

Live Like Bella, Inc.
(Not-For-Profit Organization)
Financial Statements
December 31, 2021 and 2020

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Independent Accountant's Review Report

To the Board of Directors of
Live Like Bella, Inc.

We have reviewed the accompanying financial statements of Live Like Bella, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, the related statements of activities and changes in net assets, and cash flows for the years 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 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 Live Like Bella, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our reviews, 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.

ZOMMA Group, LLP

Coral Gables, Florida
March 14, 2023

Live Like Bella, Inc.
(Not-For-Profit Organization)
Statements of Financial Position
December 31,

	2021	2020
Assets		
Current assets		
Cash	\$ 488,164	\$ 384,626
Grants and other receivables	909,578	508,520
Inventory	3,940	3,940
Total current assets	1,401,682	897,086
Property and equipment, net	1,851	3,283
Total assets	\$ 1,403,533	\$ 900,369
 Liabilities and net assets		
Liabilities		
Current liabilities		
Accounts payable and accrued expenses	\$ 61,361	\$ 24,770
Line of credit	150,000	300,000
Deferred revenue	666,667	375,000
Paycheck protection program loan	56,057	56,000
Total current liabilities	934,085	755,770
 Net assets		
Without donor restrictions	469,448	144,599
Total liabilities and net assets	\$ 1,403,533	\$ 900,369

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

Live Like Bella, Inc.
(Not-For-Profit Organization)
Statements of Activities and Changes in Net Assets
For the Years Ended December 31,

	Without Donor Restrictions	
	2021	2020
Public support		
Grants – State	\$ 208,333	\$ 125,000
– Local	500,000	672,500
Private grants	480,219	465,601
Special events (net of direct costs of \$229,668 for 2021 and \$68,479 for 2020)	352,005	95,777
In-kind support	100,942	46,080
Miscellaneous income	2,405	13,242
	1,643,904	1,418,200
Functional expenses		
Program services	1,021,441	822,348
General and support services	201,102	263,533
Fundraising	152,512	115,322
	1,375,055	1,201,203
Excess of public support over expenses	268,849	216,997
Other changes in net assets		
Proceeds from paycheck protection program forgiveness	56,000	-
	324,849	216,997
Net changes in net assets	324,849	216,997
Net assets – beginning of year	144,599	(72,398)
Net assets – end of year	\$ 469,448	\$ 144,599

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

Live Like Bella, Inc.
(Not-For-Profit Organization)
Statement of Functional Expenses
For the Year Ended December 31, 2021

	Program Expenses			Supporting Services		2021
	In-treatment Support	Memorial Support	Total Program Expenses	Management and General	Fundraising and Development	
Personnel costs						
Salaries	\$ 154,250	\$ -	\$ 154,250	\$ 62,500	\$ 47,750	\$ 264,500
Payroll taxes and fringe benefits	12,340	-	12,340	8,739	3,820	24,899
Total personnel costs	166,590	-	166,590	71,239	51,570	289,399
Other expenses						
In-treatment support	715,709	-	715,709	-	-	715,709
Memorial support	-	133,142	133,142	-	-	133,142
Supplies	-	-	-	36,107	-	36,107
Professional services	6,000	-	6,000	2,400	-	8,400
Office expense	-	-	-	11,337	-	11,337
Meals and entertainment	-	-	-	2,672	-	2,672
Production and design	-	-	-	3,091	-	3,091
Advertising and promotion	-	-	-	10,651	-	10,651
Depreciation	-	-	-	1,432	-	1,432
Employee reimbursements	-	-	-	2,814	-	2,814
Information technology	-	-	-	13,633	-	13,633
Insurance	-	-	-	2,292	-	2,292
Travel, meetings	-	-	-	17,329	-	17,329
Interest	-	-	-	7,775	-	7,775
Credit card Fees	-	-	-	1,075	-	1,075
Dues & subscriptions	-	-	-	2,467	-	2,467
Telephone	-	-	-	4,545	-	4,545
In-Kind	-	-	-	-	100,942	100,942
Other	-	-	-	10,243	-	10,243
Total functional expenses	<u>\$ 888,299</u>	<u>\$ 133,142</u>	<u>\$ 1,021,441</u>	<u>\$ 201,102</u>	<u>\$ 152,512</u>	<u>\$ 1,375,055</u>

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

Live Like Bella, Inc.
(Not-For-Profit Organization)
Statement of Functional Expenses
For the Year Ended December 31, 2020

	Program Expenses			Supporting Services		2020
	In-treatment Support	Memorial Support	Total Program Expenses	Management and General	Fundraising and Development	
Personnel costs						
Salaries	\$ 71,994	\$ -	\$ 71,994	\$ 132,923	\$ 64,115	\$ 269,032
Payroll taxes and fringe benefits	5,760	-	5,760	20,333	5,127	31,220
Total personnel costs	77,754	-	77,754	153,256	69,242	300,252
Other expenses						
In-treatment support	676,885	-	676,885	-	-	676,885
Memorial support	-	67,709	67,709	-	-	67,709
Professional services	-	-	-	22,000	-	22,000
Office expense	-	-	-	8,001	-	8,001
Advertising and promotion	-	-	-	8,759	-	8,759
Depreciation	-	-	-	15,898	-	15,898
Information technology	-	-	-	4,840	-	4,840
Insurance	-	-	-	2,108	-	2,108
Travel, meetings	-	-	-	6,330	-	6,330
Interest	-	-	-	10,412	-	10,412
Credit card Fees	-	-	-	3,936	-	3,936
Telephone	-	-	-	5,411	-	5,411
In-Kind	-	-	-	-	46,080	46,080
Other	-	-	-	22,582	-	22,582
Total functional expenses	<u>\$ 754,639</u>	<u>\$ 67,709</u>	<u>\$ 822,348</u>	<u>\$ 263,533</u>	<u>\$ 115,322</u>	<u>\$ 1,201,203</u>

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

Live Like Bella, Inc.
(Not-For-Profit Organization)
Statements of Cash Flows
For the Years Ended December 31,

	2021	2020
Cash flows from operating activities		
Cash received from grants and revenues	\$ 1,141,904	\$ 1,757,860
Cash paid to suppliers and employees	<u>(944,423)</u>	<u>(1,445,801)</u>
Net cash provided by operating activities	197,481	312,059
Cash flows from financing activities		
Payments on line of credit	(150,000)	-
Proceeds from paycheck protection program	<u>56,057</u>	<u>56,000</u>
Net cash provided by (used in) financing activities	(93,943)	56,000
Net increase in cash and cash equivalents	103,538	368,059
Cash and cash equivalents – beginning of year	<u>384,626</u>	<u>16,567</u>
Cash and cash equivalents – end of year	<u>\$ 488,164</u>	<u>\$ 384,626</u>
Reconciliation of net income to net cash from operating activities		
Change in net assets	\$ 324,849	\$ 216,997
Add items which do not affect cash		
Depreciation	1,432	15,898
Forgiveness of PPP loan	(56,000)	-
Add or (deduct) changes in operating assets and liabilities		
Deferred revenue	291,667	(250,000)
Grant and other receivables	(401,058)	385,740
Accounts payable and accrued expenses	36,591	(56,576)
Net cash provided by operating activities	<u>\$ 197,481</u>	<u>\$ 312,059</u>

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

Note 1 Organization and Purpose

Live Like Bella, Inc. (the “Organization”) was incorporated in the state of Delaware in 2013 as a not-for-profit organization based in Coral Gables, Florida. The Live Like Bella Childhood Cancer Foundation is committed to being an internationally recognized leader in childhood cancer research and advocacy while providing financial and emotional support to families whose children are battling cancer. The Organization promotes the awareness of childhood cancers and diseases and the need for research and development of medical treatments for children through the dissemination of information to the public throughout the United States of America and in over 30 countries.

Note 2 Summary of Significant Accounting Policies

Basis of Financial Statements Presentation

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to 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 the organization. These net assets may be used at the discretion of the Organization's 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 the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. There were no such assets as of December 31, 2021, and 2020.

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 in the statements of activities.

Use of Estimates

In preparing the financial statements of the Organization, management must make estimates based on future events that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities as of the statement of financial position date, and the revenues and expenses for the period then ended. Actual results could differ from those estimates. A description of some of the estimates used in the preparation of the financial statements is included in the following significant accounting policies.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with initial maturities of three months or less to be cash equivalents. There were no such investments as of December 31, 2021 and 2020.

Note 2 Summary of Significant Accounting Policies (continued)

Grant Receivable

The Organization considers the grant receivable to be collectible; accordingly, no allowance for doubtful accounts is required. When amounts are determined to be uncollectible, they are charged to operations.

Property and Equipment

Property and equipment is recorded at cost when purchased or constructed, or at fair market value when donated. Depreciation is included in the statement of activities and is computed on the straight-line basis over the estimated useful life of the assets. The Organization capitalizes all expenditures in excess of \$1,000 for property and equipment at cost. Donations of property and equipment are reported as without donor restrictions unless the donor has restricted the donated asset for a specific purpose. Expenditures for major renewals and betterment that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Impairment

Long-lived assets are reviewed for impairment when circumstances indicate that the carrying value of an asset may not be recoverable. If the carrying value is impaired, the long-lived assets will be written down to their fair market value with a corresponding charge to earnings. No such impairment was recorded for the years ended December 31, 2021 and 2020.

Grant Revenue and Revenue Recognition

Grant revenue is recorded as revenues in the period the Organization meets the conditions for revenue recognition.

Deferred Revenue

Deferred revenue represents revenues collected but not earned as of December 31, 2021 and 2020. This is primarily composed of revenue for a fundraising event hosted in the incoming year and state and local grants from public support.

Donated Space and Supplies

Donated space and supplies are reflected in the accompanying statement of activities at their fair value. Donated space absent donor restrictions are recorded as net assets without restrictions. (see Note 8).

Functional Allocation of Expenses

The costs of providing various program and supporting activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Organization are reported as expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the various functional areas based on the full time employee equivalent.

Note 2 Summary of Significant Accounting Policies (continued)

Measurement of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Organization's ongoing program services and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Income Taxes

The Organization is organized as a not-for-profit entity and is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code. Unrelated business income, of which the Organization had none for the years ended December 31, 2021 and 2020, would be subject to federal income taxes. The Organization's information returns filed with the Internal Revenue Service have not been examined in the past. The Organization is not aware of any uncertainties that could jeopardize its not-for-profit status. Therefore, no provision or liability for income taxes is deemed necessary.

The Organization follows the provisions of uncertain tax provisions addressed by ASC 740-10 *Accounting For Uncertainty in Income Taxes*. The Organization has no uncertain tax positions at December 31, 2021, for which the ultimate deductibility is highly certain but for which there are uncertainty about the timing of such deductibility. The Organization recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expense. The Organization has determined that no amount is required to be accrued for taxes or related penalties and interest for any tax position taken through December 31, 2021.

Note 3 Property and Equipment, net

Property and equipment consist of the following:

	December 31,		Useful
	<u>2021</u>	<u>2020</u>	Lives
			(Years)
Computer equipment	\$ 14,189	\$ 14,189	5
Website	49,050	49,050	3 to 5
	<u>63,239</u>	<u>63,239</u>	
Less: accumulated depreciation	61,388	59,956	
	<u>\$ 1,851</u>	<u>\$ 3,283</u>	

Depreciation expense for the years ending December 31, 2021 and 2020 totaled \$1,432 and \$15,898, respectively.

Note 4 Line of Credit

The Organization has a revolving line of credit totaling \$300,000, due on demand. This agreement is secured by real property and has a variable annual interest rate (3.0% at December 31, 2021 and 2020). The outstanding balance on this line of credit as of December 31, 2021 and 2020 amounted to \$150,000 and \$300,000, respectively.

Note 5 Paycheck Protection Program

In April 2020, the Organization received loan proceeds in the amount of \$56,000 under the Paycheck Protection Program (“PPP”). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act (“Cares Act”), provides loans to businesses for amounts based on the average monthly payroll expenses of the qualifying business. The Organization used the entire loan amount for qualifying expenses. In March 2021, the loan was forgiven in full and recognized as revenue in the accompanying statement of activities. In February 2021, the Organization received second PPP loan proceeds amounting to \$56,057 which are included in the accompanying statement of financial position. Subsequent to year end, in May 2022, the loan was forgiven in full and will be recognized as revenue.

Note 6 Credit Risk

At times during the year, the Organization’s cash balances were in excess of the federal insured limits of \$250,000. At December 31, 2021 and 2020, the Organization’s uninsured cash balances approximated \$207,000 and \$138,000, respectively. However, the Organization maintains its cash with a high quality financial institution which the Organization believes limits these risks.

Note 7 Business and Credit Concentration

The Organization’s services are substantially paid for by government grants. For the years ended December 31, 2021 and 2020, the Organization’s revenues derived from state and local grants approximate 40% and 55% of total revenues and contributions, net of donated services, for each respective year.

Note 8 In-Kind Support

The in-kind support reflected as direct program costs in the accompanying statements of functional expenses include the fair market value of donated supplies and space. The value of donated supplies for the years ended December 31, 2021 and 2020 amounted to \$55,372 and \$510, respectively. In addition, they received donated office and parking space with a fair value of approximately \$46,000 for both years.

Note 9 Liquidity and Availability of Financial Assets

The following reflects the Organization’s financial assets as of December 31, 2021 and 2020, reduced by the amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations.

	2021	2020
Current assets, excluding non-financial assets	\$ 1,397,742	\$ 893,146
Less: donor restrictions for specific purposes	-	-
Financial assets available to meet cash needs for general expenditures within one year	\$ 1,397,742	\$ 893,146

Note 10 Subsequent Events

Subsequent events have been evaluated through March 14, 2023, which is the date the financial statements were available to be issued.