

# **Ain Dah Yung (Our Home) Center**

St. Paul, Minnesota

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Financial Statements  
Auditor's Report  
For the Years Ended  
December 31, 2020 and 2019



**CERTIFIED PUBLIC ACCOUNTANTS**

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### Independent Auditor's Report

Board of Directors  
Ain Dah Yung (Our Home) Center  
St. Paul, Minnesota

We have audited the accompanying financial statements of Ain Dah Yung (Our Home) Center, which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities and changes in net assets, functional expense, and cash flows for the years then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ain Dah Yung (Our Home) Center as of December 31, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

*Carpenter Evert and Assoc. Ltd.*  
Certified Public Accountants

Minneapolis, Minnesota  
September 27, 2021

AIN DAH YUNG (OUR HOME) CENTER  
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:						
Contributions and Grants	\$ 926,435	\$ 410,000	\$ 1,336,435	\$ 399,520	\$ 546,000	\$ 945,520
Government Grants	2,193,764	-	2,193,764	789,398	-	789,398
Capital Campaign	-	-	-	-	277,743	277,743
Program Service Fees	127,737	-	127,737	483,379	-	483,379
Other Income	48,260	-	48,260	24,481	-	24,481
Investment Income	70	-	70	715	-	715
Net Assets Released from Restrictions:						
Satisfaction of Purpose Restrictions	864,421	(864,421)	-	596,441	(596,441)	-
Satisfaction of Time Restrictions	30,000	(30,000)	-	-	-	-
Total Support and Revenue	4,190,687	(484,421)	3,706,266	2,293,934	227,302	2,521,236
Expense:						
Program Services:						
Youth Programs:						
Emergency Shelter	506,519	-	506,519	631,335	-	631,335
Mino Oski	866,644	-	866,644	-	-	-
Prevention/Intervention	278,371	-	278,371	258,387	-	258,387
Youth Lodge	476,753	-	476,753	410,269	-	410,269
Family Programs:						
Family Support Services	380,468	-	380,468	292,439	-	292,439
Counseling & Support	64,517	-	64,517	162,337	-	162,337
Total Program Services	2,573,272	-	2,573,272	1,754,767	-	1,754,767
Support Services:						
Management and General	520,850	-	520,850	362,375	-	362,375
Fundraising	322,018	-	322,018	282,511	-	282,511
Total Support Services	842,868	-	842,868	644,886	-	644,886
Total Expense	3,416,140	-	3,416,140	2,399,653	-	2,399,653
Change in Net Assets	774,547	(484,421)	290,126	(105,719)	227,302	121,583
Net Assets - Beginning of Year	748,638	1,200,029	1,948,667	854,357	972,727	1,827,084
Net Assets - End of Year	\$ 1,523,185	\$ 715,608	\$ 2,238,793	\$ 748,638	\$ 1,200,029	\$ 1,948,667

The accompanying Notes to Financial Statements  
are an integral part of these statements.

AIN DAH YUNG (OUR HOME) CENTER  
STATEMENT OF FUNCTIONAL EXPENSE  
FOR THE YEAR ENDED DECEMBER 31, 2020 WITH  
COMPARATIVE TOTALS FOR 2019

	2020							2019				
	Program Services						Support Services					
	Youth Programs			Family Programs			Total Program Services	Management & General	Fund- raising	Total Support Services	Total All Services	Total All Services
Emergency Shelter	Mino Oski	Prevention/ Intervention	Youth Lodge	Family Support Services	Counseling & Support							
Salaries	\$ 331,612	\$ 424,509	\$ 187,109	\$ 337,938	\$ 252,894	\$ 51,399	\$ 1,585,461	\$ 124,289	\$ 135,202	\$ 259,491	\$ 1,844,952	\$ 1,397,621
Employee Benefits	20,768	24,828	10,492	18,737	16,146	2,749	93,720	17,667	8,491	26,158	119,878	126,773
Payroll Taxes	33,382	39,483	15,511	31,147	23,458	4,368	147,349	46,733	12,262	58,995	206,344	129,875
Total Personnel Expense	385,762	488,820	213,112	387,822	292,498	58,516	1,826,530	188,689	155,955	344,644	2,171,174	1,654,269
Consulting/Professional Fees	23,938	33,205	26,715	26,971	14,561	3,065	128,455	24,676	152,616	177,292	305,747	228,432
Client Services	9,311	275,012	30	3,803	9,187	-	297,343	1,157	-	1,157	298,500	58,068
Legal and Accounting	-	4,400	-	-	28,027	-	32,427	217,461	-	217,461	249,888	97,247
Building Maintenance	25,878	5,053	140	13,580	-	-	44,651	6,921	-	6,921	51,572	25,539
Insurance	1,000	5,827	1,197	-	-	-	8,024	23,617	-	23,617	31,641	18,122
Food	13,501	3,188	2,105	5,143	507	-	24,444	3,180	-	3,180	27,624	23,625
Fundraising Events	-	-	7,250	-	-	-	7,250	15,360	-	15,360	22,610	22,687
Telephone	2,749	8,050	1,122	3,551	1,544	-	17,016	4,841	-	4,841	21,857	16,281
Recreation Costs	4,116	641	13,151	2,488	736	-	21,132	527	-	527	21,659	36,956
Equipment Rental and Maintenance	4,557	7,464	683	916	4,933	821	19,374	1,403	-	1,403	20,777	35,391
Dues, Licenses and Fees	1,822	203	24	4,980	293	-	7,322	9,969	2,803	12,772	20,094	25,852
Utilities	11,257	-	-	6,229	-	-	17,486	1,208	-	1,208	18,694	20,976
Instructional/Other Supplies	2,487	7,173	41	5,137	316	-	15,154	1,164	55	1,219	16,373	15,336
Miscellaneous	-	-	300	-	13,414	-	13,714	101	2,001	2,102	15,816	-
Transportation - Staff	2,534	935	1,245	1,919	3,083	243	9,959	608	-	608	10,567	15,361
Office Supplies	950	2,793	825	315	97	137	5,117	3,110	283	3,393	8,510	12,315
Development - Staff	1,395	-	3,315	1,593	1,752	-	8,055	(464)	-	(464)	7,591	5,774
Postage	1,395	2,012	-	11	-	-	3,418	1,827	-	1,827	5,245	3,352
Printing	663	713	150	444	-	42	2,012	2,462	247	2,709	4,721	2,168
Contract Fundraisers	-	-	-	-	-	-	-	-	-	-	-	13,000
Personal Supplies	-	-	-	-	-	-	-	-	-	-	-	9,710
Depreciation	13,204	21,155	6,966	11,851	9,520	1,693	64,389	13,033	8,058	21,091	85,480	59,192
Total	\$ 506,519	\$ 866,644	\$ 278,371	\$ 476,753	\$ 380,468	\$ 64,517	\$ 2,573,272	\$ 520,850	\$ 322,018	\$ 842,868	\$ 3,416,140	\$ 2,399,653

The accompanying Notes to Financial Statements  
are an integral part of this statement.

AIN DAH YUNG (OUR HOME) CENTER  
STATEMENT OF FUNCTIONAL EXPENSE  
FOR THE YEAR ENDED DECEMBER 31, 2019

	Program Services					Support Services				
	Youth Programs			Family Programs		Total Program Services	Management & General	Fund- raising	Total Support Services	Total All Services
	Emergency Shelter	Prevention/ Intervention	Youth Lodge	Family Support Services	Counseling & Support					
Salaries	\$ 427,025	\$ 135,249	\$ 287,232	\$ 195,041	\$ 97,547	\$ 1,142,094	\$ 157,244	\$ 98,283	\$ 255,527	\$ 1,397,621
Employee Benefits	38,741	12,270	26,058	17,694	8,850	103,613	14,243	8,917	23,160	126,773
Payroll Taxes	39,701	12,575	26,704	18,133	9,069	106,182	14,556	9,137	23,693	129,875
Total Personnel Expense	505,467	160,094	339,994	230,868	115,466	1,351,889	186,043	116,337	302,380	1,654,269
Consulting/Professional Fees	7,763	37,444	2,650	12,104	28,659	88,620	10,663	129,149	139,812	228,432
Client Services	13,378	1,670	3,664	30,351	2,028	51,091	6,977	-	6,977	58,068
Legal and Accounting	4,008	-	-	-	-	4,008	93,239	-	93,239	97,247
Building Maintenance	10,976	1,125	7,779	2,778	756	23,414	2,125	-	2,125	25,539
Insurance	5,976	396	-	960	600	7,932	10,190	-	10,190	18,122
Food	3,830	3,999	8,328	329	1,066	17,552	5,106	967	6,073	23,625
Fundraising Events	-	-	-	-	-	-	-	22,687	22,687	22,687
Telephone	6,361	729	4,664	2,244	1,188	15,186	1,095	-	1,095	16,281
Recreation Costs	9,088	22,608	1,497	-	-	33,193	3,763	-	3,763	36,956
Equipment Rental and Maintenance	10,153	1,590	14,195	396	-	26,334	9,057	-	9,057	35,391
Dues, Licenses and Fees	3,663	736	1,392	682	25	6,498	19,354	-	19,354	25,852
Utilities	7,290	1,813	6,009	870	870	16,852	4,124	-	4,124	20,976
Instructional/Other Supplies	-	15,336	-	-	-	15,336	-	-	-	15,336
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transportation - Staff	2,887	3,761	-	3,570	2,600	12,818	2,543	-	2,543	15,361
Office Supplies	4,665	912	750	656	689	7,672	4,643	-	4,643	12,315
Development - Staff	1,620	-	1,537	-	1,821	4,978	796	-	796	5,774
Postage	957	-	149	-	-	1,106	2,045	201	2,246	3,352
Printing	348	-	184	458	396	1,386	612	170	782	2,168
Contract Fundraisers	-	-	-	-	-	-	-	13,000	13,000	13,000
Personal Supplies	3,248	-	6,462	-	-	9,710	-	-	-	9,710
Depreciation	29,657	6,174	11,015	6,173	6,173	59,192	-	-	-	59,192
Total	\$ 631,335	\$ 258,387	\$ 410,269	\$ 292,439	\$ 162,337	\$ 1,754,767	\$ 362,375	\$ 282,511	\$ 644,886	\$ 2,399,653

The accompanying Notes to Financial Statements  
are an integral part of this statement.

AIN DAH YUNG (OUR HOME) CENTER  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2020 AND 2019

<u>ASSETS</u>	<u>2020</u>	<u>2019</u>
Current Assets:		
Cash	\$ 1,041,958	\$ 328,617
Accounts Receivable	431,893	335,877
Investments	26,752	6,003
Contributions Receivable - Current	351,850	562,850
Prepaid Expenses	20,596	16,459
Total Current Assets	<u>1,873,049</u>	<u>1,249,806</u>
Contributions Receivable	20,000	155,000
Partnership Investment	140,000	140,000
Property and Equipment - Net	<u>560,523</u>	<u>577,902</u>
 TOTAL ASSETS	 <u>\$ 2,593,572</u>	 <u>\$ 2,122,708</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts Payable	\$ 108,517	\$ 7,994
Accrued Payroll Liabilities	183,762	78,054
Accrued Unemployment Expenses	15,000	15,000
Refundable Advance	-	25,493
Total Current Liabilities	<u>307,279</u>	<u>126,541</u>
Note Payable	47,500	47,500
Total Liabilities	<u>354,779</u>	<u>174,041</u>
Net Assets:		
Without Donor Restrictions:		
Board Designated	125,000	125,000
Undesignated	1,398,185	623,638
Total Without Donor Restrictions	<u>1,523,185</u>	<u>748,638</u>
With Donor Restrictions	715,608	1,200,029
Total Net Assets	<u>2,238,793</u>	<u>1,948,667</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 2,593,572</u>	 <u>\$ 2,122,708</u>

The accompanying Notes to Financial Statements  
are an integral part of these statements.

AIN DAH YUNG (OUR HOME) CENTER  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
<u>Increase (Decrease) in Cash</u>		
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 290,126	\$ 121,583
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	85,480	59,192
Donated Investments	(26,620)	-
Contributions Receivable	135,000	(20,000)
Decreases (Increases) in Current Assets:		
Accounts Receivable	(96,016)	(17,707)
Contributions Receivable	211,000	(300,883)
Prepaid Expenses	(4,137)	2,908
Increases (Decreases) in Current Liabilities:		
Accounts Payable	100,523	(25,035)
Accrued Payroll Liabilities	105,708	20,411
Refundable Advance	(25,493)	25,493
Net Cash Provided (Used) by Operating Activities:	775,571	(134,038)
Cash Flows from Investing Activities:		
Purchase of Property and Equipment	(68,101)	(153,073)
Proceeds from Sale of Investments	5,871	-
Net Cash (Used) by Investing Activities:	(62,230)	(153,073)
Cash Flows from Financing Activities:		
None	-	-
Net Increase (Decrease) in Cash	713,341	(287,111)
Cash - Beginning of Year	328,617	615,728
Cash - End of Year	\$ 1,041,958	\$ 328,617

The accompanying Notes to Financial Statements  
are an integral part of these statements.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

1. Summary of Significant Accounting Policies

Organizational Purpose

Since its inception, the Ain Dah Yung (Our Home) Center (the Organization) has provided a healing place within the community for American Indian youth and families to thrive in safety and wholeness. Although it originally concentrated on providing emergency shelter for runaway and homeless American Indian youth, the Organization currently provides a multitude of services intended to strengthen personal and community growth for youth and families in the region.

The Organization's programs are as follows:

Youth Programs:

Emergency Shelter – A culturally specific emergency shelter to American Indian youth who are homeless, runaway, in a family crisis, or involved with juvenile corrections. Services include: emergency and short-term shelter, crisis intervention, case systems advocacy, information and referrals, access to medical/dental care, counseling, case management and community education.

Mino Oski Ain Dah Yung – Meaning “Our Good New Home” in Ojibwe, Mino Oski Ain Dah Yung is a 42-unit permanent supportive housing project for American Indian youth ages 18 to 24. Opened in November 2019, Mino Oski Ain Dah Yung offers young adults who have experienced homelessness their own efficiency apartment with a complete suite of culturally responsive on-site services.

Prevention/Intervention – Ninijanisag (Our Children) is a multifaceted program focusing heavily on engagement and prevention – working to ground youth in Native culture while designed to combat chemical and commercial tobacco abuse, teen dating violence, gang relations, sex trafficking and other self-compromising behaviors among at-risk youth between ages of 8-17.

Youth Lodge – Beverley A. Benjamin Youth Lodge is a culturally grounded transitional living program available to youth between the ages of 16-21 that have no parental substitute or foster home to which they can safely go. This intervention program emphasizes training, education and employment goals and is designed to develop a support system to meet holistic needs of body, mind, and spirit. The Street Outreach program under youth lodge is a street-based support program to runaway or homeless youth unable or not wanting to enter a shelter. Case workers provide information on safe housing, basic needs resources and health related issues. They also provide health and personal care supplies, food and access to transportation.

Family Programs:

Family Support Services – These services are designed to keep American Indian families together and strong by providing the knowledge, skills and resources they need to provide a safe, stable environment for their children.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

1. Summary of Significant Accounting Policies (continued)

Organizational Purpose (continued)

Family Preservation and Reunification – Oyate Nawajin “Stand With the People” is a family advocacy program that uses traditional American Indian traditions and an asset based approach that builds on the strengths of families and was established in response to the disproportionate placement of American Indian children outside the home. We provide family preservation and reunification services that combines self-help, professional intervention, and cultural reinforcement in order to strengthen families experiencing a process of family reunification and/or stressful parenting situations.

Indian Child Welfare Legal Advocacy/Compliance (ICWLAC) Project - Created to enforce local compliance with the federal Indian Child Welfare Act (ICWA). The Organization’s ICWLAC Project provides court monitoring on cases involving American Indian children, legal representation to American Indian families (through a collaboration with SMRLS), and education/outreach to identify systemic problems and strategize on solutions regarding ICWA compliance.

Counseling & Support – Ramsey County Children’s Mental Health Case Management provides support, case management and assistance in coordinating resources for families with children who have mental health needs.

Fund Accounting

In order to observe the limitation and restrictions placed on resources available to the Organization, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure whereby resources are classified for accounting and reporting purposes into net asset groupings established according to their nature and restrictions. A description of the groupings is as follows:

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

Net Assets with Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

1. Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Accounts Receivable and Doubtful Accounts

Receivables are recorded at amounts billed and are generally due when billed. Amounts outstanding for more than 30 days are considered delinquent. Accounts receivable are generally uncollateralized and the Organization does not charge interest on accounts receivable balances. The Organization reviews accounts receivable balances on a periodic basis and writes off delinquent receivables when they are considered uncollectible. No allowance for doubtful accounts has been provided as accounts receivable are considered collectable.

Promises-To-Give (Contributions Receivable)

Unconditional promises-to-give are recognized in the period the promises are made. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

Investments

The Organization carries its investments at market value.

Property and Equipment

All major expenditures for land, buildings, improvements and equipment are capitalized at cost. Property and equipment that was purchased or appraised at a value greater than \$3,000 is capitalized. Property and equipment are stated at the fair value at the date of donation in case of donated assets. Depreciation is provided through the use of the straight-line method, over an estimated useful life.

Revenue and Revenue Recognition

The Organization recognizes program service fee revenue when the performance obligations of providing the services are met.

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

1. Summary of Significant Accounting Policies (continued)

Revenue and Revenue Recognition (continued)

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. The Organization received a PPP loan in the year ended December 31, 2020 and recorded them as a conditional grants. The Organization met the conditions of the grant and the amount is included as part of the government grants and contracts.

Unemployment Cost

Prior to January 2020, the Organization has elected to self insure its unemployment cost by reimbursing the State of Minnesota for any unemployment benefits paid to its former employees. Beginning in 2020, the Organization participates in the State of Minnesota's Unemployment program and pays into the plan as required.

Functional Allocation of Expense

Salaries and related expenses are allocated on job descriptions and the best estimates of management. Expenses related to a specific program or supporting service are charged directly to that program or service. Expenses, other than salaries and related expenses, which are not directly identifiable by program or supporting service are allocated based on the best estimates of management.

Income Tax

The Organization has a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and has adopted *Accounting for Uncertainty in Income Taxes*, ASC 740-10. The Organization's policy is to evaluate uncertain tax positions, at least annually, for the potential for income tax exposure from unrelated business income or from loss of nonprofit status. The Organization continues to operate consistent with its original exemption application and each year takes the necessary actions to maintain its exempt status. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and charitable contributions by donors are tax deductible. In compliance with its exempt status, the Organization annually files a Return of Organization Exempt From Income Tax (Form 990).

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

1. Summary of Significant Accounting Policies (continued)

Subsequent Events

The Organization has evaluated the effect that subsequent events would have on the financial statements through September 27, 2021, which is the date financial statements were available to be issued.

2. Significant Concentrations of Credit Risk

The Organization provides services within the Twin Cities area. The amounts due for services provided are from individuals, or their third-party payors, substantially all of whom are local residents. In addition, grants and contributions receivable are from local residents, governments or institutions.

At December 31, 2020 and 2019, the Organization held funds at a local financial institution in excess of federally insured limits. Although the amounts on deposit in exceed the federally insured limit, the Organization has not experienced any losses.

3. Uncertainties and Contingencies

The COVID-19 outbreak in the United States has caused business disruption through both mandated and voluntary suspension of operations. While many of the closings have re-opened, there is still uncertainties if there will be future disruptions due to additional outbreaks. Therefore, the Organization expects this matter may impact its operating results, but reasonable estimates cannot be made at this time.

4. Contributions Receivable

The balances of grants and pledges receivable are due as follows:

<u>Due in the Year Ending December 31,</u>	<u>December 31,</u>	
	<u>2020</u>	<u>2019</u>
2020	\$ -	\$ 562,850
2021	351,850	155,000
2022	<u>20,000</u>	<u>-</u>
Total Grants and Pledges Receivable	371,850	717,850
Less Current Portion	<u>351,850</u>	<u>562,850</u>
Non-current Portion	<u>\$ 20,000</u>	<u>\$ 155,000</u>

All contributions receivable are considered collectable.

AIN DAH YUNG (OUR HOME) CENTER  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2020 AND 2019

5. Investments

The Organization held the following investments as of:

	December 31,			
	2020		2019	
	Cost	Fair Value	Cost	Fair Value
Marketable Equity Securities	\$ 26,620	\$ 26,752	\$ 2,950	\$ 6,003

The Organization carries its partnership interest in the ADYC Supportive Housing Limited Partnership at cost. The amount carried as a long-term asset was \$140,000 for both the years ended December 31, 2020 and 2019. This investment is tested annually for impairment.

6. Fair Value

The Organization adopted Financial Accounting Standards Board Accounting Standards Codification Topic 820 Fair Value Measurements and Disclosures (“ASC 820”). In accordance with ASC 820, “fair value” is defined as the price that an organization would receive upon selling an investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. Various inputs are used in determining the value of investments. ASC 820 established a three-tier hierarchy of inputs to establish a classification of fair value measurements for disclosure purposes. The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

- Level 1 – Quoted prices in active markets for identical investments.
- Level 2 – Other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – Significant unobservable inputs.

The following is a summary of the inputs used to determine the fair value of the investments at December 31, 2020:

	Level 1	Level 2	Level 3	Total
Marketable Equity Securities	\$ 26,752	\$ -	\$ -	\$ 26,752

The following is a summary of the inputs used to determine the fair value of the investments at December 31, 2019:

	Level 1	Level 2	Level 3	Total
Marketable Equity Securities	\$ 6,003	\$ -	\$ -	\$ 6,003

7. Board-Designated Net Assets

The Board of Directors has made the following designation of net assets without donor restrictions as of:

	December 31,	
	2020	2019
Board Designated Reserve	\$ 125,000	\$ 125,000

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8. Property and Equipment

The Organization owned the following as of:

	<u>December 31,</u>		<u>Estimated Useful Lives</u>
	<u>2020</u>	<u>2019</u>	
Land	\$ 68,000	\$ 68,000	
Buildings and Improvements	1,285,991	1,239,033	30 years
Furniture and Equipment	283,619	262,475	2-10 years
Vehicles	<u>61,247</u>	<u>61,247</u>	3-5 years
	1,698,857	1,630,755	
Less Accumulated Depreciation	<u>1,138,334</u>	<u>1,052,853</u>	
	<u>\$ 560,523</u>	<u>\$ 577,902</u>	

Depreciation expense of \$85,480 and \$59,192 was recorded for the years ended December 31, 2020 and 2019, respectively.

9. Notes Payable

The breakdown of deferred loans and notes payable are as follows:

	<u>December 31,</u>	
	<u>2020</u>	<u>2019</u>
Deferred, non-interest bearing loan with Family Housing Fund. No interest or monthly payments on this loan. Matures April 2027. Secured by property.	\$ 23,750	\$ 23,750
Deferred, non-interest bearing loan with Housing and Redevelopment Authority of the City of St. Paul. No interest of monthly payments on this loan. Matures April 2027. Secured by property.	<u>23,750</u>	<u>23,750</u>
	47,500	47,500
Less Portion Due Within One (1) Year	-	-
Long-term Portion	<u>\$ 47,500</u>	<u>\$ 47,500</u>

Principal payments required are as follows:

<u>Due in the Year Ending December 31,</u>	
2021	\$ -
2022	-
2023	-
2024	-
2025	-
2026 and beyond	<u>47,500</u>
Total	<u>\$ 47,500</u>

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10. Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of amounts for the following as of:

	December 31,	
	2020	2019
Subject to expenditure for specified purpose:		
Mino Oski Ain Dah Yung Campaign – Various	\$ 675,608	\$ 1,170,029
Subject to passage of time:		
Future Years General Operations	40,000	30,000
Total Net Assets with Donor Restrictions	\$ 715,608	\$ 1,200,029

11. Line-of-Credit

The Organization maintains a \$125,000 revolving line-of-credit with Western Bank, bearing interest equal to 5.75% rate secured by real property. As of December 31, 2020 and 2019, there were no amounts outstanding.

12. Liquidity and Availability

The following represents the Organization’s financial assets as of:

	December 31,	
	2020	2019
Current Financial Assets:		
Cash	\$ 1,041,958	\$ 328,617
Investments	26,752	6,003
Accounts Receivable	431,893	335,877
Contributions Receivable	351,850	717,850
	\$ 1,852,453	\$ 1,388,347
Less assets not available to be used within one year:		
Net Assets with Donor Restrictions	715,608	1,200,029
Net Assets with Restrictions to be met within one year	(695,608)	(468,000)
Board-Designated Net Assets	125,000	125,000
Total assets not available to be used within one year	145,000	857,029
Financial assets available for general expenditures within one year	\$ 1,707,453	\$ 531,318

The Organization maintains a \$125,000 line-of-credit that can be utilized to aid in liquidity.

The Board has designated \$125,000 as an operating reserve. This designated amount has been excluded from the assets available for general expenditures within one year, but could be made available if necessary with a resolution from the Board.