



AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022



Independent Auditor's Report

The Board of Directors
Take This, Inc.
Kirkland, Washington

Opinion

We have audited the accompanying financial statements of Take This, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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The Board of Directors
Take This, Inc.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.



Bethesda, Maryland
April 10, 2024

Certified Public Accountants

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Take This, Inc.
Statement of Financial Position
December 31, 2022

Assets	
Cash	<u>\$ 282,271</u>
Total Assets	<u>\$ 282,271</u>
Liabilities and Net Assets	
Liabilities	\$ -
Net Assets	
Without Donor Restrictions	219,277
With Donor Restrictions	<u>62,994</u>
Total Net Assets	<u>282,271</u>
Total Liabilities and Net Assets	<u>\$ 282,271</u>

See Accompanying Notes to Financial Statements

Take This, Inc.
Statement of Activities
For the Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenues			
Grants and Contributions	\$ 318,452	\$ 100,000	\$ 418,452
Events and Workshops	187,227	-	187,227
Sales	4,690	-	4,690
Other	783	-	783
Interest	29	-	29
Net Assets Released from Restrictions	<u>37,006</u>	<u>(37,006)</u>	<u>-</u>
Total Support and Revenues	<u>548,187</u>	<u>62,994</u>	<u>611,181</u>
Expenses			
Program Services	446,458	-	446,458
Supporting Services			
General and Administrative	70,481	-	70,481
Fundraising	<u>33,830</u>	<u>-</u>	<u>33,830</u>
Total Supporting Services	<u>104,311</u>	<u>-</u>	<u>104,311</u>
Total Expenses	<u>550,769</u>	<u>-</u>	<u>550,769</u>
Changes in Net Assets	(2,582)	62,994	60,412
Net Assets, Beginning of Period	<u>221,859</u>	<u>-</u>	<u>221,859</u>
Net Assets, End of Period	<u>\$ 219,277</u>	<u>\$ 62,994</u>	<u>\$ 282,271</u>

See Accompanying Notes to Financial Statements

Take This, Inc.

**Statement of Functional Expenses
For the Year Ended December 31, 2022**

	Program Services	General and Administrative	Fundraising	Total
Personnel Costs	\$ 218,528	\$ 51,597	\$ 33,386	\$ 303,511
Professional Fees	207,158	5,483	-	212,641
Information Technology	-	5,033	-	5,033
Meetings and Conferences	-	1,583	-	1,583
Travel	10,972	-	-	10,972
Office Expense	9,800	2,097	399	12,296
Insurance	-	2,213	-	2,213
Advertising and Promotion	-	1,211	-	1,211
Other	-	1,264	45	1,309
Total Expenses	\$ 446,458	\$ 70,481	\$ 33,830	\$ 550,769

See Accompanying Notes to Financial Statements

Take This, Inc.
Statement of Cash Flows
For the Year Ending December 31, 2022

Cash Flows from Operating Activities	
Change in Net Assets	\$ 60,412
Net Cash Provided by (Used in) Operating Activities	<u>60,412</u>
Net Increase (Decrease) in Cash	60,412
Cash, Beginning of Period	<u>221,859</u>
Cash, End of Period	<u>\$ 282,271</u>

See Accompanying Notes to Financial Statements

Take This, Inc.

Notes to Financial Statements December 31, 2022

1. ORGANIZATION AND PURPOSE

Take This, Inc. (the Organization) is a 501(c)(3) non-profit mental health organization providing comprehensive resources and support that is tailored for the unique needs of the game development community and embraces the diverse cultures and issues of the game community. The Organization combines clinical best practice with a love of all things gamer, providing a safe, accepting space for gamers and developers. The Organization works in a spirit of partnership with other organizations addressing these issues among game enthusiasts, streamers, and creators.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented in accordance with the accrual basis of accounting, whereby revenue is recognized when earned and expenses are recognized when incurred.

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles (US GAAP), which requires the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of management and the Board of Directors.

Net Assets With Donor Restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Use of Estimates

The preparation of the financial statements in conformity with US GAAP requires management 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 revenue and expenses during the reporting period.

Accordingly, actual results could differ from those estimates.

Take This, Inc.

Notes to Financial Statements December 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment are stated at cost, if purchased, or fair value, if donated. Depreciation is calculated on a straight-line basis over a three to thirty-nine year estimated useful life. Leasehold improvements are amortized over the life of the lease. The Organization capitalizes property and equipment purchases of \$500 or more. As of December 31, 2022, there was no property and equipment.

Revenue Recognition

Grants and contributions are recognized as revenue at the earlier of when they are received or when the Organization has received an unconditional promise to give a specific amount. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets.

When a donor restriction expires, that is, when a time restriction ends or a purpose restriction is fulfilled, 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.

Events and workshops revenue include amounts paid by or on behalf of participants. Revenue is based on published fixed rates and collected either at the time of registration, in advance of the event resulting in a deferred revenue balance, or at the time that the event takes place and immediately recognized as revenue.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, employee benefits, and other personnel expenses, rent costs, insurance, and office expenses. The basis of the allocations is direct salary costs which have been allocated to program and supporting functions based on documentation of employee time and effort. Expenses that can be directly attributed to an activity are presented accordingly.

Income Tax Status

The Organization is exempt under Section 501(c)(3) of the Internal Revenue Code (the Code) from the payment of taxes on income other than unrelated business income. No provision for income tax is required for the year ended December 31, 2022, as the Organization had no net unrelated business income. In addition, the Organization has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 501(a) of the Code.

The Organization requires that a tax position be recognized or derecognized based on a "more likely-than-not" threshold. This applies to positions taken or expected to be taken in a tax return.

Take This, Inc.

Notes to Financial Statements December 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Tax Status (Continued)

The Organization does not believe its financial statements include, or reflect, any uncertain tax positions. The Organization's IRS Form 990, Return of Organization Exempt from Income Tax, is subject to examination by taxing authorities generally for three years after filing.

New Accounting Pronouncements

In 2016, FASB issued ASU 2016-02, Leases (Topic 842). Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than twelve months. The new standard applies to finance and operating leases entered into after the standard was issued. The Organization does not have any leases requiring recognition on the statement of financial position.

In September 2020, the FASB issued ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. The standard requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. This standard was adopted in the current fiscal year and did not have a significant impact on the financial statements.

Recent Accounting Pronouncements

In June 2016, the FASB issued ASU 2016-13, Financial Instruments – Credit Losses (Topic 326). This guidance requires the Organization to measure all expected credit losses for financial instruments held at the reporting date based on historical experience, current conditions, and reasonable and supportable forecasts. The guidance is effective beginning in 2023.

Subsequent Events

The Organization has evaluated subsequent events through April 10, 2024, the date on which the financial statements were available to be issued.

3. CONCENTRATION OF CREDIT RISK

The Organization maintains its cash in a federally insured bank and may have credit risk on those amounts to the extent they exceed federal insurance limits. As of December 31, 2022, the Organization's bank balances exceeded the federally insured balance by approximately \$30,000.

Take This, Inc.

Notes to Financial Statements December 31, 2022

4. NET ASSETS

Net assets with donor restrictions for the year ended December 31, 2022 was as follows:

	<u>2021</u>	<u>Contributions</u>	<u>Releases</u>	<u>2022</u>
Advertising	\$ -	\$ 100,000	\$ (37,006)	\$ 62,994

Net assets without donor restrictions were undesignated as of December 31, 2022.

5. LIQUIDITY AND AVAILABILITY

The following represents the Organization's financial assets at December 31, 2022:

Financial Assets at Year End:

Cash	<u>\$ 282,271</u>
Total Financial Assets	<u>282,271</u>

Less: Restricted Amounts Not Available To Be Used Within One Year:

Donor-Restricted Amounts - Purpose Restricted	(62,994)
Donor-Restricted Amounts To Be Used Over the Next Twelve Months	<u>62,994</u>
	<u>-</u>

Financial Assets Available to Meet General Expenditures

Over the Next Twelve Months	<u>\$ 282,271</u>
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The Organization manages its liquidity to meet general expenditures, liabilities, and other obligations as they become due.