



Sonnenberg & Company, CPAs

A Professional Corporation

5190 Governor Drive, Suite 201, San Diego, California 92122

Phone: (858) 457-5252 • (800) 464-4HOA • Fax: (858) 457-2211 • (800) 303-4FAX



Leonard C. Sonnenberg, CPA

ISACA SAN DIEGO CHAPTER, INC.

FINANCIAL STATEMENTS Years Ended December 31, 2020 and 2019

TABLE OF CONTENTS

	<u>Page</u>
ACCOUNTANT'S COMPILATION REPORT	1
FINANCIAL STATEMENTS	
Statements of Assets and Net Assets – Cash Basis	2
Statements of Revenue, Expenses and Changes in Net Assets – Cash Basis	3
Notes to the Financial Statements	4-6



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ACCOUNTANT'S COMPILATION REPORT

Board of Directors
ISACA San Diego Chapter, Inc.

Management is responsible for the accompanying financial statements of ISACA San Diego Chapter, Inc., which comprise the statements of assets and net assets – cash basis as of December 31, 2020 and 2019, and the related statement of revenue, expenses and changes in net assets – cash basis for the year then ended, and the related notes to the financial statements in accordance with the cash basis of accounting, and for determining that the cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with 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.

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 cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

March 19, 2021

Sonnenberg & Company, CPAs

ISACA San Diego Chapter, Inc.
Statement of Assets and Net Assets
Cash Basis
As of December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Assets:		
Cash and cash equivalents	\$ <u>68,550</u>	\$ <u>57,792</u>
Total Assets	\$ <u><u>68,550</u></u>	\$ <u><u>57,792</u></u>
 Net Assets:		
Without donor restrictions	\$ <u>68,550</u>	\$ <u>57,792</u>
Total Net Assets	\$ <u><u>68,550</u></u>	\$ <u><u>57,792</u></u>

See accompanying notes to financial statements and accountant's compilation report

ISACA San Diego Chapter, Inc.
Statement of Revenue, Expenses and Changes in Net Assets
Cash Basis
For the Year Ended December 31, 2020 and 2019

	2020	2019
Revenue:		
Membership dues	\$ 17,055	\$ 31,560
Program fees	315	2,430
Interest income	15	19
Other	105	96
Total Unrestricted Revenue	17,490	34,105
Expenses:		
Program services:		
Chapter meeting	1,018	7,932
Conference-seminar	-	250
Meals and entertainment	-	11,769
Training	930	4,103
Supporting services - management and general:		
Accounting	900	750
Administrative services	1,169	1,631
Directors and officers insurance	1,102	60
Liability insurance	538	538
Other	-	90
Postage and delivery	106	103
Software	-	220
Web hosting and maintenance	969	1,629
Total Expenses	6,732	29,075
Increase in Net Assets	\$ 10,758	\$ 5,030
Beginning Net Assets	57,792	52,762
Ending Net Assets	\$ 68,550	\$ 57,792

See accompanying notes to financial statements and accountant's compilation report

ISACA San Diego Chapter, Inc.
Notes to Financial Statements
Years Ended December 31, 2020 and 2019

Note 1. Organization and Purpose:

ISACA San Diego Chapter, Inc (ISACA) was incorporated on October 9, 2019 in California as a nonprofit corporation and is affiliated with the parent organization, Information Systems Audit and Control Association, Inc. Prior to incorporation, ISACA was doing business as a subordinate unincorporated organization of the parent organization. ISACA engages in the development, adoption and use of globally accepted, industry-leading knowledge and practices for information systems. At the local level, ISACA promotes the continued professional education and training of its members in the areas of information systems audit, governance, risk management, privacy, and security.

ISACA's primary source of income consists of its share of member dues received from the parent organization.

Note 2. Summary of Significant Accounting Policies:

The following accounting policies have been applied consistently in the preparation of the ISACA's financial statements:

Basis of Accounting - The financial statements of ISACA have been prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Under this method, revenue and the related assets are recognized when received rather than when earned and expenses are recognized when cash is disbursed rather than when the obligation is incurred.

Basis of Presentation - Net assets and revenues are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restriction are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when a stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. ISACA had no net assets with donor restrictions as of December 31, 2020 and 2019.

ISACA San Diego Chapter, Inc.
Notes to Financial Statements
Years Ended December 31, 2020 and 2019

Note 2. Summary of Significant Accounting Policies (continued):

Functional Allocation of Expenses (continued) - Expenses related to more than one function are charged to programs and supporting services on the basis of estimates of time and effort. During the year ended December 31, 2020 and 2019, ISACA did not have any expenses attributable to more than one program or supporting function that require allocation.

Note 3. Liquidity:

ISACA has \$68,550 of financial assets available within one year of the statement of assets and net assets – cash basis date to meet cash needs for general expenditures consisting of cash. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of assets and net assets – cash basis date. As part of ISACA’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.

Note 4. Date of Management Review and Subsequent Events:

ISACA’s management has evaluated subsequent events through March 19, 2021, the date the financial statements were available to be issued.

The spread of Coronavirus (COVID-19) in 2020 has caused a substantial impact on the U.S. economy. There is significant uncertainty around the effects and duration of business interruption related to COVID-19. The extent of the impact on ISACA’s operations will depend on certain developments, which cannot be determined at this time.