

Esophageal Cancer Education  
Foundation Inc.  
(A Not-for-Profit Organization)  
Financial Statements  
Year ended December 31, 2020

Esophageal Cancer Education Foundation Inc.  
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December 31, 2020

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**Report of Independent Auditors**

The Board of Directors  
Esophageal Cancer Education Foundation Inc.  
New York, NY

**Report on the Financial Statements**

We have audited the accompanying financial statements of Esophageal Cancer Education Foundation Inc., which include the statement of financial position as of December 31, 2019, 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 audit 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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the 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 Esophageal Cancer Education Foundation Inc. as of December 31, 2020, and the change 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.

*Lehman Flynn Vollaro*

Melville, NY  
April 9, 2021

Esophageal Cancer Education Foundation Inc.  
Statements of Financial Position  
December 31, 2020

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Assets	
Cash and cash equivalents	\$ 151,304
Total assets	<u>151,304</u>
Current liabilities	
Accrued expenses and other liabilities	<u>3,250</u>
Net assets	
Without donor restrictions	<u>148,054</u>
Total liabilities and net assets	<u>\$ 151,304</u>

Esophageal Cancer Education Foundation Inc.  
Statement of Activities  
Year Ended December 31, 2020

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	<u>Without Donor Restrictions</u>
Revenue and support	
Contributions	<u>\$ 68,307</u>
Expenses and losses	
Program services expense	
Total program expenses	9,386
Supporting services expense	
Management and general	6,371
Fundraising and development	1,000
Total supporting services expenses	<u>7,371</u>
Total expenses and losses	<u>16,757</u>
Change in net assets	51,550
Net assets, beginning of year	96,504
Net assets, end of year	<u><u>\$ 148,054</u></u>

**Esophageal Cancer Education Foundation Inc.**  
**Statement of Functional Expenses**  
**Years Ended December 31, 2020**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Book distribution	\$ 3,146	\$ -	\$ -	\$ 3,146
Conferences, meetings	1,000	-	-	1,000
Program marketing	2,069	-	-	2,069
Website	1,000	1,000	1,000	3,000
Office and other expenses	2,171	2,171	-	4,342
Professional fees	-	3,200	-	3,200
<b>Total expenses by function</b>	<b>\$ 9,386</b>	<b>\$ 6,371</b>	<b>\$ 1,000</b>	<b>\$ 16,757</b>
	56%	38%	6%	

Esophageal Cancer Education Foundation Inc.  
Statements of Cash Flows  
Years Ended December 31, 2020

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Cash flows from operating activities	
Change in net assets	\$ 51,550
Adjustments to reconcile change in net assets to net cash from (used for) operating activities	
Accrued expenses and other liabilities	(195)
Net change in cash and cash equivalents	51,355
Cash and cash equivalents, beginning of year	99,949
Cash and cash equivalents, end of year	<u>\$ 151,304</u>
 Supplemental disclosure of cash flow information	
Cash paid during the year for	
Interest	\$ -
Income taxes	-

**Esophageal Cancer Education Foundation Inc.**  
Notes to Financial Statements  
December 31, 2020

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**Note 1 - Principal activity and significant accounting policies**

**Organization**

Esophageal Cancer Education Foundation Inc. (the "Company") is a nonprofit organization located in New Jersey.

The Company's mission is to bring awareness and educate the public and medical community about this dreaded disease, to walk the journey with patients who have the disease, and to financially support research projects that focus on the development of an early warning test for the disease.

**Basis of accounting**

The accompanying financial statements of the Company have been prepared on the accrual basis of accounting.

**Basis of presentation**

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standard Codification (ASC) No. 958, *Financial Statements of Not-for-profit Organizations*. Under ASC No. 958, the Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

**Cash and cash equivalents**

We consider all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

**Property and equipment**

Property and equipment are recorded at cost. Depreciation and amortization has been provided on the straight-line method over the estimated useful life of the respective assets, which range from three to ten years.

**Net assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.



**Esophageal Cancer Education Foundation Inc.**  
Notes to Financial Statements  
December 31, 2020

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*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

**Functional allocation of expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**Accounting for uncertainty in income taxes**

Esophageal Cancer Education Foundation Inc.'s current accounting policy is to disclose liabilities for uncertain tax positions when a liability is probable and estimable. Management is not aware of any violation of its tax status as an organization exempt from income taxes, nor is it aware of any exposure to unrelated business income tax. Esophageal Cancer Education Foundation Inc. is no longer subject to U.S. Federal, State and Local examinations by tax authorities for the years before December 31, 2015.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires us to make estimates and assumptions that affect the reported amounts of 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, and those differences could be material.

**Financial instruments and credit risk**

We manage deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by us to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, we have not experienced losses in any of these accounts.

**Subsequent events**

We have evaluated subsequent events through April 9, 2021, the date the financial statements were available to be issued.

Esophageal Cancer Education Foundation Inc.  
Notes to Financial Statements  
December 31, 2020

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**Note 2 - Liquidity and availability**

We regularly monitor the availability of resources required to meet our operating needs and other contractual commitments.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, consists of the following:

Cash and cash equivalents	<u>\$ 151,304</u>
	<u>\$ 151,304</u>