Cancer Support Community and Subsidiary

Consolidated Financial Statements and Supplementary Information

December 31, 2019 and 2018

with Independent Auditors' Report

CLARK SCHAEFER HACKETT
CPAS & ADVISORS

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CLARK SCHAEFER HACKETT
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INDEPENDENT AUDITORS' REPORT

Board of Directors
Cancer Support Community and Subsidiary:

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Cancer Support Community (a not-for-profit organization) and Subsidiary which comprise the consolidated statements of financial position as of December 31, 2019 and 2018, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Cancer Support Community and Subsidiary as of December 31, 2019 and 2018, and the changes in their consolidated net assets and their consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statement of financial position and consolidating statement of activities on pages 19 - 20 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 17, 2020

Assets:

		2019	2018
Cash and cash equivalents	$	2,676,766	1,486,517
Restricted cash		4,360,627	5,046,879
Accounts receivable, net		1,727,053	1,487,847
Prepaid expenses		190,272	100,763
Investments		2,414,766	2,015,533
Property and equipment, net		954,522	1,062,355
Deposits		106,183	106,183
Total assets	$	12,430,189	11,306,077

Liabilities and Net Assets

		2019	2018
Liabilities:			
Accounts payable	$	364,117	381,937
Accrued expenses		115,856	102,050
Deferred revenue		201,963	68,584
Other liabilities		392,044	375,215
Total liabilities		1,073,980	927,786
Net assets:			
Without donor restrictions:			
Controlling interest		3,798,092	1,918,951
Noncontrolling interest in PPS		(36,781)	(21,762)
Total without donor restrictions		3,761,311	1,897,189
With donor restrictions		7,594,898	8,481,102
Total net assets		11,356,209	10,378,291
Total liabilities and net assets	$	12,430,189	11,306,077

See accompanying notes to the consolidated financial statements.

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support:			
Contributions:			
Development income	$ 1,013,080	-	1,013,080
Program	158,420	1,212,793	1,371,213
Research and training	1,047,274	810,564	1,857,838
Events and special initiatives	386,273	896,660	1,282,933
Digital services and web	386,688	173,680	560,368
Education/Outreach	1,011	2,215,000	2,216,011
Policy/Advocacy	1,171,500	1,065,740	2,237,240
Special purpose funds	75,019	-	75,019
In-kind revenue	9,443	-	9,443
Affiliate activities	520,310	-	520,310
PPS sales, net of direct costs of $52,477	220,531	-	220,531
Miscellaneous income	30,808	-	30,808
Net investment return	438,809	-	438,809
Net assets released from restrictions	7,260,641	(7,260,641)	-
Total revenues and support	12,719,807	(886,204)	11,833,603
Expenses:			
Program services	8,732,962	-	8,732,962
Management and general	729,633	-	729,633
Fundraising	838,796	-	838,796
Operating expenses: PPS	554,294	-	554,294
Total expenses	10,855,685	-	10,855,685
Change in net assets	1,864,122	(886,204)	977,918
Net assets at beginning of year	1,897,189	8,481,102	10,378,291
Net assets at end of year	$ 3,761,311	7,594,898	11,356,209

See accompanying notes to the consolidated financial statements.

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support:			
Contributions:			
Development income	$ 799,196	-	799,196
Program	24,708	1,061,948	1,086,656
Research and training	81,630	1,089,414	1,171,044
Events and special initiatives	1,078,370	-	1,078,370
Digital services and web	236,000	455,000	691,000
Education/Outreach	147,592	1,904,400	2,051,992
Policy/Advocacy	323,162	1,403,088	1,726,250
Special purpose funds	300,920	-	300,920
In-kind revenue	163,279	-	163,279
Affiliate activities	576,234	-	576,234
PPS sales, net of direct costs of $98,456	328,609	-	328,609
Miscellaneous income	12,284	-	12,284
Net investment return	(95,804)	-	(95,804)
Acquisition of MyLifeLine	511,271	-	511,271
Net assets released from restrictions	6,395,688	(6,395,688)	-
Total revenues and support	10,883,139	(481,838)	10,401,301
Expenses:			
Program services	8,343,883	-	8,343,883
Management and general	637,585	-	637,585
Fundraising	916,639	-	916,639
Operating expenses: PPS	444,920	-	444,920
Total expenses	10,343,027	-	10,343,027
Change in net assets	540,112	(481,838)	58,274
Net assets at beginning of year	1,357,077	8,962,940	10,320,017
Net assets at end of year	$ 1,897,189	8,481,102	10,378,291

		Supporting Services			
	Program Services	Management and General	Fundraising	Operating Expenses: PPS	Total
Salaries and related expenses:					
Salaries	$ 3,739,038	294,413	201,740	360,011	4,595,202
Payroll taxes and employee benefits	713,124	56,152	38,476	34,583	842,335
Total salaries and related expenses	4,452,162	350,565	240,216	394,594	5,437,537
Other expenses:					
Office expenses	270,277	10,048	10,869	1,411	292,605
Grant expenses	797,009	-	-	-	797,009
Conferences and meetings	45,665	48,371	3,316	8,070	105,422
Consulting	1,223,593	14,882	65,070	-	1,303,545
Research and development	110,620	-	-	-	110,620
Dues and subscriptions	45,212	16,794	4,492	-	66,498
Equipment rental	16,185	602	650	-	17,437
Liability insurance	27,434	1,020	1,103	28,982	58,539
Travel	314,634	31,816	62,023	14,464	422,937
Marketing and recruiting	66,647	15,596	16,661	-	98,904
Postage and delivery	22,173	7,281	3,640	438	33,532
Printing and publications	45,467	16,845	-	7,236	69,548
Affiliate	112,141	-	-	-	112,141
Occupancy	624,793	23,228	25,125	3,500	676,646
Special events	-	-	357,343	-	357,343
Professional fees	-	-	-	56,343	56,343
Miscellaneous	29,379	32,798	26,791	17,968	106,936
Bad debt expense	-	101,311	-	13,700	115,011
In-kind expenses	9,443	-	-	-	9,443
CSC on-line	317,099	36,034	7,207	-	360,340
Total other expenses	4,077,771	356,626	584,290	152,112	5,170,799
Total expenses before depreciation	8,529,933	707,191	824,506	546,706	10,608,336
Depreciation	203,029	22,442	14,290	7,588	247,349
Total expenses	$ 8,732,962	729,633	838,796	554,294	10,855,685

Cancer Support Community and Subsidiary
Consolidated Statement of Functional Expenses
Year Ended December 31, 2018

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Operating Expenses: PPS	Total
Salaries and related expenses:					
Salaries	$ 3,247,270	271,697	177,334	350,737	4,047,038
Payroll taxes and employee benefits	587,198	49,131	32,067	33,086	701,482
Total salaries and related expenses	3,834,468	320,828	209,401	383,823	4,748,520
Other expenses:					
Office expenses	210,052	11,449	12,150	564	234,215
Grant expenses	710,787	-	-	-	710,787
Conferences and meetings	39,702	37,619	3,395	3,407	84,123
Consulting	1,680,929	23,064	102,648	-	1,806,641
Research and development	48,749	-	-	-	48,749
Dues and subscriptions	42,440	7,477	22,898	-	72,815
Equipment rental	17,498	954	1,012	-	19,464
Liability insurance	22,596	1,232	1,307	18,894	44,029
Travel	262,729	26,697	84,182	11,664	385,272
Marketing and recruiting	37,789	20,962	9,447	29	68,227
Postage and delivery	24,792	8,141	4,071	610	37,614
Printing and publications	159,569	36,862	6,473	20	202,924
Affiliate	177,875	-	-	-	177,875
Occupancy	571,774	31,165	33,072	525	636,536
Special events	-	-	394,859	-	394,859
Professional fees	-	-	-	15,723	15,723
Miscellaneous	15,390	-	14,813	9,661	39,864
Bad debt expense	-	75,000	-	-	75,000
In-kind expenses	163,279	-	-	-	163,279
CSC on-line	122,875	13,963	2,793	-	139,631
Total other expenses	4,308,825	294,585	693,120	61,097	5,357,627
Total expenses before	8,143,293	615,413	902,521	444,920	10,106,147
Depreciation	200,590	22,172	14,118	-	236,880
Total expenses	$ 8,343,883	637,585	916,639	444,920	10,343,027

See accompanying notes to the consolidated financial statements.

		2019	2018
Cash flows from operating activities:			
Change in net assets	$	977,918	58,274
Adjustments to reconcile change in net assets to net cash provided by operating activities:			
Bad debt expense		115,011	75,000
Unrealized and realized (gain) loss on investments		(352,778)	151,902
Depreciation		247,349	236,880
Acquisition of MyLifeLine		-	(511,271)
Effects of change in operating assets and liabilities:			
Accounts receivable		(354,217)	640,866
Prepaid expenses		(89,509)	24,153
Deposits		-	10,489
Accounts payable		(17,820)	136,720
Accrued expenses		13,806	(77,941)
Deferred revenue		133,379	(70,987)
Other liabilities		16,829	26,244
Net cash provided by operating activities		689,968	700,329
Cash flows from investing activities:			
Purchase of investments		(46,455)	(50,896)
Cash from MyLifeLine acquisition		-	408,174
Acquisition of property and equipment		(139,516)	-
Net cash provided (used) by investing activities		(185,971)	357,278
Change in cash, cash equivalents and restricted cash		503,997	1,057,607
Cash, cash equivalents and restricted cash - beginning of year		6,533,396	5,475,789
Cash, cash equivalents and restricted cash - end of year	$	7,037,393	6,533,396
Supplemental disclosures:			
Acquisition of MyLifeLine assets and liabilities:			
Accounts receivable	$	-	75,000
Prepaid expenses		-	37,424
Accounts payable		-	(1,175)
Accrued expenses		-	(3,152)
Deferred revenue		-	(5,000)
	$	-	103,097

See accompanying notes to the consolidated financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The following accounting principles and practices of Cancer Support Community and Subsidiary (collectively known as "CSC") are set forth to facilitate the understanding of data presented in the consolidated financial statements.

Nature of operations
The mission of the Cancer Support Community is to ensure that all people impacted by cancer are empowered by knowledge, strengthened by action and sustained by community. In 2009, The Wellness Community and Gilda's Club joined forced to become the Cancer Support Community.

As the largest professionally led nonprofit network of cancer support worldwide, the Cancer Support Community (CSC) is dedicated to ensuring that all people impacted by cancer are empowered by knowledge, strengthened by action and sustained by community. CSC achieves its mission through three areas: direct service delivery, research, and advocacy. The organization includes an international network of affiliates that offer the highest quality social and emotional support for people impacted by cancer, as well as a community of support available online and over the phone. The Research and Training Institute conducts cutting-edge psychosocial, behavioral and survivorship research. CSC furthers its focus on patient advocacy through the Cancer Policy Institute, informing public policy in Washington D.C. and across the nation. The Cancer Support Community is advancing the innovations that are becoming the standard in complete cancer care.

Individual gifts, corporate and foundation contributions, and educational grants are the major sources of support for CSC.

Patient Planning Services, Inc. ("PPS") is a majority-owned Texas C-Corp established in 2013 to license a distress screening tool for cancer patients. It was initially funded by a $100,000 investment by CSC which received that money as a donation. CSC licenses the distress tool to PPS which in turn licenses to hospitals.

During 2018, CSC acquired the operations of MyLifeLine, Inc. ("MLL"), a not-for-profit organization with a mission to easily connect cancer patients, friends and families through a digital platform. Upon the effective date of the acquisition, MLL was merged into CSC, the surviving corporation.

Basis of consolidation
The consolidated financial statements include the accounts of CSC and PPS. All material inter-entity transactions have been eliminated.

CSC applies the accounting treatment of the majority owner and its relationship with the deficits in the noncontrolling interest. The amount of intercompany profit or loss to be eliminated is not affected by the existence of a noncontrolling interest. The complete elimination of the intercompany profit or loss is consistent with the underlying assumption that consolidated statements represent the financial position and operating results of a single business enterprise. The elimination of the intercompany profit or loss may be allocated proportionately between the majority and noncontrolling interests.

Financial Accounting Standards Board (FASB) requires that ownership interests in subsidiaries held by parties other than the parent to be clearly identified. In addition, it requires that the amount of consolidated excess of revenue over expense attributable to the parent and to the noncontrolling interest be clearly identified and presented on the face of the consolidated statements of activities. FASB also requires the recognition of a noncontrolling interest in the net assets without donor restrictions class in the consolidated statements of financial position separate from the net assets without donor restrictions. The excess of revenue over expenses attributable to the noncontrolling interest is included in the consolidated statements of activities. The incremental effects of applying the provisions on the individual lines of the consolidated financial statements as of and for the year ended December 31, 2019 and 2018, are presented in the consolidated financial statements and included in Note 9 to the consolidated financial statements.

Adoption of new accounting standards
During 2019, CSC adopted the following FASB Accounting Standards Updates (ASU):

ASU 2018-08, *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*. The standard will assist entities in determining whether transactions should be recorded as a contribution (nonreciprocal) transaction or as an exchange (reciprocal) transaction. The standard also provides expanded guidance on determining whether or not a contribution is conditional. CSC has applied this standard on a modified prospective basis for the period beginning January 1, 2019. There was no material impact to the consolidated financial statements presented upon adoption of this standard.

ASU 2016-18, *Statement of Cash Flows (Topic 230) – Restricted Cash*. The standard addresses the disclosures required for restricted cash and requires restricted cash to be included with cash and cash equivalents in the reconciliation of the total cash balance on the consolidated statements of cash flows. CSC has implemented this guidance and applied retrospectively to all periods presented.

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

Financial statement presentation
CSC reports information regarding its consolidated 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 objectives of CSC. These net assets may be used at the discretion of CSC's management and the Board of Directors.

- Net assets with donor restrictions: Net assets subject to stipulations imposed by donors. Some donor restrictions are temporary in nature; those restrictions that are likely to be met by actions of CSC or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Contributions
Contributions of cash and other assets without donor stipulations concerning the use of such assets are reported as revenues of the net assets without donor restrictions class. Contributions of cash or other assets

to be used in accordance with donor stipulations are reported as revenues of the net assets with donor restrictions class.

The expiration of a donor-imposed restriction on a contribution is recognized in the period in which the restriction expires and at that time the related resources are reclassified to net assets without donor restrictions. A restriction expires when the stipulated time period has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets with donor restrictions and then released from restriction and reclassified to net assets without donor restriction.

Income taxes
For Federal tax purposes, CSC is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. In addition, CSC has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. CSC does not believe it had any income that would be considered unrelated business income.

Cash, cash equivalents and restricted cash
For purposes of the consolidated statements of cash flows, CSC considers all highly liquid investments with initial maturities of three months or less to be cash equivalents. CSC maintains its cash in bank deposit accounts, which at times, may exceed federally insured limits. CSC has not experienced any losses in such accounts. Management believes it is not exposed to any significant credit risk on cash. CSC has collected cash from donors with restrictions for specified CSC programs that is reported as restricted cash on the consolidated statements of financial position.

Cash, cash equivalents and restricted cash reported within the consolidated statements of financial position that aggregate to the total reported on the consolidated statements of cash flows are as follows at December 31:

	2019	2018
Cash and cash equivalents	$ 2,676,766	1,486,517
Restricted cash	4,360,627	5,046,879
	$ 7,037,393	6,533,396

Investments
Investments are carried at the fair value of the securities. Net investment return consists of interest, dividends, capital gain distributions, unrealized gain (loss) and investment fees.

Allowance for doubtful accounts
CSC carries its accounts receivable at the amount earned less an allowance for doubtful accounts. On a periodic basis, CSC evaluates its accounts receivable and establishes an allowance for doubtful accounts, based on a history of past write-offs and collections and current credit conditions. As of December 31, 2018, an allowance for doubtful accounts of $75,000 was recognized. Management deemed no allowance necessary at December 31, 2019.

Property and equipment
Property and equipment is stated at cost or fair value, if donated. CSC capitalizes assets with a cost or fair value of at least $500. Depreciation is computed using the straight-line method over three, five, seven and twenty-year lives.

In-kind contributions
CSC records in-kind services as revenue in the consolidated financial statements at their estimated fair value. In-kind services are not recorded if no objective basis is available to measure the value received by CSC. During 2019 and 2018, CSC received in-kind services of $9,443 and $163,279, respectively.

Functional allocation of expenses
The costs of providing program and other activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. All fundraising costs are charged to fundraising; there are no joint costs. Such allocations are determined by management on an equitable basis. The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries, payroll taxes and employee benefits	time and effort
Office expenses, conferences and meetings, consulting, dues and subscriptions, equipment rental, liability insurance, travel, marketing and recruiting, postage and delivery, printing and publications, occupancy, miscellaneous and CSC on-line	full-time equivalents

Reclassifications
Certain items in the 2018 report have been reclassified to conform to current year classifications. Such reclassifications have no effect on previously reported change in net assets.

Subsequent events
CSC evaluates events and transactions occurring subsequent to the date of the consolidated financial statements for matters requiring recognition or disclosure in the consolidated financial statements. The accompanying consolidated financial statements consider events through June 17, 2020, the date on which the consolidated financial statements were available to be issued.

2. INVESTMENTS:

Generally accepted accounting principles define fair value, establish a framework for measuring fair value, and establish a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities CSC has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within Level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

The following tables present CSC's fair value hierarchy for those assets measured at fair value on a recurring basis as of December 31, 2019 and 2018.

		Fair Value Measurements at Reporting Date Using		
	Total	Level 1	Level 2	Level 3
December 31, 2019				
Money market funds	$ 172,397	172,397	-	-
Fixed income funds	683,481	683,481	-	-
Equity funds	1,558,888	1,558,888	-	-
Total	$ 2,414,766	2,414,766	-	-

		Fair Value Measurements at Reporting Date Using		
	Total	Level 1	Level 2	Level 3
December 31, 2018				
Money market funds	$ 125,942	125,942	-	-
Fixed income funds	645,868	645,868	-	-
Equity funds	1,243,723	1,243,723	-	-
Total	$ 2,015,533	2,015,533	-	-

3. PROPERTY AND EQUIPMENT:

Property and equipment consisted of the following at December 31:

	2019	2018
Leasehold improvements	$ 1,223,546	1,114,835
Office furniture and equipment	330,761	332,831
Software	668,128	728,212
	2,222,435	2,175,878
Less accumulated depreciation	(1,267,913)	(1,113,523)
	$ 954,522	1,062,355

4. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions are restricted for the following purposes at December 31:

	2019	2018
Subject to expenditure for a specific purpose:		
Policy/Advocacy	$ 1,242,423	1,479,986
HIV Distress	-	216,782
Cost Eff/ION Project	-	80,000
Digital Website and Tech Infrastructure	189,761	305,000
My IO Manager	565,800	1,114,887
National Call Center	541,891	640,716
Frankly Speaking About Cancer Programs	2,654,547	2,272,649
Education and outreach	325,622	-
Healing Spaces Hospital Partnership Program	-	326,783
Meals at Home	63,603	43,680
Cancer Experience Registry	1,403,201	1,345,774
Open to Options Programs	285,000	204,161
Navajo nations	63,050	-
Other programs	250,000	440,684
	7,584,898	8,471,102
Restricted by donor in perpetuity	10,000	10,000
Total net assets with donor restrictions	$ 7,594,898	8,481,102

During the years ended December 31, 2019 and 2018, net assets released from restrictions were $7,260,641 and $6,395,688, respectively.

5. RELATED PARTIES:

CSC received fees from local affiliates in the amount of $520,310 and $576,234 during the years ended December 31, 2019 and 2018, respectively. Expenditures related to these local affiliates totaled $112,142 and $177,875 during the years ended December 31, 2019 and 2018, respectively. At December 31, 2019 and 2018, CSC had amounts due to affiliates (included in accounts payable) of $22,125 and $2,550, respectively, and amounts due from affiliates (included in accounts receivable) of $67,962 and $63,814, respectively.

6. LEASES:

CSC leases office spaces under non-cancelable operating leases that expire in various years through November 2033. CSC also leases office equipment under non-cancelable operating leases that expire in various years through 2024.

Future minimum lease payments under all the lease agreements at December 31, 2019 are as follows:

2020	$ 603,042
2021	614,817
2022	591,653
2023	479,492
2024	487,818
Thereafter	2,056,583
	$ 4,833,405

Total rent expense was $563,875 and $528,249 for the years ended December 31, 2019 and 2018, respectively.

7. PENSION PLAN:

CSC has a match through their 403(b) retirement plan providing annual benefits to employees equal to 3% of their gross salaries. Employees are eligible the first day of hire to enter the plan, are eligible for the match after 1 year of service and are vested over 3 years in the employer's contribution. Employer contributions of $92,947 and $88,217 were made for the years ended December 31, 2019 and 2018, respectively.

8. MYLIFELINE ACQUISITION:

Effective January 2, 2018, CSC acquired MyLifeLine, Inc. a Colorado not-for-profit. MLL maintained its operations, however, the entity is now reported as a component of CSC. All net assets assumed were without donor restrictions. The following assets and liabilities were assumed as part of the acquisition:

Cash and cash equivalents	$ 408,174
Accounts receivable	75,000
Other current assets	37,424
Accounts payable	(1,175)
Accrued expenses	(3,152)
Deferred revenue	(5,000)
	$ 511,271

9. CONSOLIDATION:

In March 2014, CSC sold 4,761 shares of preferred stock of PPS to an unrelated investor for $100,000. This represents a noncontrolling ownership interest in PPS of 4.5%.

The change in consolidated net assets without donor restrictions attributed to controlling and noncontrolling interests are as follows:

	Total	Controlling Interest	Noncontrolling Interest
Balance at December 31, 2017	$ 1,357,077	1,373,605	(16,528)
Change in net assets without donor restrictions of CSC	656,423	656,423	-
Change in net assets without donor restrictions of PPS	(116,311)	(111,077)	(5,234)
Balance at December 31, 2018	$ 1,897,189	1,918,951	(21,762)
Change in net assets without donor restrictions of CSC	2,197,885	2,197,885	-
Change in net assets without donor restrictions of PPS	(333,763)	(318,744)	(15,019)
Balance at December 31, 2019	$ 3,761,311	3,798,092	(36,781)

10. CONTINGENCIES:

CSC is subject to claims and lawsuits which arise primarily in the ordinary course of its activities. It is the opinion of management that the disposition or ultimate resolution of such claims and lawsuits will not have a material adverse effect on the consolidated financial position, change in net assets and cash flows of CSC.

11. LIQUIDITY DISCLOSURES:

CSC is substantially supported by contributions from donors. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, CSC must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of CSC’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The following table presents the financial assets available to meet cash needs for general expenditures within one year at December 31:

	2019	2018
Financial assets:		
Cash	$ 2,676,766	1,486,517
Restricted cash	4,360,627	5,046,879
Accounts receivable, net	1,727,053	1,487,847
Investments at fair value	2,414,766	2,015,533
Financial assets available at year-end	11,179,212	10,036,776
Less those unavailable for general expenditures within one year due to:		
Restricted by donor with purpose restriction	7,584,898	8,471,102
Restriction by donor in perpetuity	10,000	10,000
Total limitations on available resources	7,594,898	8,481,102
Financial assets available to meet cash needs for general expenditures within one year	$ 3,584,314	1,555,674

12. NEW ACCOUNTING PRONOUNCEMENTS:

In May 2014, the FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers*. The standard's core principle is that an organization will recognize revenue when it transfers promised goods or services to customers in an amount that reflects the consideration to which the organization expects to be entitled in exchange for those goods or services. This standard also includes expanded disclosure requirements that result in an entity providing users of financial statements with comprehensive information about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers. This standard will be effective for CSC's year ending December 31, 2020.

In February 2016, the FASB issued ASU No. 2016-02, *Leases*. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the statement of financial position at the date of the lease commencement. Leases will be classified as either financing or operating. This distinction will be relevant for the pattern of expense recognition in the consolidated statement of activities. This standard will be effective for CSC's year ending December 31, 2022.

CSC is currently in the process of evaluating the impact of adoption of these ASUs on the consolidated financial statements.

13. SUBSEQUENT EVENTS:

The COVID-19 outbreak in the United States has caused business disruption through closings of CSC's offices, postponement of CSC's annual spring gala and instability of significant funding sources. The effects of the pandemic have also led to significant declines in stock market indices. As a result of these declines, the value of CSC's investments declined from $2,414,766 as of December 31, 2019, to

$2,281,486 as of May 29, 2020, the most recent statement available. The extent of the impact of COVID-19 on CSC's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak. Therefore, the impact on CSC's operations cannot be reasonably estimated and the extent to which COVID-19 may impact CSC's financial condition or results of operations is uncertain at this time.

Additionally, on April 27, 2020, CSC entered into a loan of $793,600 under the Small Business Administration's Paycheck Protection Plan (PPP). The loan bears interest at 1% and is due in April 2022. The PPP program allows for a portion of the loan (up to the full amount) to be forgiven based on qualifying expenses. It is unknown at this time how much of the loan will be forgiven.

Cancer Support Community and Subsidiary
Consolidating Statement of Financial Position
December 31, 2019

		Cancer Support Community	Patient Planning Services, Inc.	Eliminations	Consolidated
Assets					
Cash and cash equivalents	$	2,518,708	158,058	-	2,676,766
Restricted cash		4,360,627	-	-	4,360,627
Accounts receivable, net		1,669,427	67,217	(9,591)	1,727,053
Loan receivable - intercompany		291,965	-	(291,965)	-
Prepaid expenses		190,272	-	-	190,272
Investments		2,469,776	-	(55,010)	2,414,766
Property and equipment, net		939,347	15,175	-	954,522
Deposits		106,183	-	-	106,183
Total assets	$	12,546,305	240,450	(356,566)	12,430,189
Liabilities, Net Assets and Member's Equity					
Liabilities:					
Accounts payable	$	348,946	24,762	(9,591)	364,117
Accrued expenses		114,273	1,583	-	115,856
Deferred revenue		-	201,963	-	201,963
Loan payable - intercompany		-	291,965	(291,965)	-
Other liabilities		392,044	-	-	392,044
Total liabilities		855,263	520,273	(301,556)	1,073,980
Net assets and stockholders' equity:					
Without donor restrictions:					
Controlling interest		4,096,144	-	(298,052)	3,798,092
Noncontrolling interest in PPS		-	-	(36,781)	(36,781)
Total without donor restrictions		4,096,144	-	(334,833)	3,761,311
With donor restrictions		7,594,898	-	-	7,594,898
Total net assets		11,691,042	-	(334,833)	11,356,209
Common stock		-	10	(10)	-
Preferred stock		-	100,000	(100,000)	-
Additional paid-in capital		-	55,000	(55,000)	-
Accumulated deficit		-	(434,833)	434,833	-
Total stockholders' equity		-	(279,823)	279,823	-
Total liabilities, net assets and stockholders' equity	$	12,546,305	240,450	(356,566)	12,430,189

	Without Donor Restrictions	With Donor Restrictions	PPS	Eliminations	Total
Revenues and other support:					
Contributions:					
Development income	$ 1,013,080	-	-	-	1,013,080
Program	158,420	1,212,793	-	-	1,371,213
Research and training	1,047,274	810,564	-	-	1,857,838
Events and special initiatives	386,273	896,660	-	-	1,282,933
Digital services and web	386,688	173,680	-	-	560,368
Education/Outreach	1,011	2,215,000	-	-	2,216,011
Policy/Advocacy	1,171,500	1,065,740	-	-	2,237,240
Special purpose funds	75,019	-	-	-	75,019
In-kind revenue	9,443	-	-	-	9,443
Affiliate activities	520,310	-	-	-	520,310
PPS sales, net of direct costs of $52,477	-	-	390,829	(170,298)	220,531
Miscellaneous income	30,808	-	-	-	30,808
Net investment return	438,809	-	-	-	438,809
Net assets released from restrictions	7,260,641	(7,260,641)	-	-	-
Total revenues and support	12,499,276	(886,204)	390,829	(170,298)	11,833,603
Expenses:					
Program services	8,903,260	-	-	(170,298)	8,732,962
Management and general	729,633	-	-	-	729,633
Fundraising	838,796	-	-	-	838,796
Operating expenses: PPS	-	-	554,294	-	554,294
Total expenses	10,471,689	-	554,294	(170,298)	10,855,685
Change in net assets	2,027,587	(886,204)	(163,465)	-	977,918
Net assets at beginning of year	2,013,547	8,481,102	(116,358)	-	10,378,291
Net assets (deficit) at end of year	$ 4,041,134	7,594,898	(279,823)	-	11,356,209