Years Ended December 31, 2021 and 2020

The background of the lower half of the cover features a complex, abstract geometric pattern. It consists of numerous overlapping, semi-transparent triangles and polygons in various shades of gray, creating a sense of depth and movement. The pattern is most dense in the center and fades slightly towards the edges.

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1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

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## **INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Survivors Network of those Abused by Priests

### **Opinion**

We have audited the accompanying financial statements of Survivors Network of those Abused by Priests (the Organization) (a nonprofit organization), which comprise the statements of financial position for the years ended December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows 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 Survivors Network of those Abused by Priests for the years ended December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in conformity 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 the Organization 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 these 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 the Organization'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 it 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 the Organization'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 the Organization'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.

*Sikich LLP*

Naperville, Illinois  
August 4, 2022

## **FINANCIAL STATEMENTS**

# **SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**

## **STATEMENTS OF FINANCIAL POSITION**

December 31, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 263,123	\$ 312,141
Restricted cash	37,535	16,839
Contributions receivable	60,501	14,283
Prepaid expenses	28,329	21,214
Total current assets	389,488	364,477
<b>FIXED ASSETS</b>		
Furniture and equipment	3,709	4,756
Less accumulated depreciation	(2,974)	(3,566)
Total fixed assets	735	1,190
<b>OTHER ASSETS</b>		
Deposits	2,005	1,080
Total other assets	2,005	1,080
<b>TOTAL ASSETS</b>	<b>\$ 392,228</b>	<b>\$ 366,747</b>

(This statement is continued on the following page.)

# **SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**

## **STATEMENTS OF FINANCIAL POSITION (Continued)**

December 31, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 30,689	\$ 14,418
Funds held on behalf others	37,535	16,839
Accrued wages	10,096	7,133
Forgivable loan	30,866	-
Accrued expenses	-	7,228
Total current liabilities	109,186	45,618
<b>NET ASSETS</b>		
Without donor restrictions	283,042	321,129
Total net assets	283,042	321,129
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 392,228</b>	<b>\$ 366,747</b>

See accompanying notes to financial statements.

# **SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**

## **STATEMENTS OF ACTIVITIES**

For the Year Ended December 31, 2021

	<b>Without Donor Restriction</b>	<b>With Donor Restriction</b>	<b>Total</b>
<b>REVENUES AND GAINS</b>			
Contributions	\$ 297,893	\$ -	\$ 297,893
Grants	123,256	-	123,256
Annual conference	11,100	-	11,100
Interest income	162	-	162
Miscellaneous income	301	-	301
Gain on extinguishment of debt - PPP loan	-	-	-
Total revenues and gains	432,712	-	432,712
<b>EXPENSES</b>			
Functional expenses			
Program services	319,933	-	319,933
Management and general	134,131	-	134,131
Fundraising	16,735	-	16,735
Total expenses	470,799	-	470,799
CHANGE IN NET ASSETS	(38,087)	-	(38,087)
NET ASSETS, BEGINNING OF YEAR	321,129	-	321,129
NET ASSETS, END OF YEAR	\$ 283,042	\$ -	\$ 283,042

(This statement is continued on the following page.)



# SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS

## STATEMENTS OF ACTIVITIES (Continued)

For the Year Ended December 31, 2020

	Without Donor Restriction	With Donor Restriction	Total
<b>REVENUE</b>			
Contributions	\$ 176,292	\$ -	\$ 176,292
Grants	60,714	-	60,714
Annual conference	4,161	-	4,161
Special events	-	-	-
Interest income	372	-	372
Miscellaneous income	725	-	725
Gain on extinguishment of debt - PPP loan	30,500	-	30,500
Total revenue	272,764	-	272,764
<b>EXPENSES</b>			
Functional expenses			
Program services	253,763	-	253,763
Management and general	98,227	-	98,227
Fundraising	8,777	-	8,777
Total expenses	360,767	-	360,767
CHANGE IN NET ASSETS	(88,003)	-	(88,003)
NET ASSETS, BEGINNING OF YEAR	409,132	-	409,132
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 321,129</b>	<b>\$ -</b>	<b>\$ 321,129</b>

See accompanying notes to financial statements.

# SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS

## STATEMENTS OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2021

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Bank charges	\$ -	\$ 4,276	\$ -	\$ 4,276
Books and subscriptions	806	-	-	806
Database	2,800	-	-	2,800
Depreciation	456	-	-	456
Insurance	10,148	5,808	359	16,315
Internet	735	-	-	735
Legal	-	20,912	-	20,912
Meals and entertainment	128	-	-	128
Miscellaneous	9,810	-	-	9,810
Outreach	63,856	-	-	63,856
Outside services	7,078	-	-	7,078
Payroll service	-	2,416	-	2,416
Payroll taxes	14,132	8,089	500	22,721
Postage	4,398	-	-	4,398
Printing	-	-	10,584	10,584
Professional fees	-	7,000	-	7,000
Rent	8,296	4,237	262	12,795
Retirement	1,843	1,055	65	2,963
Salaries	140,366	80,338	4,965	225,669
Staff development	79	-	-	79
Supplies	4,781	-	-	4,781
Taxes and fees	3,195	-	-	3,195
Technology	21,612	-	-	21,612
Telephone	1,321	-	-	1,321
Travel	23,414	-	-	23,414
Website	679	-	-	679
<b>TOTAL</b>	<b>\$ 319,933</b>	<b>\$ 134,131</b>	<b>\$ 16,735</b>	<b>\$ 470,799</b>

(This statement is continued on the following page.)

# SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS

## STATEMENTS OF FUNCTIONAL EXPENSES (Continued)

For the Year Ended December 31, 2020

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Bank charges	\$ -	\$ 2,902	\$ -	\$ 2,902
Books and subscriptions	1,041	-	-	1,041
Database	2,800	-	-	2,800
Depreciation	456	-	-	456
Insurance	9,160	5,243	324	14,727
Internet	1,751	-	-	1,751
Legal	-	8,961	-	8,961
Meals and entertainment	848	-	-	848
Miscellaneous	2,576	-	-	2,576
Outreach	40,937	-	-	40,937
Outside services	3,193	-	-	3,193
Payroll service	-	1,786	-	1,786
Payroll taxes	10,977	6,282	388	17,647
Postage	3,360	-	-	3,360
Printing	-	-	4,093	4,093
Professional fees	-	8,750	-	8,750
Rent	18,406	2,948	182	21,536
Retirement	1,371	784	48	2,203
Salaries	105,829	60,571	3,742	170,142
Staff development	188	-	-	188
Supplies	966	-	-	966
Taxes and fees	2,824	-	-	2,824
Technology	19,115	-	-	19,115
Telephone	1,736	-	-	1,736
Travel	25,670	-	-	25,670
Website	559	-	-	559
<b>TOTAL</b>	<b>\$ 253,763</b>	<b>\$ 98,227</b>	<b>\$ 8,777</b>	<b>\$ 360,767</b>

See accompanying notes to financial statements.

# SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS

## STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (38,087)	\$ (88,003)
Adjustments to reconcile change in net assets to net cash from operating activities		
Gain on extinguishment of debt - PPP loan	-	(30,500)
Depreciation and amortization	456	456
Changes in certain assets and liabilities		
Contributions receivable	(46,218)	5,865
Prepaid expenses	(7,115)	(4,406)
Deposits	(925)	-
Accounts payable	16,271	11,748
Funds held on behalf others	20,696	16,839
Accrued wages	2,963	2,735
Accrued expense	(7,229)	715
Net cash from operating activities	(59,188)	(84,551)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from forgivable loan	30,866	30,500
Net cash from financing activities	30,866	30,500
<b>CHANGE IN CASH AND CASH EQUIVALENTS AND RESTRICTED CASH</b>	(28,322)	(54,051)
<b>CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, BEGINNING OF YEAR</b>	328,980	383,031
<b>CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, END OF YEAR</b>	\$ 300,658	\$ 328,980
<b>RECONCILIATION TO STATEMENTS OF FINANCIAL POSITION</b>		
Cash and cash equivalents	\$ 263,123	\$ 312,141
Restricted cash	37,535	16,839
Total Cash	\$ 300,658	\$ 328,980

See accompanying notes to financial statements.

# **SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**

## **NOTES TO FINANCIAL STATEMENTS**

December 31, 2021 and 2020

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### **1. NATURE OF ACTIVITIES**

Survivors Network of those Abused by Priests (the Organization) was founded in 1988 in the State of Illinois as a not-for-profit organization. The Organization's primary purpose is to provide support for men and women who have been sexually victimized by members of the clergy. The Organization's mission is to meet the needs of the membership through moral support, information, and advocacy. The Organization attempts to reach out to as many survivors of clergy abuse as possible and prevent further abuse through public education and advocacy.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### 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 (USGAAP). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes herein are classified and reported as follows:

#### Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions.

#### With Donor Restrictions

Net assets subject to donor-imposed restrictions that either expire by passage of time, can be fulfilled and removed by actions of the Organization pursuant to those restrictions.

#### Cash and Cash Equivalents

Cash is defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes.

The Organization maintains its cash balance in financial institutions, which at times may exceed federally insured limits. At December 31, 2021 and 2020, the Organization's cash accounts exceeded federally insured limits by \$0 and \$78,980, respectively. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

**SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Allowance for Doubtful Accounts

Contributions receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables. Balances still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the applicable account receivable. Management deemed an allowance for doubtful accounts unnecessary at December 31, 2021 and 2020, respectively. Contributions receivable at December 31, 2021 are expected to be collected within the next year.

Fixed Assets

Fixed assets are stated at cost or fair value if contributed. Furniture and equipment is capitalized if the items have a cost of \$1,000 or more and a useful life when acquired of more than one year. Depreciation is recorded on the straight-line method over the following estimated useful lives of the assets:

	<u>Years</u>
Furniture and equipment	5

Depreciation expense is \$456 and \$456 for the years ended December 31, 2021 and 2020, respectively.

In-Kind Donations

Donated services are recognized at their estimated fair value when they create or enhance nonfinancial assets or they require specialized skills which would need to be purchased if they were not donated. The Organization receives donated services from a variety of unpaid volunteers assisting the Organization in its charitable purpose. No amounts have been recognized for these services in the statements of activities because the criteria for recognition have not been satisfied. Donated goods are recognized as a contribution at their estimated fair value when donated. The Organization received donations of material and legal services valued at \$0 and \$2,500 for the years ended December 31, 2021 and 2020, respectively. These amounts are included in contributions revenue and allocated between the functional expense categories on the statements of activities.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include rent and insurance which are allocated on a square-footage basis, as well as salaries and benefits which are allocated on the basis of estimates of time and effort.

**SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Use of Estimates

The preparation of financial statements in conformity with USGAAP 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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Organization is a not-for-profit organization that is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and is classified as other than a private foundation.

Revenue Recognition

The Organization's contribution and grant revenue is received from the general public and is recorded when received and/or when the donor makes a promise to give that is, in substance, unconditional. None of the contributions recorded in this category are considered to be exchange transactions and therefore, follow contribution guidance under ASU No. 2018-08. Contributions and grants are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions and grants that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. 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 consolidated statement of activities as net assets released from restrictions.

The Organization recognizes revenue from exchange transactions in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers*, as amended. ASU No. 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The Organization records the following exchange transaction revenue in its statements of activities for the years ended December 31, 2021 and 2020:

*Annual conference registration:* The Organizations hosts an annual conference for survivors and supporters. The performance obligation is the delivery of the event and the price of the event fee is set by the Organization. Fees range from \$100 to \$200. Revenues from conferences and meetings are recognized at the time of the associated event.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The timing of revenue recognition, billings and cash collections results in billed accounts receivable, unbilled receivables (contract assets), and customer advances and deposits (contract liabilities) in the statements of financial position. Generally, billing occurs in advance of revenue recognition, resulting in contract liabilities referred to as deferred income. The deferred income is liquidated when revenue is recognized. There were no contract assets or liabilities from contracts with customers.

Various economic factors affect the recognition of revenue and cash flows including the conference going virtual. Registration fees for the annual conference are invoiced at the time of participant's registrations with all fees being collected prior to the event. No significant events occurred that had a material impact on the Organization's revenue recognition for the years ended December 31, 2021 and 2020.

New Accounting Standards

In February 2016, FASB issued ASU No. 2016-02, *Leases (Topic 842)*, to increase the transparency and comparability about leases among entities. The new guidance requires lessees to recognize a lease liability and a corresponding lease asset for virtually all lease contracts. It also requires additional disclosures about leasing arrangements. ASU No. 2016-02, as amended by ASU No. 2019-10 and ASU No. 2018-11 and ASU No. 2020-05, is effective for nonpublic entities for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. ASU No. 2016-02 originally specified a modified retrospective transition method which requires the entity to initially apply the new leases standard at the beginning of the earliest period presented in the financial statements. In July 2018, FASB issued ASU No. 2018-11, *Leases (Topic 842): Targeted Improvements*, providing a second, optional transition method which allows the entity to apply the new standard at the adoption date and recognize a cumulative-effect adjustment to the opening balance of retained earnings in the period of adoption. The Organization is currently assessing the impact of this new standard, including the two optional transition methods.



**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

In September 2020, FASB issued ASU No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958)*, to increase the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. A not-for-profit will be required to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also requires a not-for-profit to disclose contributed nonfinancial assets recognized within the statement of activities, disaggregated by category that depicts the type of nonfinancial assets. For each category of contributed nonfinancial assets recognized, the standard requires a not-for-profit to disclose additional qualitative information and policies regarding monetization or utilization of contributed nonfinancial assets; information about any donor-imposed restrictions; valuation techniques and inputs; and the principal market (or most advantageous market) used to arrive at a fair value measure if it is a market in which the recipient not-for-profit is prohibited by a donor-imposed restriction from selling or using the contributed nonfinancial assets. ASU No. 2020-07 is effective for fiscal years beginning after June 15, 2021 with early adoption permitted. The Organization is currently assessing the impacts of this new standard.

**3. LIQUIDITY AND AVAILABILITY**

The Organization receives contributions and promises to give with donor restrictions to be used in accordance with the associated purpose or time restriction. In addition, the Organization receives support without donor restrictions; such support has represented 100% of program funding needs for the years ended December 31, 2021 and 2020.

The Organization considers it appropriate that earnings from contributions with and without donor restrictions are for use in current programs which are ongoing, major, and central to its annual operations and are also available to meet cash needs for general expenditures. General expenditures include administrative and general expenses and fundraising expenses expected to be paid in the subsequent year. Annual operations are defined as activities occurring during the Organization's fiscal year.

The Organization manages its cash available to meet general expenditures with the following guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets

**SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**3. LIQUIDITY AND AVAILABILITY (Continued)**

Financial assets available for general expenditure, that is without donor or other restrictions limiting their use, within one year of the statement of financial position date, are comprised of the following:

	2021	2020
Cash	\$ 263,123	\$ 312,141
Receivable	60,501	14,283
Total financial assets available within one year	323,624	326,424
Net assets with donor restriction	-	-
FINANCIAL ASSETS AVAILABLE TO MEET CASH NEEDS FOR GENERAL USE WITHIN ONE YEAR	\$ 323,624	\$ 326,424

**4. LEASE COMMITMENTS**

The Organization leased its office space with a lease commencing on October 1, 2016. The lease calls for initial monthly payments of \$690 and expired on September 30, 2019. The Organization extended the lease on a word of mouth basis with monthly payments of \$690, ending the lease in June 2021.

The Organization leases its office space with a lease commencing on June 1, 2021. The lease calls for initial monthly payments of \$925 and expired on May 30, 2022. The lease was renewed on a month-to-month basis.

The Organization also rents event space for conferences under short term rental agreements. Rent expense for the years ended December 31, 2021 and 2020 is \$12,795 and \$21,536, respectively.

Minimum future lease payments are as follows:

For the Year Ending December 31	
2022	\$ 4,625

**SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**5. PPP LOANS**

During the years ended December 31, 2021 and 2020, the Organization received loan proceeds in the amount of \$30,866 and \$30,500, respectively, 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 qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable after eight weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the eight-week period, with certain exceptions. The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months.

For the year ended December 31, 2020, the Organization recorded \$30,500 as a gain on extinguishment of debt - PPP loan on the statements of activities.

In April 2022, the Organization received forgiveness for the second PPP loan in the amount of \$30,866. The is amount is recorded as a forgivable loan on the statements of financial position at December 31, 2021.

The SBA reserves the right to audit any PPP loan, regardless of size. These audits may occur after forgiveness has been granted. In accordance with the CARES Act, all borrowers are required to maintain their PPP loan documentation for six years after the PPP loan is repaid in full and to provide that documentation to the SBA upon request. The Organization does not believe the results of any audits or reviews by the SBA would have a material impact on the financial statements.

**6. RELATED PARTY TRANSACTIONS**

The Organization entered into a fiscal sponsorship for the Za'akah organization during the year ended December 31, 2020. The Organization occasionally receives donations on the other entity's behalf and those donations are promptly remitted to the other entity. The amounts are reported as an asset, restricted cash, and a corresponding liability, funds held on behalf of others, on the statement of financial position. At December 31, 2021 and 2020, the Organization holds \$37,535 and \$16,839, respectively, on behalf of Za'akah.

The Organization received donations from Board members totaling \$5,965 and \$5,034 during the years ending December 31, 2021 and 2020.

**SURVIVORS NETWORK OF THOSE ABUSED BY PRIESTS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**7. RETIREMENT PLAN**

The Organization sponsors a defined contribution retirement plan. All eligible participants may elect to defer wages subject to IRS limits. The Organization's retirement plan expense for the years ended December 31, 2021 and 2020 is \$2,963 and \$2,204, respectively.

**8. COMMITMENTS AND CONTINGENCIES**

During the year ended December 31, 2021, the Organization entered into a purchase contract for website services. The installment payment for the completion of the contract is due upon completion of the project for a total of \$16,500.

**9. SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through August 4, 2022, which was the date that these financial statements were available for issuance and determined that there were no significant nonrecognized subsequent events through that date other than those previously disclosed in Footnotes 4 and 5.