

Financial Statements

Boise Rescue Mission, Inc
(a nonprofit organization)
Years Ended September 30, 2021 and 2020



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Boise Rescue Mission, Inc.
Boise, Idaho

Reporting on the Financial Statements

We have audited the accompanying financial statements of Boise Rescue Mission, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year 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 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 audit. 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.

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 Boise Rescue Mission, Inc. as of September 30, 2021, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Boise Rescue Mission, Inc.'s 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 8, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Harris CPAs

Meridian, Idaho
January 31, 2022



BOISE RESCUE MISSION, INC.
STATEMENTS OF ACTIVITIES
For the Year Ended September 30, 2021
With Comparative Totals for the Year Ended September 30, 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 5,430,688	\$ 1,653,737
Investments	61,777	0
Prepaid expenses and other assets	223,529	177,687
Inventory	<u>486,594</u>	<u>124,062</u>
Total Current Assets	6,202,588	1,955,486
Non-Current Assets		
Property and equipment, net	9,010,324	8,885,658
Property and other assets held for sale	363,814	22,314
Other non-current assets	<u>58,347</u>	<u>51,835</u>
Total Assets	<u>\$ 15,635,073</u>	<u>\$ 10,915,293</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 44,901	\$ 44,768
Accrued payroll and related liabilities	172,710	153,585
Guest savings	1,352	5,812
Current portion long term debt	<u>0</u>	<u>63,189</u>
Total Current Liabilities	218,963	267,354
Long-Term Liabilities		
Long-term debt, net of current portion	<u>0</u>	<u>338,954</u>
Total Liabilities	218,963	606,308
Net Assets		
Without donor restrictions	15,061,961	9,965,107
With donor restrictions	<u>354,149</u>	<u>343,878</u>
Total Net Assets	<u>15,416,110</u>	<u>10,308,985</u>
Total Liabilities and Net Assets	<u>\$ 15,635,073</u>	<u>\$ 10,915,293</u>

See notes to financial statements.

BOISE RESCUE MISSION, INC.
STATEMENTS OF ACTIVITIES
For the Year Ended September 30, 2021
With Comparative Totals for the Year Ended September 30, 2020

	<u>2021</u>			<u>2020</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Total</u>
Revenue and Support				
Contributions	\$ 9,091,610	\$ 3,085,238	\$12,176,848	\$ 8,209,301
In-kind contributions	1,680,531		1,680,531	930,888
Program fees	30,650		30,650	40,503
Special events, net	18,091		18,091	(17,937)
Thrift store/tag sales	156,232		156,232	96,667
Gain(loss) on sale of assets	(172)		(172)	23,531
Investment income (loss)	<u>(58)</u>	<u></u>	<u>(58)</u>	<u>5,647</u>
	10,976,884	3,085,238	14,062,122	9,288,600
Net assets released from restrictions	<u>3,074,967</u>	<u>(3,074,967)</u>	<u>0</u>	<u>0</u>
Total Revenue	14,051,851	10,271	14,062,122	9,288,600
Expenses				
Program services				
Women and children program	2,204,531		2,204,531	2,223,437
Boise men's program	2,014,300		2,014,300	1,620,403
Nampa women's program	1,059,742		1,059,742	957,806
Nampa men's program	846,050		846,050	1,422,356
Recovery lodge	379,639		379,639	364,974
Thrift store/tag sale program	<u>169,851</u>	<u></u>	<u>169,851</u>	<u>16,700</u>
Total Program Services	6,674,113	0	6,674,113	6,605,676
Supporting services				
Communications	1,333,304		1,333,304	1,326,248
General and administrative	<u>947,580</u>	<u></u>	<u>947,580</u>	<u>647,758</u>
Total Supporting Services	<u>2,280,884</u>	<u>0</u>	<u>2,280,884</u>	<u>1,974,006</u>
Total Expenses	<u>8,954,997</u>	<u>0</u>	<u>8,954,997</u>	<u>8,579,682</u>
Change in Net Assets	5,096,854	10,271	5,107,125	708,918
Net Assets				
Beginning of Year	<u>9,965,107</u>	<u>343,878</u>	<u>10,308,985</u>	<u>9,600,067</u>
End of Year	<u>\$ 15,061,961</u>	<u>\$ 354,149</u>	<u>\$15,416,110</u>	<u>\$ 10,308,985</u>

See notes to financial statements.

BOISE RESCUE MISSION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended September 30, 2021
With Comparative Totals for the Year Ended September 30, 2020

	Boise Women & Children	Boise Men's Program	Nampa Women's Program	Nampa Men's Program	Recovery Lodge	Thrift Store/ Tag Sale Program	Total Program Services	Communi- cations	General and Admin	Total Supporting Services	2021 Total	2020 Total
Salaries	\$ 1,150,166	\$ 967,458	\$ 504,227	\$ 357,008	\$ 258,411	\$ 95,939	\$ 3,333,209	\$ 439,920	\$ 611,878	\$ 1,051,798	\$ 4,385,007	\$ 4,086,637
Supplies	411,654	463,098	301,925	188,372	26,064	4,943	1,396,056	94,218	29,429	123,647	1,519,703	1,377,438
Employee benefits	187,052	172,310	92,820	48,321	21,685	5,029	527,217	87,684	87,574	175,258	702,475	769,723
Mailings	85					4,578	4,663	601,087		601,087	605,750	684,977
Payroll taxes	111,950	88,395	47,712	36,141	22,944	6,902	314,044	33,316	58,012	91,328	405,372	361,585
Depreciation	91,391	99,754	19,864	79,033	22,382		312,424	906	26,478	27,384	339,808	330,461
Utilities/phone	77,599	88,817	31,866	50,203	12,260	8,246	268,991	1,679	30,834	32,513	301,504	310,815
Office	38,204	22,264	18,737	17,665	7,017	234	104,121	49,076	34,427	83,503	187,624	155,011
Insurance	63,713	27,345	14,779	31,392	3,415		140,644		8,999	8,999	149,643	154,028
Maintenance	15,358	48,820	15,141	14,759	4,207		98,285		4,059	4,059	102,344	108,860
Transportation	21,968	14,553	9,330	16,230	428		62,509	4,833	7,284	12,117	74,626	54,895
Program	29,545	19,429	1,184	5,677			55,835	6,186	563	6,749	62,584	46,435
Rent						43,980	43,980				43,980	42,113
Professional fees	2,588						2,588	420	28,822	29,242	31,830	33,057
Dues	810	1,049	793	793	550		3,995	12,901	11,982	24,883	28,878	19,978
Training	2,448	1,008	1,364	456	276		5,552	1,078	1,257	2,335	7,887	13,438
Interest									5,982	5,982	5,982	30,231
Total	<u>\$ 2,204,531</u>	<u>\$ 2,014,300</u>	<u>\$ 1,059,742</u>	<u>\$ 846,050</u>	<u>\$ 379,639</u>	<u>\$ 169,851</u>	<u>\$ 6,674,113</u>	<u>\$ 1,333,304</u>	<u>\$ 947,580</u>	<u>\$ 2,280,884</u>	<u>\$ 8,954,997</u>	<u>\$ 8,579,682</u>

See notes to financial statements.

BOISE RESCUE MISSION, INC.
STATEMENTS OF CASH FLOWS
For the Year Ended September 30, 2021
With Comparative Totals for the Year Ended September 30, 2020

	<u>2021</u>	<u>2020</u>
Cash Flow From Operating Activities		
Change in net assets	\$ 5,107,125	\$ 708,918
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	339,806	330,461
Loss(gain) on sale of assets	172	(23,531)
Realized loss in investments	701	0
Unrealized loss on investments	537	0
Donation of assets held for sale	(341,500)	(9,500)
Donation of securities	(374,355)	0
Donations for construction or purchase of fixed assets	0	(40,787)
Changes in operating assets and liabilities:		
Prepaid expenses and other assets	(45,842)	16,909
Inventory	(362,532)	83,062
Other assets	(6,512)	(51,835)
Accounts payable	133	(73,386)
Accrued payroll and related liabilities	19,125	(14,249)
Guest savings	(4,460)	(1,239)
Security deposits	<u>0</u>	<u>12,696</u>
Net Cash Provided (Used) by Operating Activities	4,332,398	937,519
Cash Flow From Investing Activities		
Purchase of property and equipment	(446,558)	(97,203)
Proceeds from sale of investments	311,340	0
Proceeds from sale of assets	<u>(18,086)</u>	<u>34,200</u>
Net Cash Provided (Used) by Investing Activities	(153,304)	(63,003)
Cash Flow From Financing Activities		
Principal payments on long-term debt	(402,143)	(357,853)
Donations for construction or purchase of fixed assets	<u>0</u>	<u>40,787</u>
Net Cash Provided (Used) by Financing Activities	<u>(402,143)</u>	<u>(317,066)</u>
Net Change in Cash and Cash Equivalents	3,776,951	557,450
Cash and Cash Equivalents, Beginning of Year	<u>1,653,737</u>	<u>1,096,287</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 5,430,688</u></u>	<u><u>\$ 1,653,737</u></u>

See notes to financial statements.

BOISE RESCUE MISSION, INC.

NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies

Nature of Organization

Boise Rescue Mission, Inc. (Mission) is a non-profit organization which provides meals, clothing, sleeping quarters, religious services and other related services to homeless and transient persons in Boise and Nampa, Idaho. The Mission operated a thrift store that sold clothing and household goods to the general public until August 2019. The Organization then switched to a tag sale model. All merchandise sold through the store or tag sale is acquired by donation.

Basis of Accounting

The accompany financial statements of Boise Rescue Mission, Inc. have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

The Mission reports net assets and revenues, expenses, gains and losses are classified according to two classes of net assets: with donor restrictions and without donor restrictions. Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. Net asset with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions.

Cash and Cash Equivalents

The Mission considers its short-term, highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

Financial instruments that potentially subject the Mission to significant concentrations of credit risk consist principally of cash and cash equivalents, investments in certificates of deposit and money market accounts. In addition to FDIC and SPIC coverage, the Mission has a supplemental insurance on all balances held in their investment account up to \$5,000,000. At September 30, 2021 and 2020, the Mission had no uninsured balances.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies (Continued)

Investments

Investments with readily determinable fair values are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Inventory

Inventory of food and other new items such as household items or toys donated for use in programs are included in inventory and valued at comparative thrift store value. The Mission receives a large amount of donated clothing. Clothing is recorded as a donation when used by the programs. Clothing at the warehouse is not included in inventory at the end of the year.

Property and Equipment

Property and equipment is stated at cost, or, if donated, at the estimated fair market value at the date of donation. All equipment with a fair market value in excess of \$5,000 and a useful life of at least one year is capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, which range from three to forty years. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support.

Property and Other Assets Held for Sale

Property and other assets held for sale is stated at cost or the fair market value at the date it was donated and is not depreciated. As of September 30, 2021 and 2020, the Mission holds for sale cemetery plots and a single family residence. When the property is sold, the Mission recognizes the gain or loss on the property.

The Mission reviews assets held for sale for impairment whenever events or changes in circumstances indicate the carrying value of the property may not be recoverable. If such assets are deemed to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the asset exceeds its fair value less costs to sell. No impairment was recognized for the years ended September 30, 2021 and 2020.

BOISE RESCUE MISSION, INC.

NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies (Continued)

Fair Value

The Mission uses fair value for reporting financial assets and liabilities. A hierarchy for reporting the reliability of input measurements is used to assess fair value for all assets and liabilities. Fair value is defined as the selling price that would be received for an asset, or paid to transfer a liability, in the principal or most advantageous market on the measurement date. The hierarchy established prioritizes fair value measurements based on the types of inputs used in the valuation technique. Certain financial instruments are carried at cost on the balance sheet, which approximates fair value due to their short term, highly liquid nature.

Compensated Absences

The Mission's regular full-time employees accrue vacation ratably during the year based on the length of employment. Employees are then awarded their annual allotment in advance at the beginning of each calendar year. A maximum of 40 hours per calendar year can be carried over to the following year, if approved, with a cumulative cap of 200 hours.

Contributions and Donor Imposed Restrictions

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, that is, when a time restriction ends and/or a purpose restriction is fulfilled, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Revenue and Revenue Recognition

Events and service revenue is recognized when the event takes place or the services are performed. Rental revenue attributable to leases recorded in program fees are recognized when the are due from program participants, generally upon the first day of each month.

In-kind Contributions

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated assets to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies (Continued)

In-kind Contributions(Continued)

Absent donor stipulations regarding how long those donated assets must be maintained, the Mission reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor.

A substantial number of volunteers donated significant amounts of their time in the Mission's activities for which no amounts have been recorded in the financial statements. These volunteer services include office assistance, chapel teams, kitchen helpers and other assistance.

Contributions of donated noncash assets are recorded at their fair values in the period received, with the exception of clothing which is recorded when used. Contributed services are reflected in the financial statements at the fair value of the service received. The contributions of services are recognized if the service received (a) creates or enhances nonfinancial assets or (b) requires specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

The following was donated for the year ended September 30:

	<u>2021</u>	<u>2020</u>
Materials	\$ 1,219,461	\$ 894,830
Property held for sale	341,500	9,500
Investments	63,049	7,142
Services	42,521	13,416
Warehouse equipment	8,000	0
Room and board	<u>6,000</u>	<u>6,000</u>
	<u>\$ 1,680,531</u>	<u>\$ 930,888</u>

The Mission receives considerable non-cash contributions of clothing and household goods used for re-sale and operation of the thrift store. The value of these items is undeterminable until the time of sale, therefore no inventory is recorded in the Statement of Financial Position for the thrift store. During 2021 the Mission closed its tag sales model.

Income Taxes

The Mission is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law. Accordingly, no provision for income taxes is made in the financial statements.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies (Continued)

Uncertain Tax Positions

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Mission may recognize tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for fiscal years 2021 or 2020.

The Mission is classified as a church as described in Internal Revenue Code Section 170(b)(1)(A)(i) and is not required to file a tax return.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited and are allocated on a reasonable basis that is consistently applied. The expenses that are allocated are salaries and benefits, which are allocated on the basis of estimates of time and effort, occupancy costs, utilities, insurance and depreciation, which are either directly allocated or allocated on a square footage basis. General and administration expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Mission.

Use of Estimates

The Mission uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these financial statements include those assumed in determining the fair value of donated goods and services, and the estimated useful lives of property and equipment. Actual results could differ from those estimated.

BOISE RESCUE MISSION, INC.

NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies (Continued)

Reclassifications

Certain amounts at September 30, 2020 have been reclassified to conform to the current year presentation. These reclassifications did not have any effect on net assets for the year ended September 30, 2020.

Prior Year Comparative Totals

The financial statements include certain 2020 summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a complete presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the 2020 financial statement from which the summarized information was derived.

Subsequent Events

The Mission has evaluated subsequent events through January 31, 2022, which is the date the financial statements were available to be issued.

Note B - Liquidity and Availability of Resources

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

Cash and cash equivalents	\$ 5,430,688
Investments	<u>61,777</u>
Total financial assets available within one year	5,492,465
Less amounts unavailable for general expenditures within one year, due to:	
Restricted by donors with purpose restrictions	(354,149)
Board designations	<u>(100,000)</u>
Total financial assets available within one year after restriction	<u>\$ 5,038,316</u>

As part of the Mission's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. At September 30, 2021, all net assets without donor restrictions are available for payment of any major expenditures incurred.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note C - Investments

Investments as of September 30 are summarized as follows:

	<u>2021</u>	<u>2020</u>
Cost	\$ 62,314	\$ 0
Unrealized loss	<u>(537)</u>	<u>0</u>
Fair value	<u>\$ 61,777</u>	<u>\$ 0</u>

Investment income (loss) consists of the following for the year ended September 30:

	<u>2021</u>	<u>2020</u>
Unrealized loss	\$ (537)	\$ 0
Realized loss	(701)	0
Interest and dividends	<u>1,180</u>	<u>0</u>
	<u>\$ (58)</u>	<u>\$ 0</u>

Note D – Fair Value of Assets and Liabilities

The fair value hierarchy 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.
Level 2	Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value instrument.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note D – Fair Value of Assets and Liabilities (Continued)

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. All investment assets are classified within Level 1 because they are comprised of open-end mutual funds with readily determinable fair values based on daily redemption values.

The following table sets forth by level, within the fair value hierarchy, the Mission's investments at fair value as of September 30, 2021.

	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Mutual funds	\$ 61,777	\$ 61,777	\$ 0	\$ 0

Note E - Property and Equipment

At September 30, property and equipment consisted of the following:

	<u>2021</u>	<u>2020</u>
Land and buildings	\$ 12,060,654	\$ 11,822,518
Furniture and equipment	785,381	698,137
Office equipment	237,330	235,031
Vehicles	303,004	298,095
Construction in progress	<u>28,775</u>	<u>9,688</u>
	13,415,144	13,063,469
Less accumulated depreciation	<u>4,404,820</u>	<u>4,177,811</u>
Total Property and Equipment	<u>\$ 9,010,324</u>	<u>\$ 8,885,658</u>

At September 30, 2021 construction in progress consisted of amounts for a playground. At September 30, 2020 construction in progress consisted of amounts for River of Life showers.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note F - Long-Term Debt

At September 30, long-term debt consisted of the following:

	<u>2021</u>	<u>2020</u>
Note payable secured by real property, \$6,435 monthly, including interest at 3.74% per annum. Paid in full during 2021.	\$ 0	\$ 402,143
Less current portion	<u>0</u>	<u>63,189</u>
Total Long-Term Debt	<u>\$ 0</u>	<u>\$ 338,954</u>

Cash paid for interest as of September 30, 2021 and 2020 was \$5,982 and \$30,231 respectively.

Note G - Related Party Transactions

The Mission accepts cash and in-kind donations from board members, employees, and their families. No in-kind donations were recorded during 2021 or 2020. The Mission received cash donations totaling \$17,578 and \$92,035 during the years ended September 30, 2021 and 2020, respectively.

Note H - Retirement Plan

The Mission has a 403(b) plan available to all eligible employees. Participation by eligible employees is on a voluntary basis. The Mission will match 50% of the employee contribution up to \$50 per month. For the years ended September 30, 2021 and 2020, the Mission contributed \$19,981 and \$19,684, respectively, to the plan.

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note I - Net Assets

The detail of the Mission's net asset categories at September 30, are as follows:

	<u>2021</u>	<u>2020</u>
Without donor restrictions:		
Invested in property and equipment	\$ 9,010,324	\$ 8,483,515
Undesignated surplus	5,951,637	1,381,592
Board designated for operating reserve	<u>100,000</u>	<u>100,000</u>
Total without donor restrictions	15,061,961	9,965,107
With donor restrictions:		
Net assets with purpose restrictions:		
Veteran ministries	96,972	122,944
Teens	67,552	15,462
Scholarships	43,303	74,359
Mental Health	39,810	1,028
City light	37,064	39,210
Security System	32,861	0
HMIS implementation	16,253	17,593
Dental services	9,070	13,232
River of Life construction project	0	31,099
COVID-19	0	24,409
Other program specific	<u>11,264</u>	<u>4,542</u>
Total with donor restrictions	<u>354,149</u>	<u>343,878</u>
Total net assets	<u><u>\$ 15,416,110</u></u>	<u><u>\$ 10,308,985</u></u>

BOISE RESCUE MISSION, INC.
NOTES TO FINANCIAL STATEMENTS

Note J - Leases

The Mission leases office equipment under operating leases that expire at various years through April 2024. The leases require monthly payments ranging from \$66 to \$3,560. Rent expense under all operating leases was \$68,548 and \$63,110 for the years ended September 30, 2021 and 2020, respectively.

The following summarizes the remaining future minimum payments required under all leases:

2022	\$	44,917
2023		24,587
2024		21,689
2025		20,807
2026		<u>20,807</u>
	\$	<u>132,807</u>

Note I - Risks and Uncertainties

The COVID-19 pandemic is having significant effects on markets, supply chains, businesses, and communities. The extent of the impact of COVID-19 on the Mission's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impacts on the Mission's funding sources, volunteers, employees, and vendors, all of which at present, cannot be determined. Accordingly, the extent to which COVID-19 may impact the Mission's financial position and changes in net assets and cash flows is uncertain and the accompanying financial statements include no adjustments relating to the effects of this pandemic. Management is actively monitoring the situation on its financial condition, liquidity, operations, suppliers, industry, and workforce