DIGNITY PERIOD

Financial Statements and Independent Auditors' Report

YEARS ENDED DECEMBER 31, 2022 AND 2021

ANDERS
CPAs + ADVISORS

Contents

Independent Auditors' Report

Board of Directors
Dignity Period, Inc.
St. Louis, Missouri

Opinion

We have audited the accompanying financial statements of Dignity Period, Inc. (a not-for-profit organization) which comprise the statements of financial position as of December 31, 2022 and 2021, 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 Dignity Period, Inc. as of December 31, 2022 and 2021, and the results of its operations and its cash flows for the years then ended in accordance 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Dignity Period, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Adjustment

As discussed in Note 3 to the financial statements, certain errors resulting in an overstatement of amounts previously reported for accrued expenses and salary and payroll expenses as of December 31, 2021, were discovered by management of the Organization during the current year. Accordingly, amounts reported for accrued expenses and salary and payroll expenses have been restated in the 2021 financial statements now presented, and an adjustment has been made to net assets as of December 31, 2021, to correct the error. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Dignity Period Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but 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 Dignity Period, Inc.'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 Dignity Period, Inc.'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.

Anders Minkler Huber & Helm LLP

August 8, 2023

Dignity Period, Inc.
Statements of Financial Position
December 31, 2022 and 2021

Assets

	2022	(As Restated) 2021
Current Assets		
Cash and cash equivalents	$ 740,283	$ 450,877
Unconditional promises to give	339	6,684
Prepaid expenses and other current assets	3,001	45,819
Total Current Assets	743,623	503,380
Investments, at fair value	273,260	295,936
Intangible Assets, net	6,192	7,012
Total Assets	$ 1,023,075	$ 806,328

Liabilities and Net Assets

	2022	(As Restated) 2021
Current Liabilities		
Accounts payable	$ 3,438	$ 2,171
Accrued expenses	60,621	35,669
Total Current Liabilities	64,059	37,840
Net Assets		
Without donor restrictions	899,903	597,277
With donor restrictions	59,113	171,211
Total Net Assets	959,016	768,488
Total Liabilities and Net Assets	$ 1,023,075	$ 806,328

Dignity Period, Inc.
Statement of Activities
Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains and Other Support			
Contributions	$ 326,066	$ 1,575	$ 327,641
In-kind contributions	9,479	-	9,479
Miscellaneous revenue	2,503	-	2,503
Investment loss	(13,583)	-	(13,583)
	324,465	1,575	326,040
Gross special events revenue	285,620	-	285,620
Less cost of direct benefits to donors	(50,702)	-	(50,702)
Net special events revenue	234,918	-	234,918
Net assets released from restrictions:			
Satisfaction of time and usage restrictions	113,673	(113,673)	-
Total Revenues, Gains and Other Support	673,056	(112,098)	560,958
Expenses			
Program Services	232,282	-	232,282
Supporting Activities			
Management and general	63,623	-	63,623
Fundraising	74,525	-	74,525
Total Supporting Activities	138,148	-	138,148
Total Expenses	370,430	-	370,430
Change in Net Assets	302,626	(112,098)	190,528
Net Assets, Beginning of Year (As Restated)	597,277	171,211	768,488
Net Assets, End of Year	$ 899,903	$ 59,113	$ 959,016

Dignity Period, Inc.
Statement of Activities (As Restated)
Year Ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains and Other Support			
Contributions	$ 231,354	$ 124,522	$ 355,876
Grants	22,637	49,111	71,748
Paycheck Protection Program debt forgiveness	22,048	-	22,048
In-kind contributions	1,098	-	1,098
Miscellaneous revenue	3,506	-	3,506
Investment income	(1,474)	-	(1,474)
	279,169	173,633	452,802
Gross special events revenue	51,824	-	51,824
Less cost of direct benefits to donors	(17,263)	-	(17,263)
Net special events revenue	34,561	-	34,561
Net assets released from restrictions:			
Satisfaction of time and usage restrictions	189,284	(189,284)	-
Total Revenues, Gains and Other Support	503,014	(15,651)	487,363
Expenses			
Program Services	146,070	-	146,070
Supporting Activities			
Management and general	63,535	-	63,535
Fundraising	67,098	-	67,098
Total Supporting Activities	130,633	-	130,633
Total Expenses	276,703	-	276,703
Change in Net Assets	226,311	(15,651)	210,660
Net Assets, Beginning of Year	370,966	186,862	557,828
Net Assets, End of Year (as Restated)	$ 597,277	$ 171,211	$ 768,488

Dignity Period, Inc.
Statement of Functional Expenses
Year Ended December 31, 2022

	Program Services			Supporting Activities			
	Outreach	Research and Education	Total	Management and General	Fundraising	Total	Total Expenses
Accounting	$ -	$ -	$ -	$ 21,490	$ -	$ 21,490	$ 21,490
Advertising	-	-	-	-	146	146	146
Amortization	309	309	618	202	-	202	820
Bank fees	115	115	230	-	2,697	2,697	2,927
Dues and subscriptions	299	299	598	1,277	1,186	2,463	3,061
Education and awareness	-	2,434	2,434	-	-	-	2,434
Legal	395	395	790	1,636	-	1,636	2,426
Meals	80	80	160	49	99	148	308
Office expenses	779	779	1,558	1,703	854	2,557	4,115
Outside services	974	974	1,948	11,068	3,177	14,245	16,193
Printing, duplicating, and postage	69	69	138	-	3,879	3,879	4,017
Program material costs	125,368	-	125,368	-	-	-	125,368
Salary and payroll expenses	48,834	48,834	97,668	26,198	60,692	86,890	184,558
Supplies	124	124	248	-	-	-	248
Travel	-	-	-	-	1,795	1,795	1,795
Website	262	262	524	-	-	-	524
Total Expenses	$ 177,608	$ 54,674	$ 232,282	$ 63,623	$ 74,525	$ 138,148	$ 370,430

Dignity Period, Inc.
Statement of Functional Expenses (As Restated)
Year Ended December 31, 2021

	Program Services			Supporting Activities			
	Outreach	Research and Education	Total	Management and General	Fundraising	Total	Total Expenses
Accounting	$ -	$ -	$ -	$ 21,065	$ -	$ 21,065	$ 21,065
Advertising	-	-	-	293	1,365	1,658	1,658
Amortization	311	311	622	206	-	206	828
Bank fees	227	227	454	-	1,991	1,991	2,445
Dues and subscriptions	192	192	384	1,230	746	1,976	2,360
Legal	-	-	-	4,153	-	4,153	4,153
Meals	61	61	122	-	-	-	122
Office expenses	315	315	630	1,446	690	2,136	2,766
Outside services	538	538	1,076	4,770	2,945	7,715	8,791
Printing, duplicating, and postage	618	618	1,236	-	1,864	1,864	3,100
Program material costs	33,273	-	33,273	-	-	-	33,273
Salary and payroll expenses	52,520	52,521	105,041	30,372	57,497	87,869	192,910
Travel	374	374	748	-	-	-	748
Website	1,242	1,242	2,484	-	-	-	2,484
Total Expenses	$ 89,671	$ 56,399	$ 146,070	$ 63,535	$ 67,098	$ 130,633	$ 276,703

Dignity Period, Inc.
Statements of Cash Flows
Years Ended December 31, 2022 and 2021

		2022		(As Restated) 2021
Cash Flows From Operating Activities				
Change in net assets	$	190,528	$	210,660
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Amortization		820		827
Paycheck Protection Program debt forgiveness		-		(22,048)
Unrealized losses on investments		22,675		4,064
(Increase) decrease in assets:				
Unconditional promises to give		6,345		2,496
Prepaid expenses and other current assets		42,818		(38,750)
Increase (decrease) in liabilities:				
Accounts payable		1,267		(40,346)
Accrued expenses		24,952		30,426
Net Cash Provided by Operating Activities		289,405		147,329
Cash Flows From Investing Activities				
Purchases of investments		-		(300,000)
Net Cash Provided by Investing Activities		-		(300,000)
Net Increase (Decrease) in Cash and Cash Equivalents		289,405		(152,671)
Cash and Cash Equivalents, Beginning of Year		450,877		603,548
Cash and Cash Equivalents, End of Year	$	740,282	$	450,877

1. Nature of Operations and Basis of Presentation

Organization

Dignity Period, Inc. (the "Organization") is a not-for-profit organization incorporated on May 27, 2014 in the State of Missouri. The mission of the Organization is to impact period poverty (lack of access to menstrual hygiene products due to financial or other constraints) around the globe by improving access to accurate menstrual information and by distributing high quality, washable, reusable menstrual hygiene products. The Organization is motivated by the belief that those who menstruate should do so with comfort and in dignity. The principal activities of the Organization are providing programs designed to ensure that women and girls have access to quality menstrual hygiene products and education throughout the world, especially in Ethiopia and in the United States of America.

The Organization strives to impact period poverty in the United States. In 2019, research conducted by the Organization in conjunction with Saint Louis University confirmed the presence of substantial period poverty in the greater St. Louis community. Based on this research, The Organization began a U.S.-based program focusing on the distribution of kits containing 4 washable, reusable menstrual pads to schools, libraries, food pantries and other collaborating organizations throughout the country. Each kit is the equivalent of 240 disposable menstrual hygiene products over the course of a year. The Organization also is developing educational material to be distributed along with the kits. This material will provide instruction on use of the pads, address the biology of menstruation, and debunk taboos and misinformation which are prevalent concerning menstruation. In 2022, the Organization reached 3,800 individuals through the U.S.-based program, providing them with sustainable pad kits with which to meet their menstrual hygiene needs for at least 12 months.

The Organization's Ethiopian program is carried out in collaboration with the College of Health Sciences at Mekelle University in the Tigray Region of Ethiopia, along with a private company located in the city of Mekelle, the Mariam Seba Sanitary Products Factory. The Mariam Seba Factory was founded by Ms. Freweini Mebrahtu, who was named the “CNN Hero of the Year” in 2019 for her work with Dignity Period in menstrual hygiene advocacy and improved management of menstruation in Ethiopia. The Organization continues to work toward dispelling false notions and cultural myths about menstruation and menstrual hygiene. The Organization aims to ensure through the activities described above that no girl or woman is forced to sacrifice her education due to a lack of satisfactory menstrual hygiene and the presence of negative cultural attitudes towards menstruation and female reproductive biology. The Organization also works in partnership with Ayder Comprehensive Specialized Hospital in Mekelle to supply menstrual hygiene kits to post-partum women. Since the Organization started its programs, it has reach over 350,000 students and distributed more than 166,000 menstrual hygiene kits in Ethiopia (the equivalent of almost 40 million disposable menstrual hygiene products)..

Period poverty also exists in the United States. The Organization has commitments to distribute 7,000 kits in 2023, equal to 1.68 million disposable products.

COVID-19 has affected girls and families across the world, and led to the closure of schools in northern Ethiopia from March 2020. The Organization's programs have therefore been expanded to assist relief efforts in Ethiopia and the United States as a result of the effects of the virus. Military conflict in northern Ethiopia between the Tigray Regional government and Federal Ethiopian troops, soldiers from neighboring Eritrea, and armed ethnic militias from Amhara, between November 2020 and November 2022, forced the Organization to extend their usual outreach to include other needs of internally displaced persons in this part of Ethiopia as of November 2020. During this same time period, the Organization also increased its efforts in the St. Louis area and surrounding regions. The next large U.S. metro area of focus is the greater Seattle, Washington community.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with the provisions of the Financial Accounting Standards Board ("FASB"), Accounting Standards Codification (the "FASB ASC"), which is the source of authoritative, non-governmental accounting principles generally accepted in the United States of America ("GAAP"). All references to authoritative accounting guidance contained in our disclosures are based on the general accounting topics within the FASB ASC.

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 therein are classified into two categories of net assets, as applicable, and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Board designated funds are established by the Board of Directors and represent net assets without donor restrictions that have been set aside for various future activities.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that may be satisfied by specific activities or the passage of time, or are required to be maintained in perpetuity by the Organization.

2. Summary of Significant Accounting Policies

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value Measurements

The Organization follows guidance issued by the FASB on fair value measurements, which establishes a framework for measuring fair value, clarifies the definition of fair value within that framework, and expands disclosures about the use of fair value measurements. This guidance applies whenever fair value is the applicable measurement. The three general valuation techniques used to measure fair value are the market approach, cost approach, and income approach.

Cash and Cash Equivalents

The Organization considers all cash in banks and short-term investments with an original maturity of three months or less at the time of purchase to be cash and cash equivalents.

Unconditional Promises to Give

Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reported at the present value of their net realizable value using risk-free interest rates applicable to the years in which the promises are to be received.

The Organization provides an allowance for doubtful promises to give equal to the estimated losses that will be incurred in the collection of unconditional promises to give. This estimate is based on historical experience coupled with a review of the current status of existing unconditional promises to give. The allowance and associated promises are reduced when the promises are determined to be uncollectible. The Organization considers unconditional promises to give to be fully collectible; accordingly, no allowance for doubtful promises to give is deemed necessary.

Intangible Assets

Intangible assets consisting of $1,655, $1,301, and $9,404 related to organizational costs, trademark costs, and promotional video costs, respectively, are deemed to have a finite life. The associated costs are amortized over the life of the asset. The Organization periodically reviews its amortizable intangible assets for impairment when events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Management does not believe any impairment exists as of December 31, 2022 and 2021.

Leases

The Organization leases a storage facility. The Organization assesses whether an arrangement qualifies as a lease (conveys the right to control the use of an identified asset for a period of time in exchange for consideration) at inception and only reassesses its determination if the terms and conditions of the arrangement are modified. The Organization has elected to treat leases with a lease term of 12 months or less as short term leases. Such leases are not recorded on the statements of financial position. Lease expense is recognized on a straight-line basis over the lease term for short term leases. The Organization had no leases with a term greater than 12 months during the years ended December 31, 2022 and 2021.

Support and Revenue

Contributions and grants are recorded as received, and unconditional promises to give are recorded as the promise is made. All contributions are available for general activities unless specifically restricted by the donor. When a restriction expires, 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. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Contributions with donor restrictions in which the restrictions are met within the same year as received are reported as contributions without donor restrictions in the accompanying financial statements.

Donated Materials and Services (In Kind)

Donated noncash assets are recorded as contributions at their fair values at the date of donation. The estimated fair values of donated goods and services totaled $9,479 and $1,098 for the years ended December 31, 2022 and 2021, respectively.

Donated services are recognized as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers provided various services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Functional Expense Allocation

The costs of program services and supporting 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 program services and supporting activities benefited.

Advertising

The Organization expenses advertising costs as they are incurred. Advertising costs totaled $146 and $1,658 for the years ended December 31, 2022 and 2021, respectively.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code"), except on net income derived from unrelated business activities as defined in the Code. Accordingly, the Organization files as a tax exempt organization.

The Organization follows guidance issued by the FASB on accounting for income taxes and has evaluated its tax positions, expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary to cover any uncertain tax positions. The Organization's returns for tax years 2019 and later remain subject to examination by taxing authorities.

Subsequent Events

The Organization has evaluated subsequent events through August 8, 2023, the date the financial statements were available to be issued.

Recent Accounting Pronouncement

Credit Losses on Financial Instruments

The FASB has issued new guidance on the presentation of financial assets measured at amortized cost. Such assets will be presented at the net amount expected to be collected over their remaining contractual lives. Estimated credit losses will be based on relevant information about historical experience, current conditions, and reasonable and supportable forecasts that affect the collectibility of the reported amounts. The standard will also change the accounting for credit losses related to securities available for sale and purchased financial assets with a more-than-insignificant amount of credit deterioration since origination. The guidance will be required for the first fiscal year beginning after December 15, 2022. Based on a preliminary analysis, the Organization does not expect the new guidance to have a significant impact on its financial statements.

3. Restatement

During the course of the Organization's December 31, 2022 audit, management of the Organization identified an issue that had a material effect upon the Organization's previously issued financial statements. Certain per diem amounts were accrued for salaries and payroll expenses for workers in the field outside of Mekelle, Ethiopia. However, due to the COVID-19 pandemic and the Tigray War, activity in this region was suspended, and the Organization determined these services were not performed and the amounts were over accrued. Therefore, the Organization restated its financial statements for the year ended December 31, 2021. The cumulative effect of all adjustments was a $22,255 increase to net assets, a $22,255 decrease to accrued expenses, and a $22,255 change in net assets.

The following table presents the impact of the restatement adjustments on the statement of financial position as of December 31, 2021:

	As Previously Reported	Adjustment	As Restated
Accrued expenses	$ 57,924	$ (22,255)	$ 35,669
Net assets	$ 746,233	$ 22,255	$ 768,488

4. Change in Accounting Principle

Effective January 1, 2022, the Organization adopted FASB ASC 842, *Leases*. The new standard establishes a right-of-use ("ROU") model that requires a lessee to record a ROU asset and a lease liability on the statements of financial position for all leases. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. The adoption of ASC 842, *Leases*, resulted in no recognition of ROU assets or related lease liabilities as of January 1, 2022 or December 31, 2022.

5. Fair Value Measurements

The framework for measuring fair value establishes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value into Levels 1, 2, and 3. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

Level 1 — Inputs to the valuation methodology are unadjusted quoted prices for identical instruments in active markets.

Level 2 — Inputs to the valuation methodology to include quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets, inputs other than quoted prices that are observable for the instrument, or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 — Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The instruments' fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for instruments measured at fair value:

Level 1 — Instruments consist of publicly traded bond funds. These securities are traded on national exchanges and are stated at the last reported sales price on the day of valuation.

The following table presents the fair value measurements of instruments recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements are categorized at December 31:

	2022			
	Fair Value Measurements			
	Total	Level 1	Level 2	Level 3
Investments:				
Mutual funds:				
Vanguard Bond Funds	$ 273,260	$ 273,260	$ -	$ -
	$ 273,260	$ 273,260	$ -	$ -

	2021			
	Fair Value Measurements			
	Total	Level 1	Level 2	Level 3
Investments:				
Mutual funds:				
Vanguard Bond Funds	$ 295,936	$ 295,936	$ -	$ -
	$ 295,936	$ 295,936	$ -	$ -

6. Investments

A summary of the cost and fair value of the Organization's investments as of December 31, is as follows:

	2022			
	Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Mutual funds	$ 300,000	$ -	$ (26,740)	$ 273,260
	$ 300,000	$ -	$ (26,740)	$ 273,260

	2021			
	Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Mutual funds	$ 300,000	$ -	$ (4,064)	$ 295,936
	$ 300,000	$ -	$ (4,064)	$ 295,936

7. Intangible Assets

The carrying amounts and accumulated amortization of recognized intangible assets at December 31, 2022 and 2021 are as follows:

	2022		
	Carrying Amount	Accumulated Amortization	Net
Amortized intangible assets:			
Trademarks	$ 1,301	$ 708	$ 593
Organizational costs	1,655	901	754
Promotional video costs	9,404	4,559	4,845
	$ 12,360	$ 6,168	$ 6,192

	2021		
	Carrying Amount	Accumulated Amortization	Net
Amortized intangible assets:			
Trademarks	$ 1,301	$ 622	$ 679
Organizational costs	1,655	791	864
Promotional video costs	9,404	3,935	5,469
	$ 12,360	$ 5,348	$ 7,012

Intangible assets are being amortized over 15 years beginning on the date the costs were incurred. Amortization expense totaled $820 and $828 for the years ended December 31, 2022 and 2021, respectively.

Amortization expense for the five years subsequent to 2022 is estimated to be as follows:

Years Ending December 31,		
2023	$	825
2024		825
2025		825
2026		825
2027		825
	$	4,125

8. Contributed Nonfinancial Assets

For the years ended December 31, 2022 and 2021, contributed nonfinancial assets recognized within the statement of activities included:

	2022		2021	
Donated goods	$	8,449	$	-
Professional services		1,030		1,098
	$	9,479	$	1,098

The Organization recognized contributed nonfinancial assets within revenue, including contributed goods and professional services. No donor imposed restrictions exist on any contributed nonfinancial asset for the years ended December 31, 2022 and 2021.

The Organization utilizes donated goods to as auction items for the annual gala. The Organization has donors fill out a form to verify the value of the item using an estimated fair value of the donated goods.

Contributed professional services consists of various services performed by professionals to assist the Organization with operational matters. Contributed services are valued and reported at the current rates for the services provided as determined by the donor.

9. Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of December 31, 2022 and 2021 reduced by amounts not available for general use within one year because of contractual or donor-imposed restrictions or internal designations.

	2022	2021
Cash and cash equivalents	$ 740,283	$ 450,877
Unconditional promises to give	339	6,684
Investments	273,260	295,936
Contractual or donor-imposed restrictions:		
Donor restrictions	(59,113)	(171,211)
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	$ 681,509	$ 286,350

The Organization's primary sources of support are contributions and grants. Some support is required to be used in accordance with the purpose restrictions imposed by the donors. The Organization supports activities in Ethiopia and other areas based upon the needs of the programs as well as the cash available at the Organization level.

10. Net Assets With Donor Restrictions

Net assets with donor restrictions consist of the following at December 31, 2022 and 2021:

	2022	2021
Purpose restrictions		
For program activities in Ethiopia	$ 59,113	$ 154,586
For program activities in St. Louis	-	12,363
Time restrictions	-	6,684
	$ 59,113	$ 173,633

Assets released from restrictions for the years ended December 31, 2022 and 2021 are as follows:

	2022	2021
Released from restrictions of purpose	$ 113,673	$ 189,284

11. Risks and Uncertainties

Concentration of Credit Risk

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and cash equivalents. The Organization maintains its cash primarily with one financial institution. Deposits at this bank are insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000. At December 31, 2022, cash balances were within federally insured limits at the bank. The Organization performs ongoing credit evaluations of its donors and maintains allowances, as needed, for potential credit losses. Although the Organization is directly affected by the financial stability of its donor base, management does not believe significant credit risk exists at December 31, 2022.

The Organization maintains its investments primarily with one brokerage firm. Securities held at this firm are insured by the Securities Investor Protection Corporation ("SIPC") up to $500,000. At December 31, 2022, balances were within insured limits.

Concentrations

Contributions from two donors were approximately 75 percent of the Organization's contributions during the year ended December 31, 2022. Contributions from one donor were approximately 42 percent of the Organization's contributions during the year ended December 31, 2021.

Foreign Operations

The Organization's operations in Ethiopia are subject to risks inherent in operating in East Africa that are not typically associated with operations working exclusively in the United States. Accordingly, the Organization's financial condition and activities may be influenced by the political, economic, and legal environments in Africa generally and Ethiopia in particular. As a result, the Organization's activities in these localities are subject to a variety of risks, including:

- Additional costs of compliance with government regulation and licensing requirements including tariffs and other trade barriers
- Expropriation, nationalization, and limitation on repatriation of earnings
- Fluctuations in foreign exchange rates
- Inflation
- Poverty and social inequality
- Social, political, and economic instability arising from unforeseen and uncontrollable circumstances

Clashes between Eritrean and Federal Ethiopian troops, armed ethnic militias from the neighboring Amhara Region, and Tigray Regional forces in northern Ethiopia have forced the Organization to suspend some operations and to extend their usual outreach to incorporate helping meet other pressing needs of persons who have become internally displaced in this part of Ethiopia due to the current conflict. In 2023, the Organization was able to resume the transfer of funds to support its programs in Ethiopia and is developing a timeline to resume further activities in the Tigray region.