

VOX TEEN COMMUNICATIONS, INC.

FINANCIAL STATEMENTS

JUNE 30, 2021 AND 2020

With Independent Auditor's Report Thereon

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
VOX Teen Communications, Inc.

Opinion

We have audited the accompanying financial statements of VOX Teen Communications, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 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 VOX Teen Communications, Inc. as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinion

We conducted our audit 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 VOX Teen Communications, Inc. 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 VOX Teen Communications, Inc.'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 is not absolute assurance and therefore is not a guarantee that an audit is 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, including omissions, are considered material if there is a substantial likelihood that,

individually or in the aggregate, they would influence 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 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 VOX Teen Communications, 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 VOX Teen Communications, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate those charged with governance regarding, among other things, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

A handwritten signature in blue ink, appearing to read "Just of Key LLC".

Morrow, Georgia
January 19, 2022

VOX TEEN COMMUNICATIONS, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2021 AND 2020

ASSETS		2021	2020
CURRENT ASSETS			
Cash		\$ 191,729	\$ 167,430
Accounts receivable		119,000	9,000
Contributions receivable		21,355	63,855
Prepays		<u>1,251</u>	<u>1,995</u>
TOTAL CURRENT ASSETS		333,335	242,280
FIXED ASSETS, NET			
		17,769	24,942
OTHER ASSETS			
Security deposit		<u>7,669</u>	<u>7,669</u>
TOTAL ASSETS		<u>\$ 358,773</u>	<u>\$ 274,891</u>
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES			
Deferred revenue		\$ <u>25,000</u>	\$ <u>3,240</u>
TOTAL CURRENT LIABILITIES		25,000	3,240
LONG TERM LIABILITIES			
Accrued rent expense		<u>9,012</u>	<u>3,470</u>
TOTAL LIABILITIES		<u>34,012</u>	<u>6,710</u>
NET ASSETS			
Without donor restrictions		324,761	197,132
With donor restrictions		<u>-</u>	<u>71,049</u>
TOTAL NET ASSETS		<u>324,761</u>	<u>268,181</u>
TOTAL LIABILITIES AND NET ASSETS		<u>\$ 358,773</u>	<u>\$ 274,891</u>

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

VOX TEEN COMMUNICATIONS, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Revenues and other support:			
Fee for service	\$ 248,752	\$ -	\$ 248,752
Government grants	198,486	-	198,486
Contributions	164,871	-	164,871
Foundation grants	73,511	-	73,511
In-kind donations	13,890	-	13,890
Fundraisers	5,869	-	5,869
Less direct benefit to donors	(1,830)	-	(1,830)
United Way	3,893	-	3,893
Interest income	<u>186</u>	<u>-</u>	<u>186</u>
Revenues and other support	<u>707,628</u>	<u>-</u>	<u>707,628</u>
Net assets released from restriction	<u>71,049</u>	<u>(71,049)</u>	<u>-</u>
Total revenues and other support	<u>778,677</u>	<u>(71,049)</u>	<u>707,628</u>
Expenses:			
Program services	545,741	-	545,741
Supporting services:			
Management and general expenses	52,089	-	52,089
Fundraising expenses	<u>53,218</u>	<u>-</u>	<u>53,218</u>
Total supporting services	105,307	-	105,307
Total expenses	<u>651,048</u>	<u>-</u>	<u>651,048</u>
Total change in net assets	127,629	(71,049)	56,580
Net assets at beginning of year	<u>197,132</u>	<u>71,049</u>	<u>268,181</u>
Net assets at end of year	<u>\$ 324,761</u>	<u>\$ -</u>	<u>\$ 324,761</u>

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

VOX TEEN COMMUNICATIONS, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Revenues and other support:			
Fee for service	\$ 128,988	\$ -	\$ 128,988
Government grants	142,437	-	142,437
Contributions	214,026	71,049	285,075
Foundation grants	130,356	-	130,356
In-kind donations	7,313	-	7,313
Fundraisers	18,654	-	18,654
Less direct benefit to donors	(5,971)	-	(5,971)
United Way	10,769	-	10,769
Interest income	<u>89</u>	<u>-</u>	<u>89</u>
Revenues and other support	646,661	71,049	717,710
Net assets released from restriction	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues and other support	<u>646,661</u>	<u>71,049</u>	<u>717,710</u>
Expenses:			
Program services	519,729	-	519,729
Supporting services:			
Management and general expenses	48,236	-	48,236
Fundraising expenses	<u>53,546</u>	<u>-</u>	<u>53,546</u>
Total supporting services	101,782	-	101,782
Total expenses	<u>621,511</u>	<u>-</u>	<u>621,511</u>
Total change in net assets	25,150	71,049	96,199
Net assets at beginning of year	<u>171,982</u>	<u>-</u>	<u>171,982</u>
Net assets at end of year	<u>\$ 197,132</u>	<u>\$ 71,049</u>	<u>\$ 268,181</u>

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

VOX TEEN COMMUNICATIONS, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	Program		Management and general		Fundraising		Totals	
	2021	2020	2021	2020	2021	2020	2021	2020
Salaries	\$ 299,182	\$ 288,808	\$ 29,918	\$ 28,881	\$ 44,877	\$ 43,321	\$ 373,977	\$ 361,010
Rent	69,956	77,114	5,265	5,804	-	-	75,221	82,918
Payroll taxes and benefits	39,641	32,917	3,964	3,292	5,947	4,937	49,552	41,146
Teen stipends	44,440	22,585	-	-	-	-	44,440	22,585
Legal and professional	18,289	7,472	4,290	1,753	-	-	22,579	9,225
Contracted services	16,189	19,321	1,600	2,338	1,677	4,443	19,466	26,102
Supplies	11,102	9,480	119	435	-	-	11,221	9,915
Administrative and general	8,016	8,034	1,979	1,518	-	166	9,995	9,718
Insurance	6,614	3,047	1,865	860	-	-	8,479	3,907
Equipment expense	7,411	12,494	757	726	-	-	8,168	13,220
Depreciation	6,026	5,691	430	405	717	679	7,173	6,775
Postage and shipping	4,555	4,588	1,343	395	-	-	5,898	4,983
Telephone	4,141	4,248	460	472	-	-	4,601	4,720
Teen snacks and meals	4,010	4,448	-	-	-	-	4,010	4,448
Printing	3,112	5,205	-	-	-	-	3,112	5,205
Teen transportation / field trips	1,922	4,874	-	-	-	-	1,922	4,874
Volunteers	783	1,831	-	-	-	-	783	1,831
Parking	<u>352</u>	<u>7,572</u>	<u>99</u>	<u>1,357</u>	<u>-</u>	<u>-</u>	<u>451</u>	<u>8,929</u>
TOTAL EXPENSES	\$ <u>545,741</u>	\$ <u>519,729</u>	\$ <u>52,089</u>	\$ <u>48,236</u>	\$ <u>53,218</u>	\$ <u>53,546</u>	\$ <u>651,048</u>	\$ <u>621,511</u>

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

VOX TEEN COMMUNICATIONS, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 56,580	\$ 96,199
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	7,173	6,775
(Increase) Decrease in operating assets		
Accounts receivable	(110,000)	45,626
Contributions receivable	42,500	12,559
Prepaid expenses	744	(1,156)
Increase (Decrease) in operating liabilities:		
Accounts payable	-	(6,055)
Deferred revenue	21,760	3,240
Accrued rent expenses	<u>5,542</u>	<u>(12,139)</u>
NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES	24,299	145,049
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	<u>-</u>	<u>(6,270)</u>
NET CASH USED IN INVESTING ACTIVITIES	-	(6,270)
NET CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of line of credit	<u>-</u>	<u>(21,114)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>-</u>	<u>(21,114)</u>
NET CHANGE IN CASH	24,299	117,665
CASH AT THE BEGINNING OF THE YEARS	<u>167,430</u>	<u>49,765</u>
CASH AT THE END OF THE YEARS	<u>\$ 191,729</u>	<u>\$ 167,430</u>

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

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

1. NATURE OF BUSINESS

VOX Teen Communications, Inc. (“VOX”) was organized in 1993 as a non-profit corporation. VOX provides after school programs for Atlanta area teenagers focusing on skill development and community building. VOX’s mission is to lead a youth-voice movement where teens from diverse backgrounds create a stronger, more equitable community through leadership and uncensored self-expression. VOX’s main sources of revenue are contributions from fee for service, foundations, corporations, government and individuals.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

- **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 (“GAAP”).

VOX classifies its net assets and revenues and expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of VOX and changes therein are classified and reported as follows:

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 organization. These net assets may be used at the discretion of VOX’s management and the board of directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Donor-imposed restrictions are released when restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues are reported as increases in net assets without donor restrictions unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of restrictions on net assets are reported as reclassifications between the applicable classes of net assets. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are reported.

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **Revenue recognition**

On July 1, 2020, VOX adopted 2014-09, *Revenue from Contracts with Customers* (Topic 606). The ASU and all subsequently issued clarifying ASUs replaced most existing revenue recognition guidance in U.S. GAAP. The ASU also required expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. VOX adopted the new standard effective July 1, 2020, the first day of the organization's fiscal year, using the full retrospective method.

The standard's core principle is that an entity will recognize revenue when it transfers promised goods or services to customers in an amount that reflects the consideration in which the entity expects to be entitled in exchange for those goods or services.

The majority of VOX's contracts do not contain variable consideration or warranties and contract modifications are generally minimal. Based on VOX's evaluation process and review of its contracts with customers, the timing and amount of revenue recognized previously is consistent with how revenue is recognized under the new standard. No changes were required to previously reported revenues as a result of the adoption.

VOX 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 - that is, 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.

Government grants

A portion of VOX's revenue is derived from cost-reimbursable state and local contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the VOX has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position. VOX did not receive any advance payments for the years ended June 30, 2021 and 2020.

Fee for service

Performance obligations related to fee for service contracts are transferred to the customer over time. The principal terms of revenue recognition is ratably over the term of the contract as VOX satisfies the promised obligations. Payment terms vary from payments due up front to payments due per agreed upon payment schedule; therefore, contract assets and contract liabilities may exist at year end. Contract assets are shown on the statement of financial position as accounts receivables. Contract liabilities are shown on the statement of financial position as deferred revenue.

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Revenue recognition - continued**

The contract terms are straightforward and do not involve significant judgment in the timing or amount of revenue recognized. VOX's fee for service contracts do not contain variable consideration and contract modifications are generally minimal. There is no contingent revenue.

- **Cash and cash equivalents**

For financial statement purposes, highly liquid investments with original maturities of three months or less when purchased are reported as cash and cash equivalents. For the years ended June 30, 2021 and 2020, VOX had no cash equivalents.

- **Fixed assets**

Fixed assets are stated on the basis of cost with the exception of donated items, which are stated at fair market value at the date of donation. Expenditures for renewals and improvements are charged to the property accounts. Expenditures such as maintenance and repairs, which do not improve or extend the life of the respective assets, are charged to operations. The cost and related accumulated depreciation are removed from the accounts for equipment sold or retired. Acquisitions that have an estimated useful life greater than one year are capitalized and are depreciated on the straight-line basis using useful lives ranging from five to ten years. VOX currently uses a capitalization threshold policy of \$1,000.

- **Functional allocation of expenses**

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of VOX. Those expenses including salaries, payroll taxes and benefits, rent, contracted services, legal and professional, parking, administrative and general, telephone, equipment expense, supplies, insurance, postage and depreciation, which are allocated on the basis of estimates of time and effort.

- **Donated materials and services**

Contributed services are reflected on the financial statements at the fair value of the services received. The contributions of services are recognized if the services received create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing such skills and would typically be purchased if not provided by the donation.

Donated materials and equipment are reflected as contributions on the accompanying financial statements at their estimated fair values at the date of receipt. In-kind materials donated were \$1,290 and \$4,371 for the years ended June 30, 2021 and 2020, respectively. In-kind services donated were \$12,600 and \$2,942 for the years ended June 30, 2021 and 2020, respectively. These donations are included in In-kind donations on the statement of activities. The corresponding costs are included among the functional expenses.

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Use of estimates**

Management of VOX makes estimates and assumptions related to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare the financial statements in conformity with GAAP. Actual results could differ from these estimates

- **Financial instruments**

The financial instruments shown as assets and liabilities on the statements of financial position are traditional in nature. The carrying value of cash and cash equivalents and all other financial instruments, including receivables and payables, approximate their fair value.

- **Income taxes**

VOX qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is only subject to federal or state income taxes on specific types of income from activities that are unrelated to its exempt purpose. VOX had no income from unrelated activities and has no income taxes due as of June 30, 2021 and 2020.

VOX's application of ASC 740 regarding uncertain tax positions had no effect on its financial position as management believes VOX has no material unrecognized income tax benefits, including any potential risk of loss of its not-for-profit tax status. VOX would account for any potential interest or penalties related to possible future liabilities for unrecognized income tax benefits as income tax expense. VOX is no longer subject to examination by federal, state or local tax authorities for periods before 2018.

- **Reclassifications**

Certain reclassifications have been made to the prior year's financial statements to conform them to the current year's presentation.

- **Adopted accounting pronouncement**

In May 2014, the Financial Accounting Standards Board Issued Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* (Topic 606). This standard, along with all subsequent amendments to the ASU (collectively, ASC 606), creates a single framework for recognizing revenue from contracts with customers that fall within its scope of exchange transactions. The organization adopted this standard on July 1, 2020. The adoption of this ASU did not have a material impact on the financial statements of VOX.

- **Upcoming accounting guidance**

FASB issued ASU 2016-02, *Leases* (Topic 842), which will require organizations to recognize assets and liabilities on the balance sheet for the rights and obligations created by the leases. A lessee will be required to recognize assets and liabilities for leases with terms that exceed twelve months. The standard will also require disclosures to help financial

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **Upcoming accounting guidance - continued**

statement users better understand the amount, timing, and uncertainty of cash flows arising from leases. The disclosures include qualitative and quantitative requirements, providing additional information about the amounts recorded in the financial statements. ASU No. 2020-05 delayed the application of the new leases standard for one year. As a result, the leases standard is effective for VOX’s fiscal year ended June 30, 2023. Early application is permitted.

In September 2020, FASB issued ASU No. 2020-07, *Not-for-Profit Entities* (Topic 958) *Presentation and Disclosures for Contributed Nonfinancial Assets*. This ASU will clarify the presentation and disclosure of contributed nonfinancial assets, including land, buildings, and other items. The Update does not change existing recognition and measurement requirements for contributed nonfinancial assets. This ASU is effective for VOX’s fiscal year ended June 30, 2023. Retrospective basis is used for implementation.

VOX is currently evaluating the impact of the adoptions for these standards on the financial statements.

• **Subsequent events**

Subsequent events have been evaluated through January 19, 2022, which is the date the financial statements were available to be issued.

3. AVAILABILITY AND LIQUIDITY

The following represents VOX’s financial assets at June 30, 2021, reduced by amounts not available for expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year.

Financial assets:

Cash	\$ 191,729
Accounts receivable	119,000
Contributions receivable	<u>21,355</u>

Financial assets available to meet cash needs for
general expenditures within one year

\$ 332,084

As part of VOX’s liquidity management, it has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due. Another part of this policy is the Board’s approval of the annual budget typically in June each year. In addition, VOX transfers cash in excess of daily requirements in their liquid reserve account.

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

4. OFFICE LEASE

VOX has a lease for office space in downtown Atlanta. On September 1, 2020, VOX amended their lease to reduce the size of the premises and extend the lease through March 2028. The future minimum lease payments under the terms of the agreement are as follows:

2022	\$ 68,747
2023	70,806
2024	72,920
2025	75,114
2026	77,368
Thereafter	<u>161,747</u>
Total	<u>\$ 526,702</u>

VOX's rent expense was \$75,221 and \$82,918 for the years ended June 30, 2021 and 2020, respectively.

5. FIXED ASSETS, NET

Fixed assets at June 30, 2021 and 2020 consisted of the following:

	<u>2021</u>	<u>2020</u>
Leasehold improvements	\$ 113,552	\$ 113,552
Equipment	<u>32,581</u>	<u>32,581</u>
	146,133	146,133
Less: accumulated depreciation	<u>(128,364)</u>	<u>(121,191)</u>
Total fixed assets – net	<u>\$ 17,769</u>	<u>\$ 24,942</u>

6. NET ASSETS

There are donor restrictions on VOX's net assets. At June 30, 2021 and 2020, VOX's net assets were restricted temporarily for the following purposes:

	2021	2020
Subject to expenditures for specific purpose:		
Restricted for time	\$ -	\$ 35,000
Youth Civic Engagement	-	16,358
Youth and Community Development	-	16,358
VOX Media Cafe	<u>-</u>	<u>3,333</u>
Total net assets with donor restrictions	<u>\$ -</u>	<u>\$ 71,049</u>

VOX TEEN COMMUNICATIONS, INC.
NOTES TO FINANCIAL STATEMENTS – Continued

6. NET ASSETS (Continued)

Net assets with donor restrictions released from restrictions were as follows for the years ended June 30, 2021 and 2020:

	2021	2020
Subject to expenditures for specific purpose:		
Restricted for time	\$ 35,000	-
Youth Civic Engagement	16,358	-
Youth and Community Development	16,358	-
VOX Media Cafe	<u>3,333</u>	<u>-</u>
 Total released from restrictions	 <u>\$ 71,049</u>	 <u>\$ -</u>

7. COMMITMENT AND CONTINGENCY

The COVID-19 pandemic, whose effects first became known in January 2020, is having a broad and negative impact on commerce and financial markets around the world. The United States and global markets experienced significant declines in value resulting from uncertainty caused by the pandemic. VOX is closely monitoring its liquidity and is actively working to minimize the impact of these declines. The extent of the impact of COVID-19 on VOX’s operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impact on VOX’s donors, employees, and vendors, all of which at present, cannot be determined. Accordingly, the extent to which COVID-19 may impact VOX’s financial position and changes in net assets and cash flows is uncertain and the accompanying consolidated financial statements include no adjustments relating to the effects of this pandemic.