



**One for the World, Inc.
Financial Statement
For the Period Ended June 30, 2020**

One for the World, Inc.

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Independent Accountant's Review Report

To the Board of Directors of
One for the World, Inc.
Boston, MA

I have reviewed the accompanying financial statement of One for the World, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020 and the related statement of activities, functional expenses and cash flows for the period from inception, October 1, 2019 to the period then ended June 30, 2020, 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, I 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

My 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 me to perform procedures to obtain limited assurance as a basis for reporting whether I am 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. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Melissa Gilroy". The signature is written in a cursive, flowing style.

Melissa Gilroy, Certified Public Accountant
Westwood, Massachusetts
May 14, 2021

One for the World, Inc.
Statement of Financial Position
As of June 30, 2020

<u>Assets</u>		<u>2020</u>
Cash and cash equivalents	\$	372,619
Deposits		14,119
Total Assets	\$	<u>386,738</u>
<u>Liabilities and Net Assets</u>		
Accounts payables and accrued expenses	\$	6,184
Paycheck protection loan	\$	22,404
Total Liabilities		<u>28,588</u>
Net Assets		
With donor restrictions		135,000
Without donor restrictions		223,150
Total net assets		<u>358,150</u>
Total Liabilities and Net Assets	\$	<u>386,738</u>

One for the World, Inc.
Statement of Activities
For the period from inception through June 30, 2020

	Without donor restrictions	With donor restrictions	Total
Changes in Net Assets			
Revenue and Support			
Grants and contributions	\$ 86,116	371,667	457,783
Other income	109	-	109
Net assets released from restriction	236,667	(236,667)	-
Total revenue and support	<u>322,892</u>	<u>135,000</u>	<u>457,892</u>
Expenses			
Program	200,788	-	200,788
Management, General and Administrative	39,873	-	39,873
Fundraising	10,492	-	10,492
Total expenses	<u>251,153</u>	<u>-</u>	<u>251,153</u>
Change in Net Assets	71,739	135,000	206,739
Net Assets at Beginning of Year	<u>151,411</u>	<u>-</u>	<u>151,411</u>
Net Assets at End of Year	<u>\$ 223,150</u>	<u>135,000</u>	<u>358,150</u>

One for the World, Inc.
Statement of Functional Expenses
For the period from inception through June 30, 2020

	Program Services	Management General & Administrative	Fundraising	2020 Total
Functional Expenses				
Salaries and wages	\$ 103,673	20,772	6,924	131,369
Payroll taxes	5,458	-	-	5,458
Benefits	10,342	-	-	10,342
	<u>119,473</u>	<u>20,772</u>	<u>6,924</u>	<u>147,169</u>
Professional fees	-	11,484	713	12,197
Office expenses	139	1,145	-	1,284
Rent	8,938	378	-	9,316
Insurance	-	2,778	-	2,778
Technical and web development	18,120	-	-	18,120
Software subscriptions and expenses	4,976	-	-	4,976
Advertising	-	115	2,855	2,970
Contract staff	33,187	-	-	33,187
Travel	5,268	1,736	-	7,004
Volunteer expenses	10,504	-	-	10,504
Licenses and fees	-	730	-	730
Bank fees	-	236	-	236
Postage and delivery	58	59	-	117
Miscellaneous	125	440	-	565
Total Functional Expenses	<u>\$ 200,788</u>	<u>39,873</u>	<u>10,492</u>	<u>251,153</u>

See accountants' review report and accompanying notes to the financial statements.

One for the World, Inc.
Statement of Cash Flows
For the period from inception through June 30, 2020

Cash Flows from Operating Activities

Change in Net Assets	\$	206,739
Adjustments to reconcile change in net assets to cash provided by operations		
Decrease (increase) in assets		
Deposits		(14,119)
Increase (decrease) in liabilities		
Accounts payable and accrued expenses		<u>6,184</u>
Net Cash Provided by (used in) Operating Activities		<u>198,804</u>

Cash Flows from Financing Activities

Proceeds from paycheck protection loan		<u>22,404</u>
Net Cash Provided by (Used in) Financing Activities		<u>22,404</u>

Net (Decrease) Increase in Cash and Cash Equivalents		221,208
Cash and Cash Equivalents - Beginning		<u>151,411</u>
Cash and Cash Equivalents - Ending	\$	<u><u>372,619</u></u>

One for the World, Inc.

Notes to Financial Statements

1. Nature of the Business

One for the World, Inc. (the "Organization") was incorporated in August 2019 in New York State as a tax exempt, not-for-profit corporation. In August 2019, the organization obtained tax exempt status under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. The mission of the Organization is to provide philanthropic awareness and charitable giving to support nonprofit organizations. More specifically, the organization will work to raise awareness among students and young professionals about the importance of philanthropy and how their contributions can help to end extreme poverty through donations of 1% of their yearly income. The Organization will then provide distributions to qualifying nonprofit organizations. By providing this philanthropic awareness and charitable giving program, the Organization will help to improve the quality of life for individuals around the world.

The Organization was formed in August 2019 and commenced operations in October 2019 with the receipt of grant funding. Formerly, the Organization was operating under their fiscal sponsor, The Life You Can Save. Upon separating from their fiscal sponsor, the sponsor distributed funding earned prior to separation which was recorded as beginning net assets. The accompanying financial statements include the results of operations from inception through their fiscal year end date of June 30, 2020.

2. Summary of Significant Accounting Policies

Use of Estimates

The preparation of financial statements are in conformity with generally accepted accounting principles in the United States of America ("GAAP") which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the 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.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis with net assets, revenues, expenses, gains, and losses classified in two categories based on the existence or absence of externally imposed restrictions. Operating revenues consist of those monies received and contributions attributable to the Organization's ongoing efforts. The net assets of the Organization are classified and defined as follows:

Net Assets Without Donor Restrictions

Net assets that are not subject to donor-imposed stipulations are considered unrestricted.

Net Assets With Donor Restrictions

Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

One for the World, Inc.

Notes to the Financial Statements

2. Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

The Organization considers all highly liquid investments with a maturity of three months or less, when acquired, to be cash equivalents.

Fixed Assets

Fixed assets are stated at cost at the time of acquisition or fair market value at the time of donation. Expenditures for maintenance and repairs are charged to expense as incurred; betterments are capitalized. When assets are sold or retired, the related costs and accumulated depreciation are removed from the respective accounts and any resulting gain and loss is credited or charged to operations. Depreciation is recorded on a straight-line basis based on the related assets estimated useful life.

Functional Allocation of Expenses

The Organization allocates its expenses on a functional basis amongst its programs and other activities. All of the Organization's allocated expenditures have been summarized on a functional basis in the statement of activities and in the statement of functional expenses based on the program or support services benefitted.

Grants and Contributions

Grants and contributions, including unconditional promises to give, are recognized as with or without donor restricted revenues in the year received in accordance with the donor requirements. Contributions receivable are recorded at the present value of expected future cash flows, net of an allowance for estimated unfulfilled promises to give. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions of noncash assets are recorded at fair market value upon the date of receipt. During fiscal 2020, a grant from one donor represented 77% of total grant and contribution income.

Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Income Taxes

The Organization is a tax-exempt entity under Code Section 501(c)(3) of the Internal Revenue Code (the "Code"). Accordingly, no provision for income taxes is included in these financial statements.

The Organization complies with the provisions of GAAP related to the accounting for the uncertainty in income taxes. As required, the Organization has evaluated its tax positions, applying a "more likely than not" threshold and believes that there would be no material changes to the results of its operation or financial position as a result of an audit by the applicable taxing authorities, federal or state. The Organization has filed all of its known and required tax returns in a timely manner, including as permitted, allowed extensions.

3. Net Assets With Donor Restrictions

Donor restricted net assets for the period ended June 30, 2020 consists of:

Time restricted donation - to be spent in fiscal 2021	\$ 118,333
Purpose restricted donation - Grant funding	16,667

One for the World, Inc.

Notes to the Financial Statements

4. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, as of June 30, 2020 within one year of the balance sheet date consists of:

Financial assets at year end:	
Cash and cash equivalents	\$ 372,619
Less amounts donor restricted	(135,000)
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 237,619</u>

The Organization's goal is generally to maintain financial assets to meet 180 days of operating expense, which it was able to achieve in fiscal 2020.

5. Paycheck Protection Program Loan

In April, the Organization received a Paycheck Protection Program (PPP) loan under the CARES act in the amount of \$22,404. The loan is available to fund eligible payroll and related costs, utilities and rent. Provided the loan is used to pay these costs, under the provisions of the CARES act, the loan may be forgiven. In fiscal 2021, the loan was forgiven by the Small Business Association (SBA). Loan interest of 1% is deferred for the first six months of the loan.

6. Risks and Uncertainties

On March 13, 2020, a national emergency was declared in the United States as a result of the coronavirus epidemic. This public health crisis has had a significant and wide-ranging effect on the United States economy. The Organization's management is actively assessing the impact of this evolving situation on its operations and financial position.

7. Recent Pronouncements

In 2020, the Organization adopted the Financial Accounting Standards Board Accounting Standards Update (ASU) No. 2014-09, "Revenue from Contracts with Customers (Topic 606)". This guidance amends revenue recognition to replace numerous, industry-specific requirements and converges areas under this topic with those of the International Financial Reporting Standards. Analysis of various provisions of this standard resulted in no significant changes in the way the Organization recognizes revenue. The presentation and disclosures of revenue have been enhanced in accordance with the standard.

The Organization has adopted Accounting Standards Update (ASU) No. 2018-08 Not-for-Profit Entities: "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made" (Topic 605) as management believes the standard improves the usefulness and understandability of the Organization's financial reporting.

8. Subsequent Events

The Organization has evaluated events subsequent to its period-ended June 30, 2020 and through the date of this report. Management has determined that no subsequent events requiring disclosure have occurred as of May 14, 2021, which is the date the financial statements were available to be issued.