

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

CONSOLIDATED FINANCIAL STATEMENTS
AS OF
SEPTEMBER 30, 2020 AND 2019

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Douglas Wilson & Company, P.C.

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INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying consolidated financial statements of Great Falls Rescue Mission (a nonprofit organization), which comprise the consolidated statements of financial position as of September 30, 2020 and 2019, and the related consolidated statements of activities and net assets, cash flows and functional expenses for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 the preparation and fair presentation of consolidated 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 audit to obtain reasonable assurance about whether the consolidated financial statements are free from 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 consolidated 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 consolidated financial statements.

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

Emphasis of Matter

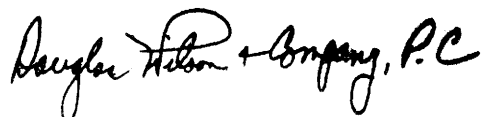
As discussed in Note 1 to the financial statements, the Great Falls Rescue Mission adopted Accounting Standards Update (ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)* and ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made* for the year ended September 30, 2020. Our opinion is not modified with respect to this matter.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Great Falls Rescue Mission as of September 30, 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statement of financial position on page 23 and the consolidating statement of activities and net assets on page 24 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



Great Falls, Montana
June 24, 2021

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2020 AND 2019**

| | 9/30/20 | 9/30/19 |
|--|----------------------|----------------------|
| ASSETS | | |
| Cash | \$ 115,630 | \$ 39,517 |
| Cash - Restricted | 70,513 | 97,547 |
| Investments | 156,863 | 133,775 |
| Prepaid Expenses | 9,385 | 21,234 |
| Buildings and Improvements | 10,954,111 | 10,884,799 |
| Equipment and Tools | 177,392 | 177,392 |
| Furniture and Fixtures | 338,514 | 338,514 |
| Vehicles | 111,447 | 106,647 |
| Less: Accumulated Depreciation | (1,663,097) | (1,326,078) |
| Land | 186,435 | 186,435 |
| Participation Interest in Note Receivable - NMTC | 6,673,038 | 6,673,038 |
| | \$ 17,130,231 | \$ 17,332,820 |

| LIABILITIES AND NET ASSETS | | |
|---|----------------------|----------------------|
| Liabilities: | | |
| Accounts Payable | \$ 124,777 | \$ 250,952 |
| Payroll Taxes Payable | 13,988 | 26,110 |
| Accrued Salaries Payable | 9,238 | 14,978 |
| Loans Payable - COVID-19 / PPP | 277,400 | - |
| Accrued Vacation Payable | 44,170 | 37,773 |
| Notes Payable - NMTC | 9,992,125 | 9,939,625 |
| Total Liabilities | 10,461,698 | 10,269,438 |
| Net Assets: | | |
| Without Donor Restriction: | | |
| Net Investment in Fixed Assets | 10,104,802 | 10,367,709 |
| Board Designated for Operating Reserve | 500,000 | 500,000 |
| Board Designated for Capital Improvements | 212,232 | 212,232 |
| Undesignated | (4,249,023) | (4,144,115) |
| Total Without Donor Restriction | 6,568,011 | 6,935,826 |
| With Donor Restriction: | | |
| Purpose Restricted | 70,513 | 97,547 |
| Perpetual in Nature | 30,009 | 30,009 |
| Total With Donor Restriction | 100,522 | 127,556 |
| Total Net Assets | 6,668,533 | 7,063,382 |
| Total Liabilities and Net Assets | \$ 17,130,231 | \$ 17,332,820 |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

**CONSOLIDATED STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

| | Without Donor Restriction | With Donor Restriction | Total |
|--|--|---------------------------------------|----------------------------|
| Revenues, Gains and Other Support: | | | |
| Contribution Income | \$ 1,761,009 | \$ - | \$ 1,761,009 |
| Contribution Income - In Kind | 811,323 | - | 811,323 |
| Grants | - | 221,598 | 221,598 |
| Thrift Store | 235,041 | - | 235,041 |
| Banquet and Special Events Income | 3,231 | - | 3,231 |
| Miscellaneous Income | 49,187 | - | 49,187 |
| Camp Revenue | 6,140 | - | 6,140 |
| Rent and Property Management Revenue | 36,250 | - | 36,250 |
| Investment Earnings | 4,220 | - | 4,220 |
| Realized/Unrealized Gain (Loss) | 4,216 | - | 4,216 |
| Net Assets Released From Restrictions: | | | |
| Satisfaction of Purpose Restrictions | 248,632 | (248,632) | - |
| Total Revenue | <u>3,159,249</u> | <u>(27,034)</u> | <u>3,132,215</u> |
| Expenses: | | | |
| Program Expenses: | | | |
| Food and Clothing | 695,001 | - | 695,001 |
| Cameron Family Center | 760,823 | - | 760,823 |
| Women's Shelter | 184,483 | - | 184,483 |
| Men's Ministry | 224,067 | - | 224,067 |
| Children and Youth Ministry | 155,079 | - | 155,079 |
| Clinic and Miscellaneous Services | 53,666 | - | 53,666 |
| Thrift Store | 553,558 | - | 553,558 |
| Maintenance and Construction | 96,867 | - | 96,867 |
| Property Management | 18,549 | - | 18,549 |
| Fund Raising | 488,331 | - | 488,331 |
| General and Administrative | 296,640 | - | 296,640 |
| Total Expenses | <u>3,527,064</u> | <u>-</u> | <u>3,527,064</u> |
| Change in Net Assets | (367,815) | (27,034) | (394,849) |
| Net Assets, Beginning of Year | <u>6,935,826</u> | <u>127,556</u> | <u>7,063,382</u> |
| Net Assets, End of Year | <u>\$ 6,568,011</u> | <u>\$ 100,522</u> | <u>\$ 6,668,533</u> |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

CONSOLIDATED STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

| | <u>Without Donor Restriction</u> | <u>With Donor Restriction</u> | <u>Total</u> |
|--|--|---------------------------------------|----------------------------|
| Revenues, Gains and Other Support: | | | |
| Contribution Income | \$ 1,663,706 | \$ 4,609 | \$ 1,668,315 |
| Contribution Income - In Kind | 1,189,701 | - | 1,189,701 |
| Grants | - | 298,383 | 298,383 |
| Thrift Store | 264,885 | - | 264,885 |
| Banquet and Special Events Income | 19,750 | - | 19,750 |
| Miscellaneous Income | 24,205 | - | 24,205 |
| Camp Revenue | 10,754 | - | 10,754 |
| Rent and Property Management Revenue | 36,325 | - | 36,325 |
| Investment Earnings | 3,427 | - | 3,427 |
| Realized/Unrealized Gain (Loss) | 1,696 | - | 1,696 |
| Net Assets Released From Restrictions: | | | |
| Satisfaction of Purpose Restrictions | <u>977,508</u> | <u>(977,508)</u> | <u>-</u> |
| Total Revenue | <u>4,191,957</u> | <u>(674,516)</u> | <u>3,517,441</u> |
| Expenses: | | | |
| Program Expenses: | | | |
| Food and Clothing | 888,965 | - | 888,965 |
| Cameron Family Center | 724,891 | - | 724,891 |
| Women's Shelter | 169,536 | - | 169,536 |
| Men's Ministry | 319,878 | - | 319,878 |
| Children and Youth Ministry | 128,125 | - | 128,125 |
| Clinic and Miscellaneous Services | 77,244 | - | 77,244 |
| Thrift Store | 695,639 | - | 695,639 |
| Maintenance and Construction | 81,149 | - | 81,149 |
| Property Management | 21,789 | - | 21,789 |
| Fund Raising | 448,361 | - | 448,361 |
| General and Administrative | 336,590 | - | 336,590 |
| Total Expenses | <u>3,892,167</u> | <u>-</u> | <u>3,892,167</u> |
| Change in Net Assets | 299,790 | (674,516) | (374,726) |
| Net Assets, Beginning of Year | <u>6,636,036</u> | <u>802,072</u> | <u>7,438,108</u> |
| Net Assets, End of Year | <u>\$ 6,935,826</u> | <u>\$ 127,556</u> | <u>\$ 7,063,382</u> |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

**CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2020 AND 2019**

| | 9/30/20 | 9/30/19 |
|--|-------------------|------------------|
| Cash Flows from Operating Activities: | | |
| Change in Net Assets | \$ (394,849) | \$ (374,726) |
| Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities: | | |
| Depreciation Expense | 337,019 | 325,579 |
| Permanently Restricted Contributions | - | (4,609) |
| Realized / Unrealized (Gain) / Loss on Investments | (4,216) | (1,696) |
| Change in Operating Assets and Liabilities: | | |
| Prepaid Expenses | 11,849 | 1,821 |
| Accounts Payable | (126,175) | 44,831 |
| Accrued Salaries | (5,740) | 5,740 |
| Accrued Vacation | 6,397 | (1,046) |
| Payroll Taxes Payable | (12,122) | (3,880) |
| Net Cash Provided (Used) by Operating Activities | (187,837) | (7,986) |
| Cash Flows from Investing Activities: | | |
| Purchases for Fixed Assets and Construction in Progress | (74,112) | (147,280) |
| Proceeds from the Sale of Investments | 18,578 | 11,539 |
| Purchase of Investments | (37,450) | (1,044) |
| Net Cash Provided (Used) by Investing Activities | (92,984) | (136,785) |
| Cash Flows from Financing Activities: | | |
| Repayment on Notes Payable | - | (50,000) |
| Proceeds from issuance of Notes Payable - NMTC | 52,500 | 52,000 |
| Proceeds from issuance of Loan Payable - COVID-19 / PPP | 277,400 | - |
| Proceeds from Line of Credit | 48,000 | - |
| Payments on Line of Credit | (48,000) | - |
| Change in Cash in Restricted Account | 27,034 | 152,631 |
| Permanently Restricted Contributions | - | 4,609 |
| Net Cash Provided by Financing Activities | 356,934 | 159,240 |
| Net Increase (Decrease) in Cash | 76,113 | 14,469 |
| Cash at Beginning of Year | 39,517 | 25,048 |
| Cash at End of Year | \$ 115,630 | \$ 39,517 |
| Supplemental Disclosure of Cash Flow Information: | | |
| Cash paid for Interest on Notes Payable | \$ 5,672 | \$ 3,345 |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED SEPTEMBER 30, 2020

| | Food & Clothing | Cameron Family Center | Women's Shelter | Men's Ministry | Children & Youth Ministry | Clinic & Misc. Services | Thrift Store | Maintenance & Construction | Property Management | Fund Raising | General & Admin. | Total |
|---------------------------------|----------------------------|------------------------------|------------------------|-----------------------|--------------------------------------|------------------------------------|---------------------|---------------------------------------|----------------------------|---------------------|-----------------------------|---------------------|
| Salaries | \$ 94,342 | \$ 198,969 | \$ 90,149 | \$ 104,068 | \$ 89,026 | \$ - | \$ 125,185 | \$ 61,934 | \$ - | \$ 118,120 | \$ 145,773 | \$ 1,027,566 |
| Payroll Taxes | 11,100 | 25,885 | 9,659 | 15,862 | 9,924 | - | 10,999 | 6,713 | - | 12,468 | 10,168 | 112,778 |
| Employee Relations and Benefits | 24,999 | 48,712 | 15,906 | 26,971 | 14,347 | - | 19,974 | 17,872 | - | 42,548 | 97,186 | 308,515 |
| Advertising | - | - | - | - | - | - | 78 | - | - | 15,107 | - | 15,185 |
| Bank and Credit Card Fees | - | - | - | - | - | - | 3,651 | - | - | 7,044 | 1,733 | 12,428 |
| Dues and Subscriptions | 765 | 2,982 | 2,598 | 2,544 | 406 | 14 | 1,965 | 223 | - | 6,404 | 1,372 | 19,273 |
| Education | 108 | 2,296 | 142 | 644 | 520 | - | 127 | - | - | 1,241 | 1,683 | 6,761 |
| Events | 8,672 | - | - | - | - | 51 | - | - | - | 27 | - | 8,750 |
| Food and Vending Purchases | 26,837 | 562 | 29 | 58 | 982 | - | - | - | - | - | 399 | 28,867 |
| Gifts in Kind | 483,593 | - | - | - | - | 45,430 | 282,300 | - | - | - | - | 811,323 |
| Fundraising | - | - | - | - | - | - | - | - | - | 188,508 | - | 188,508 |
| Incentive Allowances | - | - | - | - | - | - | - | - | - | - | - | - |
| Insurance | 4,702 | 28,504 | 10,577 | 16,318 | 3,887 | 1,340 | 10,505 | 2,936 | - | 1,779 | 4,416 | 84,964 |
| Interest | - | - | - | - | - | - | - | - | - | - | 5,672 | 5,672 |
| Meals and Entertainment | 14 | 7 | 307 | 209 | 3,084 | - | 265 | - | - | 90 | 179 | 4,155 |
| Miscellaneous | 113 | 2,459 | 355 | 3,492 | 589 | - | - | - | 693 | 658 | 4,222 | 12,581 |
| Office Supplies | 655 | 1,491 | - | - | 312 | - | 532 | - | - | 8,293 | 712 | 11,995 |
| Postage | 3,752 | - | - | 58 | - | - | 1,158 | - | - | 76,414 | 707 | 82,089 |
| Professional Fees | 781 | 70,316 | 630 | 3,042 | 4,489 | 18 | 972 | 306 | - | 1,746 | 6,815 | 89,115 |
| Rent - Equipment and Facilities | - | - | - | - | - | - | 60,000 | - | - | 135 | - | 60,135 |
| Repairs and Maintenance | 765 | 14,451 | 15,113 | 4,338 | 195 | 75 | 2,586 | 5,742 | 2,870 | 144 | 750 | 47,029 |
| Support | 150 | 10,000 | 7,114 | - | - | - | 150 | - | - | - | - | 17,414 |
| Supplies | 6,418 | 10,230 | 5,044 | 7,063 | 11,162 | 2,908 | 5,285 | 138 | - | - | 756 | 49,004 |
| Internet | 22 | 1,100 | 110 | 154 | 55 | - | 1,020 | 22 | - | 99 | 110 | 2,692 |
| Taxes and Licenses | 842 | 2,053 | 2,801 | 531 | 338 | 68 | 144 | 23 | 6,849 | - | 243 | 13,892 |
| Telephone | 542 | 841 | 2,718 | 1,172 | 727 | 136 | 419 | 271 | - | 944 | 1,025 | 8,795 |
| Travel and Lodging | 436 | 602 | 673 | 211 | 85 | - | - | - | - | 2,239 | 1,704 | 5,950 |
| Utilities | 16,425 | 38,196 | 15,312 | 31,259 | 4,809 | 2,061 | 20,198 | 687 | 1,462 | 4,122 | 5,595 | 140,126 |
| Vehicle | 3,745 | 756 | 23 | 850 | 4,919 | - | 3,788 | - | 8 | 201 | 193 | 14,483 |
| Depreciation | 5,223 | 300,411 | 5,223 | 5,223 | 5,223 | 1,565 | 2,257 | - | 6,667 | - | 5,227 | 337,019 |
| Total | \$ 695,001 | \$ 760,823 | \$ 184,483 | \$ 224,067 | \$ 155,079 | \$ 53,666 | \$ 553,558 | \$ 96,867 | \$ 18,549 | \$ 488,331 | \$ 296,640 | \$ 3,527,064 |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED SEPTEMBER 30, 2019

| | Food & Clothing | Cameron Family Center | Women's Shelter | Men's Ministry | Children & Youth Ministry | Clinic & Misc. Services | Thrift Store | Maintenance & Construction | Property Management | Fund Raising | General & Admin. | Total |
|---------------------------------|-------------------|-----------------------|-------------------|-------------------|---------------------------|-------------------------|-------------------|----------------------------|---------------------|-------------------|-------------------|---------------------|
| Salaries | \$ 81,266 | \$ 215,815 | \$ 84,467 | \$ 146,684 | \$ 63,129 | \$ 119 | \$ 115,982 | \$ 60,260 | \$ 995 | \$ 111,069 | \$ 145,068 | \$ 1,024,854 |
| Payroll Taxes | 10,104 | 24,763 | 9,135 | 10,397 | 6,695 | 31 | 16,420 | 6,593 | 83 | 11,904 | 21,395 | 117,520 |
| Employee Relations and Benefits | 21,632 | 26,795 | 11,540 | 72,137 | 6,160 | 84 | 10,466 | 8,646 | 1,304 | 35,954 | 107,499 | 302,217 |
| Advertising | - | - | - | 109 | - | - | 2,515 | - | - | 10,199 | - | 12,823 |
| Bank and Credit Card Fees | - | 171 | - | - | - | - | 3,733 | - | - | 5,415 | 750 | 10,069 |
| Dues and Subscriptions | 75 | 1,728 | 2,213 | 2,035 | 566 | 12 | 874 | 54 | - | 11,779 | 4,700 | 24,036 |
| Education | 34 | 1,132 | 373 | 1,550 | 471 | - | - | - | - | 848 | 285 | 4,693 |
| Events | 20,521 | - | - | - | 1,496 | 48 | - | - | - | 2,172 | - | 24,237 |
| Food and Vending Purchases | 25,395 | 21 | 69 | 1,567 | 844 | - | - | - | - | - | 757 | 28,653 |
| Gifts in Kind | 683,560 | - | - | - | - | 70,990 | 435,151 | - | - | - | - | 1,189,701 |
| Fundraising | - | - | - | - | - | - | - | - | - | 188,318 | - | 188,318 |
| Incentive Allowances | - | - | 1,975 | 13,052 | - | - | - | - | - | - | - | 15,027 |
| Insurance | 4,170 | 13,438 | 4,205 | 8,341 | 6,024 | 1,766 | 5,560 | 1,853 | 2,746 | 994 | 19,045 | 68,142 |
| Interest | - | - | - | - | - | - | - | - | - | - | 3,345 | 3,345 |
| Meals and Entertainment | - | 265 | 205 | 70 | 1,460 | - | 419 | - | - | 920 | 419 | 3,758 |
| Miscellaneous | 109 | 1,719 | 2,773 | 4,538 | 1,380 | - | - | 318 | 224 | 177 | 3,234 | 14,472 |
| Office Supplies | 1,260 | 1,274 | - | - | 622 | - | 331 | - | 1 | 7,655 | 2,054 | 13,197 |
| Postage | 4,480 | - | - | 33 | - | - | 111 | - | - | 53,625 | 574 | 58,823 |
| Professional Fees | 172 | 70,891 | 122 | 242 | 3,974 | 6 | 180 | 64 | 32 | 340 | 8,738 | 84,761 |
| Rent - Equipment and Facilities | - | - | - | - | - | - | 60,000 | - | - | 135 | - | 60,135 |
| Repairs and Maintenance | 673 | 12,704 | 8,195 | 10,939 | 23 | 10 | 2,624 | 1,863 | 1,036 | 78 | 669 | 38,814 |
| Support | 244 | 18,068 | 13,795 | 2,050 | 21,200 | - | - | - | - | 1,305 | 2,795 | 59,457 |
| Supplies | 5,585 | 9,059 | 5,086 | 10,430 | 4,006 | 687 | 7,420 | 31 | 107 | - | 515 | 42,926 |
| Internet | 21 | 537 | 106 | 148 | 53 | - | 890 | 21 | 30 | 91 | 242 | 2,139 |
| Taxes and Licenses | 868 | 2,456 | 2,830 | 630 | 168 | 68 | 144 | 23 | 6,641 | - | 295 | 14,123 |
| Telephone | 669 | 966 | 2,941 | 1,471 | 548 | 45 | 419 | 274 | 92 | 1,452 | 2,529 | 11,406 |
| Travel and Lodging | - | 179 | 120 | 269 | - | - | 90 | 553 | - | 196 | 989 | 2,396 |
| Utilities | 18,881 | 32,799 | 16,052 | 24,516 | 3,918 | 1,688 | 22,814 | 596 | 1,146 | 3,359 | 4,827 | 130,596 |
| Vehicle | 3,026 | 2,564 | 34 | 1,820 | 1,948 | 165 | 4,796 | - | 685 | 376 | 536 | 15,950 |
| Depreciation | 6,220 | 287,547 | 3,300 | 6,850 | 3,440 | 1,525 | 4,700 | - | 6,667 | - | 5,330 | 325,579 |
| Total | \$ 888,965 | \$ 724,891 | \$ 169,536 | \$ 319,878 | \$ 128,125 | \$ 77,244 | \$ 695,639 | \$ 81,149 | \$ 21,789 | \$ 448,361 | \$ 336,590 | \$ 3,892,167 |

See notes to the consolidated financial statements.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

- A. Nature of Activities** - The Great Falls Rescue Mission (Mission) is a non-profit Christian organization committed to caring for the hungry, hurting, and homeless of north-central Montana. The Mission provides food, clothing, shelter, and Christian ministry for those in need. A majority of the revenue is contributions from individuals and businesses within north central Montana.

The GFRM NMTC Holdings was incorporated July 31, 2015, in the State of Montana, as a not-for-profit organization. The GFRM NMTC Holdings was created to for the sole purpose of facilitating the New Markets Tax Credit transaction (NMTC). As the GFRM NMTC Holdings' Board of Directors are appointed by the Mission's Board of Directors, the financial activities of the Mission and the GFRM NMTC Holdings have been consolidated. All significant intercompany balances and transactions have been eliminated in consolidation.

Collectively, the organizations are hereafter referred to as the Mission.

- B. Adoption of New Accounting Standards** - During the year ended September 30, 2020, the Mission adopted Accounting Standard Update (ASU) 2014-09, *Revenue from Contracts with Customers* and ASU 2018-08, *Clarifying the Scope and the Accounting guidance for Contributions received and Contributions Made*. The adoption of the ASUs did not have a significant impact on the Mission's financial statements.
- C. Method of Accounting** - The consolidated financial statements of the Mission have been prepared utilizing the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred.
- D. Financial Statement Presentation** - According to accounting standards, the Mission is required to report information regarding its financial position and activities according to two classes of net assets: without donor restriction, and with donor restriction. In addition, the Mission is required to present a statement of cash flows.
- E. Contributions** - Contributions whose restrictions are met in the same period as the recognition of the contribution are considered *Without Donor Restriction* for reporting purposes.
- F. Donor-Imposed Restrictions** - All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or donor-restricted for specific purposes are reported as *With Donor Restriction* support that increases that net asset class. Support that is restricted by the donor is reported as an increase in *Without Donor Restriction* net assets if the restriction expires in the reporting period in which the support is recognized.

When a donor-stipulated time restriction ends or a purpose restriction is accomplished, then the restricted net assets are reclassified to *Without Donor Restriction* net assets and are reported in the statement of activities as net assets released from restrictions.

GREAT FALLS RESCUE MISSION

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**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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- G. Furniture and Equipment** - All expenditures for furniture and equipment and the fair value of donated items in excess of \$5,000 are capitalized. Purchased equipment is recorded at cost.

Depreciation is computed by the straight-line method over the following estimated useful lives:

| | |
|-----------------------------------|---------------|
| Furniture, Fixtures and Equipment | 3 - 10 Years |
| Buildings and Improvements | 30 - 40 Years |
| Vehicles | 5 Years |

- H. Donated Materials and Services** - Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated fair market values at the date of receipt. Donated services relate to professional services received and are used for clinic services. Total donated services recognized as revenues are \$45,430 and \$70,990, respectively for the years ended September 30, 2020 and 2019.
- I. Thrift Store** - Contributions of clothing, household goods and other items to the Mission's thrift store are recognized as revenues when, and if sold. Inventories of such items in the thrift store are not included as assets in the consolidated statements of financial position.
- J. Use of Estimates** - The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- K. Income Tax Status** - The Mission qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and therefore has no provision for federal and state income taxes.
- L. Cash and Cash Equivalents** - For the consolidated statement of financial position and consolidated statement of cash flows, cash and cash equivalents are defined as all monies in petty cash, checking, savings and money market accounts and certificates of deposit. The Mission maintains its cash at bank accounts, which, at times, may exceed federal insured limits. The Mission has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.
- M. Restricted Cash** - Cash from the NMTC transaction is reflected as restricted cash on the consolidated statements of financial position. Its use is restricted to the remodel of the Mission's women's shelter and future management fees related to the New Markets Tax Credit transaction.
- N. Functional Allocation of Expenses** - The Statement of Activities reports expenses by both natural and functional classifications. Certain categories of expenses are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Costs are directly applied to the related

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS SEPTEMBER 30, 2020 AND 2019

program or supporting service category when identifiable and possible. General operating costs across all-natural categories are allocated on the basis of estimates of time and effort.

- O. Revenue Recognition** - The Mission recognizes contributions as income when received. Non-cash gifts are reported as at the estimated fair value on the date of the gift. Revenue is primarily derived from contributions of cash. The Mission's grants are considered to be exchange transactions. Accordingly, revenue is recognized when earned and related expenses are recognized as incurred.

The Mission recognizes rental income from tenant leases on a straight-line basis. The Mission commences rental income recognition when the tenant takes possession of the leased space.

Revenues from the Mission's thrift store are recognized when products are transferred to customers.

- P. Reclassification** - Certain reclassifications have been made to prior year amounts to conform to the current year presentation. Such reclassifications have had no effect on change in net assets as previously reported.
- Q. Subsequent Events** - In preparing these consolidated financial statements, the Mission has evaluated events and transactions for potential recognition or disclosure through June 24, 2021, the date the financial statements were available to be issued.

NOTE 2: NEW MARKETS TAX CREDIT:

In October 2015, the Mission entered into a New Markets Tax Credit (NMTC) transaction to help finance the construction of the Cameron Family Center. The new facility opened January 2017. The New Markets Tax Credit Program was designed to stimulate investment and economic growth in low-income communities by offering a seven-year, 39% federal tax credit for Qualified Equity Investments (QEI) made through investment vehicles known as Community Development Entities (CDE). CDEs use capital derived from tax credits to make loans to or investments in businesses and projects in low-income areas.

The Mission does not control or have economic interest in the assets of either QEI or the CDEs. The QEI is controlled and wholly owned by US Bancorp and the Investment Fund controls and funds the CDE.

To earn the tax credit the QEI must remain invested in the CDE for a seven-year period. The Mission and US Bancorp have entered into a put/call option agreement to take place at the end of the seven-year period. Under the agreement, US Bancorp can exercise a put option to sell all interest in the QEI for \$1,000 to the Mission.

See Notes 5 and 7 for further disclosure on NMTC transaction.

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**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 3: INVESTMENTS/FAIR VALUE MEASUREMENTS:

Assets and liabilities recorded at fair value on the balance sheets are categorized based upon the level of judgment associated with the inputs used to measure their fair values. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Mission has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

The Mission's investments are recorded at fair value and have been categorized based upon a fair value hierarchy in accordance with accounting standards.

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Fair values of assets measured on a recurring basis at September 30, 2020 are as follows:

| | <u>Fair Value</u> | <u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u> | <u>Significant Other Observable Inputs (Level 2)</u> | <u>Significant Unobservable Inputs (Level 3)</u> |
|-------------------------------|-------------------|---|--|--|
| Mutual and Money Market Funds | \$ 103,016 | \$ 103,016 | \$ - | \$ - |
| Equity Securities | 53,847 | 53,847 | - | - |
| Total | <u>\$ 156,863</u> | <u>\$ 156,863</u> | <u>\$ -</u> | <u>\$ -</u> |

Fair values of assets measured on a recurring basis at September 30, 2019 are as follows:

| | <u>Fair Value</u> | <u>Quoted Prices Markets for Identical Assets (Level 1)</u> | <u>Significant Other Observable Inputs (Level 2)</u> | <u>Significant Unobservable Inputs (Level 3)</u> |
|-------------------------------|-------------------|---|--|--|
| Mutual and Money Market Funds | \$ 126,760 | \$ 126,760 | \$ - | \$ - |
| Equity Securities | 7,015 | 7,015 | - | - |
| Total | <u>\$ 133,775</u> | <u>\$ 133,775</u> | <u>\$ -</u> | <u>\$ -</u> |

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The fair market value and cost of investments consist of the following:

| September 30, 2020 | Fair Market Value | Cost | Unrealized Gain/ (Loss) |
|-------------------------------|----------------------------------|--------------------------|--|
| | <u> </u> | <u> </u> | <u> </u> |
| Mutual and Money Market Funds | \$ 103,016 | \$ 95,719 | \$ 7,297 |
| Equity Securities | 53,847 | 57,792 | (3,945) |
| Total | <u>\$ 156,863</u> | <u>\$ 153,511</u> | <u>\$ 3,352</u> |

| September 30, 2019 | Fair Market Value | Cost | Unrealized Gain/ (Loss) |
|-------------------------------|----------------------------------|--------------------------|--|
| | <u> </u> | <u> </u> | <u> </u> |
| Mutual and Money Market Funds | \$ 126,760 | \$ 116,347 | \$ 10,413 |
| Equity Securities | 7,015 | 7,474 | (459) |
| Total | <u>\$ 133,775</u> | <u>\$ 123,821</u> | <u>\$ 9,954</u> |

NOTE 4: LIQUIDITY AND AVAILABILITY:

The Mission's financial assets available within one year from September 30, 2020 and 2019 for general obligations are as follows:

| | <u>9/30/20</u> | <u>9/30/19</u> |
|--|--------------------------|--------------------------|
| Total Financial Assets at Year-End: | | |
| Cash and Cash Equivalents | \$ 186,413 | \$ 138,178 |
| Investments | 156,863 | 133,775 |
| Total | <u>343,276</u> | <u>271,953</u> |
| Less amounts not available to be used within one year: | | |
| Donor-restricted endowment | 30,009 | 30,009 |
| Long-Term restricted cash | 54,513 | 70,634 |
| Total | <u>84,522</u> | <u>100,643</u> |
| Financial asset available to meet cash needs for general expenditures within one year | <u>\$ 258,754</u> | <u>\$ 171,310</u> |

The Mission anticipates collecting sufficient revenue to cover general expenditures. The Mission's investment portfolio consists of common stocks and mutual funds which are not subject to any constraints limiting the Mission's ability to respond quickly to changes in market conditions. The amounts the Mission's board has designated for operating reserve and capital improvements are available for general expenditures. The Mission has a \$65,000 line of credit available to meet cash flow needs.

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**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 5: PARTICIPATION INTEREST IN NOTE RECEIVABLE - NMTC:

During the year ended September 30, 2016, the Mission acquired participation interests a note receivable to GF Rescue Mission Investment Fund, LLC. The total amount of this note is \$7,024,250, of which the Mission has contributed \$6,673,038 in participation interest. The note bears interest at 1% per annum payable annually, with principal payments starting November 2023 through December 2043 in annual payments of \$392,413.

As described in Note 2, after the seven-year compliance period for the NMTC, there are put/call agreements, that when exercised will essentially result in forgiveness off this note as well as extinguishment of debt related to notes A and B described in Note 7.

NOTE 6: LOANS PAYABLE - COVID-19 / PPP:

On April 7, 2020, The Mission was granted a loan (the "Loan") from Stockman Bank in the aggregate amount of \$257,600, pursuant to the Paycheck Protection Program (the "PPP") under Division A, Title I of the CARES Act, which was enacted March 27, 2020.

The Loan, which was in the form of a Note dated April 7, 2020, issued by the Borrower, matures on December 5, 2022, and bears interest at a rate of 1.0% per annum.

On December 7, 2020, the Mission was notified that \$247,600 of the PPP loan has been forgiven. The Mission expects to repay the remaining \$10,000 balance entirely within the next fiscal year.

The Mission also received \$19,800 of COVID-19 relief loans from the Small Business Administration. These loans were forgiven subsequent to September 30, 2020.

NOTE 7: NOTES PAYABLE - NMTC:

In October 2015, the Mission obtained financing in an arrangement structured under the NMTC transaction. Two loans were made to the by the CDE to the Mission. The outstanding balances were as follows:

| | <u>9/30/20</u> | <u>9/30/19</u> |
|---------------------------------------|---------------------|---------------------|
| GF Rescue Mission Sub CDE, LLC Note A | \$ 7,024,250 | \$ 7,024,250 |
| GF Rescue Mission Sub CDE, LLC Note B | 2,967,875 | 2,915,375 |
| | <u>\$ 9,992,125</u> | <u>\$ 9,939,625</u> |

Both loans have a maturity date of December 31, 2050, and applicable interest rates of 1.064%. The Mission is required to make an interest payment to the CDE every November. The Mission receives a rental income payment from the CDE every November equal to the interest payment. Therefore, no amounts have been recognized in the financial statements for interest expense or rental income for this transaction.

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The first seven years of the notes are defined as the compliance period. No principal payments will be made during the compliance period. As described in Notes 2 and 5 there are put/call agreements between the Mission and the investor in QEI funds, which has ownership interest in the GF Rescue Mission Sub CDE, LLC. It is anticipated the put/call agreements will be exercised after the compliance period, which will effectively extinguish the remaining balances on these two notes.

NOTE 8: LINE OF CREDIT:

The Mission has a \$65,000 line of credit from a local bank. The line requires monthly payments including interest of prime plus 1%, with a minimum of 5.5%. The line of credit is secured by real estate and matures November 2021. There was no outstanding balance at September 30, 2020 and 2019.

NOTE 9: DESIGNATED FOR OPERATING RESERVE:

The Mission has designated \$500,000 to be held in reserve when adverse economic conditions occur, and contributions decrease.

NOTE 10: NET ASSETS WITH DONOR RESTRICTION – PURPOSE RESTRICTED:

Purpose Restricted net assets with donor restriction are for future management fees related to the NMTC notes.

NOTE 11: NET ASSETS WITH DONOR RESTRICTION – PERPETUAL IN NATURE:

Perpetual in nature net assets with donor restrictions are contributions which the principal must remain intact per donor request and the earnings can be used for specified purposes or general operations to the extent of its investment income. Included in this category is the Mission's Endowment.

NOTE 12: OPERATING LEASES:

The Mission leases retail space for its thrift store. The monthly lease payment is \$5,000. This lease will expire December 2024. Future minimum lease payments under this non-cancelable lease are as follows:

| Year ending September 30, | |
|--------------------------------------|--------------------------|
| 2021 | \$ 60,000 |
| 2022 | 60,000 |
| 2023 | 60,000 |
| 2024 | 60,000 |
| 2025 | - |
| | <u>\$ 240,000</u> |

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Total lease expense for the years ended September 30, 2020 and 2019 totaled \$60,000.

NOTE 13: THRIFT STORE, NET:

Thrift store activity consists of the following at September 30, 2020 and 2019:

| | 9/30/20 | 9/30/19 |
|----------------------------|--------------------|-----------------|
| Thrift Store Sales | 228,969 | \$ 237,433 |
| Miscellaneous Revenue | 6,072 | 27,452 |
| In-kind Contributions, Net | - | - |
| Gross Profit | 235,041 | 264,885 |
| Operating Expenses: | | |
| Salaries | 125,185 | 115,982 |
| Payroll Taxes / Benefits | 30,973 | 26,886 |
| Advertising | 78 | 2,515 |
| Bank and Credit Card Fees | 3,651 | 3,733 |
| Dues and Subscriptions | 1,965 | 874 |
| Education | 127 | - |
| Insurance | 10,505 | 5,560 |
| Meals and Entertainment | 265 | 419 |
| Office Supplies | 532 | 331 |
| Professional Fees | 972 | 180 |
| Rent | 60,000 | 60,000 |
| Repairs and Maintenance | 2,586 | 2,624 |
| Supplies and Equipment | 5,435 | 7,420 |
| Internet | 1,020 | 890 |
| Taxes and Licenses | 144 | 144 |
| Telephone | 419 | 419 |
| Travel and Lodging | - | 90 |
| Utilities | 20,198 | 22,814 |
| Vehicle | 3,788 | 4,796 |
| Depreciation | 2,257 | 4,700 |
| Total Operating Expenses | 270,100 | 260,377 |
| Thrift Store, Net | \$ (35,059) | \$ 4,508 |

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS SEPTEMBER 30, 2020 AND 2019

NOTE 14: ENDOWMENT:

The Mission's endowment consists of several individual funds established for a variety of purposes. This endowment may include both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles in the United States, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Mission has interpreted the Montana Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result, the Mission classifies as with donor restriction net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

In accordance with UPMIFA, the Mission considers the following factors when making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purpose of the Mission and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Mission
- (7) The investment policies of the Mission.

Endowment Spending Policy

It is the goal of the Mission to provide annual distributions to support the programs it has identified within its various missions. This goal needs to be balanced with an equally important goal of growing the principal of the Endowment Funds in real terms. The Board has taken into consideration the impact cash withdrawals play upon the volatility of a portfolio over time. Taking this into account, the Board has set an annual withdrawal policy of spending interest earned and the increase in fair market value subject to any specific donor-imposed restrictions.

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Underwater Endowment - The Mission considers its endowment to be underwater if the fair value is less than the sum of (1) the original value of initial and subsequent gift amounts donated to the endowment and (2) any accumulations to the endowment required to be held in perpetuity per donor direction. The Mission has no underwater endowment funds at September 30, 2020 and 2019.

Endowment Investment Policy

Investment Objective – The obligations of the Mission are long-term in nature; consequently, the investment of the endowment assets has a long-term focus. The endowment assets are invested in accordance with sound investment practices that emphasize long-term investment fundamentals. The investment objective for the portfolio assets is to maintain a level of current income and to meet withdrawal needs with any shortfall to be made up from net capital appreciation. This objective is obtained through a well-diversified portfolio structure in a manner consistent with the investment policy when read in its entirety.

Risk Tolerance – The Board of Directors examined two important factors that affect the portfolio risk tolerance: financial ability to accept risk within the investment program and willingness to accept return volatility. The Board of Directors is comfortable with a moderate risk strategy. This is a goal of relatively more stable returns over the longer term with a reduced potential of negative returns in any given year. Specifically, the risk level as measured by volatility (standard deviation) should be similar to the volatility level of the underlying comparative benchmarks and not deviate from the benchmarks by more than 25% at any given time. At any one time no more than 5% of the equities portion of the assets may be invested in the equity securities of one issuing corporation nor more than 10% of the fixed income portions in the fixed income securities of any one issuing entity (except U.S. Treasury or Agency Securities).

Strategies for Achieving Objectives – To satisfy its long-term objectives, the Mission relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Mission targets a diversified asset allocation that generally places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

**Endowment Net Assets Composition by Type of Fund
as of September 30, 2020**

| | With Donor Restriction |
|----------------------------------|---------------------------------------|
| Donor Restricted Endowment Funds | |
| Endowment | <u>\$ 30,009</u> |

GREAT FALLS RESCUE MISSION

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**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2020 AND 2019**

**Changes in Endowment Net Assets
for the Year Ended September 30, 2020**

| | <u>Without Donor Restriction</u> | <u>With Donor Restriction</u> |
|---|--|---------------------------------------|
| Endowment Net Assets, Beginning of Year | \$ - | \$ 30,009 |
| Investment Returns | | |
| Investment Income | - | - |
| Net Appreciation | - | - |
| Total Investment Return | - | - |
| Contributions | - | - |
| Release from Restrictions | - | - |
| Adjustments | - | - |
| Balance September 30, 2020 | <u>\$ -</u> | <u>\$ 30,009</u> |

NOTE 15: RETIREMENT PLAN:

The Mission offers its employees the option to participate in a SIMPLE IRA plan. The SIMPLE IRA covers employees who at least 21 years old and have worked for the Mission for over one year. The Mission will contribute a matching contribution to each eligible employee's SIMPLE IRA equal to the employee's salary reduction contributions up to a limit of 3% of the employee's compensation for the year. For the years ended September 30, 2020 and 2019, the employer contributions totaled \$21,252 and \$12,912, respectively.

NOTE 16: CONTINGENCIES:

The Mission is subject to legal proceedings, claims, and litigation arising in the ordinary course of operations. The Mission defends itself vigorously against any such claims. Although the outcome of these matters is currently not determinable, management does not expect that the ultimate costs to resolve these matters will have a material adverse effect on its consolidated financial position, results of operations, or cash flows.

NOTE 17: SUBSEQUENT EVENT:

As stated in Note 6, \$267,400 of the Mission's COVID-19 / PPP Loans were forgiven after September 30, 2020. The remaining \$10,000 balance is expected to be repaid during the fiscal year ending September 30, 2021.

GREAT FALLS RESCUE MISSION

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**CONSOLIDATING STATEMENT OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2020**

ASSETS

| | Great Falls Rescue Mission | Great Falls Rescue Mission Holdings | Eliminating Entries | Consolidated Balances |
|--|---|--|--------------------------------|----------------------------------|
| Cash | \$ 115,630 | \$ - | \$ - | \$ 115,630 |
| Cash - Restricted | - | 70,513 | - | 70,513 |
| Investments | 156,863 | - | - | 156,863 |
| Prepaid Expenses | 9,385 | - | - | 9,385 |
| Buildings and Improvements | 1,504,895 | 9,449,216 | - | 10,954,111 |
| Equipment and Tools | 177,392 | - | - | 177,392 |
| Furniture and Fixtures | 139,722 | 198,792 | - | 338,514 |
| Vehicles | 111,447 | - | - | 111,447 |
| Less: Accumulated Depreciation | (705,656) | (957,441) | - | (1,663,097) |
| Land | 186,435 | - | - | 186,435 |
| Participation Interest in Note Receivable - NMTC | 6,673,038 | - | - | 6,673,038 |
| | \$ 8,369,151 | \$ 8,761,080 | \$ - | \$ 17,130,231 |

LIABILITIES AND NET ASSETS

| | | | | |
|---|---------------------|---------------------|-------------|----------------------|
| Liabilities: | | | | |
| Accounts Payable | \$ 124,777 | \$ - | \$ - | \$ 124,777 |
| Payroll Taxes Payable | 13,988 | - | - | 13,988 |
| Accrued Salaries Payable | 9,238 | - | - | 9,238 |
| Loans Payable - COVID-19 / PPP | 277,400 | - | - | 277,400 |
| Accrued Vacation Payable | 44,170 | - | - | 44,170 |
| Notes Payable - NMTC | - | 9,992,125 | - | 9,992,125 |
| Total Liabilities | 469,573 | 9,992,125 | - | 10,461,698 |
| Net Assets: | | | | |
| Without Donor Restriction: | | | | |
| Net Investment in Fixed Assets | 1,414,235 | 8,690,567 | - | 10,104,802 |
| Board Designated for Operating Reserve | 500,000 | - | - | 500,000 |
| Board Designated for Capital Improvements | 212,232 | - | - | 212,232 |
| Undesignated | 5,743,102 | (9,992,125) | - | (4,249,023) |
| Total Without Donor Restriction | 7,869,569 | (1,301,558) | - | 6,568,011 |
| With Donor Restriction: | | | | |
| Purpose Restricted | - | 70,513 | - | 70,513 |
| Perpetual in Nature | 30,009 | - | - | 30,009 |
| Total With Donor Restriction | 30,009 | 70,513 | - | 100,522 |
| Total Net Assets | 7,899,578 | (1,231,045) | - | 6,668,533 |
| Total Liabilities and Net Assets | \$ 8,369,151 | \$ 8,761,080 | \$ - | \$ 17,130,231 |

See independent auditor's report.

GREAT FALLS RESCUE MISSION

GREAT FALLS, MONTANA

**CONSOLIDATING STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

| | Great Falls Rescue Mission | Great Falls Rescue Mission Holdings | Eliminating Entries | Total |
|--------------------------------------|---|--|--------------------------------|---------------------|
| Revenues, Gains and Other Support: | | | | |
| Contribution Income | \$ 1,761,009 | \$ - | \$ - | \$ 1,761,009 |
| Contribution Income - In Kind | 811,323 | - | - | 811,323 |
| Grants | 221,598 | - | - | 221,598 |
| Thrift Store | 235,041 | - | - | 235,041 |
| Banquet and Special Events income | 3,231 | - | - | 3,231 |
| Miscellaneous Income | 49,187 | - | - | 49,187 |
| Camp Revenue | 6,140 | - | - | 6,140 |
| Rent and Property Management Revenue | 36,250 | - | - | 36,250 |
| Investment Earnings | 4,220 | - | - | 4,220 |
| Realized/Unrealized Gain (Loss) | 4,216 | - | - | 4,216 |
| Total Revenue | 3,132,215 | - | - | 3,132,215 |
| Expenses: | | | | |
| Program Expenses: | | | | |
| Food and Clothing | 695,001 | - | - | 695,001 |
| Cameron Family Center | 427,573 | 333,250 | - | 760,823 |
| Women's Shelter | 184,483 | - | - | 184,483 |
| Men's Ministry | 224,067 | - | - | 224,067 |
| Children and Youth Ministry | 155,079 | - | - | 155,079 |
| Clinic and Miscellaneous Services | 53,666 | - | - | 53,666 |
| Thrift Store | 553,558 | - | - | 553,558 |
| Maintenance and Construction | 96,867 | - | - | 96,867 |
| Property Management | 18,549 | - | - | 18,549 |
| Fund Raising | 488,331 | - | - | 488,331 |
| General and Administrative | 296,640 | - | - | 296,640 |
| Total Expenses | 3,193,814 | 333,250 | - | 3,527,064 |
| Change in Net Assets | (61,599) | (333,250) | - | (394,849) |
| Net Assets, Beginning of Year | 7,961,177 | (897,795) | - | 7,063,382 |
| Net Assets, End of Year | \$ 7,899,578 | \$ (1,231,045) | \$ - | \$ 6,668,533 |

See independent accountant's report.