

WYOMING RESCUE MISSION

FINANCIAL STATEMENTS

For the years ended June 30, 2021 and 2020

WYOMING RESCUE MISSION

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Ted C. Grooms, CPA
Brad L. Williams, CPA



Nicholas R. Grooms, CPA
Karessa I. Atkins, CPA

555 South Wolcott Street • Casper, Wyoming 82601
www.groomsandharkins.com

NOTICE

The accompanying financial statements and independent auditors' report are for the use of the management and the Board of Directors of Wyoming Rescue Mission, and for meeting local, state, and federal requirements and should not be used or relied upon by any other party for any purpose. Additional users of these financial statements and independent auditors' report are hereby advised that the liability of Grooms & Harkins, P.C. to third party users who use or rely on this information may be limited pursuant to 1995 Wyo. Sess. Laws, Chapter 155 creating Wyo. Stat. §33-3-201.

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Wyoming Rescue Mission
Casper, Wyoming

We have audited the accompanying financial statements of Wyoming Rescue Mission (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. The financial statements of Central Wyoming Rescue Mission as of June 30, 2020 were audited by other auditors whose report dated May 17, 2021, expressed an unqualified opinion on those 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 the 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 audit 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 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 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.

Member: Wyoming Society of Certified Public Accountants • American Institute of Certified Public Accountants

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 Wyoming Rescue Mission as of June 30, 2021, 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.

Grooms & Harkins, PC

Casper, Wyoming
December 6, 2021

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**WYOMING RESCUE MISSION
STATEMENTS OF FINANCIAL POSITION**

ASSETS

	June 30,	
	2021	2020
Current assets		
Cash and cash equivalents	\$ 3,713,523	\$ 1,686,793
Pledges receivable	29,161	4,258
Other receivable	9,670	10,058
Prepaid expenses	5,945	5,109
Inventory	2,500	2,500
Investments	1,839,225	372,955
Total current assets	5,600,024	2,081,673
Property and equipment		
Land	1,088,809	856,747
Buildings	6,063,065	5,774,862
Construction in progress	1,116,518	33,217
Equipment	482,100	461,511
Website	19,000	-
	8,769,492	7,126,337
Less accumulated depreciation	795,193	657,868
Total property and equipment, net	7,974,299	6,468,469
Other assets		
Long-term pledges	29,161	137,483
Beneficial interest in assets held by Wyoming Community Foundation	200,981	151,873
Total other assets	230,142	289,356
Total assets	\$ 13,804,465	\$ 8,839,498

(Continued)

See accompanying notes to financial statements.

STATEMENTS OF FINANCIAL POSITION
Continued

LIABILITIES AND NET ASSETS

	June 30,	
	2021	2020
Current liabilities		
Accounts payable	\$ 68,113	\$ 63,332
Accrued expenses	82,683	70,943
Deferred revenue	-	49,456
Notes payable	842,761	811,668
Total current liabilities	993,557	995,399
Long-term liabilities		
Notes payable	-	249,100
Total liabilities	993,557	1,244,499
Net assets		
Without donor restriction	10,257,361	7,161,005
With donor restriction	2,553,547	433,994
Total net assets	12,810,908	7,594,999
Total liabilities and net assets	\$ 13,804,465	\$ 8,839,498

See accompanying notes to financial statements.

**WYOMING RESCUE MISSION
STATEMENTS OF ACTIVITIES
FOR THE YEAR JUNE 30, 2021**

	2021		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating activities			
Support and revenues			
Direct public support			
Contributions	\$ 3,020,588	\$ -	\$ 3,020,588
Special events	158,029	-	158,029
In-kind contributions			
Thrift store	979,141	-	979,141
Food and other	197,887	-	197,887
Indirect public support			
Support from governmental agencies	48,104	-	48,104
Private grants	327,618	-	327,618
Total support	<u>4,731,367</u>	<u>-</u>	<u>4,731,367</u>
Revenues			
Thrift store revenue	960,081	-	960,081
Other income	220,350	24,135	244,485
Total revenues	<u>1,180,431</u>	<u>24,135</u>	<u>1,204,566</u>
Net assets released from restrictions			
Release of net assets due to satisfaction of donor restrictions	5,884	(5,884)	-
Total support and revenues	<u>5,917,682</u>	<u>18,251</u>	<u>5,935,933</u>
Expenses and losses			
Program services	3,332,815	-	3,332,815
Management and general	173,722	-	173,722
Fundraising and development	430,977	-	430,977
Total expenses	<u>3,937,514</u>	<u>-</u>	<u>3,937,514</u>
Change in net assets from operating activities	<u>1,980,168</u>	<u>18,251</u>	<u>1,998,419</u>
Non-operating activities			
Capital campaign revenues	-	2,571,236	2,571,236
Support from governmental agencies	-	527,129	527,129
Capital campaign expenses	(38,290)	-	(38,290)
Interest and dividends	25,700	5,876	31,576
Realized gain (loss)	(7)	53,427	53,420
Unrealized gain	30,177	42,242	72,419
Net assets released from restrictions	<u>1,098,608</u>	<u>(1,098,608)</u>	<u>-</u>
Change in net assets from non-operating activities	<u>1,116,188</u>	<u>2,101,302</u>	<u>3,217,490</u>
Change in net assets	<u>3,096,356</u>	<u>2,119,553</u>	<u>5,215,909</u>
Net assets, beginning of year	<u>7,161,005</u>	<u>433,994</u>	<u>7,594,999</u>
Net assets, end of year	<u>\$ 10,257,361</u>	<u>\$ 2,553,547</u>	<u>\$ 12,810,908</u>

See accompanying notes to financial statements.

**WYOMING RESCUE MISSION
STATEMENTS OF ACTIVITIES
FOR THE YEAR JUNE 30, 2020**

	2020		
	Without donor restrictions	With donor restrictions	Total
Operating activities			
Support and revenues			
Direct public support			
Contributions	\$ 1,230,735	\$ -	\$ 1,230,735
Special events	-	-	-
In-kind contributions			
Thrift store	785,632	-	785,632
Food and other	209,146	-	209,146
Indirect public support			
Support from governmental agencies	36,555	-	36,555
Private grants	342,119	-	342,119
Total support	<u>2,604,187</u>	<u>-</u>	<u>2,604,187</u>
Revenues			
Thrift store revenue	741,480	-	741,480
Rent income	6,111	-	6,111
Other income	8,521	-	8,521
Total revenues	<u>756,112</u>	<u>-</u>	<u>756,112</u>
Net assets released from restrictions			
Release of net assets due to satisfaction of donor restrictions	<u>253,543</u>	<u>(253,543)</u>	<u>-</u>
Total support and revenues	<u>3,613,842</u>	<u>(253,543)</u>	<u>3,360,299</u>
Expenses and losses			
Program services	2,852,659	-	2,852,659
Management and general	162,735	-	162,735
Fundraising and development	324,562	-	324,562
Total expenses	<u>3,339,956</u>	<u>-</u>	<u>3,339,956</u>
Change in net assets from operations	<u>273,886</u>	<u>(253,543)</u>	<u>20,343</u>
Non-operating activities			
Capital campaign revenues	-	648,243	648,243
Support from governmental agencies	-	166,644	166,644
Capital campaign expenses	(111,191)	-	(111,191)
Interest and dividends	17,728	5,438	23,166
Realized gains/losses	-	-	-
Unrealized gains/losses	11,853	(5,585)	6,268
Net assets released from restrictions	<u>643,731</u>	<u>(643,731)</u>	<u>-</u>
Change in net assets from non-operating activities	<u>562,121</u>	<u>171,009</u>	<u>733,130</u>
Change in net assets	<u>836,007</u>	<u>(82,534)</u>	<u>753,473</u>
Net assets, beginning of year	<u>6,324,998</u>	<u>516,528</u>	<u>6,841,526</u>
Net assets, end of year	<u>\$ 7,161,005</u>	<u>\$ 433,994</u>	<u>\$ 7,594,999</u>

See accompanying notes to financial statements.

WYOMING RESCUE MISSION
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended June 30, 2021

	<u>Program Services</u>				<u>Management and General</u>	<u>Fundraising and Development</u>	
	<u>Men, Women, and Transition</u>	<u>Rescued Treasures</u>	<u>Community Kitchen</u>	<u>Total</u>			<u>Total</u>
Salaries and wages	\$ 664,250	\$ 374,762	\$ 98,674	\$ 1,137,686	\$ 66,252	\$ 111,627	\$ 1,315,565
Payroll taxes	67,602	40,222	13,423	121,247	13,713	12,432	147,392
Employee benefits	41,183	14,536	4,268	59,987	12,960	4,761	77,708
Total Salaries, taxes, and benefits	773,035	429,520	116,365	1,318,920	92,925	128,820	1,540,665
Operations expenses	74,079	114,291	58,521	246,891	15,241	7,413	269,545
Facility expenses	60,928	182,912	-	243,840	8,644	6,600	259,084
Professional services	-	5,826	-	5,826	21,600	57,280	84,706
Office and miscellaneous	17,352	23,904	654	41,910	29,665	11,132	82,707
Staff development	5,028	3,619	749	9,396	5,647	10,032	25,075
Printing and marketing	2,865	2,021	-	4,886	-	136,851	141,737
Special events	100	-	-	100	-	48,603	48,703
Guest development	43,844	-	-	43,844	-	-	43,844
In-kind expenses	16,461	984,698	216,605	1,217,764	-	23,718	1,241,482
Depreciation	185,871	12,593	974	199,438	-	528	199,966
Total expenses	<u>\$ 1,179,563</u>	<u>\$ 1,759,384</u>	<u>\$ 393,868</u>	<u>\$ 3,332,815</u>	<u>\$ 173,722</u>	<u>\$ 430,977</u>	<u>\$ 3,937,514</u>

See accompanying notes to financial statements.

WYOMING RESCUE MISSION
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended June 30, 2020

Program Services

	Men, Women, and Transition	Rescued Treasures	Community Kitchen	Total	Management and General	Fundraising and Development	Total
Salaries and wages	\$ 659,918	\$ 254,757	\$ 81,816	\$ 996,491	\$ 80,449	\$ 106,440	\$ 1,183,380
Payroll taxes	75,923	33,362	10,977	120,262	7,462	11,506	139,230
Employee benefits	27,490	4,911	1,696	34,097	8,265	3,622	45,984
Total Salaries, taxes, and benefits	763,331	293,030	94,489	1,150,850	96,176	121,568	1,368,594
Operations expenses	72,867	38,076	46,282	157,225	9,905	10,083	177,213
Facility expenses	65,037	187,567	-	252,604	6,732	6,571	265,907
Professional services	-	-	-	-	18,300	57,110	75,410
Office and miscellaneous	15,448	18,152	99	33,699	26,069	7,295	67,063
Staff development	8,660	5,046	1,288	14,994	4,943	9,538	29,475
Printing and marketing	3,134	6,041	10	9,185	599	110,479	120,263
Special events	199	-	-	199	11	18	228
Guest development	39,827	-	-	39,827	-	-	39,827
In-kind expenses	15,664	785,632	191,582	992,878	-	1,900	994,778
Depreciation	188,660	11,689	849	201,198	-	-	201,198
Total expenses	\$ 1,172,827	\$ 1,345,233	\$ 334,599	\$ 2,852,659	\$ 162,735	\$ 324,562	\$ 3,339,956

See accompanying notes to financial statements.

**WYOMING RESCUE MISSION
STATEMENTS OF CASH FLOWS**

	For the year ended June 30,	
	2021	2020
Cash flows from operating activities:		
Cash received from granting agencies	\$ 902,851	\$ 378,674
Cash received from contributors	5,591,824	1,307,091
Cash received from programs	1,362,595	1,570,999
Interest received	-	8,596
Cash paid to employees and suppliers	<u>(2,797,874)</u>	<u>(2,154,107)</u>
Net cash provided by operating activities	<u>5,059,396</u>	<u>1,111,253</u>
Cash flows from financing activities:		
Proceeds from new debt	31,093	-
Reduction of long-term debt	<u>-</u>	<u>(277,580)</u>
Net cash provided (used) by financing activities	<u>31,093</u>	<u>(277,580)</u>
Cash flows from investing activities:		
Purchase of fixed assets	(1,705,796)	(30,744)
Purchase of website	(19,000)	-
Wyoming Community Foundation Endowment	6,302	11,843
Net purchase of investments	<u>(1,345,265)</u>	<u>-</u>
Net cash (used) by investing activities	<u>(3,063,759)</u>	<u>(18,901)</u>
Net increase in cash and cash equivalents	2,026,730	814,772
Cash and cash equivalents, beginning of the year	<u>1,686,793</u>	<u>872,021</u>
Cash and cash equivalents, end of the year	<u>\$ 3,713,523</u>	<u>\$ 1,686,793</u>

(Continued)

See accompanying notes to financial statements.

Continued
Reconciliation of change in
net assets to net cash provided by operating activities

	For the year ended June 30,	
	2021	2020
Increase in net assets	\$ 5,215,909	\$ 753,473
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	199,966	201,198
Realized gain on sale of investments	(53,420)	-
Unrealized gains on investments	(72,419)	(11,853)
Dividends and interest reinvested	(31,576)	(8,985)
PPP loan forgiveness	(249,100)	-
Changes to assets and liabilities not affecting cash:		
Decrease in total pledges receivable	83,807	76,356
(Increase) decrease in prepaid expenses	(836)	33,501
Increase in accounts payable	4,781	1,081
Increase in accrued expenses	11,740	17,026
Increase (decrease) in deferred revenue	(49,456)	49,456
Net cash provided by operating activities	\$ 5,059,396	\$ 1,111,253

See accompanying notes to financial statements.

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

1. Nature of activities and summary of significant accounting policies

This summary of significant accounting policies of Wyoming Rescue Mission. (the Organization) is provided to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management, which is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Nature of activity

Wyoming Rescue Mission is a non-denominational Christian ministry, nonprofit that provides shelter, food, clothing, and biblical guidance for men, women and children struggling with homelessness and drug and/or alcohol addiction. Services provided consist of providing a safe place to sleep, three wholesome meals per day, individualized case management, long term rehabilitation programs consisting of life skills training, job preparation, biblical counseling, and various other services for individuals desirous to make lasting changes in their lives. The organization is governed by a board of directors and is supported by private contributions and grants. The organization operates Rescued Treasures Thrift Store which provides vocational training to those guests of the organization who are in the Discipleship program. Rescued Treasures also provides vouchers for the necessities of those in need in our community.

Basis of presentation

The Organization conforms to accounting principles generally accepted in the United States of America as applicable to not-for-profit entities, under the accrual basis of accounting. Revenues are recognized when earned and expenses are recorded when incurred. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). (ASC) 958-205 was effective January 1, 2018.

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

1. Nature of activities and summary of significant accounting policies - continued

Measure of Operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

Revenue recognition

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of changes in net assets as net assets released from restrictions.

Unconditional promises to give

The Organization receives contributions from private foundations, individuals, and other organizations. Most contributions are received from foundations within Wyoming. After receipt, the contributions are spent in accordance with the wishes of the donor. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted support resulting in an increase in that net asset class.

Contributions are recorded at their fair value at the earliest of the date of the donation or the unconditional promise to give. Unconditional promises to give are recorded as receivables at their net realizable value in the year the promise is made.

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 and disclosure of contingent 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.

Functional expense allocation

The expenses incurred which relate directly to the three areas of service (program, management and general, development and capital campaign) are charged to those services. The remaining indirect expenses related to building operations are allocated to the services by the formula based on estimated square footage of the buildings used for services to the total square footage. Costs related to other activities are allocated based on an estimate of employee time spent on the program activities.

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

1. Nature of activities and summary of significant accounting policies - continued

Income tax status

The Organization is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the financial statements. The Organization has been classified as a public charity. Tax penalties and interest on other types of taxes, if any, would be classified as penalties in the financial statements. Generally, the prior three tax years remain subject to examination by tax jurisdictions.

Cash and cash equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The Organization maintains its cash accounts in commercial banks. The amount on deposit at June 30, 2021 and 2020 exceeded the insurance limits of the Federal Deposit Insurance Corporation by \$3,224,995 and \$1,416,728, respectively.

Advertising costs

The Organization follows the policy of charging costs of advertising to expense as incurred. During the years ended June 30, 2021 and 2020, the Company recorded advertising expense amounting to \$144,949 and \$122,100 respectively.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their market values in the statement of financial position. The fair values of investments are based on quoted market prices. Unrealized gains and losses are included in the statement of activities.

The Organization adopted Financial Accounting Standards Board Codification No. 958-320-25, Fair Value Measurement for Investments. This standard establishes a framework for fair value measurement and disclosure. It requires that assets and liabilities carried at a fair value will be classified and disclosed in one of the following three categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

The Organization has valued its investments utilizing the Level 1 approach.

The investments portfolio is managed by Hilltop Bank. Securities are protected by the Securities Investor Protection Corporation up to \$500,000, including up to \$250,000 in cash.

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

1. Nature of activities and summary of significant accounting policies - continued

Accounts receivable

The amount carried as accounts receivable and grants receivable are mostly due from governmental agencies and are considered by management to be collectible. No allowance for doubtful accounts is considered necessary. The Organization performs periodic credit evaluations of the entity's financial condition and generally does not require collateral. Receivables are generally due within 30 days. For the year ended June 30, 2021 the Organization had no receivables that are 90 days past due.

Property and equipment

Acquisitions of property and equipment are reflected at cost if purchased, or at estimated fair market value if donated. Depreciation of property and equipment is calculated using the straight-line basis. Buildings and improvements are depreciated over 10 to 40 years, vehicles over 5 years, and equipment is depreciated over 3 to 10 years. the Organization's capitalization policy is to capitalize property and equipment additions of \$5,000 or more with an expected useful life greater than one year.

Inventories

The inventory of the Organization consists of food on hand at the Organization. Inventory is valued at the estimated lower of cost (first-in, first-out method) or market. Due to the inability of valuing donated thrift store items until sold, no inventory value is presented on the financial statements for these items.

Contributions

Contributions, including unconditional promise to give, are recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Donated materials

Donated materials are reflected as contributions at their estimated values. The values of these items are presented both as support and expenses in the financial statements under in-kind contributions and in-kind expenses.

Pledges

The organization has received pledges for the capital campaign project. The organization only records pledge receivable when signed and all of the conditions of the pledge have been met. Pledges are recorded as a receivable at a discounted rate equal to the treasure daily yield rate (ranging from 1.09% to 2.14%) for the time period of the pledge and as contributions for the designated purpose. As pledges are collected, accretion revenue is reported for the period since the pledge. At June 30, 2021 the net pledge receivable is \$58,332.

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

1. Nature of activities and summary of significant accounting policies - continued

Subsequent events

Subsequent events have been evaluated through the date of the independent auditors' report which is the date the financial statements were available to be issued.

COVID 19

As of the date through which the Organization has evaluated events occurring subsequent to the balance sheet date, June 30, 2021, the Organization believes it understands the risk associated with COVID-19. The Organization continues to implement risk mitigation tactics for the Organization as to the risk of the impact, if any of COVID-19 and related to all aspects of the Organization's business transactions with customers and vendors and human interaction within and outside of the Organization. The extent of the impact of COVID-19 on operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the Organization's clients, employees and vendors all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact the Organization's financial condition or results of operations is uncertain.

2. Investments

The cost and fair market value of investments were as follows:

As of June 30, 2021

	<u>Cost</u>	<u>Unrealized Gain</u>	<u>Unrealized (Loss)</u>	<u>Fair Value</u>
Cash and money market	\$ 1,231,706	\$ -	\$ -	\$ 1,231,706
Fixed income	280,274	139,196	-	419,470
Equities	143,695	44,354	-	188,049
Mutual funds	-	-	-	-
	<u>\$ 1,655,675</u>	<u>\$ 183,550</u>	<u>\$ -</u>	<u>\$ 1,839,225</u>

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

2. Investments - continued

Gains and losses on investments consist of interest and dividends earned, as well as unrealized gains and losses on the investments. Investment income consisted of:

	For the year ended June 30, 2021		
	Investments	WCF	Total
Realized gains and losses	\$ 53,420	\$ -	\$ 53,420
Unrealized gains and losses	18,789	53,630	72,419
Interest and dividends	26,814	4,762	31,576
Investment income	99,023	58,392	157,415
Investment fees	(1,128)	(2,982)	(4,110)
Investment income, net	\$ 97,895	\$ 55,410	\$ 153,305

	For the year ended June 30, 2020		
	Investments	WCF	Total
Realized gains and losses	\$ (27)	\$ 27	\$ -
Unrealized gains and losses	14,785	(8,517)	6,268
Interest and dividends	17,547	5,619	23,166
Investment income	32,305	(2,871)	29,434
Investment fees	(25)	(2,714)	(2,739)
Investment income, net	\$ 32,280	\$ (5,585)	\$ 26,695

Wyoming Community Foundation Fund activity consisted of:

	For the year ended June 30,	
	2021	2020
Beginning balance	\$ 151,873	\$ 163,716
Net investment income	55,410	(5,585)
Distributions	(6,302)	(6,258)
Ending balance	\$ 200,981	\$ 151,873

WYOMING RESCUE MISSION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021 and 2020

3. Investment and fair value measurements

The Fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2021 and 2020, are as follows:

Description	Fair Value Measurements at Reporting Date Using		
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and cash equivalents	\$ 1,231,706	\$ -	\$ -
Mutual funds, ETFs and closed-end funds	607,519	-	-
Endowment funds held by Wyoming Community Foundation	200,981	-	-
Total	\$ 2,040,206	\$ -	\$ -

Description	Fair Value Measurements at Reporting Date Using		
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and cash equivalents	\$ 18,828	\$ -	\$ -
Mutual funds, ETFs and closed-end funds	372,955	-	-
Endowment funds held by Wyoming Community Foundation	151,873	-	-
Total	\$ 543,656	\$ -	\$ -

The Organization recognizes transfers of assets into and out of levels as of the date an event or when a change in circumstances causes the transfer. There were no transfers between levels in the years ended June 30, 2021 and 2020. Investments are reported at fair value on a recurring basis determined by reference to quoted market prices for similar investments and other relevant information generated by market transactions.

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4. Lease

The Organization has a lease agreement to lease property in the Country Plaza Shopping Center for the Mission's Thrift Store effective January 1, 2017 through July 31, 2025. The lease payments for February 1, 2019 to January 31, 2021 are \$10,028 per month; February 1, 2021 to January 31, 2022 are \$10,446 per month; February 1, 2023 to January 31, 2024 are \$10,864 per month; February 1, 2024 to January 31, 2025 are \$11,282 per month, and February 1, 2025 to July 31, 2025 are \$11,695 per month. The organization also must pay a prorated share of the common area maintenance expenses, insurance, and taxes. The initial prorated share of the expenses was \$2,474.

The Organization has a lease agreement to lease property at 331 North Park effective August 1, 2017 through July 31, 2025. The lease payments from August 1, 2020 to July 31, 2025 are \$1,100 per month. The lease has an renewal period of five years.

The Organization leases two copiers under a lease agreement that expires May 11, 2022. The lease requires monthly payments of \$259.

Future minimum lease payments are as follows:

<u>Year Ended June 30,</u>	
2022	\$140,465
2023	143,568
2024	145,658
2025	150,649
2026	<u>12,382</u>
	<u>\$592,722</u>

5. Commitments and contingencies

On February 14, 2019 the Federal Home Loan Bank of Des Moines, Jonah Bank of Wyoming and the organization entered into two Affordable Housing Program Subsidy Agreements for the construction of the Transformation Center and New Life Center with grant amounts of \$698,750 and \$750,000 respectively. The grant includes a restriction that once the centers are completed, they must be used exclusively for the care of needy persons for a minimum of 15 years.

WYOMING RESCUE MISSION
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6. Liquidity and availability of financial assets

The following represents the Organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

	June 30,	
	2021	2020
Financial assets at year end		
Cash and cash equivalents	\$ 3,713,523	\$ 1,686,793
Investments	1,839,225	372,955
Pledges receivable	29,161	4,258
Promises to give	9,670	10,058
	<u>\$ 5,591,579</u>	<u>\$ 2,074,064</u>
 Donor restricted cash	 (2,352,565)	 \$ (282,122)
 Financial assets available to meet general expenditures within one year	 <u>\$ 3,239,014</u>	 <u>\$ 1,791,942</u>

7. Fundraising

The Organization hosted fundraising events throughout the year. Total revenues and expenses for those events were as follows:

	For the year ended June 30,	
	2021	2020
Fundraising revenue	\$ 3,567,004	\$ 1,611,743
Fundraising expenses	430,977	324,562
	<u>\$ 3,136,027</u>	<u>\$ 1,287,181</u>
 Ratio of expenses to revenue	 12%	 20%

8. Related party transactions

The Organization had contributions and pledges received from related parties. Collectively, board members and their families made contributions of \$177,394.

WYOMING RESCUE MISSION
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9. Net assets

The Organization has recorded in donor restricted net assets the net book value of a building that was remodeled with restricted grants, and a building that is restricted for a period of time. These assets are currently being or will be depreciated in the future and as depreciation is recorded, time restrictions will be met, or they must be used in accordance with program restrictions in the future.

The Organization has recorded capital campaign funds in this classification that are restricted for the future construction of new facilities to provide housing, meals and programs under one roof. The balance of these funds on June 30, 2021 was \$2,334,314.

The Organization has recorded funds designated to be used for the dental assistance program. The balance of these funds on June 30, 2021 was \$18,251.

The Organization has restricted assets with the Wyoming Community Foundation. On August 24, 1994, the Organization gifted property to the Wyoming Community Foundation to establish the Kathleen Henry Rescue Mission Endowment Fund. The Foundation, on March 18, 2002, gifted property to Wyoming Community Foundation to establish Central Wyoming Rescue Mission Agency Endowment Fund. During the fiscal year ending June 30, 2020, the organization merged the two endowment funds together. The property of endowment fund is the property of the Wyoming Community Foundation held in its corporate capacity and shall not be deemed a trust fund held by it in a trustee capacity. Wyoming Community Foundation has ultimate authority and control over all property in the Fund and distributions made from the fund. The Organization is the designated beneficiary of the Fund. Wyoming Community Foundation has the right to commingle the property with property of other funds for administrative and investment purposes.

10. Donated services and materials

According to the accounting principles generally accepted in the United States of America as applied to Not-For-Profit organizations, the Organization only records the estimated value of donated services that require specialized skills and which are provided by individuals possessing those skills. The Organization had donated services meeting the definition for recognition during the year. The Organization values contributed services that require no specialized skills at \$7.25 per hour for volunteers who provide services to the Organization

As of June 30, 2021, the Organization received approximately \$85,007, in contributed services from volunteers who helped with janitorial and kitchen duties at The Organization. These services are vital to the operation of the Organization but are not recognized in the financial statements under accounting principles generally accepted in the United States of America. The Organization does record in-kind contributions of food, clothing and miscellaneous items as in-kind contributions and expenses in the statements of activities and functional expenses.

11. Subsequent events

The Organization opened up a second Rescued Treasures thrift store location on the west side of Casper, WY. The property of this location is fully owned by the Organization.