

**INSTITUTE OF THE BLACK WORLD  
21<sup>ST</sup> CENTURY, INC.**

**FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED:**

**DECEMBER 31, 2019 AND 2018**

**INSTITUTE OF THE BLACK WORLD 21<sup>ST</sup> CENTURY, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2019 AND 2018**

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of  
Institute of the Black World 21<sup>st</sup> Century, Inc.  
31-35 95<sup>th</sup> Street  
Elmhurst, NY 11369-1745

We have reviewed the accompanying financial statements of Institute of the Black World 21<sup>st</sup> Century, Inc. (a nonprofit organization), which comprise the statements of financial position—modified cash basis as of December 31, 2019 and 2018, and the related statements of activities—modified cash basis for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible 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.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

**Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.



Vijay Sammy, CPA, LLC  
Vijay Sammy, CPA, President  
Jersey City, NJ 07307  
November 6th, 2020

**Institute of the Black World 21st Century, Inc.**  
**Statements of Financial Position- Modified Cash Basis**

	December 31, 2019	December 31, 2018
<b>Assets</b>		
<b><u>Current Assets</u></b>		
Cash	\$ 12,521	\$ 3,232
Total Current Assets	12,521	3,232
<b>Total Assets</b>	\$ 12,521	\$ 3,232
 <b>Liabilities and Net Assets</b>		
<b><u>Current Liabilities</u></b>		
Credit card	\$ 15,108	\$ 4,167
Officer' Loans	15,850	-
Total Current Liabilities	30,958	4,167
 <b><u>Net Assets</u></b>		
Net assets without donor restrictions	(18,437)	(935)
<b>Total Liabilities and Net Assets</b>	\$ 12,521	\$ 3,232

**Institute of the Black World 21st Century, Inc.**  
**Statements of Activities-Modified Cash Basis**  
**For years ended December 31:**

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Direct Public Support:		
Foundations	\$ 149,688	\$ 159,500
Contributions	33,722	43,001
Other Income/(Expense):		
Interest Income	7	11
Total Revenue	183,417	202,512
<b>Expense</b>		
Program Expenses	161,458	177,220
Management and General Expenses	39,461	37,308
Total Expense	200,919	214,528
Changes in Net Assets (Deficiency)	(17,502)	(12,016)
Net Assets (Deficiency) at Beginning of Year	(935)	11,081
Net Assets (Deficiency) at End of Year	\$ (18,437)	\$ (935)

**Institute of the Black World 21st Century, Inc.**  
**Statements of Functional Expenses - Modified Cash Basis**  
**For the Year Ended December 31, 2019**  
(with comparative totals for the year ended December 31, 2018)

	Program Expenses	Management and General Expenses	Total 2019	Total 2018
<b>Expenses:</b>				
Advertising	-	324	324	-
Bank Charges	-	399	397	512
Catering Expenses	10,876	-	10,876	4,437
Charity Registration	-	-	-	50
Conference/Venues	8,035	-	8,035	-
Consulting Services	78,107	-	78,107	96,331
Contributions	-	-	-	1,939
Event Space Rental	-	6,099	6,099	8,132
Events expense	10,013	-	10,014	17,488
Grant Writing	-	-	-	15,000
Insurance	-	150	150	-
Merchant Fees	1,844	-	1,844	4,154
Office Supplies	-	4,062	4,062	2,141
Postage and Delivery	-	309	309	697
Printing and Reproduction	750	-	750	-
Professional Fees	-	9,530	9,530	5,500
Software	-	-	-	472
Telephone	-	5,914	5,914	4,728
Travel and Lodging	51,833	-	51,833	37,872
Web Page	-	12,674	12,674	15,076
<b>Total Expenses</b>	<b>161,458</b>	<b>39,461</b>	<b>200,918</b>	<b>214,529</b>

**INSTITUTE OF THE BLACK WORLD 21<sup>ST</sup> CENTURY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2019 AND 2018**

**Note 1 – Nature of Operations**

Institute of the Black World 21<sup>st</sup> Century, Inc. (the Organization), is a not-for-profit organization established under the laws of the District of Columbia with its headquarters in New York. The Organization is committed to building the capacity of any form, to work for the social, political, economic and cultural uplift and development of Black America and the Global Black Community and an enhanced quality of life for all oppressed people.

The Organization sponsors periodic educational and cultural Forums in the greater New York area and nationally, in order to create public awareness around a range of issues affecting African American and people of African descent in the U.S. and Internationally, e.g., status of public education, War on Drugs, health disparities, affordable housing ,crisis of gentrification, police misconduct, crime/violence, prison-jail industrial complex, voter registration, educated and participation, status of democratic governance and development in Africa and the Caribbean, the U.S., and global reparations movements. The Organization encourages civic participation and engagement at Forums, Symposia and Workshops. Interested parties volunteer to assist with the implementation of the Organization’s mission and programs.

The Organization also convenes a quarterly Pan African Unity Dialogue (PAUD) to discuss avenues of mutual support among Continental Africans, Afro-Latinos, Caribbean Americans and African Americans. Participants share information about the mission and program of their respective organizations, identify upcoming events and identify issues of concern to their community. Business/economic development, immigration policy reform, civic engagement/participation are among the issues frequently discussed.

**Note 2 – Basis of Accounting**

Institute of the Black World 21<sup>st</sup> Century, Inc.’s policy is to prepare its financial statements based on the cash basis of accounting; consequently, contributions and other revenues are recognized when received rather than when promised or earned, and certain expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

Net Assets Without Donor Restrictions

Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met. The organization used donor funds as stipulated.



**INSTITUTE OF THE BLACK WORLD 21<sup>ST</sup> CENTURY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2019 AND 2018**

**Note 2 – Basis of Accounting (continued)**

Net Assets With Donor Restrictions

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by passage of time, be fulfilled or removed by actions of the Fund, pursuant to those stipulations. Certain restrictions may need to be maintained in perpetuity.

**Note 3 – Summary of Significant Accounting Policies**

Cash

The Organization's cash is placed within financial institutions in the United States. At times, the balance on deposits exceeds federally insured limits. As of December 31, 2019, there were no amounts over the federally insured limits.

Use of Estimates

The preparation of the financial statements is in conformity with the modified cash basis of accounting. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Comparative Financial Information

The financial statements include certain prior-year comparative information. That information does not include sufficient detail to constitute a presentation in conformity with the modified cash basis of accounting. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2019, from which the comparative information was derived.

Functional Allocation of Expenses

The costs of providing the Organization's activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The allocation of costs on a functional basis is based on management's estimates.

Subsequent Events

The Company has performed a review of events subsequent the statement of financial position date through November 6th, 2020, the date the financial statements were available to be issued.

**INSTITUTE OF THE BLACK WORLD 21<sup>ST</sup> CENTURY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2019 AND 2018**

**Note 4 – Income Taxes**

The Organization is exempt from federal income taxes under Internal Revenue Code – Section 501(c)(3) of the Internal Revenue Code and has been classified as an organization which is not a private foundation under Section 509(a). Tax returns are subject to review for 3 years after filing. The tax years 2018, 2017, 2016 are still open to review for both federal and state purposes.

**Note 5 – Contribution**

Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. When restrictions expire (that is, when a stipulation time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. In the absence of donor restrictions to the contrary, restrictions on contributions of property or equipment or on assets restricted to acquiring property or equipment expire when the property or equipment is placed in service.

**Note 6 - Concentration of Revenue**

There is generally the risk of concentration of revenue among donors. Concentration of revenue could lead to vulnerability of organization. The Organization receives 81% of revenue from nine (9) different foundations and 19% of revenue from private entities. The largest donor is Faith in Action which provided 24% of total revenues for year ended December 31, 2019. For year ended December 31, 2018, the Organization receives 79% of revenue from six (6) different foundations and 21% of revenue from private entities.

**Note 7-Effects of Current Economic Conditions on Contributions**

The Organization depends heavily on contributions and grants for its revenue. The ability of the Organization's contributors and grantors to continue giving amounts comparable with prior years may be dependent upon current and future economic conditions and the continued deductibility for income tax purposes of contributions and grants to the Organization. While the Organization's Board of Directors believes that economic conditions such as tax deductibility are stable enough for the Organization to continue its programs, its ability to do so and the extent to which it continues may be dependent on the above factors.

**Note 8-Donated Services and IN-KIND Support**

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Council. Materials and other noncash donations are recorded at cost or estimated fair value determined at the date of donation. No donated services or in-kind support were received during the years ended December 31, 2019 and 2018.

**INSTITUTE OF THE BLACK WORLD 21<sup>ST</sup> CENTURY, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2019 AND 2018**

**9-Liquidity and Availability of Financial Assets**

The Organization's primary source of support are contributions from private foundation and private entities. The following reflects the Organization's financial assets of the statement of financial position date, reduced by amounts not available for general use within one year of this date. Net assets of \$12,521 for year 2019 vs \$3,232 for year 2018

**Note 10 - Subsequent Event**

In December 2019, a novel strain of coronavirus surfaced, and has spread around the world, with resulting business and social disruption. The coronavirus was declared a Public Health Emergency of International Concern by the World Health Organization on January 30, 2020. The operations and business results of the Organization could be materially adversely affected. The extent to which the coronavirus may impact business activity will depend on future developments and donors, which are uncertain and cannot be predicted, including new information which may emerge concerning the severity of the coronavirus and the actions required to contain the coronavirus or treat its impact, among others.