

## **Champions for Learning Highlights of Our 2019 Financial Statements**

As indicated in the accompanying audited financial statements, Champions for Learning had another very successful year in 2019, both financially and operationally.

Our financial strength and stability well position the CFL to continue to grow and accomplish its vision, mission and goals, as it moves forward to fiscal year 2020 and beyond.

### **Total assets**

Our total assets were up \$167,152, year over year, while our total liabilities were down \$171,588, as reported in the Statement of Financial Position on page three. As a result, our total net assets were up \$338,740, as detailed in the Statement of Activities on pages four and five.

### **Net assets**

Our net assets without donor restrictions increased \$306,246, as reported in the Statement of Activities on page 4, of which \$200,000 related to restricted contributions in 2017 that were used in 2019 to reduce our note payable (another \$200,000 was used for the same purpose in 2018). Our net assets with donor restrictions increased \$32,494, as reported in the Statement of Activities on page 5.

### **Total supporting services expenses**

We are also pleased that, as reported in the Statement of Functional Expenses on page six, our total supporting services expenses of \$437,786 for 2019 represented only 1.5% of our total functional expenses (\$2,884,461) and represented only 1.8% of our total support and revenues (\$2,413,458, as reported in the Statement of Activities on page 4), which we believe are strong indicators of efficient operating performance.

### **Liquidity and availability of financial assets**

As discussed in Note 14, on page 19, we had \$592,557 of financial assets at June 30, 2019 that are available to meet our cash needs for general expenditures within one year, which is another indicator of our strong financial position.

### **New financial reporting rules**

Our 2019 financial statements are presented using new financial reporting rules, as discussed in the "Accounting Standard Adoption" section of Note 1 on page 9, and our 2018 financial statements have been restated to implement the new rules (which did not result in changing

our total assets or changing our total net assets for 2018, compared to those amounts as they were reported last year) . The new rules are designed, primarily, to simplify not-for-profit financial statements, and we believe that objective is accomplished in the new rules.

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***A note to the readers of our 2019 financial report:***

We hope the readers of our 2019 financial report will find that the information presented is complete and clear, and that if a reader has any questions, we encourage that person to ask them of our management team or a member of the Finance Committee.