SUMMER CAMP OPPORTUNITIES
PROMOTE EDUCATION, INC.

FINANCIAL STATEMENTS

YEARS ENDED SEPTEMBER 30, 2022 AND 2021

GETTRYMARCUS

Summer Camp Opportunities Promote Education, Inc.

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Years Ended September 30, 2022 and 2021

Independent Auditor's Report

To the Board of Directors of
Summer Camp Opportunities Promote Education, Inc.

Opinion

We have audited the accompanying financial statements of Summer Camp Opportunities Promote Education, Inc. (a nonprofit organization), which comprise the statements of financial position as of September 30, 2022 and 2021, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Summer Camp Opportunities Promote Education, Inc. as of September 30, 2022 and 2021, and the changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent from Summer Camp Opportunities Promote Education, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Summer Camp Opportunities Promote Education, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements 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 generally accepted auditing standards, 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 Summer Camp Opportunities Promote Education, 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 Summer Camp Opportunities Promote Education, 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.

Gettry Marcus CPA, P.C.

Gettry Marcus CPA, P.C.
Woodbury, New York
May 24, 2023

Summer Camp Opportunities Promote Education, Inc.
Statements of Financial Position
September 30, 2022 and 2021

	Without Donor Restrictions 2022	Without Donor Restrictions 2021
Assets		
Assets		
Cash and cash equivalents	$ 1,624,230	$ 1,584,864
Unconditional promises to give	18,700	19,500
IRS employee retention credits receivable	47,668	-
Prepaid expenses	-	54,911
Investments (board-designated endowment assets)	401,623	514,572
Investments	463,459	-
Website costs - net	-	4,565
Total assets	$ 2,555,680	$ 2,178,412
Liabilities and Net Assets		
Liabilities		
Accrued expenses	$ 3,192	$ 40,915
Program camp tuitions payable	816,100	585,000
U.S. SBA - Paycheck Protection Program Loan	-	41,665
Total liabilities	819,292	667,580
Net assets		
Without donor restrictions:		
Undesignated	1,334,765	996,260
Designated for endowment	401,623	514,572
Total net assets	1,736,388	1,510,832
Total liabilities and net assets	$ 2,555,680	$ 2,178,412

Summer Camp Opportunities Promote Education, Inc.
Statements of Activities
Years Ended September 30, 2022 and 2021

	2022	2021
Revenue and support		
Contributions	$ 1,856,798	$ 1,048,853
Special events	160,812	83,358
Total revenue and support	2,017,610	1,132,211
Functional expenses		
Camperships and college scholarships	1,261,044	803,541
Administrative and general	131,216	107,089
Fundraising	205,750	122,156
Cost of direct benefit to donors	134,324	34,619
Total expenses	1,732,334	1,067,405
Other income (expense)		
Net investment income (expense)	(149,583)	80,877
IRS employee retention credit	47,668	-
Loan forgiveness - U.S. SBA Paycheck Protection Program	41,665	43,490
Interest income	530	399
Total other income (expense)	(59,720)	124,766
Change in net assets	225,556	189,572
Net assets - beginning of year	1,510,832	1,321,260
Net assets - end of year	$ 1,736,388	$ 1,510,832

Summer Camp Opportunities Promote Education, Inc.
Statements of Cash Flows
Years Ended September 30, 2022 and 2021

	2022	2021
Cash flows from operating activities		
Increase in net assets	$ 225,556	$ 189,572
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Amortization	4,565	4,980
Net unrealized and realized loss (gain)	162,451	(71,033)
Loan forgiveness - U.S. SBA Paycheck Protection Program	(41,665)	(43,490)
Changes in assets and liabilities:		
Unconditional promises to give	800	180,500
IRS employee retention credit receivable	(47,668)	-
Prepaid expenses	54,911	3,507
Other assets	-	5,000
Accrued expenses	(37,723)	35,191
Program camp tuitions payable	231,100	585,000
Total adjustments	326,771	699,655
Net cash provided by operating activities	552,327	889,227
Cash flows from investing activities		
(Purchases) of investments	(646,265)	(219,135)
Proceeds from sale of investments	157,931	202,222
Net cash used in investing activities	(488,334)	(16,913)
Cash flows from financing activities		
Borrowing from Paycheck Protection Plan Loan	-	41,665
Net increase in cash and cash equivalents	63,993	913,979
Cash and cash equivalents, including cash equivalents within investments - beginning of year	1,584,864	679,735
Cash and cash equivalents, including cash equivalents within investments - end of year	$ 1,648,857	$ 1,593,714

Summer Camp Opportunities Promote Education, Inc.
Statements of Functional Expenses
Year Ended September 30, 2022

	Camperships and College Scholarships	Administrative and General	Fundraising	Cost of Direct Benefit to Donors	Total
Staff compensation	$ 141,696	$ 50,922	$ 28,782	$ -	$ 221,400
Employee benefits	24,422	8,776	4,961	-	38,159
Payroll taxes	13,366	4,804	2,715	-	20,885
Consultants	20,821	36,408	44,434	-	101,663
Professional fees	-	14,175	-	-	14,175
Office and general expense	7,534	9,142	3,980	-	20,656
Facility costs	-	-	62,274	129,677	191,951
Children's camp tuitions	951,300	-	-	-	951,300
College scholarships	85,000	-	-	-	85,000
Silent auction items	-	-	-	4,647	4,647
Camp site visits	14,820	-	-	-	14,820
Occupancy	2,085	749	424	-	3,258
Promotion	-	-	24,474	-	24,474
Investment fees	-	376	-	-	376
Credit card fees	-	-	31,423	-	31,423
Amortization	-	2,282	2,283	-	4,565
Insurance	-	3,582	-	-	3,582
Total operating expenses	$ 1,261,044	$ 131,216	$ 205,750	$ 134,324	$ 1,732,334

Summer Camp Opportunities Promote Education, Inc.
Statements of Functional Expenses
Year Ended September 30, 2021

	Camperships and College Scholarships	Administrative and General	Fundraising	Cost of Direct Benefit to Donors	Total
Staff compensation	$ 128,000	$ 46,000	$ 26,000	$ -	$ 200,000
Employee benefits	28,710	10,317	5,832	-	44,859
Payroll taxes	10,495	3,771	2,132	-	16,398
Consultants	5,873	14,153	6,827	-	26,853
Professional fees	-	13,283	-	-	13,283
Office and general expense	5,086	11,295	3,224	-	19,605
Facility costs	-	-	41,669	32,838	74,507
Children's camp tuitions	585,000	-	-	-	585,000
College scholarships	32,500	-	-	-	32,500
Silent auction items	-	-	-	1,781	1,781
Camp site visits	3,169	-	-	-	3,169
Occupancy	4,708	1,692	956	-	7,356
Promotion	-	-	10,061	-	10,061
Investment fees	-	275	-	-	275
Credit card fees	-	-	22,965	-	22,965
Amortization	-	2,490	2,490	-	4,980
Insurance	-	3,813	-	-	3,813
Total operating expenses	$ 803,541	$ 107,089	$ 122,156	$ 34,619	$ 1,067,405

See independent auditor's report and notes to the financial statements.

Note 1 – Organization and Nature of Business

Summer Camp Opportunities Promote Education, Inc. ("SCOPE" or the "Organization") is a non-profit corporation organized in the State of New York. SCOPE is dedicated to helping children in need by funding not-for-profit camps with "camperships" that offer an enriching summer camp experience. The camps supported by SCOPE are located nationwide; however, there is a concentration in the Northeastern United States.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting
The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis of Presentation
The financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") in its Accounting Standards Codification ("ASC") 958-205 regarding Financial Statements of Not-for-Profit Organizations. Under the provisions of ASC 958-205, the Organization is required to report information regarding its financial position and activities according to two classes of net assets as follows:

- Net assets without donor restrictions – expendable resources that are used to carry out the Organization's operations and that are not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by the Board of Directors (the "Board"). As of September 30, 2022 and 2021, board designated funds amounted to $401,623 and $514,572, respectively (see Note 8).

- Net assets with donor restrictions – represent assets that are restricted by the donor as to the purpose and/or passage of time.

Upon expiration of a donor-imposed restriction on contributions, the amount is reclassified to net assets without donor restrictions. A restriction expires when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. The Organization's policy is to report donor-restricted contributions whose restrictions are met in the same reporting period as contributions without donor restrictions. As of September 30, 2022 and 2021, the Organization's net assets contained no donor restrictions.

Use of Estimates
Management uses estimates and assumptions in preparing the financial statements in accordance with U.S. GAAP. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the revenue and expenses recognized during the reporting period. Actual results could vary from the estimates that management uses.

Cash and Cash Equivalents
The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents, except any such securities held by external investment managers are classified with investments, and generally not used for current operations.

Note 2 – Summary of Significant Accounting Policies (continued)

The Organization maintains cash balances at several banks in north eastern part of the United States of America. Cash accounts at the banks are insured by the Federal Deposit Insurance Corporation ("FDIC"), subject to certain limits. At times, such cash balances may be in excess of the insured limits. As of September 30, 2022 and 2021, the Company had approximately $1,156,000 and $1,085,000, respectively, in excess of the FDIC limits. The Company has not experienced any losses in such accounts.

The following table summarizes cash and cash equivalents reported on the statements of cash flows as of September 30, 2022 and 2021.

	2022	2021
Cash and cash equivalents	$ 1,624,230	$ 1,584,864
Cash and cash equivalents held in endowment	24,627	8,850
	$ 1,648,857	$ 1,593,714

Unconditional Promises to Give
Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Unconditional promises to give which occurred before year-end are recorded as receivables and are recognized as support in the statements of activities at a net realizable value.

The Organization uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. At September 30, 2022 and 2021, no allowance has been recognized based on management's determination.

Investments
Investments in marketable securities are stated at fair value. SCOPE's marketable securities consist entirely of common stock, exchange traded funds ("ETF's"), and mutual funds. All gains, losses, and investment income arising from the investments in marketable securities are without donor restrictions.

Common stock and ETF's are valued at the last quoted market price on the last business day of SCOPE's fiscal year and shares of mutual funds are valued at the fair market value of shares held by SCOPE at the fiscal year end. All realized and unrealized gains and losses are included in the statements of activities. Investments in marketable securities that are donated are recorded at fair value on the date of donation.

Fair Value Measurements
The provisions included in U.S. GAAP concerning "Fair Value Measurements and Disclosures", define fair value, establish a framework for measuring fair value and expand disclosures about fair value measurements. These provisions apply to SCOPE's investments, which are presented at fair value.

Website Development Costs
Costs associated with the development of the Organization's new website have been capitalized in accordance with ASC 350-50-25 (see Note 7).

Note 2 – Summary of Significant Accounting Policies (continued)

Revenue and Support Recognition
Contributions, which include unconditional promise to give (pledges), are recognized as revenues in the period received or promised. Contributions are considered to be without donor restrictions unless specifically restricted by the donor for a particular program, time, or other purpose, in which case the contribution revenue is reported in the donor restricted net asset class. As donor restrictions are met, the net assets are released from restriction in the statement of activities. Donor-restricted contributions are initially reported in the with donor restriction net asset class, even if it is anticipated such restrictions will be met in the current reporting period.

Donated Services
Donated services are recognized as contributions in accordance with U.S. GAAP, if the services (a) create or enhance non-financial assets or (b) require specialized skills, performed by people with those skills, and would otherwise be purchased by SCOPE. A substantial number of volunteers donate significant amounts of their time in SCOPE's program activities; however, these donated services have not been recognized in the financial statements because they did not meet the criteria prescribed by U.S. GAAP, and no objective basis is available to measure the value of such services.

Functional Allocation of Expenses
The costs of providing the Organization’s program and supporting services have been summarized on a functional basis in the statements of activities. Expenses that can be identified with a specific program or supporting service are recorded directly to such specific program or supporting service. Certain shared costs have been allocated among the programs and supporting services benefited. The allocations are based on several factors. Compensation, benefit, and payroll tax expense are allocated based on the time spent on tasks related to either program or support services. General expenses are allocated using the same basis as the salary and related expenses. Occupancy costs are allocated based on the square footage of the office utilized for either program or support services.

Income Taxes
The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business. Accordingly, no provision for federal or state income taxes was included in these financial statements. The Organization did not have net income derived from unrelated business activities for years ended September 30, 2022 and 2021.

Uncertain Tax Positions
Management has analyzed the tax positions taken by the Organization, and has concluded that as of September 30, 2022 and 2021, there were no known uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

The Organization is subject to routine audits by taxing jurisdictions, however, there are currently no audits for any tax periods in progress. Based on the normal statutory periods subject to audit, notwithstanding any events or circumstances that may exist which could expand the open period, management believes that the Organization’s tax returns for fiscal years 2021 through 2022 remain open for income tax examinations.

Note 2 – Summary of Significant Accounting Policies (continued)

Loan – U.S. SBA Paycheck Protection Program
The Organization received two loans totaling to $85,155 under the United States Small Business Administration ("U.S. SBA") Paycheck Protection Program ("PPP") for two separate loans (see Note 9). The PPP, was established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"). The Organization is accounting for the loans as financial liabilities under FASB ASC 470 whereby the loan would remain a liability until either (1) partially or wholly forgiven and the debtor is legally released or (2) the debtor pay off the loan. The Organization subsequently applied and was granted forgiveness for these PPP loans (see Note 9), at which point the liabilities were derecognized.

Advertising Expense
Advertising is expensed as incurred and amount to $24,474 and $10,061 for the years ended September 30, 2022 and 2021, respectively.

Subsequent Events
The Organization has evaluated subsequent events through May 24, 2023, the date, which the financial statements were available to be issued, for possible recognition or disclosure.

Note 3 – Unconditional Promises to Give

Unconditional promises to give at September 30, 2022 and 2021 consist entirely of amounts due in less than one year.

Note 4 – Liquidity of Financial Assets

The Organization has a liquidity management policy, which structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The Organization's financial assets available within one year of the date of the statement of financial position for general expenditure are as follows:

Cash and cash equivalents	$ 1,624,230
Unconditional promises to give	18,700
IRS employee retention credits receivable	47,668
Investments - at fair value	865,082
	2,555,680
Less - Board designated endowment assets	(401,623)
Net liquid assets available for general expenditure	$ 2,154,057

Note 5 – Investments

Investments are classified as follows in the statements of financial position as of:

	September 30, 2022		
	Total Investents	Investments	Board-Designated Endoowment Investments*
Common stocks	$ 309,004	$ 190,795	$ 118,209
Mutual and exchange traded funds	531,451	205,518	325,933
Cash and cash equivalents	24,627	5,310	19,317
Investments - at fair value	$ 865,082	$ 401,623	$ 463,459

	September 30, 2021		
	Total Investents	Investments	Board-Designated Endoowment Investments*
Common stocks	$ 204,072	$ -	$ 204,072
Mutual and exchange traded funds	301,650	-	301,650
Cash and cash equivalents	8,850	-	8,850
Investments - at fair value	$ 514,572	$ -	$ 514,572

* These assets have been designated by the Board without donor restrictions as a quasi-endowment in the name of Sanford Lavitt (see Note 8).

The following are the components of net investment income (loss) for the years ended September 30, 2022 and 2021:

	2022	2021
Dividend and interest income	$ 16,522	$ 9,844
Realized and unrealized gains (losses) - net	(162,451)	73,369
Total investment income (loss)	(145,929)	83,213
Less - Investment expenses	(3,654)	(2,336)
Net investment income (loss)	$ (149,583)	$ 80,877

Note 6 – Fair Value Measurements

FASB ASC 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The Organization prioritizes the inputs to valuation techniques used to measure fair value. Investments that are measured at fair value using net asset value per share (or its equivalent) as a practical expedient have not been classified in the fair value hierarchy.

When the Organization believes that the reported net asset value per share (or its equivalent) of an investment is not representative of fair value, the Organization categorizes the investment in accordance with ASC 820 hierarchy.

The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

- *Level 1* - Unadjusted quoted prices in active markets for identical assets or liabilities that the Section has the ability to access.

- *Level 2* - Inputs to the valuation methodology include:

    - Quoted prices for similar assets or liabilities in active markets;
    - Quoted prices for identical or similar assets or liabilities in inactive markets;
    - Inputs other than quoted prices that are observable for the asset or liability;
    - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

  If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

- *Level 3* - Unobservable inputs for the asset or liability to the extent that relevant observable inputs are not available, representing the Section's own judgments about the assumptions that a market participant would use in valuing the asset or liability, and that would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized as Level 3.

The Organization holds investments in various mutual funds, common stock and exchange traded funds. All of its investment holdings are in securities that are traded in an active market, and accordingly, the fair value is based upon the quoted price reported in the market in which the security trades. This is for all investments held as of and during the years ended September 30, 2022 and 2021.

Note 6 – Fair Value Measurements (continued)

The following table set forth by level, within the fair value hierarchy, the Section's assets at fair value as of September 30, 2022:

	Level 1	Level 2	Level 3	Total
Investments at fair value:				
Common stocks	$ 309,004	$ -	$ -	$ 309,004
Mutual and exchange traded funds	531,627	-	-	531,627
Total	$ 840,631	$ -	$ -	840,631
Cash and cash equivalents				24,627
Total investments				$ 865,258

The following table set forth by level, within the fair value hierarchy, the Section's assets at fair value as of September 30, 2021:

	Level 1	Level 2	Level 3	Total
Investments at fair value:				
Common stocks	$ 204,072	$ -	$ -	$ 204,072
Mutual and exchange traded funds	301,650	-	-	301,650
Total	$ 505,722	$ -	$ -	505,722
Cash and cash equivalents				8,850
Total investments				$ 514,572

Note 7 – Intangible Assets

On September 24, 2019 the Organization put into service a new website designed by a third party vendor. In compliance with ASC Topic 350, the Organization capitalized $14,940 in website development costs. The website has an estimated useful life of three years. Amortization expense for the years ended September 30, 2022 and 2021 was $4,565 and $4,980, respectfully.

Note 8 – Board Designated Funds and College Scholarships

The Board has designated from net assets without donor restrictions a quasi-endowment in the name of Sanford Lavitt. The purpose of these funds is to provide college or vocational school scholarships to children who remain in the SCOPE program and graduate from high school. The Lavitt Education Fund will provide college or approved vocational school scholarships for recipients of the Organization's “camperships”. Children must stay in school, return to camp each summer, and graduate high school. “Gap year” campership will be available for campers to return in a leadership capacity as they age out of the camper program. For the years ended September 30, 2022 and 2021 college scholarships given out totaled $85,000 and $32,500, respectively. College scholarships are funded from operating cash and are included as part of camperships and college scholarship expenses presented in the statement of activities for the years ended September 30, 2022 and 2021, respectively.

Note 8 – Board Designated Funds and College Scholarship (continued)

Contributions to the fund are made through donations and gains on the Organization's investments. Appropriations from the fund are authorized once a camper fulfills the requirements to become eligible for a scholarship.

The Organization has adopted investment and spending policies for long term capital appreciation with acceptable levels of risk. Board designated quasi-endowment funds are invested in a well-diversified asset mix, which includes equity mutual funds with various investment objectives, that is intended to result in consistent appreciation of the endowment assets. The Organization's spending policy does not permit spending of the total net endowment assets or any investment earnings thereon. Accordingly, all earnings on endowment assets are recorded as increases to Board-designated endowment assets.

The following table represents changes in the market value of fund:

Balance at October 1, 2020	$ 433,695
Investment income, net of fees	80,877
Balance at September 30, 2021	514,572
Investment (loss), net of fees	(112,949)
Balance at September 30, 2022	$ 401,623

Note 9 – Coronavirius Pandemic and Related

Loan – U.S. SBA Paycheck Protection Program
In April 2020, the Organization received $43,490 under the U.S. SBA's PPP as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"). This loan was forgivable, in whole or in part, as long as the proceeds were used for qualifying expenses and certain other criteria are met. If not forgiven, the loan would bear interest at a rate of 1.0% per year with the principal due two years after the loan date. PPP loans are not collateralized. The Organization applied and was granted forgiveness for $43,490 in April 2021. This loan forgiveness was recognized as other income in the statement of activities for the year ended September 30, 2021.

In December 2020, the CARES Act was further amended by the Economic Aid Act ("EAA"). The EAA allows certain enterprises that previously received a PPP Loan, to apply for a "Second Draw" PPP Loan that contains similar general forgiveness terms as to the original PPP Loan. However, the Second Draw contains additional qualifying criteria, such as, an enterprise must be able to demonstrate that they experienced a 25 percent reduction in gross receipts (as defined by the U.S. SBA) in a 2020 calendar quarter compared to the same quarter in 2019.

In February 2021, the Organization received a $41,665 Paycheck Protection Program Second Draw Loan ("PPP2") from the U.S. SBA. The PPP2 loan had a five year term. All other terms were identical to the original PPP loan. The Organization subsequently applied and was granted forgiveness for $41,665 in November 2021. This PPP2 loan was recognized as a liability in the statement of financial position as of September 30, 2021 and the loan forgiveness was recognized as other income in the statement of activities in the year ended September 30, 2022.

Note 9 – Coronavirus Pandemic and Related (continued)

IRS Employee Retention Credit
In response to the COVID-19 outbreak, the Organization was approved for assistance from the Internal Revenue Service Employee Retention Credit (“ERC”) under the CARES Act. The ERC was expanded upon with the passing of the Consolidated Appropriations Act, 2021 ("CAA") on December 27, 2020 and was extended until June 30, 2021. The American Rescue Plan further extended the ERC for businesses until December 31, 2021. The ERC is a fully refundable tax credit for employers equal to specific percentages of qualified wages paid; the qualified wages, and related payroll (retention) tax credits, were capped per employee. In order to qualify for these credits, an enterprise must have had operations fully or partially suspended during any calendar quarter in 2020 or 2021 or experienced specific declines in quarterly gross receipts as compared to the same quarter in the prior year. During the year ended September 30, 2022, the Organization qualified for the credit, and the Organization recorded $47,668, as a other income related to the ERC on the Organization's statements of activities.

Note 10 – Related Party Transactions

During the year ended September 30, 2022, twenty Board members or entities the Board members control contributed $99,374 to the Organization. During the year ended September 30, 2021, twenty-two Board members or entities the Board members control contributed $205,472 to the Organization.

Note 11 – Program Camp Tuitions Payable

In connection with the Organization’s mission, program camp tuitions and workshops payable represent the balance payable to American Camp Association Accredited resident camps which provided summer camp experience to campers. As of September 30, 2022 and 2021 the balance due amounted to $816,100 and $585,000, respectively.

Note 12 – Retirement Plan

The Organization sponsors a 401(k) plan that provides for salary deferrals for eligible employees who elect to participate in the Plan. No employer contribution to the Plan has been made during the years ended September 30, 2022 and 2021.

Note 13 – Risk and Uncertainties

During the year ended September 30, 2021, the Organization had one unrelated party whose contributions accounted for 15% total contributions.

As of September 30, 2022 and 2021, one donor and two donors, respectively, accounted for all the unconditional promises to give.

SCOPE invests in investment securities (common stock, ETF's, and mutual funds). Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, and that such change could materially affect SCOPE's total net assets.

Note 13 – Risk and Uncertainties (continued)

There are various direct and indirect risks that could impact SCOPE's mission, such as a potential global economic slowdown, inflationary pressures, another pandemic, and more. It is also impossible to predict the effect these will have on longer-term industrial output, potential changes in supply and demand, and its impacts on the Organization's camper families, donors, liquidity, vendors, and counter-parties. To help minimize the uncertainty of these items, management continues to explore how to best operate in this environment, including taking advantage of several of the Cares Act and successor act's provisions.