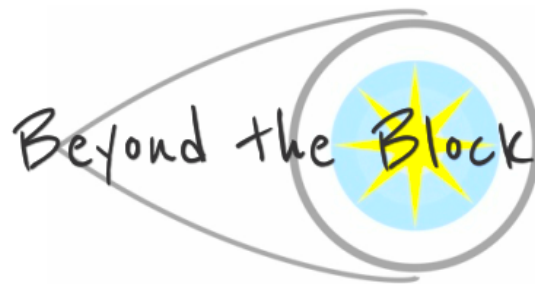


Beyond the Block 2018-2019 Annual Report

Beyond the Block is a 501(c)3 educational nonprofit. Our mission is to improve global awareness, increase intellectual curiosity, develop critical-thinking skills, and encourage completion of high school and post-secondary education in at-risk youth through the production of educational travel documentary videos, an accompanying curriculum, and other educational opportunities and materials.



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Dear Friends and Donors,

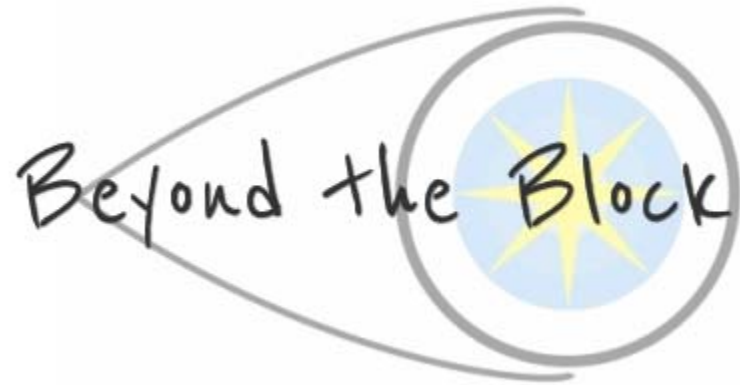
We are excited to share that this program year brought us a new publication! “The Case of Collaboration: A Closer Look at a University/K-12/Nonprofit Partnership” was a profile of Beyond the Block’s partnership with one of our Los Angeles middle school partners. This chapter was published in the book *School-Based Family Counseling: An Interdisciplinary Practitioner’s Guide* this past summer. Our organization was also chosen to be an “Exemplary Program” by the Institute for School-Based Family Counseling. After contributing to the fields of ethnography and education last year, we are happy to have the work of Beyond the Block featured in and recognized by the counseling field this year.

As we reflected on the research we have done related to Beyond the Block and became honest about the time limitations put on me by my position as an Assistant Professor at Cal State LA, we began brainstorming how we could get these important lessons out to as many students as possible, while still making sure the delivery was ethical and engaging. From that came the idea to adapt our current curriculum into an online format. We are SO excited about this idea and have been working since January 2019 on this project. All current materials will be free for students. In the future, we will also be able to connect with and train more educators in diversity education using this platform. We hope to have our first course ready to launch by January 2020.

Thank you for your continued support. It is because of you that we are able to continue our mission!

Sincerely,

Deborah Ribera, Ph.D.
Founder and CEO
Beyond the Block, Inc.



FINANCIAL STATEMENTS

AUGUST 31, 2019

BEYOND THE BLOCK, INC.
FINANCIAL STATEMENTS
AUGUST 31, 2019

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BEYOND THE BLOCK, INC.
STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2019

ASSETS

Current Assets: (Notes 2 and 3)

Cash and cash equivalents	\$ 11,410
Total Current Assets	<u>11,410</u>

Noncurrent Assets: (Notes 2 and 4)

Property and equipment, net	1,256
Total Noncurrent Assets	<u>1,256</u>

TOTAL ASSETS	\$ <u><u>12,666</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable and accrued expenses	\$ -
Total Current Liabilities	<u>-</u>

Total Liabilities	<u>-</u>
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Net Assets:

Without Donor Restrictions	<u>12,666</u>
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Total Net Assets	<u>12,666</u>
------------------	---------------

TOTAL LIABILITIES AND NET ASSETS	\$ <u><u>12,666</u></u>
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The accompanying notes are an integral part of the financial statements.

BEYOND THE BLOCK, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2019

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
<u>Revenue and Support:</u>			
Contributions	\$ 1,357	\$ -	\$ 1,357
Other income	-	-	-
Total Revenue and Support	<u>1,357</u>	<u>-</u>	<u>1,357</u>
<u>Expenses:</u>			
Program Services:			
Educational contents	<u>806</u>	<u>-</u>	<u>806</u>
Total Program Services	<u>806</u>	<u>-</u>	<u>806</u>
Supporting Services:			
Management and general	677	-	677
Fundraising	<u>-</u>	<u>-</u>	<u>-</u>
Total Supporting Services	<u>677</u>	<u>-</u>	<u>677</u>
Total Expenses	<u>1,483</u>	<u>-</u>	<u>1,483</u>
Change in Net Assets	(126)	-	(126)
Net Assets at Beginning of Year	<u>12,792</u>	<u>-</u>	<u>12,792</u>
NET ASSETS AT END OF YEAR	<u>\$ 12,666</u>	<u>\$ -</u>	<u>\$ 12,666</u>

The accompanying notes are an integral part of the financial statements.

BEYOND THE BLOCK, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED AUGUST 31, 2019

	<u>Program Services</u>	<u>Supporting Services</u>	
	Educational <u>Contents</u>	Management <u>and General</u>	<u>Total</u>
<u>Operating Expenses:</u>			
Office supplies and software	\$ 806	\$ -	\$ 806
Depreciation	-	282	282
Operations website	-	169	169
Office expense	-	135	135
Operations finance software	-	50	50
Bank charges and fees	-	41	41
Total Expenses	\$ <u>806</u>	\$ <u>677</u>	\$ <u>1,483</u>

The accompanying notes are an integral part of the financial statements.

BEYOND THE BLOCK, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2019

<u>Cash Flows From Operating Activities:</u>	
Change in net assets	\$ (126)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	282
Net Cash Provided by Operating Activities	<u>156</u>
 <u>Cash Flows From Investing Activities:</u>	
Purchase of property and equipment	<u>(1,538)</u>
Net Cash Used in Investing Activities	<u>(1,538)</u>
 Net Decrease in Cash and Cash Equivalents	 (1,382)
 Cash and Cash Equivalents at Beginning of Year	 <u>12,792</u>
 CASH AND CASH EQUIVALENTS AT END OF YEAR	 \$ <u>11,410</u>

The accompanying notes are an integral part of the financial statements.

BEYOND THE BLOCK, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019

Note 1 - Organization:

Beyond the Block, Inc. (“the Organization”) is a non-profit organization incorporated on September 10, 2007 to improve global awareness, increase intellectual curiosity, develop critical-thinking skills, and encourage completion of high school and post-secondary education in at-risk youth through the production of educational travel documentary videos, an accompanying curriculum, and other educational opportunities and materials.

The registered office of the organization is located at 2622 19th Avenue, San Francisco, California, 94166, United States of America.

The organization is funded by individual donors.

The organization is recognized by the Internal Revenue Service in December 2008 as a qualified nonprofit organization as described in Section 501(c) (3) of the U.S. Internal Revenue Code (“the Code”) and is, therefore, exempt from federal income taxes on operations related to its exempt purpose and other income. The organization is also recognized by the California Franchise Tax Board as exempt in California under the California Revenue and Taxation Code Section 23701(d).

Note 2 - Significant Accounting Policies:

Accounting Method

The financial statements of the Organization have been prepared on the accrual basis of accounting which is in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) and, accordingly, reflect all significant receivables, payables, and other liabilities.

Financial Statement Presentation

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 thereon 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.
- 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. 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.

BEYOND THE BLOCK, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019

Note 2 - Significant Accounting Policies: (Continued)

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value Measurements

Fair value accounting standards define fair value, establish a framework for measuring fair value, outline a fair value hierarchy based on inputs used to measure fair value and enhance disclosure requirements for fair value measurements. The fair value hierarchy distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity (observable inputs that are classified within Level 1 or 2 of the hierarchy) and the reporting entity's own assumptions about market participant assumptions (unobservable inputs classified within Level 3 of the hierarchy). The Organization had no financial instruments at August 31, 2019.

Capitalization and Depreciation

The Organization capitalizes all expenditures in excess of \$1,000 for property and equipment at cost, while donations of property and equipment are recorded at their estimated fair values. Such donations are reported as support without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and equipment are depreciated using the straight-line method over the estimated useful asset lives as follows:

Computer equipment	5 years
--------------------	---------

Depreciation totaled \$282 for the year ended August 31, 2019.

Maintenance and repairs are charged to operations as incurred. Upon sale or disposition of property or equipment, the asset account is reduced by the cost and the accumulated depreciation account is reduced by the depreciation taken prior to the sale. Any resultant gain or loss is then recorded as income or expense.

BEYOND THE BLOCK, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019

Note 2 - Significant Accounting Policies: (Continued)

Revenue Recognition

Contributions

Contributions are recognized when the donor makes a promise to give to the Organization that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Donated Services and Support

The Organization utilizes the services of many volunteers throughout the year. This contribution of services by the volunteers is not recognized in the financial statements unless the services received (a) create or enhance nonfinancial assets or (b) require specialized skills which are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The donated services for the year ended August 31, 2019, did not meet the requirements above, therefore no amounts were recognized in the financial statements.

Functional Allocation of Expenses

The statement of functional expenses presents expenses by function and natural classification. Expenses directly attributable to the operation of the programs of the Organization are reported as program expenses and all remaining expenses are considered supporting services expenses.

Income Taxes

The organization is recognized by the Internal Revenue Service as a qualified nonprofit organization as described in Section 501(c)(3) of the U.S. Internal Revenue Code (the "Code") and is, therefore, exempt from federal income taxes on operations related to its exempt purpose and other income. The organization is also recognized by the California Franchise Tax Board as exempt in California under the California Revenue and Taxation Code Section 23701(d). However, unrelated business income, if any, would be subject to income tax.

The organization files income tax returns in the U.S federal jurisdiction and various state and foreign jurisdictions. Pursuant to the statute of limitations, the organization is open to audit by various taxing authorities. The organization currently does not have any examinations in progress. In the event the organization has assessment from a taxing authority, it is its accounting policy to recognize any interest and penalties as a component of income tax expense.

BEYOND THE BLOCK, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019

Note 2 - Significant Accounting Policies: (Continued)

Concentrations

Credit Risk

The Organization maintains its cash in bank which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Accounting Pronouncements Adopted

In August 2016, the FASB issued ASU 2016-14, "Presentation of Financial Statements of Not-for-Profit Entities" (Topic 958). The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures. The major changes include: (a) requiring the presentation of only two classes of net assets now entitled "net assets without donor restrictions" and "net assets with donor restrictions", (b) modifying the presentation of underwater endowment funds and related disclosures, (c) requiring the use of the placed in service approach to recognize the expirations of restrictions on gifts used to acquire or construct long-lived assets absent explicit donor stipulations otherwise, (d) requiring that all nonprofits present an analysis of expenses by function and nature in either the statement of activities, a separate statement, or in the notes and disclose a summary of the allocation methods used to allocate costs, (e) requiring the disclosures of quantitative and qualitative information regarding liquidity and availability of resources, and (f) modifying other financial statement reporting requirements and disclosures intended to increase the usefulness of nonprofit financial statements. The Organization has early adopted this ASU as of and for the year ended August 31, 2019. The adoption required the reclassification of net assets previously reported as temporarily restricted to net assets without donor restrictions at August 31, 2018.

In June 2018, the FASB issued ASU 2018-08, Not-for-Profit Entities (Topic 958), Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. The ASU clarifies and improves guidance for contributions received and contributions made and provides guidance to organizations on how to account for certain exchange transactions. This change is preferable in that it clarifies whether to account for transactions as contributions or as exchange transactions. In addition, it clarifies whether a contribution is conditional. As a result, it enhances comparability of financial information among not-for-profit entities. The change in accounting principle was adopted on a modified prospective basis for the year ended August 31, 2019. As a result, there was no cumulative-effect adjustment to opening net assets without donor restrictions or opening net assets with donor restrictions as of September 1, 2018.

For More Information

For more information please visit
our website at

www.beyondtheblock.org