

**HOLOCAUST AND HUMAN RIGHTS
EDUCATION CENTER
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021**

HOLOCAUST AND HUMAN RIGHTS EDUCATION CENTER

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To the Board of Directors
Holocaust and Human Rights Education Center
White Plains, New York

Report on the Financial Statements

I have reviewed the accompanying financial statements of Holocaust and Human Rights Education Center (the "Center"), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Center's 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 from my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of an 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.

A handwritten signature in cursive script, appearing to read 'Mindy Stark'.

Mindy Eisenberg Stark, CPA, CFE
Scarsdale, NY
November 8, 2022

Holocaust and Human Rights Education Center
Statement of Financial Position
December 31, 2021

ASSETS

Cash - operating	\$ 278,505
Cash - restricted (Note 6)	511,528
Property and equipment, net of accumulated depreciation	<u>-</u>
TOTAL ASSETS	<u>\$ 790,033</u>

LIABILITIES AND NET ASSETS

Liabilities:	
Accrued expenses	<u>\$ 2,197</u>
Total liabilities	2,197
Net assets:	
Temporarily restricted	25,880
Endowment Fund	421,979
Unrestricted	<u>339,977</u>
Total net assets	<u>787,836</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 790,033</u>

See independent accountant's review report and accompanying notes to financial statement.

HOLOCAUST AND HUMAN RIGHTS EDUCATION CENTER
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

	Temporarily Restricted	Endowment Fund	Program Services	Unrestricted			Total
				Fundraising	General & Administrative	Unrestricted	Total
INCOME:							
Public support and revenue	\$ 5,650	\$ 47,000	\$ 17,718	\$ 569,709	\$ -	\$ 587,427	\$ 640,077
Dividends and interest	-	3,755	-	-	594	594	4,349
Total Income	5,650	50,755	17,718	569,709	594	588,021	644,426
EXPENSES:							
Salaries and benefits	-	-	87,932	59,953	51,960	199,845	199,845
Consulting and contracted services	-	650	40,945	44,422	-	85,367	86,017
Travel and entertainment	-	-	1,138	-	-	1,138	1,138
Occupancy expense	-	-	8,316	5,670	4,914	18,900	18,900
Technology and communications	-	-	4,708	3,210	2,782	10,700	10,700
Office expenses	-	-	6,248	3,809	3,302	13,359	13,359
Equipment rental and maintenance	-	-	11,054	7,537	6,532	25,123	25,123
Printing, postage and mailings	-	1,872	6,833	-	-	6,833	8,705
Professional fees	-	-	75,333	-	16,225	91,558	91,558
Insurance expense	-	-	-	-	9,308	9,308	9,308
Depreciation	-	-	-	-	1,228	1,228	1,228
Bank service charges	-	150	-	-	3,839	3,839	3,989
Fundraising expense	-	-	3,488	46,426	-	49,914	49,914
Total Expenses	-	2,672	245,995	171,027	100,090	517,112	519,784
Net income	5,650	48,083	-	-	-	70,909	124,642
Realized gains	-	15,310	-	-	-	-	15,310
Change in fair value of operating investments	-	48,738	-	-	-	-	48,738
Net assets - beginning	20,230	309,848	-	-	-	269,068	599,146
Net assets - ending	\$ 25,880	\$ 421,979	\$ -	\$ -	\$ -	\$ 339,977	\$ 787,836

See independent accountant's review report and accompanying notes to financial statement.

HOLOCAUST AND HUMAN RIGHTS EDUCATION CENTER
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021

Cash Flows From Operating Activities:	
Change in net assets	\$ 188,690
Adjustments to reconcile changes in net assets to net cash used in operating activities:	
Depreciation	1,228
Changes in assets and liabilities:	
Due to operating account from restricted funds	25,559
Accrued expenses	1,204
Deferred revenue	<u>(7,751)</u>
Net cash provided by operating activities	<u>208,930</u>
Net increase in cash and cash equivalents	208,930
Cash - Beginning of Year	581,103
Cash - End of Year	<u><u>\$ 790,033</u></u>

See accompanying notes and accountant's report.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 1 - ORGANIZATION

Holocaust and Human Rights Education Center (the “Center”) is a nonprofit corporation organized on July 23, 1990, under Section 501 (c)(3) of the Internal Revenue Code (“IRC”). The Center is an educational and cultural institution with the mission to enhance the teaching and learning of the lessons for the Holocaust and the right of all people to be treated with dignity and respect among citizens of Westchester County, New York, and the surrounding communities through education, exhibits and outreach programs.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared using the accrual basis of accounting, and in accordance with accounting principles generally accepted in the United State of America (“U.S. GAAP”), which requires the Center 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 objective of the Center. These net assets may be used at the discretion of the Center’s management and 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 net by actions of the Center, or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restriction. When a restriction expires, net assets are reclassified from net assets with donor restriction to net assets without donor restrictions in the statement of activities and changes in net assets. As of December 31, 2021, the Center did not have any net assets with donor restrictions.

Measure of Operations

The statement of activities and changes in net assets reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Center’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.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Use of Estimates

The preparation of the financial statements in conformity with U.S. GAAP 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 and the reported the modified cash basis of accounting required 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 statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of cash on deposit and money market accounts that are readily convertible into cash and purchased with original maturities of three months or less.

Donated Services and In-Kind Contributions

Volunteers provided administrative and other services throughout the year, and certain of the Center's officers provided services to the daily operations and management without compensation. Such contributed services do not meet the criteria for recognition of contributed services contained the U.S. GAAP and, accordingly, are not reflected in the accompanying financial statements.

Operating Investments

Operating investments are reported at cost, if purchased, or at fair value, if donated. Therefore, operating investments are reported at their fair values in the statement of financial position, and changes in fair value are reported at "Change in fair value of operating investments" in the accompanying statement of activities and changes in net assets.

Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statement of activities and changes in net assets in the period in which the securities are sold. Interest is recorded when earned. Dividends are accrued as of the ex-dividend date.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. U.S. GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs).

The Center groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 - Quoted market prices for identical instruments in active markets. Examples of Level 1 assets include cash, cash equivalents, bonds and equity securities traded on recognized exchanges, both domestic and foreign.

Level 2 - Quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets in markets that are not active, observable inputs other than quoted prices, inputs derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Valuation models in which significant inputs are unobservable or where there is little, if any, market activity.

Property and Equipment

Property and equipment are carried at cost less accumulated depreciation. Depreciation expenses are recorded using the straight-line method over the estimated useful lives of the assets, which generally range from three to five years. The Center reviews long-lived assets such as fixed assets for impairment when events or circumstances indicate that their carrying value may not be recoverable. No impairment charges were incurred for the year ended December 31, 2021.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Income Taxes

The Center is a tax-exempt entity under Section 501(a) of the IRC as an organization described in Section 501(c)(3) under a determination letter issued by the Internal Revenue Service.

The Center is subject to a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. There were no uncertain tax positions recorded in the accompanying financial statement at December 31, 2021.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributed 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 occupancy and depreciation, which are allocated on a square footage basis, as well as salaries and benefits, professional and consulting fees, information technology, and other, which are allocated on the basis of estimates of time and effort.

NOTE 3 - CONCENTRATION OF RISK

Financial instruments that potentially subject the Center to concentrations of credit risk consist of cash and cash equivalents and investments. The Center manages deposit concentration risk by placing cash and money market accounts with high quality financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, the Center has not experienced losses in any of these accounts.

NOTE 4 - TRANSACTIONS WITH BOARD MEMBERS

In 2021, board members contributed \$205,373 to the Center in the form of contributions, grants, prepaid dues and donations related to special events.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31, 2021:

Furniture and equipment	\$ 53,007
Less: accumulated depreciation	<u>53,007</u>
Property and equipment, net	<u><u>\$ -</u></u>

For the year ended December 31, 2021, depreciation expense totaled \$1,228.

NOTE 6 - RESTRICTED CASH

Restricted cash consists of:

Valley Bank	\$ 27,506
Merrill Lynch	62,067
Merrill Lynch Endowment Fund	<u>421,955</u>
	<u><u>\$ 511,528</u></u>

The Merrill Lynch account consists of marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of activities and changes in net assets. Unrealized gains and losses are included in the change in net assets.

NOTE 7 - PAYROLL PROTECTION PROGRAM

In April of 2020 the Center received \$52,400 from New York Business Development for the payroll protection program which was subsequently forgiven in 2021.

Holocaust and Human Rights Education Center
Notes to Financial Statements
December 31, 2021

NOTE 7 - SUBSEQUENT EVENTS

The Center has evaluated subsequent events through the date the financial statements were available and issued November 8, 2022, and found nothing that required adjustment to the financial statements or additional disclosure.