

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
Financial Statements  
For the Years Ended September 30, 2021 and 2020

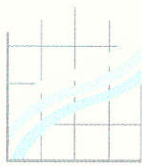
**RAIN FOR THE SAHEL AND SAHARA, INC.**

Financial Statements

For the Years Ended September 30, 2021 and 2020

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Murphy, Powers & Wilson

Certified Public Accountants, P.C.

Michael J. Murphy, CPA  
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William R. Powers, CPA (Retired)

## ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors of  
Rain for the Sahel and Sahara, Inc.

Management is responsible for the accompanying financial statements of Rain for the Sahel and Sahara, Inc. (a nonprofit organization), which comprise the statements of financial position as of September 30, 2021 and 2020, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The September 30, 2021 and 2020 supplementary information contained in the accompanying schedule of functional expense percentages is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to Rain for the Sahel and Sahara, Inc.

*Murphy, Powers & Wilson  
Certified Public Accountants, P.C.*

Hampton, New Hampshire  
July 15, 2022

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS OF SEPTEMBER 30, 2021 and 2020**  
(See Accountant's Compilation Report)

<b>ASSETS</b>	<b>2021</b>	<b>2020</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents (Note 1)	\$156,577	\$190,589
Prepaid expenses	2,406	2,945
Accounts receivables	0	2,000
Program advances (Note 1)	<u>95</u>	<u>0</u>
Total current assets	<u>159,078</u>	<u>195,534</u>
<b>PROPERTY AND EQUIPMENT, net (Note 1)</b>		
Land and building	158,983	158,983
Office and other equipment	11,487	6,932
Vehicles	<u>11,970</u>	<u>11,970</u>
	182,440	177,885
Accumulated depreciation	<u>-35,310</u>	<u>-30,023</u>
Total property and equipment, net	<u>147,130</u>	<u>147,862</u>
<b>OTHER ASSETS</b>		
Security Deposit	<u>850</u>	<u>850</u>
Total other assets	<u>850</u>	<u>850</u>
<b>TOTAL ASSETS</b>	<u>\$307,058</u>	<u>\$344,246</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 1,459	\$ 5,313
Accrued expenses	<u>4,825</u>	<u>2,400</u>
Total current liabilities	<u>6,284</u>	<u>7,713</u>
<b>LONG TERM LIABILITIES</b>		
Payroll protection program loan (Note 7)	<u>23,585</u>	<u>23,586</u>
Total liabilities	<u>29,869</u>	<u>31,299</u>
<b>NET ASSETS</b>		
Net assets without donor restrictions	277,189	310,947
Net assets with donor restrictions	<u>0</u>	<u>2,000</u>
Total net assets	<u>277,189</u>	<u>312,947</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$307,058</u>	<u>\$344,246</u>

See notes to financial statements.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**  
(See Accountant's Compilation Report)

**2021**

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
<b>REVENUE AND SUPPORT</b>			
Grants	\$ 91,100	\$105,614	\$196,714
Fundraising events	62,621	-	62,621
Contributions	155,713	-	155,713
Sale of Niger goods	1,644	-	1,644
In kind donations	2,500	-	2,500
Payroll protection loan forgiveness	<u>23,586</u>	<u>-</u>	<u>23,586</u>
Total revenue and support	337,164	105,614	442,778
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>			
Satisfaction of program restrictions	<u>107,614</u>	<u>-107,614</u>	<u>-</u>
Total revenue and support and net assets released	444,778	-2,000	442,778
<b>EXPENSES</b>			
Programs			
Food & water security	131,060	-	131,060
Access to education	80,546	-	80,546
Agadez learning center	83,596	-	83,596
Women's entrepreneurship	<u>44,986</u>	<u>-</u>	<u>44,986</u>
Total program expenses	340,188	-	340,188
Management and general expenses	40,538	-	40,538
Fundraising expenses	<u>87,036</u>	<u>-</u>	<u>87,036</u>
Total expenses	<u>467,762</u>	<u>-</u>	<u>467,762</u>
Change in net assets	-22,984	-2,000	-24,984
Net assets, beginning	310,947	2,000	312,947
Realized loss on foreign currency exchange	<u>-10,774</u>	<u>-</u>	<u>-10,774</u>
Net assets, ending	<u>\$277,189</u>	<u>\$ 0</u>	<u>\$277,189</u>

See notes to financial statements.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**  
(See Accountant's Compilation Report)

**2020**

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
<b>REVENUE AND SUPPORT</b>			
Grants	\$ 85,300	\$ 93,043	\$178,343
Fundraising events	55,032	-	55,032
Contributions	197,141	-	197,141
Sale of Niger goods	3,848	-	3,848
In kind donations	<u>12,000</u>	<u>-</u>	<u>12,000</u>
Total revenue and support	353,321	93,043	446,364
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>			
Satisfaction of program restrictions	<u>113,043</u>	<u>-113,043</u>	<u>-</u>
Total revenue and support and net assets released	466,364	-20,000	446,364
<b>EXPENSES</b>			
Programs			
Food & water security	63,993	-	63,993
Access to education	74,080	-	74,080
Agadez learning center	79,042	-	79,042
Women's entrepreneurship	<u>45,432</u>	<u>-</u>	<u>45,432</u>
Total program expenses	262,547	-	262,547
Management and general expenses	39,723	-	39,723
Fundraising expenses	<u>64,356</u>	<u>-</u>	<u>64,356</u>
Total expenses	<u>366,626</u>	<u>-</u>	<u>366,626</u>
Change in net assets	99,738	-20,000	79,738
Net assets, beginning	215,758	22,000	237,758
Realized loss on foreign currency exchange	<u>-4,549</u>	<u>-</u>	<u>-4,549</u>
Net assets, ending	<u>\$310,947</u>	<u>\$ 2,000</u>	<u>\$312,947</u>

See notes to financial statements.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**  
(See Accountant's Compilation Report)

	<u>FOOD &amp; WATER SECURITY</u>	<u>ACCESS TO EDUCATION</u>	<u>AGADEZ LEARNING CENTER</u>	<u>WOMEN'S ENTREPRE- NEURSHIP</u>	<u>TOTAL PROGRAM</u>	<u>MANAGEMENT AND GENERAL EXPENSES</u>	<u>FUND RAISING EXPENSES</u>	<u>TOTAL</u>
Salaries and labor	\$28,175	\$34,417	\$43,788	\$34,417	\$140,797	\$13,692	\$28,544	\$183,033
Office expense	616	4,687	2,151	531	7,986	2,588	8,269	18,843
Payroll taxes and benefits	3,202	4,520	6,494	4,519	18,736	1,655	2,913	23,303
Fundraising events expense	0	0	0	0	0	0	1,256	1,256
Professional fees	369	397	374	397	1,537	8,754	45,952	56,243
Well expense	85,913	0	0	0	85,913	0	0	85,913
Utilities	1,114	1,566	1,619	994	5,292	1,620	0	6,912
Rent	1,442	1,442	1,442	1,442	5,768	10,560	0	16,328
Depreciation and amortization	2,538	952	899	899	5,287	0	0	5,287
School market gardens	0	0	964	0	964	0	0	964
Mentoring and tutoring	0	14,436	5,127	0	19,563	0	0	19,563
Food and school supplies	2,952	12,047	15,514	500	31,012	0	0	31,012
Auto expenses	1,790	1,774	1,386	463	5,413	0	0	5,413
Travel and meals	2,782	4,141	3,670	724	11,317	0	102	11,420
Insurance	<u>168</u>	<u>168</u>	<u>168</u>	<u>101</u>	<u>604</u>	<u>1,669</u>	<u>0</u>	<u>2,273</u>
	<u>\$131,060</u>	<u>\$80,546</u>	<u>\$83,596</u>	<u>\$44,986</u>	<u>\$340,188</u>	<u>\$40,538</u>	<u>\$87,036</u>	<u>\$467,762</u>

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**  
(See Accountant's Compilation Report)

	<u>FOOD &amp; WATER SECURITY</u>	<u>ACCESS TO EDUCATION</u>	<u>AGADEZ LEARNING CENTER</u>	<u>WOMEN'S ENTREPRE- NEURSHIP</u>	<u>TOTAL PROGRAM</u>	<u>MANAGEMENT AND GENERAL EXPENSES</u>	<u>FUND RAISING EXPENSES</u>	<u>TOTAL</u>
Salaries and labor	\$34,769	\$36,995	\$42,883	\$31,957	\$146,604	\$14,936	\$14,936	\$176,476
Office expense	3,550	3,250	3,554	2,624	12977	3,199	6,837	23,014
Payroll taxes and benefits	4,233	5,320	6,300	4,487	20340	2,075	2,075	24,489
Fundraising events expense	0	0	0	0	0	0	216	216
Professional fees	1,476	1,476	1,476	876	5305	5,870	40,033	51,208
Well expense	8,140	0	0	0	8140	0	0	8,140
Utilities	1,059	1,052	1,096	996	4203	1,493	0	5,696
Rent	1,515	1,515	1,515	1,515	6060	10,520	0	16,580
Depreciation and amortization	2,962	1,111	1,049	1,049	6172	0	0	6,172
School market gardens	0	0	118	0	118	0	0	118
Mentoring and tutoring	0	10,064	4,211	0	14274	0	0	14,274
Food and school supplies	238	2,997	12,926	0	16161	0	0	16,161
Auto expenses	1,186	1,285	1,079	601	4151	0	0	4,151
Travel and meals	4,745	8,895	2,715	1,281	17636	6	259	17,900
Insurance	120	120	120	45	406	1,625	0	2,032
	<u>\$63,993</u>	<u>\$74,080</u>	<u>\$79,042</u>	<u>\$45,432</u>	<u>\$262,547</u>	<u>\$39,723</u>	<u>\$64,356</u>	<u>\$366,627</u>



**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$-24,984	\$ 79,738
Adjustments to reconcile change in net assets to cash provided by operating activities		
Depreciation and amortization	5,287	6,172
(Increase) decrease in assets		
Pledges and other receivable	2,000	20,000
Prepaid expenses	539	-1,422
Program advances	-95	211
Increase (decrease) in liabilities		
Accounts payable	-3,854	4,414
Accrued expenses	2,425	-879
Payroll protection program loan forgiveness	<u>-23,586</u>	<u>0</u>
<b>NET CASH (USED) PROVIDED BY OPERATING ACTIVITIES</b>	<u>-42,268</u>	<u>108,234</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	<u>-4,555</u>	<u>-4,591</u>
<b>NET CASH USED BY INVESTING ACTIVITIES</b>	<u>-4,555</u>	<u>-4,591</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loss on foreign currency exchange	-10,774	-4,549
Advances from payroll protection program loan	<u>23,585</u>	<u>23,586</u>
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<u>12,811</u>	<u>19,037</u>
<b>NET (DECREASE) INCREASE IN CASH</b>	-34,012	122,680
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>190,589</u>	<u>67,909</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$156,577</u>	<u>\$190,589</u>

See notes to financial statements.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

**NOTE 1 NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES**

**Organization**

Rain for the Sahel and Sahara, Inc. (RAIN) is a New Hampshire non-profit corporation incorporated in 2001. RAIN partners with rural and nomadic people of West Africa to enable enduring livelihoods through access to education. These locally rooted programs promote literacy and empowerment while sustaining nomadic traditions throughout the Sahel and Sahara.

**Programs**

To promote its mission, RAIN focuses on the following integrated programs.

Access to Education - Fewer than 15% of Niger's nomadic and rural children attend school. Girls who do enroll only remain for an average of 3 years. RAIN's mentoring and tutoring program increases school attendance and success. Unschooled community women volunteers encourage, counsel and advocate for girls and at-risk boys in primary through secondary schools. The women receive training in health, hygiene, gender roles and more – they become wise counselors to the students and greater community. They teach practical skills classes that often lead to future means to earn livelihoods. Mentored girls stay in school longer than their classmates. In recent years, we have seen the first girls ever graduating from our partner primary schools.

Agadez Learning Center for Tomorrow's Leaders - In December 2012, RAIN was gifted land and buildings in Agadez, Niger. This complex is the home of the Agadez Learning Center, where students from nomadic communities that offer no education beyond primary school have been awarded scholarships to attend grades 7-10. Students receive room, board, and tutoring as well as leadership and civic responsibility training, peer to peer tutoring, counseling, skills training and introductions to arts and cultures of the world. In the 2017-2018 school years, our students who had never been to a city, competed effectively with city students with most at or near the top of their classes. Graduating students may continue to high school and beyond or pursue vocational training.

Food and Water Security - Niger is ranked last in the world by the United Nations Human Development Index. Malnourishment and diseases contracted from contaminated water are rampant. To have true access to education, children must have adequate nutrition and good health. RAIN's food and water programs address these issues via Community Gardens where participants learn organic techniques, nutrition, hygiene and crop diversification; the food sustains their families and profits from cash crops sustain the gardens. Agriculture is a traditional livelihood that, with RAIN's help, is being tapped to support education as well as improving earnings for families most in need.

Women's Entrepreneurship – RAIN's Women's Entrepreneurship program trains cohorts of women in the basics of financial literacy and business practice. By layering our structured training program onto familiar income-generating practices – like gardening and herding, we seek to render the process more accessible and set these networks of women up to support themselves and one another as they collectively navigate whatever challenges they may face.

In addition to income from gardens, RAIN works with mentors and other women in the community to establish Savings & Loans groups and "temoko" herding programs. Through training on the basics of financial literacy and entrepreneurship, these two programs set women up to be able to support themselves and their families. RAIN helps provide the initial materials needed but the programs are designed to be self-sustaining and to leave women with transferable skills that can help them provide for themselves in a changing economic landscape.

**Method of Accounting and Revenue Recognition**

The financial statements of RAIN have been prepared on the accrual basis of accounting. Revenue is derived from the following principal sources – contributions, grants, fundraising activities, and the sale of Niger goods.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

**NOTE 1 continued**

Contributions are recognized when received. Revenue from grants is recognized when the grant is awarded. Other revenue is recognized when earned.

**Accounting Standard Adopted**

In August 2016, the Financial Accounting Standards Board ("FASB") issued ASU No. 2016-14, Not-for-Profit Entities (Topic 958) Presentation of Financial Statements of Not-for Profit Entities. ASU 2016-14 requires not-for-profits to present on the face of the statement of financial position amounts for two classes of net assets at the end of the period. ASU 2016-014 is effective for the fiscal years beginning after December 15, 2017, and interim periods within fiscal years, beginning after December 15, 2018.

**Financial Statement Presentation**

RAIN presents its financial statements in accordance with the Financial Accounting Standards Board (FASB) in its Statement of Financial Accounting Standards, *Financial Statements of Not-for-Profit Organizations*. Accordingly, RAIN reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

- Without donor restricted net assets represent net assets that are not subject to donor-imposed stipulations.
- With donor restricted net assets represent gifts and pledges for which donor-imposed restrictions have not been met and for which the ultimate purpose of the proceeds is not permanently restricted or represent gifts and pledges for which donor restrictions require that the corpus be invested in perpetuity and only the income be made available for program operations, in accordance with donor restrictions.

Net assets without donor restrictions include the revenues and expenses associated with the principal operating mission of RAIN. It records as contributions without donor restrictions, restricted contributions whose restrictions are met in the same reporting period. In 2021, RAIN received unrestricted grants and contributions from various individuals and the following grantors: Ivor and Barbara Freeman Fund of Combined Jewish Philanthropies, Hurlbut Johnson Trust, Ethel Looram Foundation, Mary H. Rice Foundation, The Good Works Institute, The Zimmer Family Foundation, Evelyn & Richard Gunst Foundation, Henry Niles and HRK Foundation. In 2020, RAIN received unrestricted grants and contributions from various individuals and the following grantors: Ivor and Barbara Freeman Fund of Combined Jewish Philanthropies, Dave Nikkel Foundation, Ethel Looram Foundation, Hurlbut Johnson Trust, Mary H. Rice Foundation, The Good Works Institute and Henry Niles.

Net assets with donor restrictions include gifts and grants for which donor or grantor imposed restrictions have not yet been met. Assets are released from restrictions as expenditures are made in line with the restrictions called for under the terms of the contribution or grant.

Permanently restricted net assets include gifts which require by donor restriction that the corpus be invested in perpetuity and only the income be made available for program operations in accordance with donor restrictions. RAIN has no permanently restricted net assets.

**Cash and Cash Equivalents**

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

**Program Advances**

Program advances consist of funds forwarded to Rain staff for the purpose of implementing specific programs. Once the employee has spent the funds, a complete report is submitted with receipts to the New Hampshire office. The expenditure is then moved from a program advance to the appropriate category of program expenses.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

**NOTE 1 continued**

**Property and Equipment**

Purchased assets are carried at cost, and donated assets are recorded based on their fair market values at the time of the donation. Major additions are included in the property accounts while maintenance and repairs which do not improve or extend the life of the assets are expensed currently. Depreciation is calculated using the straight-line method over the estimated useful lives of property and equipment. Depreciation expense for 2021 and 2020 was \$5,287 and \$6,172, respectively.

**Pledge Receivable**

The Organization has been notified that it is the beneficiary of an individual's estate. Bequest receivable, \$0 and \$2,000, respectively at September 30, 2021 and 2020, is based on management's best estimate and judgment of the amounts to be received by the estate. The amount that will be ultimately realized could differ materially from the amount recorded in the financial statements.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles 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.

**Income Taxes**

RAIN is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. As such, no tax provisions have been made in the accompanying financial statements.

RAIN has adopted provisions of the Financial Accounting Standards Board in Accounting Standards Codification (ASC) Topic 740-10. RAIN's policy is to evaluate all tax positions on an annual basis in conjunction with the filing of the annual return of organization exempt from income tax. Interest and penalties assessed by income taxing authorities are included in administrative expense. For 2021 and 2020, there were no penalties or interest assessed or paid. RAIN files informational returns in the U.S. federal and state jurisdictions. RAIN's federal and state informational returns for 2019, 2020 and 2021 are subject to examination by the IRS and state taxing authorities, generally for three years after they were filed.

**Advertising**

RAIN expenses advertising costs as incurred with the exception of promotional videos. Costs incurred in connection with the creation and production of promotional videos totaled \$28,239 and have been capitalized and amortized using the straight-line method over 10 years. These costs are presented in the Statements of Financial Position as intangible assets. Accumulated amortization totaled \$28,239 and \$28,239 at September 30, 2021 and 2020, respectively.

**NOTE 2 NET ASSETS WITH DONOR RESTRICTIONS**

In 2021, restricted grants and donations were used for the following:

- Ivor and Barbara Freeman Fund of Combined Jewish Philanthropies: Capacity building
- Capacity Building Fund: Supported by various individual donors, for staffing in Niger and the U.S.
- Turing Foundation: Elementary & middle school mentoring in 2 communities
- The International Foundation: Food & water security
- Irwin Andrew Porter Foundation: Food & water security
- Change Happens Foundation: Agadez learning center

In 2020, restricted grants and donations were used for the following:

- Thomas W. Haas Foundation:
- Global Giving: Supported the programs

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

**NOTE 2 continued**

- Capacity Building Fund: Supported by various individual donors, for staffing in Niger and the U.S.
- Turing Foundation: Elementary & middle school mentoring in 2 communities
- The International Foundation: Food & water security
- Irwin Andrew Porter Foundation: Food & water security
- Circle of Sisterhood Foundation: Girl's education

**NOTE 3 FOREIGN OPERATIONS**

RAIN has operations in Niger and maintains various bank accounts in the country denominated in West African CFA currency. The aggregate foreign currency transaction losses for 2021 and 2020 were as follows:

	2021	2020
Beginning cumulative translation adjustment	\$-42,249	\$-37,700
Loss on foreign currency exchange	<u>-10,774</u>	<u>-4,549</u>
Ending cumulative translation adjustment	<u>\$-53,023</u>	<u>\$-42,249</u>

**NOTE 4 CONCENTRATION OF GEOGRAPHIC AREA**

In maintaining its foreign operations in Niger, RAIN experiences risk factors inherent in these operations, such as currency fluctuations and economic and political conditions. The net assets located in Niger were \$182,440 and \$177,884 at September 30, 2021 and 2020, respectively.

**NOTE 5 LEASE COMMITMENT**

RAIN leases office space in the United States and Niger, and has entered into an operating lease agreement for the Portsmouth, New Hampshire office and an operating lease agreement for the Niamey office in Niger. RAIN also rents office space on a month-to-month basis in Agadez. The term of the Portsmouth lease is two years starting November 1, 2020 and ending October 31, 2022. The term of the current Niger lease is one year with the option of renewing annually every two years for one additional year through September 2019. Rent expense for the years ended September 30, 2021 and 2020 was \$16,328 and \$16,580, respectively. The future minimum lease payments are:

October 1, 2021 through September 30, 2022	\$17,696
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**NOTE 6 LIQUIDITY**

The following reflects RAIN's financial assets as of September 30, 2021, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets at year end	\$156,577
Less those unavailable for general expenditures within one year, due to:	
Contractual or Donor imposed restrictions	
Restricted by Donor with purpose or donor restrictions	<u>0</u>
Financial assets available to meet cash needs for general	
Expenditures within one year	<u>\$156,577</u>

RAIN is supported by restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, RAIN must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the RAIN's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.



**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

**NOTE 7 PAYCHECK PROTECTION PROGRAM LOAN**

On May 4, 2020, the Organization was granted a loan from Bank of America in the amount of \$23,586, pursuant to the Paycheck Protection Program (the "PPP") under Division A, Title 1 of the CARES Act, which was enacted March 27, 2020.

The loan, which was in the form of a Note dated May 4, 2020 issued by the Borrower, matures on May 4, 2022 and bears interest at a rate of 1.00% per annum., payable monthly commencing on March 4, 2021. The Note may be prepaid by the Borrower at any time prior to maturity with no prepayment penalties. Funds from the loan may only be used for payroll costs, costs used to continue group health care benefits, mortgage payments, rent, utilities, and interest on other debt obligations incurred before February 15, 2020. The Organization intends to use the entire loan amount of qualifying expenses. Under the terms of the PPP, certain amounts of the loan may be forgiven if they are used for qualifying expenses as described in the CARES Act.

As of December 31, 2020 the loan has been forgiven in full.

On February 28, 2021, the Organization was granted a second loan from Bank of America in the amount of \$23,585, pursuant to the Paycheck Protection Program (the "PPP 2") under the Consolidated Appropriations Act which was enacted December 27, 2020.

The loan, which was in the form of a Note dated February 28, 2021 issued by the Borrower, matures on February 28, 2023 and bears interest at a rate of 1.00% per annum., payable monthly commencing on December 28, 2021. The Note may be prepaid by the Borrower at any time prior to maturity with no prepayment penalties. Funds from the loan may only be used for payroll costs, costs used to continue group health care benefits, mortgage payments, rent, utilities, and interest on other debt obligations incurred before February 15, 2020. The Organization intends to use the entire loan amount of qualifying expenses. Under the terms of the "PPP 2", certain amounts of the loan may be forgiven if they are used for qualifying expenses as described in the Consolidated Appropriations Act.

As of October 21, 2021 the loan has been forgiven in full.

**NOTE 8 EVALUATION OF SUBSEQUENT EVENTS**

RAIN has evaluated all subsequent events through July 15, 2022, the date the financial statements were available to be issued, and determined that any subsequent events that require recognition or disclosure were considered in the preparation of the financial statements.

**RAIN FOR THE SAHEL AND SAHARA, INC.**  
**SUPPLEMENTAL SCHEDULES OF FUNCTIONAL EXPENSE PERCENTAGES**  
**FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2020**  
(See Accountant's Compilation Report)

	2021		2020	
Program expenses	\$340,188	72.73%	\$262,547	71.62%
Management and general expenses	40,538	8.67%	39,723	10.83%
Fundraising expenses	<u>87,036</u>	<u>18.60%</u>	<u>64,356</u>	<u>17.55%</u>
	<u>\$467,762</u>	<u>100.00%</u>	<u>\$366,626</u>	<u>100.00%</u>

See notes to financial statements.