

**BEING ALIVE/PEOPLE WITH AIDS ACTION
COALITION, INC.**

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2023



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BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
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INDEPENDENT AUDITORS' REPORT

Board of Directors
Being Alive/People with AIDS Action Coalition, Inc.
West Hollywood, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Being Alive/People with AIDS Action Coalition, Inc. (a nonprofit organization), which comprise the statement of financial position as of March 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year 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 Being Alive/People with AIDS Action Coalition, Inc. as of March 31, 2023, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Being Alive/People with AIDS Action Coalition, 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.

Change in Accounting Principle

As discussed in Note 2 to the financial statements, in 2023 Being Alive adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-of-use asset and corresponding liability for all operating and finance leases with lease terms greater than one year. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Being Alive/People with AIDS Action Coalition, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 conducted in accordance with GAAS 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 are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the 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 Being Alive/People with AIDS Action Coalition, 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 Being Alive/People with AIDS Action Coalition, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Board of Directors
Being Alive/People with AIDS Action Coalition, Inc.

Report on Summarized Comparative Information

The March 31, 2022 summarized comparative information has been derived from Being Alive/People with AIDS Action Coalition, Inc. financial statements and in our report dated December 20, 2022, we expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended March 31, 2022, is consistent in all material respects, with the audited financial statements from which it has been derived.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Los Angeles, California
January 31, 2024

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

	2023	2022
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 626,656	\$ 423,265
Accounts Receivable	42,105	24,437
Prepays and Other Assets	76,005	7,500
Total Current Assets	744,766	455,202
 NONCURRENT ASSETS		
Operating Right of Use Asset	960,650	-
Fixed Assets, Net	-	-
Total Assets	\$ 1,705,416	\$ 455,202
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ -	\$ -
Current Lease Liability - Operating	139,501	-
Accrued Vacation	20,086	15,775
Total Current Liabilities	159,587	15,775
 NONCURRENT LIABILITIES		
Economic Injury Disaster Loan	146,208	153,900
Long-Term Lease Liability - Operating	836,388	-
Total Noncurrent Liabilities	982,596	153,900
Total Liabilities	1,142,183	169,675
 NET ASSETS		
Without Donor Restrictions	563,233	285,527
Total Liabilities and Net Assets	\$ 1,705,416	\$ 455,202

See accompanying Notes to Financial Statements.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MARCH 31, 2022)

	Without Donor Restrictions	With Donor Restrictions	<u>2023</u>	<u>2022</u>
REVENUE AND PUBLIC SUPPORT				
Government Grants	\$ 535,452	\$ -	\$ 535,452	\$ 399,992
Contributions	368,552	-	368,552	76,809
Special Events	29,293	-	29,293	13,037
Other Income	100	-	100	68,776
PPP Loan Forgiveness	-	-	-	102,514
Total Revenue and Public Support	<u>933,397</u>	<u>-</u>	<u>933,397</u>	<u>661,128</u>
EXPENSES				
Program Services	560,291	-	560,291	433,134
General and Administrative	65,683	-	65,683	47,095
Fundraising	29,717	-	29,717	21,541
Total Expenses	<u>655,691</u>	<u>-</u>	<u>655,691</u>	<u>501,770</u>
CHANGE IN NET ASSETS	277,706	-	277,706	159,358
Net Assets - Beginning of Year	<u>285,527</u>	<u>-</u>	<u>285,527</u>	<u>126,169</u>
NET ASSETS - END OF YEAR	<u>\$ 563,233</u>	<u>\$ -</u>	<u>\$ 563,233</u>	<u>\$ 285,527</u>

See accompanying Notes to Financial Statements.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MARCH 31, 2022)

	Program Services	Supporting Services		2023	2022
		General and Administrative	Fundraising		
Salaries	\$ 295,862	\$ 26,651	\$ 19,987	\$ 342,500	\$ 257,782
Employee Benefits	47,396	2,837	2,270	52,503	39,532
Payroll Taxes	25,298	1,391	1,111	27,800	19,451
Total Salary Related Expenses	<u>368,556</u>	<u>30,879</u>	<u>23,368</u>	<u>422,803</u>	<u>316,765</u>
Wellness Center Expense	87,493	-	-	87,493	72,265
Occupancy	74,870	3,586	3,110	81,566	67,891
Professional Fees	-	23,777	-	23,777	17,628
Telephone and Communications	13,198	724	581	14,503	11,555
Insurance	8,103	2,135	356	10,594	9,045
Office Expenses	1,588	4,262	427	6,277	1,000
Printing and Reproduction	2,956	161	129	3,246	2,884
Equipment, Repairs and Maintenance	2,667	148	116	2,931	1,686
Fundraising Expense	-	-	1,622	1,622	401
Volunteer Support	696	-	-	696	528
Postage and delivery	164	11	8	183	122
	<u>560,291</u>	<u>65,683</u>	<u>29,717</u>	<u>655,691</u>	
Total Expenses 2023	<u>\$ 560,291</u>	<u>\$ 65,683</u>	<u>\$ 29,717</u>	<u>\$ 655,691</u>	
	<u>433,134</u>	<u>47,095</u>	<u>21,541</u>		<u>501,770</u>
Total Expenses 2022	<u>\$ 433,134</u>	<u>\$ 47,095</u>	<u>\$ 21,541</u>		<u>\$ 501,770</u>

See accompanying Notes to Financial Statements.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MARCH 31, 2022)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 277,706	\$ 159,358
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Forgiveness of Paycheck Protection Program Loan	-	(102,514)
Lease Transition Adjustment	15,239	
Loss of Disposal of Fixed Assets	-	-
(Increase) Decrease in Assets:		
Accounts Receivable	(17,668)	17,430
Prepays and Other Assets	(68,505)	(831)
Leasehold Improvements	-	
Increase (Decrease) in Liabilities:		
Accounts Payable	-	(9,568)
Accrued Vacation	4,311	4,623
Net Cash Provided by Operating Activities	211,083	68,498
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Economic Injury Disaster Loan	(7,692)	-
Proceeds from Paycheck Protection Program Loan	-	52,949
Net Cash Provided (Used) by Financing Activities	(7,692)	52,949
CHANGE IN CASH AND CASH EQUIVALENTS	203,391	121,447
Cash and Cash Equivalents - Beginning of Year	423,265	301,818
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 626,656	\$ 423,265

See accompanying Notes to Financial Statements.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 1 ORGANIZATION

History

Being Alive/People with AIDS Action Coalition, Inc. (Being Alive), a nonprofit organization incorporated in the state of California, is Los Angeles' first peer-led HIV/AIDS agency. Established in 1986 by three friends who were living with AIDS, Being Alive was created to provide services free of red tape. These visionaries saw the need for a peer-based agency to advocate for the community from the point of view of those infected. Today, Being Alive is a beacon of support, education and empowerment to thousands of people with HIV/AIDS.

Mission

Being Alive is an agency by and for people living with HIV/AIDS that seeks to bring peers out of isolation, to engender a sense of self-reliance and self-direction, and to build a stronger community of HIV-positive people. Being Alive accomplishes its mission by providing support, education, advocacy, prevention and wellness services as part of its core program.

Services

PEER Support

Led by facilitators who know firsthand the issues of our members, this program offers a safe and comfortable environment for people to bond, share, learn, and grow. Peer Support includes intakes and assessments including a comprehensive referral service, support groups, one-on-one support, and social activities.

Education

Being Alive believes that, in order for a person to take charge of his/her medical care, he/she must have access to the current medical information and have access to services. Being Alive accomplishes this goal with regularly published treatment newsletters, educational website, and monthly medical updates.

Wellness

Wellness activities encourage Being Alive members to develop themselves as well-rounded individuals and to explore complimentary approaches to western medicine. Being Alive offers chiropractic and acupuncture clinics, yoga, healing touch, massage, and a ceramics studio to meet those needs.

Prevention

Being Alive's Prevention for Positives Program "Get Real" delivers individual, group and community level interventions that encourage members to adopt high self-esteem and a culture of responsibility. Prevention messages are disseminated to the larger community via Being Alive's Speakers' Bureau as well.

Advocacy

Being Alive's advocacy program ensures that the voices are heard and factored into a variety of issues. Being Alive's advocacy takes a two-fold approach: first, Being Alive offers advocacy for individuals who are facing barriers to the HIV care system; and second, Being Alive trains peers to engage in educational opportunities with legislators.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 1 ORGANIZATION (CONTINUED)

Membership

Being Alive primarily serves central metropolitan Los Angeles and some of the surrounding areas. As such, target populations for support programs are gay and bisexual men or "men who have sex with men" (MSM), both MSM of color and Anglo MSM, though Being Alive also serves any and all people living with HIV/AIDS from Los Angeles County. The common thread throughout membership is the historically underserved: the working poor, people of color, homeless and/or mentally ill. In the case of the Speakers' Bureau, the target audience is youth (ages 13 to 24) of all races, genders and sexual orientations.

Capacity

Being Alive is a volunteer driven organization with over 100 volunteers who help to maintain the core services, including a strong and active working board of directors. There are only a small handful of paid staff members. Being Alive has a history of working on a tight budget with a focus on keeping administration and fundraising cost quite low while meeting a great need and serving peers effectively.

Being Alive's purpose is to end HIV infections by eliminating stigma, engaging people in wellness, removing barriers to care and restoring dignity.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of Being Alive have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). These principles require that Being Alive report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Net Assets Without Donor Restrictions – Net Assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue when received and released from restriction when the assets are placed in service. Donor-imposed restrictions are released when a 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.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purposes of the financial statement, Being Alive considers all highly liquid debt instruments purchased with a maturity date of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable are expected to be collected in full by Being Alive's management. Therefore, no allowance for doubtful accounts have been provided.

Contributions

Being Alive accounts for contributions in accordance with GAAP. Contributions received are recorded as without donor restrictions and with donor restrictions, depending on the existence and/or nature of any donor restrictions.

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized.

Being Alive 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. A portion of Being Alive's revenue is derived from cost reimbursable county and city 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 Being Alive has incurred expenditures in compliance with specific contract or grant provisions. Being Alive received cost reimbursable grants of \$136,552 that have not been recognized at March 31, 2023 because qualifying expenditures have not yet been incurred, with no advance payments received or recognized in the statement of financial position as deferred revenue.

Donated Services and Materials

No amounts have been reflected in the financial statements for donated services. Being Alive generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist Being Alive with the Wellness Center Program including acupuncture services, chiropractic services, massage, yoga and ceramics. Being Alive receives more than 5,000 volunteer hours per year.

Property and Equipment

Property and equipment are recorded at historical cost and are being depreciated using the straight-line method over the estimated useful life of the assets. The following lives have been assigned:

Improvements	15 Years
Furniture, Fixtures, and Equipment	5 Years

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment (Continued)

Expenditures for maintenance, repairs, and renewals of minor items are charged to expense as incurred. Major renewals and improvements are capitalized. Upon disposition, the cost and related accumulated depreciation are removed from the accounts and the resulting gain or loss is reflected in operations for the period.

Income Taxes

Being Alive is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, and is exempt from California franchise taxes under Section 23701(d) of the California Revenue and Taxation Code.

Being Alive files Internal Revenue Service Form 990 and State Forms 199 and RRF-1. GAAP provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Being Alive recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Management of Being Alive does not believe the financial statements include any uncertain tax positions.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Advertising

Advertising costs are charged to operations when incurred and are included in functional expenses.

Functional Allocation of Expenses

The costs of providing the program and the supporting services have been summarized on a functional basis in the statement of activities, and in the statement of functional expenses. Accordingly, certain costs have been allocated between the program and the supporting services in reasonable ratios determined by management.

Adoption of New Accounting Standards

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, *Leases (Topic 842)*. This new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Adoption of New Accounting Standards (Continued)

Being Alive has elected to adopt the package of practical expedients available in the year of adoption. Being Alive has also elected to adopt the available practical expedient to use hindsight in determining the lease term and in assessing impairment of Being Alive's ROU assets.

Leases

Being Alive determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets – operating and lease liability – operating, and finance leases are included in right-of-use (ROU) assets – financing and lease liability – financing in the statement of financial position.

ROU assets represent Being Alive's right to use an underlying asset for the lease term and lease liabilities represent Being Alive's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that Being Alive will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. Being Alive has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the statement of financial position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, Being Alive has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of all lease liabilities.

Being Alive has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with Being Alive/People with AIDS Action Coalition, Inc.' financial statements for the year ended March 31, 2022, from which the summarized information was derived.

Subsequent Events

Management has evaluated subsequent events through January 31, 2024, the date the financial statements were available to be issued.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 3 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	2023	2022
Cash and Cash Equivalents	\$ 626,656	\$ 423,265
Accounts Receivable	42,105	24,437
Total	\$ 668,761	\$ 447,702

As part of the Being Alive’s liquidity management plan, cash in excess of daily requirements is invested in money market funds.

NOTE 4 COMMITMENTS AND CONTINGENCIES

Contracts

Being Alive’s grants and contracts are subject to inspection and audit by the appropriate governmental funding agency. The purpose is to determine whether program funds were used in accordance with their respective guidelines and regulations. The potential exists for disallowance of previously funded program costs. The ultimate liability, if any, which may result from these governmental audits cannot be reasonably estimated and accordingly, Being Alive has no provisions for the possible disallowance of program costs on its financial statements.

NOTE 5 CASH IN BANK – CONCENTRATION OF CREDIT RISK

Being Alive maintains its cash balances at a bank. At March 31, 2023, the balances maintained at the bank exceeded the insurance limit (\$250,000) as set by the Federal Deposit Insurance Corporation. Being Alive has not incurred losses related to these accounts.

NOTE 6 EIDL LOAN

Being Alive/People with AIDS Action Coalition, Inc. received a loan in the amount of \$153,900 through the Economic Injury Disaster Loan (EIDL). Being Alive/People with AIDS Action Coalition, Inc. may use the proceeds as working capital to alleviate economic injury caused by disaster occurring in the month of January 31, 2020 and continuing thereafter. The loan bears interest at a fixed rate of 2.75% per annum, has a term of 30 years, and is secured by The Small Business Administration, and Agency of the U.S. Government. Installment payments, including principal and interest of \$641 monthly, began 24 months from June 20, 2020. The outstanding balance at March 31, 2023 was \$146,208.

BEING ALIVE/PEOPLE WITH AIDS ACTION COALITION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023
(WITH COMPARATIVE TOTALS FOR MARCH 31, 2022)

NOTE 7 LEASES

Being Alive leases an office facility for various terms under long-term, noncancelable lease agreements. Certain facility leases provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases. Additionally, the agreements generally require Being Alive to pay real estate taxes, insurance, and common area maintenance.

The following tables provide quantitative information concerning Being Alive's leases for the year ended March 31, 2023:

Lease Cost:

Operating Lease Cost	\$ 46,623
Total Lease Cost	<u>\$ 46,623</u>

Other Information

Cash Paid for Amounts Included in the Measurement of Lease Liabilities:

Operating Cash Flows from Operating Leases	\$ 26,588
Right-of-Use Assets Obtained in Exchange for New Operating Lease Liabilities	\$ 992,824
Weighted-Average Remaining Lease Term - Operating Leases	5.8 Years
Weighted-Average Discount Rate - Operating Leases	3.94%

A maturity analysis of annual undiscounted cash flows for lease liabilities as of March 31, 2023:

Yea Ending March 31,	Operating	Totals
2024	\$ 174,710	\$ 174,710
2025	179,951	179,951
2026	185,350	185,350
2027	190,910	190,910
2028	196,638	196,638
Thereafter	164,813	164,813
Undiscounted Cash Flows	<u>\$ 1,092,372</u>	<u>\$ 1,092,372</u>
Less: Imputed Interest	(116,482)	(116,482)
Total Present Value	<u>\$ 975,890</u>	<u>\$ 975,890</u>
Short-Term Lease Liabilities	\$ (139,502)	\$ (139,502)
Long-Term Lease Liabilities	(836,388)	(836,388)
	<u>\$ (975,890)</u>	<u>\$ (975,890)</u>



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