HINDU UNIVERSITY OF AMERICA INC

(A Florida Nonprofit Corporation)

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT
YEAR ENDED

JUNE 30, 2021

CPA Auditor, Inc.

Professional Accountancy Corporation

HINDU UNIVERSITY OF AMERICA INC

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of
Hindu University of America, Inc
Orlando, Florida

Report on the Financial Statements

We have audited the accompanying statements of financial position of Hindu University of America, Inc (a Florida nonprofit corporation) as of June 30, 2021 and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended and the related notes to the financial statements.

Managements' Responsibility for the Financial Statements

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit 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 Hindu University of America, Inc'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 Hindu University of America, Inc '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 Hindu University of America, Inc as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Cpa Auditor, Inc.

San Francisco, California
March 16, 2022

HINDU UNIVERSITY OF AMERICA INC
(A Florida Nonprofit Corporation)
Statement of Financial Position
June 30, 2021

ASSETS

		June 30, 2021
Current Assets		
Cash and cash equivalents	$	2,205,663
Total Current Assets		2,205,663
Total Assets	$	**2,205,663**

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts and credit cards payable	$	7,683
Total Current Liabilities		7,683
		-
Net Assets		
Without donor restrictions		2,197,980
Total Net Assets		2,197,980
Total Liabilities and Net Assets	$	**2,205,663**

HINDU UNIVERSITY OF AMERICA INC

(A Florida Nonprofit Corporation)

Statement of Activities and Changes in Net Assets

Year Ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Donation and Support			
General donation	$ 1,934,639	$ -	$ 1,934,639
Research grants, private	-	33,200	33,200
Tuition Revenue			
Student tuition revenue	480,995	-	480,995
Textbook sale and other revenue	16,252	-	16,252
Investment Income			
Interest income	1,533	-	1,533
Total revenue and support	2,433,419	33,200	2,466,619
Expenses:			
Program services:			
Program	555,408	33,200	588,608
Support services:			
General and administrative	256,219	-	256,219
Fundraising	-	-	-
Total support services	256,219	-	256,219
Total Expenses	811,627	33,200	844,827
Change in net assets	1,621,792	-	1,621,792
Net Assets, beginning of year	576,188	-	576,188
Net Assets, end of year	**$ 2,197,980**	**$ -**	**$ 2,197,980**

See accompanying notes to financial statements

HINDU UNIVERSITY OF AMERICA INC

(A Florida Nonprofit Corporation)

Statement of Cash Flows

Year Ended June 30, 2021

		June 30, 2021
Cash flow from operating activities:		
Change in net assets	$	1,621,792
Adjustments to reconcile change in net assets to		
net cash provided by operating activities:		
Changes in assets and liabilities:		
Prepaid expenses		48,329
Accounts payable		8,192
Net cash provided by operating activities		1,678,313
Net increase in cash and cash equivalents		1,678,313
Cash and cash equivalents, as of June 30, 2020		527,350
Cash and cash equivalents, as of June 30, 2021	$	**2,205,663**
SUPPLEMENTAL CASH-FLOW INFORMATION		
Interest paid	$	-
Income taxes paid	$	-

See accompanying notes to financial statements

HINDU UNIVERSITY OF AMERICA INC

(A Florida Nonprofit Corporation)

Statement of Functional Expenses

Year Ended June 30, 2021

	Program	General and Administrative	Fundraising	Total
Academic contracts	$ 234,101	$ -	$ -	$ 234,101
Admin contracts	-	213,450	-	213,450
Faculty payments	114,979	-	-	114,979
Academic research grants	88,320	-	-	88,320
Advancement contracts	87,500	-	-	87,500
Advertising and marketing	47,120	-	-	47,120
Legal and professional	-	19,458	-	19,458
Technology	-	17,816	-	17,816
Merchant and bank fees	7,769	-	-	7,769
Cost of books sold and other	7,006	-	-	7,006
Computer and software	-	5,495	-	5,495
Postage	1,813	-	-	1,813
Total expenses	**$ 588,608**	**$ 256,219**	**$ -**	**$ 844,827**
Percentage of total expense	70%	30%	0%	100%

1. Summary of Significant Accounting Policies

Nature of Activities -- Founded in 1989, Hindu University of America, Inc, ("Organization") a Florida nonprofit public educational corporation, is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. The organization's mission is to provide education in knowledge systems based in Hindu thought involving critical inquiry, ethics, and self-reflection. Committed to fostering the culture and traditions of Hindu Dharma in an atmosphere of academic excellence and freedom, it prepares students for service, leadership, and global engagement.

Basis of Accounting -- Hindu University of America prepares the financial statements using the accrual basis of accounting in conformity with the generally accepted accounting principles in the United States of America. Under this basis of accounting, revenues are recognized in the period in which they are earned and expenses are recognized in the period incurred.

Basis of Presentation -- Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards and Accounting Standards Codification, Financial Statements of Not-for-Profit Organizations. Under Statement of Financial Accounting Standards and Accounting Standards Codification, the organization is required to report information regarding its financial position and activities according to classes of net assets: without donor restrictions and with donor restrictions.

Net Assets Without Donor Restrictions -- Revenues derived from contributions, investment income, and other inflows of assets whose use by the organization is not limited by donor-imposed restrictions. Certain assets without donor restrictions have been designated by the Board of Directors of the organization in agreement with any use restrictions as certain property and equipment needed by the organization for operations of its chartered purpose.

Net Assets with Donor Restrictions -- Contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that the resources must be maintained by the organization. The organization has no net assets with donor restrictions for the year ended June 30, 2021.

Contributions -- Under Financial Accounting Standards Board in its Statement of Financial Accounting Standards and Accounting Standards Codification, Accounting for Contributions Received and Contributions Made, contributions received are recorded as net assets with or without donor restrictions depending on the absence or existence and nature of any donor restrictions.

Description of Program and Supporting Services -- The following program and supporting services are included in the accompanying financial statements:

Program -- Program is to provide educational programs and courses in the knowledge systems based in Hindu thought.

Management and General -- Hindu University of America is managed by a President working in close collaboration with a Board of Trustees of the organization and an administrative team to ensure an adequate working environment, provide coordination and articulation of the organization's program strategy, secure proper administrative functioning, and to manage the financial and budgetary responsibility.

Fundraising -- Provides the structure necessary to encourage and secure financial support from individuals, foundations, and corporations.

Cash and Cash Equivalents -- Cash consists of interest and non-interest-bearing accounts with two financial institutions. The organization considers all highly liquid investments with original maturity of three months or less from the date of purchased, to be cash equivalents. The carrying value of cash equivalents approximates fair value.

Accounts Payable and Credit Card Liabilities -- Accounts payable and credit card liabilities are recorded when goods or benefits are received. The carrying amount of accounts payable and credit card liabilities in the statement of financial position approximates its fair value.

Advertising and Marketing -- Hindu University of America expenses the costs of advertising, marketing, including promotional expenses, as incurred. Advertising and marketing expenses were $47,120 for the year ended June 30, 2021.

Revenue Recognition -- Contributions are recognized when the donor makes a promise to give to the organization that is, in substance, unconditional. Conditional promises to give are recognized when the conditions upon they depend are met. Donor-restricted contributions are reported as increase in net assets with donor restrictions. When restriction conditions are met, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Income Taxes -- Hindu University of America is a qualified organization exempt from Federal income and Florida franchise taxes under the provisions of Sections 501(c)(3) of the Internal Revenue Code and 23701(d) of the Florida Revenue and Taxation Code, respectively. In addition, the organization does not have any unrelated taxable business income in accordance with the Internal Revenue Service Code and FASB ASC 740 (FIN 48) does not apply.

Functional Allocation of Expenses -- The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Directly identifiable expenses are charged to programs, support services, and capitalized projects. Expenses related to more than one function are charged to programs, support services, and capitalized projects on the basis of periodic time. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide the overall support and direction of the organization.

Estimates Included in the Financial Statements -- The preparation of financial statements in conformity with generally accepted accounting principles 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 expenses during the reporting period. The organization is subject to risks and uncertainties that may cause actual results to differ from estimated amounts, such as changes in the legislation and regulations. The organization regularly evaluates their estimates and assumptions using historical experience and expectations about the future. The organization adjusts their estimates and assumptions when facts and circumstances indicate the need for change.

Fair Value of Financial Instruments -- The carrying amounts of financial instruments including cash and cash equivalents, accounts payable, credit card liabilities, and tuition fees received in advance approximate fair value at June 30, 2021, because of the relatively short maturity of these instruments.

2. Revenue and Support -- Under Statement of Financial Accounting Standards and Accounting Standards Codification, accounting for Contributions Received and Contributions Made, contributions received are recorded as with donor restrictions or net assets without donor restrictions net assets depending on the absence or existence and nature of any donor restrictions.

Contributed Services -- Contribute services are recognized as contributions in accordance with Statement of Financial Accounting Standards and Accounting Standards Codification, Accounting for Contributions Received and Contributions Made, if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the organization.

The organization receives donated services from unpaid volunteers. During the year, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Numerous volunteers have donated significant amounts of time to the organization that are not recognized as contributions in the financial statements since the recognition criteria under Statement of Financial Accounting Standards and Accounting Standards Codification were not met.

3. Concentration of Credit Risk -- Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of deposits greater than $250,000 for interest bearing accounts with each financial institution that is a member of Federal Deposit Insurance Corporation (“FDIC”), and security deposits greater than $500,000 ($250,000 in cash) with each financial institution that is a member of Securities Investor Protection Corporation (“SIPC”).

The organization has cash balances on deposit at June 30, 2021 that exceeded the balance insured by the FDIC in the amount of $1,500,127. Management of the organization periodically reviews its cash policies and believes any potential accounting loss is minimal.

4. <u>Risk and Uncertainties</u> -- Hindu University of America is subject to not-for-profit regulations. Any changes in these regulations could materially affect the organization's activities and operations. In the normal course of business, the organization may periodically be subject to various claims and lawsuits. The organization intends to defend any claims and lawsuits vigorously.

The organization's management is not aware of any material contingencies through January 31, 2022 the date the financial statements were issued.

5. <u>Liquidity and Availability of Resources</u> -- Hindu University of America has $2,205,663 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure consisting of cash of $2,205,663. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The organization has a goal to maintain financial assets, which consist of cash on hand to cover a year of normal operating expenses, which are, on average, approximately $850,000. The organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

6. <u>Subsequent Events</u> -- As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may impact operating activities, though such potential impact is unknown at this time.

Management has evaluated subsequent events through March 16, 2022, the date which the financial statements were available to be issued. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with the accounting principles generally accepted in the United States of America. Hindu University of America has determined that there are no unrecognized subsequent events that require additional disclosures.