



The Assistance Fund

Financial Statements & Independent Auditor's Report thereon Years Ended December 31, 2019 and 2018

The Assistance Fund, Inc.

Contents

Independent Auditor’s Report 3

Financial Statements

Statements of Financial Position 4

Statements of Activities 5

Statements of Functional Expenses 6

Statements of Cash Flows 7

Notes to Financial Statements 8-15





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Independent Auditor's Report

To the Board of Directors of
The Assistance Fund, Inc.
Orlando, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of The Assistance Fund, Inc. (the "Organization"), which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities, functional expenses, and cash flows for the years then 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 an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from 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 Organization'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 Organization'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 opinion.

Opinion

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

BDO USA, LLP

Certified Public Accountants
April 15, 2020

The Assistance Fund, Inc.
Statements of Financial Position

December 31,	2019	2018
ASSETS		
Cash and cash equivalents	\$ 224,073,569	\$ 111,514,622
Contributions receivable	71,908,333	42,065,000
Prepaid expenses and other current assets	922,443	652,442
Investments	31,407,368	20,538,220
Property and equipment, net	471,401	580,632
Capitalized software and software development costs, net	1,302,880	1,038,219
TOTAL ASSETS	\$ 330,085,994	\$ 176,389,135
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 1,230,010	\$ 1,278,806
Claims payable	13,190,310	5,076,967
Deferred rent liability	134,921	148,684
Total liabilities	14,555,241	6,504,457
Commitments and contingencies (Notes 7 and 11)		
Net assets		
Without donor restrictions	35,969,704	20,804,890
With donor restrictions	279,561,049	149,079,788
Total net assets	315,530,753	169,884,678
TOTAL LIABILITIES AND NET ASSETS	\$ 330,085,994	\$ 176,389,135

See accompanying notes to financial statements.

The Assistance Fund, Inc.

Statements of Activities

Year Ended December 31,	2019			2018		
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions	With donor restrictions	Total
Revenue, (losses), and support						
Contributions	\$ 22,972,940	\$ 348,288,469	\$ 371,261,409	\$ 11,928,166	\$ 200,161,810	\$ 212,089,976
Interest and investment income	5,586,160	-	5,586,160	(316,758)	-	(316,758)
Net assets released from restrictions	217,807,208	(217,807,208)	-	151,362,715	(151,362,715)	-
Total revenue and support	246,366,308	130,481,261	376,847,569	162,974,123	48,799,095	211,773,218
Functional expenses						
Program services	220,590,251	-	220,590,251	154,339,439	-	154,339,439
Management and general	5,788,053	-	5,788,053	5,066,884	-	5,066,884
Fundraising	678,331	-	678,331	1,212,499	-	1,212,499
Advocacy	144,859	-	144,859	-	-	-
Total functional expenses	227,201,494	-	227,201,494	160,618,822	-	160,618,822
Settlement	4,000,000	-	4,000,000	-	-	-
Total expenses (including settlement)	231,201,494	-	231,201,494	160,618,822	-	160,618,822
Change in net assets	15,164,814	130,481,261	145,646,075	2,355,301	48,799,095	51,154,396
Net assets, beginning of year	20,804,890	149,079,788	169,884,678	18,835,217	99,895,065	118,730,282
Reclassification	-	-	-	(385,628)	385,628	-
Net assets, end of year	\$ 35,969,704	\$ 279,561,049	\$ 315,530,753	\$ 20,804,890	\$ 149,079,788	\$ 169,884,678

See accompanying notes to financial statements.

The Assistance Fund, Inc.
Statements of Functional Expenses

<i>Year Ended December 31,</i>	2019					Total
	Program Services	Supporting Activities			Advocacy	
		Management and General	Fundraising			
Insurance copayments and financial assistance	\$ 217,807,208	\$ -	\$ -	-	-	\$ 217,807,208
Personnel	1,976,596	2,117,381	422,632	93,256		4,609,865
Technology	388,681	1,325,673	3,255	205		1,717,814
Facility	256,170	159,923	25,913	20,558		462,564
Travel and meetings	38,564	184,187	60,875	15,005		298,631
Professional fees	69,989	1,604,774	30,542	15,143		1,720,448
Management fees	-	-	-	-		-
Other expenses	53,043	396,115	135,114	692		584,964
Total functional expenses	\$ 220,590,251	\$ 5,788,053	\$ 678,331	\$ 144,859		\$ 227,201,494

<i>Year Ended December 31,</i>	2018					Total
	Program Services	Supporting Activities			Advocacy	
		Management and General	Fundraising			
Insurance copayments and financial assistance	\$ 151,362,715	\$ -	\$ -	\$ -	-	\$ 151,362,715
Personnel	1,471,516	1,257,752	548,815	-		3,278,083
Technology	945,347	619,025	84,840	-		1,649,212
Facility	242,959	107,554	-	-		350,513
Travel and meetings	44,799	133,491	71,819	-		250,109
Professional fees	46,056	1,339,589	127,433	-		1,513,078
Management fees	126,213	1,540,951	-	-		1,667,164
Other expenses	99,834	68,522	379,592	-		547,948
Total functional expenses	\$ 154,339,439	\$ 5,066,884	\$ 1,212,499	\$ -		\$ 160,618,822

See accompanying notes to financial statements.

The Assistance Fund, Inc.

Statements of Cash Flows

<i>Year Ended December 31,</i>	2019	2018
Operating activities		
Contributions received from donors	\$ 341,418,076	\$ 174,674,976
Cash payments related to insurance copayments and financial assistance	(209,693,865)	(149,893,390)
Cash payments related to employee salary and benefits	(4,563,734)	(3,292,032)
Cash payments related to other general and administrative expenses	(8,564,160)	(5,122,276)
Interest and dividends received	2,432,128	1,545,969
Net cash provided by operating activities	121,028,445	17,913,247
Investing activities		
Purchases of property and equipment	(54,338)	(275,273)
Capitalized software costs	(699,293)	(899,387)
Purchases of investments	(85,006,924)	(11,043,565)
Proceeds from sale of investments	77,291,057	10,283,149
Net cash used in investing activities	(8,469,498)	(1,935,076)
Net increase in cash and cash equivalents	112,558,947	15,978,171
Cash and cash equivalents, beginning of year	111,514,622	95,536,451
Cash and cash equivalents, end of year	\$ 224,073,569	\$ 111,514,622
Reconciliation of change in net assets to net cash provided by operating activities:		
Change in net assets	\$ 145,646,075	\$ 51,154,396
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	593,179	564,427
Impairment loss – capitalized software	5,026	570,419
Net realized and unrealized loss/(gain) on investments	(3,154,032)	1,862,728
Amortization of deferred rent liability	(13,763)	(30,766)
Changes in operating assets and liabilities:		
Contributions receivable and other current assets	(30,112,585)	(37,991,975)
Accounts payable and accrued expenses	(48,798)	314,691
Claims payable	8,113,343	1,469,327
Net cash provided by operating activities	\$ 121,028,445	\$ 17,913,247

See accompanying notes to financial statements.

The Assistance Fund, Inc.

Notes to Financial Statements

1. Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

The Assistance Fund, Inc. (“TAF”) is an independent 501(c)(3) organization that employs industry-leading technology to streamline financial assistance and decrease barriers children and adults face when accessing health care. Speed to access is the main objective in helping these chronically and critically ill individuals. Through our user-friendly online program enrollment tools and integrated electronic claims systems, TAF works to advance technologies that improve timeliness of patient access to treatment. Understanding the need to remove barriers and being time sensitive helps to ensure that enrolled individuals will receive a determination of acceptance in the program(s) within minutes. TAF was incorporated in the State of Delaware on May 12, 2009 and began operations on January 1, 2010.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“US GAAP”). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, TAF’s net assets and changes thereto are classified and reported as follows:

Net assets without donor restrictions – consists of amounts that are available for use in carrying out the supporting activities of TAF and are not subject to donor-imposed stipulations.

Net assets with donor restrictions – consists of amounts that are available for payment of qualifying patient assistance within the respective TAF disease-state funds. These amounts are subject to donor-imposed stipulations that will be met by TAF’s actions in the payment of copayments and other financial assistance within the respective TAF disease-state funds. When a restriction is satisfied, the associated amount is reclassified from net assets with donor restrictions to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Liquidity

Assets are presented in the accompanying statements of financial position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

Liquidity Management

TAF structures its financial assets to be available as its expenditures, liabilities, and other obligations come due. TAF invests cash in excess of monthly requirements in overnight and 30-day repurchase agreements collateralized by U.S. Treasuries and agency mortgages (“repurchase agreements”).

Cash and cash equivalents

Cash and cash equivalents consist of interest-bearing bank deposits and repurchase agreements. Bank deposits may at times exceed federally insured limits. Money market funds and other cash equivalents, held as a portion of TAF’s investment portfolio, are classified as Investments in the accompanying statements of financial position. Interest income on cash deposits are included in interest and investment income on the accompanying statements of activities. Investment fees are netted against interest and investment (loss) income on the accompanying statements of activities.

The Assistance Fund, Inc.

Notes to Financial Statements

Investments

Investments, primarily consisting of mutual funds and money-market accounts, are stated at fair value. Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are included in interest and investment income in the accompanying statements of activities.

The underlying investments in mutual funds are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain marketable securities, and the level of uncertainty related to changes in the value of the mutual funds, it is at least reasonably possible that changes in risks in the near term could materially affect account balances and the amounts reported in the statement of financial position and the statement of activities.

Fair Value of Financial Instruments

US GAAP defines fair value and establishes a framework for measuring fair value that includes a hierarchy that categorizes and prioritizes the sources used to measure and disclose fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The hierarchy is broken down into three levels of inputs that market participants would use in valuing the asset or liability, which can be summarized as follows:

- Level 1 – Quoted prices in active markets for identical assets or liabilities.
- Level 2 – Quoted prices for similar assets and liabilities in active markets.
- Level 3 – Valuation based on inputs that are unobservable therefore requiring management's best estimate of what market participants would use as fair value.

A financial instrument's level within the fair value hierarchy is based on the lowest (or least observable) level of input that is significant to the fair value measurement.

Fair value estimates discussed herein are based upon certain market assumptions and pertinent information available to management. The respective carrying value of certain on-balance-sheet financial instruments approximates their fair values due to the short-term nature of these instruments. These financial instruments include contributions receivable, accounts payable and accrued expenses, and claims payable.

At December 31, 2019 and 2018, TAF's Level 1 financial assets consist of investments as identified in Note 2 and are valued based upon quoted market prices in active markets for identical assets. There were no Level 2 or 3 financial assets or liabilities.

Contributions Receivable

Contributions receivable are recorded when cash or other assets or a written donor agreement is received. Contributions receivable are written off when they are determined to be uncollectible. Any allowance for doubtful contributions is based on prior experience and management's analysis of promises made. Donor agreements typically relate to either a single donation or pledged series of donations. Contributions receivable at December 31, 2019 and 2018 included in the accompanying statements of financial position were due within the next year. Based on analysis of contributions receivable and collection history, management determined an allowance for uncollectible accounts was not required at December 31, 2019 and 2018, as all amounts are considered collectible.

The Assistance Fund, Inc.

Notes to Financial Statements

Property and Equipment

Property and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the property and equipment which ranges from 3 to 7 years. Leasehold improvements are amortized over the shorter of the life of the asset or the remaining lease term. Repairs and maintenance are charged to operations as incurred. Property and equipment costs are evaluated for impairment annually, or as events and circumstances indicate the carrying value may be impaired.

Capitalized Software and Software Development Costs

Computer software and software development costs incurred in connection with developing or obtaining computer software for internal use are capitalized when both the preliminary project stage is completed and it is probable that the software will be used as intended. Capitalized software costs include external direct costs of materials and services utilized in developing or obtaining computer software and website development. Capitalized software costs are amortized on a straight-line basis when placed into service over the estimated useful lives of the software, which approximate 3 to 4 years. Costs related to design or maintenance of internal-use software and website development are expensed as incurred. Capitalized software costs are evaluated for impairment annually, or as events and circumstances indicate the carrying value may be impaired.

Deferred Rent Liability

Deferred rent liability represents provisions for future rent increases, rent-free periods and leasehold improvement and incentives provided by the landlord. The difference between rent expense and leasehold improvement and incentives recorded and the amount paid is recorded as deferred rent liability in the accompanying statement of financial position. The deferred rent liability is amortized as a reduction of rent expense on a straight-line basis over the life of the lease.

Contributions and Donor Imposed Restrictions

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, that is, when a time restriction ends and/or a purpose restriction is fulfilled, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as net assets released from restriction.

Contributed services are recognized and recorded at fair market value only to the extent they create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Contributed goods are recognized at fair market value on the date received. There were no contributed goods or services recorded during the years ended December 31, 2019 and 2018.

Accounting Standards Update (ASU) 2018-08, *Not-For-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* was adopted as of January 1, 2019 under the modified retrospective method and did not result in a change to the accompanying financial statements.

The Assistance Fund, Inc.

Notes to Financial Statements

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of activities. Certain categories of expenses are attributable to both program services and supporting activities. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include depreciation and facility costs, which are allocated on a square-footage basis, as well as salaries and benefits, which are allocated based on estimates of time and effort.

Income Taxes

TAF is a not-for-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state taxes under similar provisions of the Florida statutes. Accordingly, no provision for federal and state income taxes has been recorded in the accompanying financial statements. TAF files the required annual federal informational return for tax-exempt organizations.

TAF identifies and evaluates uncertain tax positions, if any, and recognizes the impact of uncertain tax positions for which there is a less than more-likely-than-not probability of the position being upheld when reviewed by the relevant taxing authority. Such positions are deemed to be unrecognized tax benefits and a corresponding liability is established on the statement of financial position. TAF has not recognized a liability for uncertain tax positions. If there were an unrecognized tax benefit, TAF would recognize interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. TAF's remaining open tax years subject to examination by the Internal Revenue Service generally remain open for three years from the date of filing.

Use of Estimates

The preparation of financial statements in conformity with US GAAP 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 reporting period. Actual results could differ from those estimates.

Accounting Pronouncements Issued but Not Yet Adopted

Leases

In February 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-02, *Leases (Topic 842)*. This ASU requires a lessee to record, for all leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments. For leases with a lease term of 12 months or less, a practical expedient is available whereby a lessee may elect, by class of underlying asset, not to recognize a right-of-use asset or lease liability. A lessee making this accounting policy election would recognize lease expense over the term of the lease, generally in a straight-line pattern. This guidance is effective for financial statements issued for fiscal years beginning after December 15, 2020. Early adoption is permitted. In transition, a lessee and a lessor will recognize and measure leases at the beginning of the earliest period presented using a modified retrospective approach. The modified retrospective approach includes a number of optional practical expedients. These practical expedients relate to identifying and classifying leases that commenced before the effective date, initial direct costs for leases that commenced before the effective date, and the ability to use hindsight in evaluating lessee options to extend or terminate a lease or to purchase the underlying asset. ASU 2018-11 was issued in June 2018 that also permits entities to choose to initially apply ASU 2016-02 at the adoption date and recognize a cumulative-effect adjustment to the opening balance of net assets in the period of adoption. Management is currently evaluating the impact of this ASU on its financial statements.

The Assistance Fund, Inc.

Notes to Financial Statements

2. Investments

TAF's investments consist of the following:

<i>December 31,</i>	2019	2018
Cash and cash equivalents	\$ 13,209,719	\$ 964,471
Level 1:		
Fixed income mutual funds	9,965,557	7,094,903
Equity mutual funds	8,232,092	12,478,846
	\$ 31,407,368	\$ 20,538,220

3. Property and Equipment

Property and equipment consists of the following:

<i>December 31,</i>	2019	2018
Furniture and fixtures	\$ 380,268	\$ 340,731
Leasehold improvements	514,635	499,832
Computer and related equipment	63,969	63,969
	958,872	904,532
Less: accumulated depreciation and amortization	(487,471)	(323,900)
	\$ 471,401	\$ 580,632

Depreciation and amortization of property and equipment was \$163,573 and \$149,154 during the years ended December 31, 2019 and 2018, respectively. Depreciation of property and equipment is included in facility expenses on the accompanying statements of functional expenses.

4. Capitalized Software and Software Development Costs

Capitalized software and software development costs consist of the following:

<i>December 31,</i>	2019	2018
Internal-use software and software development costs	\$ 1,948,913	\$ 1,268,164
Less: accumulated amortization	(646,033)	(229,945)
	\$ 1,302,880	\$ 1,038,219

Amortization of capitalized software and software development costs was \$429,606 and \$415,273 during the years ended December 31, 2019 and 2018, respectively. Amortization of capitalized software and software development costs is included in technology expenses on the accompanying statement of functional expenses.

The Assistance Fund, Inc.

Notes to Financial Statements

Due to an increase in the complexity of operations, TAF determined that it was more cost effective to redesign and redevelop its core operating systems rather than attempting to reengineer our legacy systems. As such, the legacy systems have no remaining value and were written off effective December 31, 2018. During the year ended December 31, 2018, TAF wrote off \$1,156,750 in gross capitalized software costs and \$586,331 of associated accumulated amortization, resulting in a non-cash capitalized software impairment charge of \$570,419. Impairment charges are included in technology expenses on the accompanying statements of functional expenses.

5. Net Assets

Net assets without donor restrictions

At December 31, 2019 and 2018, all net assets without donor restrictions are undesignated as to their use.

Net assets with donor restrictions

As of December 31, 2019 and 2018, net assets with donor restrictions of \$279,561,049 and \$149,079,788, respectively, are restricted to qualifying patient assistance programs for specific disease states. During the years ended December 31, 2019 and 2018, net assets with donor restrictions of \$217,807,208 and \$151,362,715, respectively, were released from donor restrictions by incurring expenses related to qualifying patient assistance programs restricted for specific diseases states which satisfied the donor restricted purpose.

6. Liquidity

At December 31, 2019 and 2018, all net assets with donor restrictions are available for payment of qualifying patient assistance within the respective TAF disease-state funds as such expenditures are incurred, except for contributions receivable which are available when the receivable is collected which is expected within the next year and the expenditure is incurred. Likewise, as of December 31, 2019 and 2018, cash and investments without donor restrictions are available to meet cash needs for general expenditures of the organization within one year, in the amount of \$33,272,980 and \$18,533,597, respectively.

7. Operating Leases

TAF leases office space under agreements accounted for as operating leases which have terms expiring through November 1, 2024. Approximate future minimum lease payments under these operating leases are as follows:

<i>Year Ending December 31,</i>	<i>Amount</i>
2020	\$ 376,755
2021	295,328
2022	220,703
2023	205,575
2024	165,492
	<hr/>
	\$ 1,263,853

Rent expense was approximately \$254,300 and \$170,700 during the years ended December 31, 2019 and 2018, respectively, which is included in facility expense on the accompanying statements of functional expenses.

The Assistance Fund, Inc.

Notes to Financial Statements

8. Employee Benefit Plan

TAF sponsors a 401(k) qualified retirement plan covering full-time employees meeting certain age and length of service requirements. TAF makes a safe-harbor match of which participants are immediately fully vested. Participants may make voluntary contributions to this plan under its 401(k) provisions, subject to limitations based on IRS regulations and compensation. For the years ended December 31, 2019 and 2018, TAF contributions to the plan totaled approximately \$130,000 and \$95,000, respectively, which is included in personnel expenses on the accompanying statements of functional expenses.

9. Concentrations

For the year ended December 31, 2019, TAF received approximately 46% of its total contributions from three donors. For the year ended December 31, 2018, TAF received approximately 48% of its total contributions from three donors. A significant reduction in funding from these donors may lead to a reduction in program activities.

As of December 31, 2019, three donors accounted for 90% of contributions receivable. As of December 31, 2018, two donors accounted for 93% of contributions receivable.

10. Settlement

TAF received a civil investigative demand in October 2016 and a subpoena in January 2017, both from the U.S. Department of Justice (DOJ) requesting documents regarding the establishment and operation of our programs that provide financial assistance to patients. Other companies received similar inquiries as part of a DOJ investigation regarding whether patient assistance programs violated the Federal Anti-Kickback Statute and the Federal False Claims Act. On November 19, 2019, we entered into a civil Settlement Agreement with the DOJ and the Office of Inspector General (OIG) of the Department of Health and Human Services (collectively the "United States Government"). The Settlement Agreement is neither an admission of facts nor liability, nor a concession by the United States Government that its contentions are not well-founded. Under the Settlement Agreement, we paid to the United States Government the sum of \$4.0 million. In connection with the civil settlement, we also entered into a Corporate Integrity Agreement with the OIG, effective as of November 19, 2019, which requires us to maintain our corporate compliance program and to undertake a set of defined corporate integrity obligations for a period of three years, ending in November 2022.

11. General Contingencies

TAF may be involved in lawsuits in the normal course of business. Management cannot predict the outcome of the lawsuits or estimate the amount of any loss that may result. Accordingly, no provision for any contingent liabilities that may result has been made in the financial statements. Management believes that losses resulting from these matters, if any, would not have a material adverse effect on the financial position or results of operations of TAF.

The Assistance Fund, Inc.

Notes to Financial Statements

12. Subsequent Events

TAF has evaluated events and transactions occurring subsequent to December 31, 2019 as of April 15, 2020, which is the date the financial statements were issued. Subsequent events occurring after April 15, 2020 have not been evaluated by management.

COVID-19

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) as a global pandemic (“coronavirus pandemic”) and recommended containment and mitigation measures worldwide. The coronavirus pandemic is significantly affecting the United States and global economies. The extent of the impact of the coronavirus pandemic on our operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on our donors, and effect on our staffing, all of which are uncertain and cannot be predicted.

As of the date of this filing, TAF has shifted essentially all employees to work from home. While this has not had any material negative impact on our operations to date, we do anticipate that we may face staffing challenges so long as school closures and COVID-19 related concerns exist. These factors could impact our ability to maintain our operations which may disrupt our business and negatively impact our financial results. In addition, TAF is heavily dependent upon corporate donations and has not seen a significant impact of COVID-19 on current contributions, however, TAF is unable to predict its impact on future donations.

There are no comparable recent events which may provide guidance as to the effect of the coronavirus pandemic, and, as a result, the ultimate impact of the COVID-19 outbreak or a similar health epidemic is highly uncertain and subject to change. We do not yet know the full extent or impacts on our business; however, the effects could have a material impact on our operations, and we will continue to monitor the COVID-19 situation closely.

CARES Act

On March 27, 2020 the Coronavirus Aid, Relief and Economics Security (“CARES”) Act was enacted. The CARES Act was enacted to address the economic fallout of the COVID-19 outbreak on the economy. Management is currently evaluating the effect, if any, of the provisions of the CARES Act but is uncertain what provisions might be applicable as of the date of this report.