

Ace Makerspace
aka Ace Monster Toys, Inc.
6050 Lowell Street, Ste. 214
Oakland, CA 94608

EIN: 27-3573767

September 16, 2020

Via e-mail

Annual Report

For fiscal year 2020 (July 1, 2019 - June 30, 2020), Ace Makerspace (then known as Ace Monster Toys, or AMT) improved the financial stability of the organization. In compliance with the bylaws of the organization, the following metrics are stated here. Additional context is available in the Notes on the Annual Report.

As of June 30, 2020, the following values represent the best estimate for the Organization. These values are unaudited and reported on an accrual basis.

Assets:	\$163,686 (increase of \$90,485 this year)
Liabilities:	\$97,003 (increase of \$91,430 this year)
Equity:	\$66,632 (decrease of \$946 this year)
Revenue:	\$161,220 unrestricted; \$61,211 for COVID-19 relief*
Expenses:	\$178,211 unrestricted; \$44,695 for COVID-19 relief*
Net Income:	-\$16,991

**\$16,516 of COVID-19 relief funds were unspent as of June 30*

Notes on the Annual Report

Assets

In May 2020, Ace received both a Paycheck Protection Program (PPP) Loan and an Economic Injury Disaster Loan (EIDL) from the Small Business Administration. The sum of these loaned amounts is \$97,412, which accounts for the vast majority of the increase in assets.

Liabilities

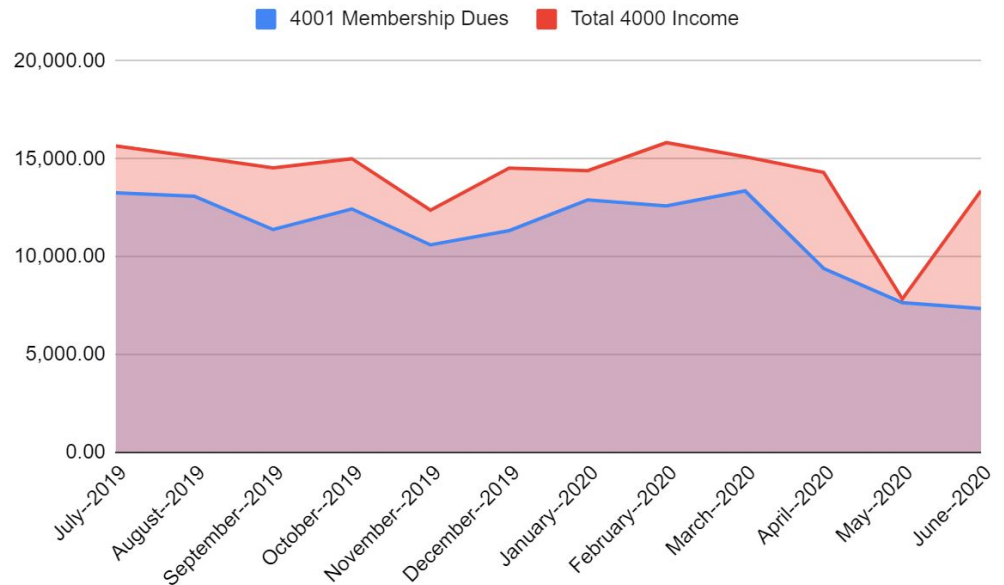
In addition to providing needed funds, the EIDL and PPP loan account for the majority of the annual change in liabilities. It is the expectation that the approximately \$6,000 of PPP Loan will be forgiven because of the

loan-forgiveness provisions of the PPP program. After loan forgiveness, the amount outstanding for the PPP loan will be about \$3,000, due on a two-year term. The balance of EIDL (\$88,400) is due on a 30-year schedule. All loan payments are deferred until FY21 under the provisions of the loan agreement.

Revenue

In FY20, Ace earned \$161,220, the majority of which comes from membership revenue (\$135,421). Due to the proportion of income funded through memberships, Ace was significantly exposed to losses due to the novel coronavirus pandemic (COVID-19). In March 2020, Ace earned more than \$13,000 in member revenue.

Due to suspended on-site operations, Ace earned less than \$25,000 in membership revenue in the final quarter of FY20 (April - June 2020). During the suspension of on-site operations, Ace received additional donations and drew federal loans to remain afloat (see Assets or Liabilities for more information).

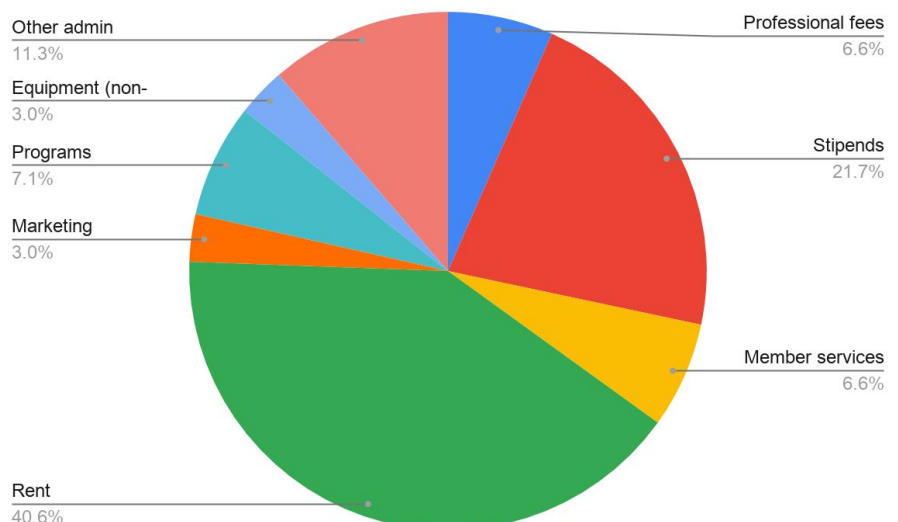


In light of the increased community need during COVID-19, Ace also established a COVID-19 relief fund. This fund received \$61,211 in restricted donations (through June 30). The COVID-19 relief funds are not used for any portion of Ace's operations.

Expenses

Ace spent \$178,211 on operations. The most significant expense was rent, which accounts for more than 40% of this year's annual spending. The second largest expense category was stipends (see Specific Transactions for more information).

Ace distributed nearly \$45,000 in COVID-19 relief funds. On June 30, the available balance of the COVID-19 relief fund was \$16,516.



Annual Statement Of Specific Transactions

In this fiscal year, the following officers and/or Board Members received stipends, as detailed below. Anyone receiving a stipend has a material financial interest in the transaction. All stipends were approved by the Board of Directors and all Board Members with a material financial interest abstained from voting on the matter.

- Rachel Sadd: \$24,000 as Executive Director; \$2,751.99 as a contractor for COVID-19 relief efforts
- Steven Sheffield: \$6,600 as Treasurer; \$0 as Board Member
- Holly Mendenhall: \$1,500 as Secretary; \$0 as Board Member
- Matthew Cridland: \$2,183.84
- Lindsy Bristow: \$420

Certified by

Steven Sheffield

Chief Financial Officer (Treasurer), Ace Makerspace