



We exist to provide outstanding opportunities through recreation for children and adults with disabilities.
April 21, 2020

Lauterbach & Amen, LLP
Certified Public Accountants
668 N. River Road
Naperville, IL 60563

This representation letter is provided in connection with your audit of the financial statements of the Special Leisure Services Foundation (Foundation), Illinois, which comprise the statements of financial position as of December 31, 2019, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of April 21, 2020, the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities as set out in the terms of the audit engagement letter, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.
2. The financial statements referred to above are fairly presented in conformity with U.S. GAAP.
3. We acknowledge our responsibility 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.
4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
5. Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
6. Related-party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.

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7. All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
8. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole.
9. The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
10. Material concentrations have been appropriately disclosed in accordance with U.S. GAAP.
11. Guarantees, whether written or oral, under which the Foundation is contingently liable, if any have been properly recorded or disclosed in accordance with U.S. GAAP.

Information Provided

12. We have provided you with:

- a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
- b) Additional information that you have requested from us for the purpose of the audit.
- c) Unrestricted access to persons with the Foundation from whom you determined it necessary to obtain audit evidence.
- d) Minutes of the meetings of the governing board or summaries of actions of recent meetings for which minutes have not yet been prepared.

13. All material transactions have been recorded in the accounting records and are reflected in the financial statements.

14. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

15. We have no knowledge of any fraud or suspected fraud that affects the Foundation and involves:

- a) Management,
- b) Employees who have significant roles in internal control, or
- c) Others where the fraud could have a material effect on the financial statements.

16. We have no knowledge of any allegations of fraud or suspected fraud affecting the Foundation's financial statements communicated by employees, former employees, regulators, or others.

17. We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.

18. We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.
19. We have disclosed to you the identity of the Foundation's related parties and all the related party relationships and transactions of which we are aware.
20. The Foundation has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
21. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.
22. The Foundation is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the Foundation's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up-to-date.
23. We acknowledge our responsibility for presenting the supplementary information in accordance with U.S. GAAP, and we believe the supplementary information, including its form and content, is fairly presented in accordance with U.S. GAAP. The methods of measurement and presentation of the supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
24. In regard to the financial statement preparation and tax preparation performed by your firm, we have:
 - a. Assumed all management responsibilities.
 - b. Designated the Executive Director who has suitable skill, knowledge, or experience to oversee the services.
 - c. Evaluated the adequacy and result of the services performed.
 - d. Accepted responsibility for the results of the services.

Signed: _____

Signed: _____

Title: _____

Title: _____

SPECIAL LEISURE SERVICES
FOUNDATION, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2019

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

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INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITORS' REPORT

April 21, 2020

Members of the Board of Directors
Special Leisure Services Foundation
Rolling Meadows, Illinois

We have audited the accompanying financial statements of the Special Leisure Services Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities, cash flows, and functional expenses for the year ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Special Leisure Services Foundation's preparation and fair presentation of the 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 Special Leisure Services Foundation'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 financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Special Leisure Services Foundation, as of December 31, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Prior-Year Comparative Information

We have previously audited Special Leisure Services Foundation's 2018 financial statement, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated April 9, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Special Leisure Services Foundation's (a nonprofit organization) financial statements. The supplemental schedules are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

FINANCIAL STATEMENTS

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

**Statement of Financial Position
December 31, 2019 and 2018**

	2019	2018
ASSETS		
Cash and Cash Equivalents	\$ 331,388	214,335
Investments	1,111,717	1,051,827
Receivables - Net of Allowance		
Other	2,802	8,653
Prepays	3,944	1,677
Total Assets	1,449,851	1,276,492
LIABILITIES		
Other Payables	-	30
NET ASSETS		
With Donor Restrictions	39,608	71,129
Without Donor Restrictions	1,410,243	1,205,333
Total Net Assets	1,449,851	1,276,462
Total Liabilities and Net Assets	1,449,851	1,276,492

The notes to the financial statements are an integral part of this statement.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Public Support and Revenues			
Special Events Revenue	\$ 219,408	52,002	271,410
Donations	437,923	8,113	446,036
Grants	-	226,350	226,350
Interest and Dividend Income	167,502	-	167,502
Net Assets Released from Restrictions	317,986	(317,986)	-
Total Public Support and Revenues	1,142,819	(31,521)	1,111,298
Expenses and Losses			
Functional Expenses			
Program Services			
Inclusion (ADA Compliance)	13,886	-	13,886
Accessible Vehicle Support	53,635	-	53,635
General Program Support	52,935	-	52,935
NWSRA Lightning Athletics	19,295	-	19,295
Scholarships	85,335	-	85,335
Capital Improvements	211,553	-	211,553
Total Program Services	436,639	-	436,639
Management and General	128,736	-	128,736
Fundraising	258,820	-	258,820
Total Functional Expenses	824,195	-	824,195
Special Events Direct Expense	113,714	-	113,714
Total Expenses and Losses	937,909	-	937,909
Change in Net Assets	204,910	(31,521)	173,389
Net Assets - Beginning	1,205,333	71,129	1,276,462
Net Assets - Ending	1,410,243	39,608	1,449,851

The notes to the financial statements are an integral part of this statement.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Public Support and Revenues			
Special Events Revenue	\$ 264,828	56,944	321,772
Donations	546,714	8,857	555,571
Grants	-	90,761	90,761
Interest and Dividend Income	(33,657)	-	(33,657)
Net Assets Released from Restrictions	374,435	(374,435)	-
Total Public Support and Revenues	1,152,320	(217,873)	934,447
Expenses and Losses			
Functional Expenses			
Program Services			
Inclusion (ADA Compliance)	24,159	-	24,159
Accessible Vehicle Support	70,000	-	70,000
General Program Support	144,280	-	144,280
NWSRA Lightning Athletics	25,000	-	25,000
Scholarships	70,842	-	70,842
Capital Improvements	264,153	-	264,153
Total Program Services	598,434	-	598,434
Management and General	152,437	-	152,437
Fundraising	278,715	-	278,715
Total Functional Expenses	1,029,586	-	1,029,586
Special Events Direct Expense	146,954	-	146,954
Total Expenses and Losses	1,176,540	-	1,176,540
Change in Net Assets	(24,220)	(217,873)	(242,093)
Net Assets - Beginning	1,229,553	289,002	1,518,555
Net Assets - Ending	1,205,333	71,129	1,276,462

The notes to the financial statements are an integral part of this statement.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Statement of Cash Flows

For the Fiscal Years Ended December 31, 2019 and 2018

	2019	2018
Cash Flows from Operating Activities		
Received from Donors and Grantors	\$ 579,204	548,476
Dividends and Interest Received	167,502	(33,657)
Paid to Suppliers and Grantees	(569,763)	(767,162)
	176,943	(252,343)
Cash Flows from Investing Activities		
Payments for the Purchase of Investments	(59,890)	86,762
Net Change in Cash and Cash Equivalents	117,053	(165,581)
Cash and Cash Equivalents - Beginning	214,335	379,916
Cash and Cash Equivalents - Ending	331,388	214,335
Reconciliation of Operating Income to Net Cash		
Provided (Used) by Operating Activities		
Operating Income (Loss)	173,389	(242,093)
Adjustments to Reconcile Operating		
Provided by (Used In) Operating Activities:		
(Increase) Decrease in Current Assets	3,584	(10,280)
Increase (Decrease) in Current Liabilities	(30)	30
Net Cash Provided by Operating Activities	176,943	(252,343)
Noncash Operating Activities		
In-Kind Donated Facilities	23,042	35,682
In-Kind Donated Services	345,134	373,666
In-Kind Expenses	(368,176)	(409,348)
	-	-

The notes to the financial statements are an integral part of this statement.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Schedule of Functional Expenses

For the Fiscal Year Ended December 31, 2019

	Program Services	Management and General	Fundraising	Subtotal Functional Expenses	Special Events Direct Expenses	Total Expenses
Expenses						
Employee Compensation (In-Kind)						
Salaries	\$ -	50,788	160,126	210,914	-	210,914
Payroll Taxes	-	3,885	12,250	16,135	-	16,135
Employee Benefits	-	31,641	86,444	118,085	-	118,085
Total Employee Compensation	-	86,314	258,820	345,134	-	345,134
Other Expenses						
Postage	-	4,200	-	4,200	-	4,200
Office Expenses	-	6,466	-	6,466	-	6,466
Membership Services	-	3,895	-	3,895	-	3,895
Education and Training	-	1,858	-	1,858	-	1,858
Public Education and Information	-	14,824	-	14,824	-	14,824
Printing	-	7,304	-	7,304	-	7,304
Professional Fees	-	3,875	-	3,875	-	3,875
Grants						
Inclusion (ADA Compliance)	13,886	-	-	13,886	-	13,886
Accessible Vehicle Support	53,635	-	-	53,635	-	53,635
General Program	52,935	-	-	52,935	-	52,935
NWSRA Lightning Athletics	19,295	-	-	19,295	-	19,295
Scholarships	85,335	-	-	85,335	-	85,335
Capital Improvements	211,553	-	-	211,553	-	211,553
Special Events Direct Expense						
Food	-	-	-	-	40,893	40,893
Gifts	-	-	-	-	3,517	3,517
In-Kind Rental - Golf Course	-	-	-	-	23,042	23,042
Printing	-	-	-	-	3,878	3,878
Prizes	-	-	-	-	7,324	7,324
Lightning Athletes Booster Club	-	-	-	-	4,219	4,219
Recognition	-	-	-	-	21,293	21,293
Supplies	-	-	-	-	9,548	9,548
Total Other Expenses	436,639	42,422	-	479,061	113,714	592,775
Total Expenses	436,639	128,736	258,820	824,195	113,714	937,909

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Schedule of Functional Expenses

For the Fiscal Year Ended December 31, 2018

	Program Services	Management and General	Fundraising	Subtotal Functional Expenses	Special Events Direct Expenses	Total Expenses
Expenses						
Employee Compensation (In-Kind)						
Salaries	\$ -	50,979	159,756	210,735	-	210,735
Payroll Taxes	-	3,900	12,222	16,122	-	16,122
Employee Benefits	-	40,072	106,737	146,809	-	146,809
Total Employee Compensation	-	94,951	278,715	373,666	-	373,666
Other Expenses						
Postage	-	3,605	-	3,605	-	3,605
Office Expenses	-	7,157	-	7,157	-	7,157
Membership Services	-	3,690	-	3,690	-	3,690
Education and Training	-	3,807	-	3,807	-	3,807
Public Education and Information	-	19,626	-	19,626	-	19,626
Printing	-	10,629	-	10,629	-	10,629
Professional Fees	-	6,195	-	6,195	-	6,195
Legal Fees	-	2,777	-	2,777	-	2,777
Grants						
Inclusion (ADA Compliance)	24,159	-	-	24,159	-	24,159
Accessible Vehicle Support	70,000	-	-	70,000	-	70,000
General Program	144,280	-	-	144,280	-	144,280
NWSRA Lightning Athletes	25,000	-	-	25,000	-	25,000
Scholarships	70,842	-	-	70,842	-	70,842
Capital Improvements	264,153	-	-	264,153	-	264,153
Special Events Direct Expense						
Food	-	-	-	-	56,799	56,799
Gifts	-	-	-	-	3,644	3,644
In-Kind Rental - Golf Course	-	-	-	-	35,682	35,682
Printing	-	-	-	-	4,099	4,099
Prizes	-	-	-	-	7,958	7,958
Recognition	-	-	-	-	26,989	26,989
Supplies	-	-	-	-	11,783	11,783
Total Other Expenses	598,434	57,486	-	655,920	146,954	802,874
Total Expenses	598,434	152,437	278,715	1,029,586	146,954	1,176,540

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Foundation Purpose

The Special Leisure Services Foundation (the “Foundation”) is an Illinois not-for-profit organization incorporated on November 1, 1980. The Foundation was formed to facilitate participation by adults and children with disabilities in recreation programs offered by Northwest Special Recreation Association (“NWSRA”) and the park districts and municipalities which are partners in the operations of NWSRA.

The Foundation uses its funds for five main programs:

Inclusion (ADA Compliance) – The Foundation provides grants so that aides and adaptive equipment can be provided to enable individuals with disabilities to mainstream back into their regular park district program.

Accessible Vehicle Support – The foundation provides grants for vehicles to provide door-to-door transportation for individuals with disabilities and other adaptive equipment.

General Program Support – The Foundation provides financial support to create innovative program opportunities and services.

Scholarships – The Foundation provides financial support to disabled individuals in economic need to enable them to participate in NWSRA programs.

NWSRA Lightning Athletics/Paralympics/Unified Sports – The Foundation provides grants to NWSRA Lightning Athletes, Paralympics and Unified Sports which help athletes competing in their local community by giving them the opportunity to advance to state, national, and international competition.

In addition to the five focus areas, the Foundation may also assist with programs:

Building Improvements – The Foundation provides the financial support to make necessary improvements to the building that houses the offices of the NWSRA.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in which revenue is recognized when earned and expenses are recognized when incurred.

Net Assets

The Foundation’s financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. Net assets of Foundation and changes therein are classified and reported as follows:

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Net Assets – Continued

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 the organization. These net assets may be used at the discretion of the Foundation's management and the 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 met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America 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 reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Income Taxes

The Foundation is exempt from income tax under IRC section 501(c)(3), and similarly, is exempt from State of Illinois taxes under the Illinois Tax Act Section 205(a), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Foundation has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Foundation has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. There was no unrelated business income for the year ended December 31, 2019.

The Foundation's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally, for three years after they were filed. Annual filings with the State of Illinois are, similarly, subject to examination.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the schedules of functional expenses. Functional expenses which are not directly attributable to one function are allocated between program, management and general, and fundraising services based on the number of employees involved, the amount of time spent, the percentage of their salary associated with that time and on estimated made by the Foundation's management.

Cash and Investments

For the purpose of the Statement of Financial Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent. For the purpose of the Statement of Cash Flows, cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Foundation categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Receivables

In the Statement of Financial Position, receivables are stated at the amount billed. The Foundation does not charge late fees on amounts past due. An allowance for uncollectible accounts has not been established since management believes all accounts are substantially collectible. Management's periodic evaluation of the collectability of receivables is based on past experience, known and inherent risks in the receivables, adverse situations that may affect the obligee's ability to repay, and current economic conditions. Receivables deemed uncollectible are charged to expense.

NOTE 2 – DETAIL NOTES ON ALL FUNDS

Cash and Investments

Deposits. At year-end, the carrying amount of the Foundation's deposits for governmental activities totaled \$331,388 and the bank balances totaled \$345,300.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 2 – DETAIL NOTES ON ALL FUNDS – Continued

Cash and Investments – Continued

Investments. The Foundation has the following investment fair values and maturities:

Investment Type	Fair Value	Less Than 1	1 to 5
Corporate Bonds	\$ 119,996	79,708	40,288
Certificate of Deposits	287,183	287,183	-
	<u>407,179</u>	<u>366,891</u>	<u>40,288</u>

In addition to the securities and fair values listed above, the Foundation also has \$704,538 invested in mutual funds.

The Foundation has the following recurring fair value measurements as of December 31, 2019:

- Corporate Bonds of \$119,996 are valued using a matrix pricing model (Level 2 inputs)
- Mutual Funds of \$704,538 are valued using a matrix pricing model (Level 2 inputs)
- Certificate of Deposits of \$287,183 are valued using a matrix pricing model (Level 2 inputs)

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Availability and Liquidity

The following represents Foundation's financial assets at December 31, 2019:

Financial Assets at Year End:	
Cash and Cash Equivalents	\$ 331,388
Investments	1,111,717
Receivables	<u>2,802</u>
Total Financial Assets	<u>1,445,907</u>
Less Amounts not Available to be used within one year:	
Net Assets With Donor Restrictions	<u>39,608</u>
Financial Assets Available to Meet General Expenditures over the Next Twelve Months	<u><u>1,406,299</u></u>

The Foundation's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 2 – DETAIL NOTES ON ALL FUNDS – Continued

Net Asset Restrictions

Net assets with donor restrictions are available for the following purposes at December 31, 2019 and 2018:

	2019	2018
NWSRA Lightning Athletes	\$ 79	1,232
Booster Club	-	1,648
Inclusion	-	3,333
Pursuit 4 Furniture	-	20,505
MP Snoezelen Room	7,099	36,261
GMFS	7,650	8,150
Hanover Park Sensory Room/Mt. Prospect Community Center Programming Space/Pursuit	24,780	-
Total With Donor Restrictions	39,608	71,129

Net assets were released from donor restrictions by incurring expenses satisfying the purpose restrictions specified by donors during the years ended December 31, 2019 and 2018:

	2019	2018
NWSRA Lightning Athletes	\$ 16,153	26,090
Pursuit 4 Furniture	20,505	-
Accessible Vehicle Support	32,939	18,896
Inclusion (ADA Compliance)	4,833	9,167
Scholarships	8,000	100
Booster Club	4,219	2,120
General Program Support	26,600	19,594
Pursuit Supplies	19,250	12,442
HP Snoezelen Room	-	59,476
GMFS	8,150	5,550
Development/Capital Improvement	177,337	221,000
Total Restrictions Released	317,986	374,435

In-Kind Donations

Donated Facilities – The Foundation was allowed to use facilities at no charge to the Foundation during the years ended December 31, 2019 and 2018. Accordingly, contributions have been recorded for the fair value of the facilities of \$23,042 and \$35,682 for the years ending December 31, 2019 and 2018, respectively. These amounts have been included as special events revenue and special events expense on the Statements of Activities.

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS

Notes to the Financial Statements December 31, 2019

NOTE 2 – DETAIL NOTES ON ALL FUNDS – Continued

In-Kind Donations – Continued

Donated Services – Donated services are recognized as in-kind revenues at their estimated fair value when they create or enhance nonfinancial assets or they require specialized skills which would need to be purchased if they were not donated. Contributed services that do not meet the above criteria are not recognized as revenues and are not reported in the accompanying financial statements. The Foundation received services from NWSRA employees, which includes grant/sponsorship writing, event fund-raising, and development coordination, a portion of which meets the criteria for recognition. Accordingly, contributions have been recorded for the estimated fair value of these services of \$345,134 and \$373,666 for the years ending December 31, 2019 and 2018, respectively. These amounts have been included as donations revenue and management and general expenses and fundraising expenses of the Statements of Activities. The Foundation also receives donated services from a variety of unpaid volunteers assisting the Foundation in its programs. However, these donated services are not reflected in the Statements of Activities because the criteria for recognition have not been satisfied.

NOTE 3 – SUBSEQUENT EVENT

Subsequent to the date of the financial statements and prior to the audit opinion date, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Foundation's operations and financial position cannot be determined.

SUPPLEMENTAL SCHEDULE

SPECIAL LEISURE SERVICES FOUNDATION, ILLINOIS**Schedule of Revenues, Expenditures and Changes in Net Assets - Budget and Actual
For the Fiscal Year Ended December 31, 2019**

	Budget	Actual
Public Support and Revenues		
Special Events Revenue	\$ 313,560	271,410
Donations	93,366	446,036
Grants	300,500	226,350
Interest and Dividend Income	-	167,502
Total Public Support and Revenues	707,426	1,111,298
Expenses and Losses		
Functional Expenses		
Program Services		
NWSRA Lightning Athletics	30,000	19,295
Accessible Vehicle Support	70,000	53,635
Scholarships	86,000	85,335
Inclusion (ADA Compliance)	19,000	13,886
General Program Support	145,000	52,935
Capital Improvements	191,766	211,553
Total Program Services	541,766	436,639
Management and General	53,294	128,736
Fundraising	111,013	258,820
Total Functional Expenses	706,073	824,195
Special Events Direct Expense	-	113,714
Total Expenses and Losses	706,073	937,909
Change in Net Assets	1,353	173,389
Net Assets - Beginning		1,276,462
Net Assets - Ending		1,449,851