

RANDOM TUESDAY, INC.

Notes to Financial Statements

(3) **New Accounting Pronouncement (continued)**

- Unifying the reporting of investment returns.
- Enhancements to information provided about the liquidity and availability of financial resources.

The new standard aims to improve reporting the liquidity and availability of resources. Qualitative information will be required to be disclosed on how the organization manages its liquid available resources and its liquidity risk to meet cash needs for general expenditures within one year of the year-end date.

Early application of the above changes is permitted and the Organization implemented them for the year ended December 31, 2017.

(4) **Liquidity and Availability of Resources**

The Organization has approximately \$75,000 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures, consisting of cash and equivalents. All of these financial assets are generally without donor restrictions that make them available for general expenditure within one year of the balance sheet date.

The Organization has a goal to maintain financial assets, which consist of cash and equivalents, on hand to meet one month of normal operating expenses, which are, on average, approximately \$130,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, as part of its liquidity management, the Organization invests cash in excess of daily requirements in various short-term investments.