

CENTER FOR SIOUXLAND
DECEMBER 31, 2019

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INDEPENDENT AUDITOR'S REPORT

Nichols, Rise & Company, L.L.P.

Certified Public Accountants and Consultants

To the Executive Board
Center For Siouxland
Sioux City, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of Center For Siouxland, which comprise the statement of financial position as of December 31, 2019, 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Center For Siouxland as of December 31, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Report on Summarized Comparative Information

We have previously audited the Center For Siouxland's 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated August 20, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of support and expenses is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Emphasis-of-Matter Regarding COVID-19

As discussed in the notes to the financial statements, the Center's operations have been affected by the recent and ongoing outbreak of the coronavirus disease (COVID-19). In March 2020, the Center suspended accepting new tenants into Bridges West. Given the uncertainty of the situation, the duration of any business disruption and related financial impact cannot be reasonably estimated at this time. Our opinion is not modified with respect to this matter.

Nichols, Rise & Company, L.L.P.

Sioux City, Iowa
August 18, 2020

CENTER FOR SIOUXLAND
STATEMENT OF FINANCIAL POSITION

December 31, 2019
 With Summarized Financial Information for December 31, 2018

	2019	2018
ASSETS		
Current Assets:		
Cash.....	\$ 25,567	\$ 26,604
Money Market Funds.....	19,636	28,613
Investments.....	745,720	628,752
Prepaid Expenses.....	9,402	14,753
Support Receivable:		
United Way Allocations.....	60,000	62,500
Government Agency Grants and Individual Contributions.....	63,395	41,343
	<u>923,720</u>	<u>802,565</u>
Property and Equipment, at Cost	1,978,821	1,995,197
Less Accumulated Depreciation.....	<u>539,665</u>	<u>500,987</u>
	1,439,156	1,494,210
Other Assets:		
Tenant Security Deposits.....	<u>1,500</u>	<u>1,500</u>
Total Assets	\$ <u>2,364,376</u>	\$ <u>2,298,275</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable.....	\$ 11,420	\$ 10,251
Accrued Payroll.....	22,446	22,056
Payroll Taxes Payable.....	10,865	3,961
Accrued Vacation.....	6,877	6,346
Deferred Revenue.....	90	1,350
	<u>51,698</u>	<u>43,964</u>
Deposit Liabilities:		
Tenant Security Deposits.....	<u>1,500</u>	<u>1,500</u>
Total Liabilities	53,198	45,464
Net Assets:		
Without Donor Restrictions:		
Available for Programs.....	71,978	109,765
Board Designated as Sustaining Funds.....	765,356	657,365
Invested in Property and Equipment.....	545,136	549,650
	<u>1,382,470</u>	<u>1,316,780</u>
With Donor Restrictions:		
Time-restricted for future periods.....	60,000	62,500
Purpose restrictions.....	868,708	873,531
	<u>928,708</u>	<u>936,031</u>
Total Net Assets	<u>2,311,178</u>	<u>2,252,811</u>
Total Liabilities and Net Assets	\$ <u>2,364,376</u>	\$ <u>2,298,275</u>

CENTER FOR SIOUXLAND
STATEMENT OF ACTIVITIES

Year Ended December 31, 2019

With Summarized Financial Information for the Year Ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total	
			2019	2018
Operating Activities:				
Revenue:				
Fees.....	\$ 193,829	\$	\$ 193,829	\$ 170,869
Rent.....	47,719		47,719	50,525
Miscellaneous.....	3,087		3,087	13,076
Total Revenues	<u>244,635</u>	<u>0</u>	<u>244,635</u>	<u>234,470</u>
Grants and Other Support:				
Grants:				
Governmental Agencies.....		279,537	279,537	262,738
United Way.....		143,002	143,002	147,907
Other		61,500	61,500	33,369
Contributions.....	24,505		24,505	28,362
Interest and Net Investment Income (Loss).....	107,991		107,991	(44,544)
Special Events, Net of Costs of \$11,570.....	20,596		20,596	13,043
Net Assets Released from Restrictions:				
Satisfaction of Program Restrictions.....	491,362	(491,362)	0	0
Total Gains and Other Support	<u>644,454</u>	<u>(7,323)</u>	<u>637,131</u>	<u>440,875</u>
Total Revenues, Gains, and Other Support	<u>889,089</u>	<u>(7,323)</u>	<u>881,766</u>	<u>675,345</u>
Expenses:				
Bridges West.....	293,877		293,877	322,229
Consumer Credit Counseling.....	166,682		166,682	155,992
Client Trust/Representative Payee.....	242,680		242,680	244,134
Volunteer Income Tax Assistance/EITC.....	27,664		27,664	30,913
Management and General.....	92,496		92,496	70,869
Total Expenses	<u>823,399</u>	<u>0</u>	<u>823,399</u>	<u>824,137</u>
Change in Net Assets	65,690	(7,323)	58,367	(148,792)
Net Assets, Beginning of Year.....	<u>1,316,780</u>	<u>936,031</u>	<u>2,252,811</u>	<u>2,401,603</u>
Net Assets, End of Year	<u>\$ 1,382,470</u>	<u>\$ 928,708</u>	<u>\$ 2,311,178</u>	<u>\$ 2,252,811</u>

CENTER FOR SIOUXLAND
STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2019

With Summarized Financial Information for the Year Ended December 31, 2018

	Bridges West	Consumer Credit Counseling	Client Trust/ Representative Payee	Volunteer Income Tax Assistance/ EITC	All Programs Combined	Management and General	Total	
							2019	2018
Salaries.....	\$ 96,802	\$ 72,520	\$ 128,880	\$ 7,959	\$ 306,161	\$ 156,976	\$ 463,137	\$ 463,435
Payroll Taxes and Related Expenses.....	11,894	9,142	31,066	1,154	53,256	36,175	89,431	87,627
Total Personnel Expenses	108,696	81,662	159,946	9,113	359,417	193,151	552,568	551,062
Accounting and Legal.....	750	2,425	2,000		5,175	5,480	10,655	8,850
Community Assistance.....	6,767		1,706		8,473		8,473	6,943
Mileage.....	66	1,356		453	1,875	546	2,421	2,967
Administration.....	52,242	49,257	38,804	9,000	149,303	(149,303)	0	0
Occupancy.....		9,564	10,704	3,056	23,324	(23,324)	0	0
Other Expense.....	540	2,528			3,068	1,400	4,468	2,788
Conferences and Meetings.....	52	398	26		476	983	1,459	3,282
Contract Services.....	3,860	7,567	7,538		18,965	12,499	31,464	31,664
Dues and Memberships.....		440			440	451	891	1,103
Postage.....	100	635	7,551	56	8,342	299	8,641	8,193
Promotion.....		498		438	936	108	1,044	1,929
Security.....	14,928				14,928		14,928	14,928
Supplies and Office Expense.....	2,233	1,444	5,775	1,424	10,876	4,799	15,675	13,347
Telephone.....	2,311	1,428	1,048	468	5,255	1,340	6,595	6,077
Volunteer Expenses.....				2,157	2,157		2,157	1,974
Utilities.....	17,973				17,973	10,663	28,636	28,572
Insurance.....	8,325	375			8,700	15,140	23,840	23,616
Depreciation.....	55,397	7,105	7,557	1,499	71,558	6,730	78,288	76,310
Repair and Maintenance.....	19,637		25		19,662	11,534	31,196	40,532
Total Expenses	\$ 293,877	\$ 166,682	\$ 242,680	\$ 27,664	\$ 730,903	\$ 92,496	\$ 823,399	\$ 824,137

CENTER FOR SIOUXLAND
STATEMENT OF CASH FLOWS

Year Ended December 31, 2019

With Summarized Financial Information for the Year Ended December 31, 2018

	2019	2018
Change in Net Assets	\$ 58,367	\$ (148,792)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation.....	78,288	76,310
Realized and Unrealized (Gain) Loss on Investments.....	(98,607)	51,569
Changes in Operating Assets and Liabilities:		
Prepaid Expenses.....	5,351	(888)
Support and Other Receivables.....	(19,552)	(23,987)
Accounts Payable.....	1,169	644
Accrued Payroll.....	390	2,379
Payroll Taxes Payable.....	6,904	(359)
Accrued Vacation.....	531	(408)
Deferred Revenue.....	(1,260)	(350)
Net Cash Provided (Used) by Operating Activities	31,581	(43,882)
Cash Flows from Investing Activities:		
Purchase of Property and Equipment.....	(23,234)	(16,842)
Purchase of Investments.....	(76,303)	(81,411)
Proceeds from Sale of Investments.....	57,942	46,274
Net Cash Used by Investing Activities	(41,595)	(51,979)
Net Decrease in Cash	(10,014)	(95,861)
Cash, Beginning of Year.....	56,717	152,578
Cash, End of Year	\$ 46,703	\$ 56,717
Cash Presented on Balance Sheet As:		
Cash.....	\$ 25,567	\$ 26,604
Money Market.....	19,636	28,613
Tenant Security Deposits.....	1,500	1,500
	\$ 46,703	\$ 56,717

NOTES TO FINANCIAL STATEMENTS

SERVICES PERFORMED BY CENTER FOR SIOUXLAND

Center For Siouxland (referred to as the “Center”) is incorporated as a nonprofit organization. Center For Siouxland performs a variety of services in the Siouxland area. Part of its duties is the collection of service data and preparation of reports to assist in identification of unmet service needs.

Program services conducted by the Center include:

Bridges West:

Bridges West Transitional Housing - The program provides housing and supportive services (case management; health, dental, and mental health care; child care; substance abuse counseling and treatment, transportation, life skills, education and employment services; and basic needs) for up to 24 months for homeless families, couples, and individuals who have exhausted all personal resources and would be on the street if transitional housing was not available.

Consumer Credit Counseling:

Consumer Credit Counseling - The program provides free, confidential credit counseling. Certified Credit Counselors assist with budgeting, debt reduction, money management, job layoffs, first-time home buying, and more. Counselors also conduct a variety of community outreach including workshops, seminars, and credit report reviews on-site at area businesses, colleges, and high schools. The Debt Management Plan (DMP) is a fee-based program that helps solve credit card and other debt problems.

HUD Certified Comprehensive Housing Counseling - This program provides counseling and education for homebuyers, homeowners, and renters including: Pre-Purchase Counseling and Education, Post-Purchase Counseling and Education, Mortgage Default and Delinquency Counseling, Foreclosure Counseling, and Rental Counseling.

Client Trust/Representative Payee:

Client Trust/Representative Payee - These programs offer money management and protective payee services for elderly and/or mentally or physically handicapped persons not able to manage their own financial affairs. Financial case managers work with clients to meet their basic everyday needs, manage their finances and assets, and help them obtain medical/mental health services. The goal is to ensure a stable standard of living for those on a limited income.

Volunteer Income Tax Assistance:

EITC - This volunteer-driven program provides free income tax preparation and filing to low- to moderate-income individuals. In partnership with the United Way of Siouxland, the program promotes the Earned Income Tax Credit and saves the clients hundreds of dollars in paid tax preparer fees. Although the busiest time for taxes is from February 1 to April 15 each year, volunteers are available all year to file taxes from previous years.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues, Grants, Contributions, and Other Support

Revenue is measured based on consideration specified in a contract with a client and is reported at the estimated net realizable amounts for services rendered. The Center recognizes revenue when it satisfies a performance obligation by transferring control over a product or service to a customer. Fees received in advance are deferred to the applicable period in which the related services are performed.

The following is a description of principal activities from which the Center generates its revenue.

Fees – The Center’s major fees are the Representative Payee Program and conservatorships. A contract is entered when a Social Security beneficiary is referred to the Representative Payment Program by the Social Security Administration. The Center assists the Social Security beneficiary in the proper management of their finances. Fees are determined by the Social Security Administration.

A contract is entered when an individual is ordered for a conservatorship by the court. The Center is appointed by the court to control the individual’s finances. Fees are determined by the court.

Rent - Rent income is accounted for under the provisions of FASB ASC Topic 840, “Leases.” Revenue is generated from operating leases with tenants that generally have terms of one year or less. Rental income is shown at its maximum gross potential and is due on the first of every month. Vacancy expense is shown as a reduction in rental income. Revenue is recognized monthly over the term of the contract or lease. Rents received in advance are deferred to the applicable period in which the related services are performed. The Center’s major rent income is occupancy fees from Bridges West, office space in its building it rents to another company, and parking spaces it rents to tenants.

Grants, Contributions, and Other Support

The following is a description of the principal activities from which the Center generates its other revenue.

Governmental Agencies Grants – The Center receives grants which are restricted to a particular use, such as homeless assistance and housing counseling.

United Way – The Center receives a monthly allocation from the United Way consisting of undesignated funds which are divided among United Way agencies. In addition, individuals may choose to specifically designate their United Way contribution to the Center and these designated funds are distributed to the Center quarterly.

Special Events – The Center’s major fundraiser is the Homeless to Home Sweet Home Whiskey, Wine & Brew. Money is raised through sponsorships, auction items, and donations.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants, Contributions, and Other Support

All contributions are available for unrestricted use unless specifically restricted by the donor or designated for a specific purpose by the Board. Unconditional promises to give are recorded when received. If the promise is conditional, the contribution or grant is not recognized in the financial statement until the conditions are met. Contributions that are conditional upon the Center incurring certain qualifying costs, are recognized as those costs are incurred.

Grants and other contributions of cash and other assets are reported as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When the donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions.

Contributions of non-cash assets are recorded at their fair values in the period received. Such donations are reported as net assets without donor restrictions unless the donor has restricted the donated asset 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 net assets with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Center reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Center reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Cash and Cash Equivalents

The Center consider all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents.

Receivables

Receivables are stated at their expected net collectible amount. Management provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of uncollectible accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance.

Investments

Investments are recorded on the statement of financial position at their fair value. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management fees.

Property and Equipment

Purchased property and equipment are recorded at cost. Donated property and equipment are recorded at their estimated fair market value on the date received. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. When sold or otherwise disposed of, the cost and related depreciation is removed from the accounts, and any resulting gain or loss is included in the statement of activities. Cost of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

Donated Services and In-Kind Contributions

Donated services that create or enhance non-financial assets or that require specialized skills that would have to be purchased, if not donated, are recorded in the financial statements. A substantial number of unpaid volunteers have made significant contributions of their time to the Center's programs. The Center also receives significant quantities of clothing and household goods from churches, groups, and individuals which are typically used to support the services provided at Bridges West Transitional Housing. The value of these contributed goods and services is not reflected in these financial statements since it is not susceptible to objective measurement or valuation.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of functional expenses. The statement of functional expenses presents the natural classification detail of expenses by function. Certain categories of expenses are attributed to more than one program or other activity; therefore, expenses require allocation on a reasonable basis that is consistently applied. Expense categories requiring allocation and the method of allocation are as follows:

Based on estimates of time and effort applied: Salaries, payroll taxes and related expenses, mileage, administration fees, supplies, postage, and telephone of employees who perform duties for more than one program or activity.

Based on square footage utilized: Occupancy expense, utilities, depreciation, and insurance.

Income Tax

The Center is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, consequently, is not subject to income taxes on income received for exempt purposes. During the year ended December 31, 2019, there were no non-exempt activities that would subject the organization to unrelated business income tax. The Center's federal "Return of Organization Exempt from Income Tax" is available to the general public. The annual returns may be subject to examination by the Internal Revenue Service for three years after the due date for filing returns.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

Fair Value Measurements

Generally accepted accounting principles provide a framework for measuring fair value and provide a three-tier fair value hierarchy of pricing inputs used to report assets and liabilities that are adjusted to fair value. Level 1 includes inputs such as quoted prices which are available in active markets for identical assets or liabilities as of the report date. Level 2 includes inputs other than quoted prices in active markets included in Level 1, which are either directly or indirectly observable as of the report date. Level 3 includes unobservable pricing inputs that are not corroborated by market data or other objective sources. However, in accordance with ASC 820-10, if investments are measured at net asset value (NAV) per share (or its equivalent) they have not been classified in the fair value hierarchy. Investments measured at NAV presented in the fair value table are intended to permit reconciliation of the fair value hierarchy to the line items presented in the statements of net assets available for benefits. The Center uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments.

Financial Instruments and Credit Risk

Financial instruments that subject the Center to credit risk are composed primarily of cash and investments in banks in excess of FDIC insurance limits. Investments are made by diversified investment managers whose performance is monitored by management and the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management and the Board of Directors believe that the investment policies and guidelines are prudent for the long-term welfare of the Center.

Comparative Financial Statements

The accompany financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with our audited financial statements from the year ended December 31, 2018, from which the summarized information was derived.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Change in Accounting Principle

In May 2014, the FASB issued ASU 2014-09, Revenue from Contracts with Customers (Topic 606). This ASU is intended to provide guidance on the way an entity reports the nature, amount, timing, and uncertainty of revenue arising from a contract with a customer. We have applied ASU 2014-09 retrospectively to all periods presented. The application of this policy did not result in a material change to the timing or amounts of revenue recognized in prior periods.

In June 2018, FASB issued Accounting Standards Update (“ASU”) 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)*, which is an update to clarify and improve the guidance for contributions received and contributions made. This ASU is effective for the Organization for annual periods beginning after December 15, 2018. Earlier adoption is permitted. The amendments in this update should be applied on a modified prospective basis. Retrospective application is permitted. The Organization has implemented ASU 2018-08 and this accounting change has been applied prospectively.

In November 2016, the FASB issued ASU 2016-18, Statement of Cash Flows (Topic 230)-Restricted Cash. This ASU is intended to provide guidance on the presentation of restricted cash and cash equivalents and reduce the diversity in practice. This ASU requires amounts generally described as restricted cash and cash equivalents to be included with cash and cash equivalents when reconciling beginning-of-period and end-of-period total amounts on the statement of cash flows. We have applied ASU 2016-18 retrospectively to all periods presented.

Restricted cash consists of tenant security deposits which cannot be used by the Center for operations.

Subsequent Events

Management has evaluated the effect subsequent events would have on the financial statements through August 18, 2020, which is the date the financial statements were available to be issued.

In March 2020, the Center suspended accepting new tenants into Bridges West in response to the increased impact from the coronavirus disease (COVID-19). While the disruption is currently expected to be temporary, there is uncertainty around the duration. Therefore, while we expect this matter to negatively impact the Center’s business, results of operations, and financial positions, the related financial impact cannot be reasonably estimated at this time.

The Center received an SBA 7a “PPP” loan under the Cares Act in the amount of \$98,600 which is expected to be spent on forgivable payroll and other costs.

LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Financial assets available for general expenditure, that is, without donor restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash.....	\$	25,567
Money Market Funds.....		19,636
Investments.....		745,720
Support Receivable.....		<u>123,395</u>
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	\$	<u>914,318</u>

As part of the Center’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.

INVESTMENTS

Investments in marketable securities are presented in the financial statements at market value. Virtually all fair value measurements are made using Level 1 inputs, which are quoted prices in active markets for identical securities. The composition of investments at December 31, 2019, is:

	Cost	Market Value
Bond Funds.....	\$ 70,182	\$ 70,814
Marketable Equity Securities.....	347,548	386,511
Mutual Funds.....	131,269	160,662
U.S. Government Securities.....	122,343	127,733
Total Assets in the Fair Value Hierarchy	<u>671,342</u>	<u>745,720</u>
Investments Measured at NAV.....	<u>0</u>	<u>0</u>
Investments at Fair Value.....	<u>\$ 671,342</u>	<u>\$ 745,720</u>
Fair Value of Investments, January 1, 2018.....		\$ 628,752
Net Transfers from Money Market Funds.....		8,977
Investment Income:		
Interest and Dividend Income.....		17,326
Realized Net Gain on Investment Securities.....		1,397
Unrealized Net Gain on Investment Securities.....		97,210
Investment Management Fees.....		<u>(7,942)</u>
Fair Value of Investments, December 31, 2019		<u>\$ 745,720</u>

PROPERTY AND EQUIPMENT

The estimated useful lives, cost, and book value of the Center's property and equipment at December 31, 2019, are as follows:

	Estimated Useful Lives	Cost	Book Value
Land.....		\$ 208,846	\$ 208,846
Buildings and Improvements.....	27.5-40 years	1,656,768	1,182,472
Office Furniture and Equipment.....	3-10 years	<u>113,207</u>	<u>47,838</u>
		<u>\$ 1,978,821</u>	<u>\$ 1,439,156</u>

Depreciation expense in 2019 was \$78,288. The Bridges West property is subject to an Extended Use Agreement and Declaration of Restrictive Covenants with the Iowa Finance Authority, which restricts the use of its property for low-income families until 2046.

NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are as follows:

	Beginning Balance	2019 Additions	Released from Restrictions	Ending Balance
Bridges West.....	\$ 888,896	\$ 255,962	\$ 287,745	\$ 857,113
Consumer Credit Counseling.....	27,500	137,577	114,117	50,960
Client Trust/Representative Payee.....	1,500	46,908	48,408	0
Volunteer Income Tax Assistance/EITC.....	17,500	35,000	32,500	20,000
Management and General.....	635	8,592	8,592	635
	<u>\$ 936,031</u>	<u>\$ 484,039</u>	<u>\$ 491,362</u>	<u>\$ 928,708</u>

Subject to the Passage of Time:

United Way Allocations for January Through June 2020.....	\$ 60,000
Subject to Expenditure for Specified Purpose:	
MRHD Grant.....	635
Siouxland Foundation Grant.....	5,000
Tyson Grant.....	23,460
Bridges West Property - Low Income Housing Until 2046.....	<u>839,613</u>
	<u>\$ 928,708</u>

CONDITIONAL PROMISES TO GIVE

The following donor-imposed conditional promises to give have been received. Conditional promises to give are recognized when conditions on which they depend are substantially met.

Condition	Unmet Conditions Beginning of Year	Conditional Contributions Received	Conditions Met	Unmet Conditions End of Year
Incurring Qualifying Costs for:				
HUD Housing Counseling.....	\$ 17,179	\$ 40,640	\$ 52,154	\$ 5,665
HUD Operating Grant.....	71,738	130,609	166,712	35,635
State Emergency Shelter Grant.....	0	<u>39,250</u>	<u>39,250</u>	0
	<u>\$ 88,917</u>	<u>\$ 210,499</u>	<u>\$ 258,116</u>	<u>\$ 41,300</u>

RETIREMENT PLAN

The Center provides a Simple IRA plan for full-time employees. Participation is offered within the first month of service, and the Center will match up to 3% of the employee's salary. For the year ended December 31, 2019, the Center contributed \$12,992 to the retirement plan.

CLIENT TRUST ACCOUNTS

Client monies are handled in separate trust accounts and are not reflected in the accompanying statements. Transactions in the client trust accounts are summarized as follows:

	Consumer Credit Counseling	Conserv- atorship Representative Payee	Total
	<u> </u>	<u> </u>	<u> </u>
Client Monies, December 31, 2018.....	\$ 5,918	\$ 1,326,316	\$ 1,332,234
Received from Clients.....	288,205	5,792,162	6,080,367
Disbursed for Clients to Community Businesses, Landlords, and Clients.....	<u>291,453</u>	<u>5,518,744</u>	<u>5,810,197</u>
Client Monies, December 31, 2019	<u>\$ 2,670</u>	<u>\$ 1,599,734</u>	<u>\$ 1,602,404</u>

COMMITMENTS AND CONTINGENCIES

The Center receives a substantial amount of its support from federal, state, and local governments. A significant reduction in the level of government support, if this were to occur, may have an effect on the Center’s programs and activities.

CENTER FOR SIOUXLAND
SCHEDULE OF SUPPORT AND EXPENSES

Year Ended December 31, 2019
 With Summarized Financial Information for the Year Ended December 31, 2018

	Bridges West	Consumer Credit Counseling	Client Trust/ Representative Payee	Volunteer Income Tax Assistance/ EITC	All Programs Combined	Management and General	Board Designated Sustaining Funds	Total	
								2019	2018
Operating Activities:									
Revenue:									
Fees.....	\$	\$ 11,929	\$ 181,900	\$	\$ 193,829	\$	\$	\$ 193,829	\$ 170,869
Rent.....	22,006				22,006	25,713		47,719	50,525
Miscellaneous.....	74				74	3,013		3,087	13,076
Total Revenue	22,080	11,929	181,900	0	215,909	28,726	0	244,635	234,470
Grants and Other Support:									
Grants:									
Governmental Agencies.....	205,962	26,077	46,908		278,947	590		279,537	262,738
United Way.....	50,000	55,000		30,000	135,000	8,002		143,002	147,907
Others.....		56,500		5,000	61,500	-		61,500	33,369
Contributions:									
Unrestricted:									
Cash.....		12,434		625	13,059	11,446		24,505	25,062
Restricted.....					0			0	3,300
Interest and Net Investment Income.....	10,949				10,949		97,042	107,991	(44,544)
Special Events, Net of Costs.....					0	20,596		20,596	13,043
Total Gains and Other Support	266,911	150,011	46,908	35,625	499,455	40,634	97,042	637,131	440,875
Total Revenues, Gains, and Other Support	288,991	161,940	228,808	35,625	715,364	69,360	97,042	881,766	675,345
Expenses:									
Salaries.....	96,802	72,520	128,880	7,959	306,161	156,976		463,137	463,435
Payroll Taxes and Related Expenses.....	11,894	9,142	31,066	1,154	53,256	36,175		89,431	87,627
Accounting and Legal.....	750	2,425	2,000		5,175	5,480		10,655	8,850
Community Assistance.....	6,767		1,706		8,473			8,473	6,943
Mileage.....	66	1,356	0	453	1,875	546		2,421	2,967
Administration.....	52,242	49,257	38,804	9,000	149,303	(149,303)		0	0
Occupancy.....		9,564	10,704	3,056	23,324	(23,324)		0	0
Other Expense.....	540	2,528			3,068	1,400		4,468	2,788
Conferences and Meetings.....	52	398	26		476	983		1,459	3,282
Contract Services.....	3,860	7,567	7,538	0	18,965	12,499		31,464	31,664
Dues and Memberships.....	0	440			440	451		891	1,103
Postage.....	100	635	7,551	56	8,342	299		8,641	8,193
Promotion.....		498		438	936	108		1,044	1,929

CENTER FOR SIOUXLAND
SCHEDULE OF SUPPORT AND EXPENSES (CONTINUED)

Year Ended December 31, 2019
 With Summarized Financial Information for the Year Ended December 31, 2018

	Bridges West	Consumer Credit Counseling	Client Trust/ Representative Payee	Volunteer Income Tax Assistance/ EITC	All Programs Combined	Management and General	Board Designated Sustaining Funds	Total	
								2019	2018
Expenses (Continued):									
Security.....	\$ 14,928	\$	\$	\$	\$ 14,928	\$	\$	\$ 14,928	\$ 14,928
Supplies and Office Expense.....	2,233	1,444	5,775	1,424	10,876	4,799		15,675	13,347
Telephone.....	2,311	1,428	1,048	468	5,255	1,340		6,595	6,077
Volunteer Expenses.....	0			2,157	2,157	0		2,157	1,974
Utilities.....	17,973				17,973	10,663		28,636	28,572
Insurance.....	8,325	375			8,700	15,140		23,840	23,616
Depreciation.....	55,397	7,105	7,557	1,499	71,558	6,730		78,288	76,310
Repair and Maintenance.....	19,637		25		19,662	11,534		31,196	40,532
Total Expenses	<u>293,877</u>	<u>166,682</u>	<u>242,680</u>	<u>27,664</u>	<u>730,903</u>	<u>92,496</u>	<u>0</u>	<u>823,399</u>	<u>824,137</u>
Net Activity	(4,886)	(4,742)	(13,872)	7,961	(15,539)	(23,136)	97,042	58,367	(148,792)
Net Assets, Beginning of Year	888,896	27,500	1,500	17,500	935,396	660,050	657,365	2,252,811	2,401,603
Program Funds (Released) Supplemented.....	<u>(26,897)</u>	<u>28,202</u>	<u>12,372</u>	<u>(5,461)</u>	<u>8,216</u>	<u>(19,165)</u>	<u>10,949</u>	<u>0</u>	<u>0</u>
Net Assets, End of Year	<u>\$ 857,113</u>	<u>\$ 50,960</u>	<u>\$ 0</u>	<u>\$ 20,000</u>	<u>\$ 928,073</u>	<u>\$ 617,749</u>	<u>\$ 765,356</u>	<u>\$ 2,311,178</u>	<u>\$ 2,252,811</u>
Consists of:									
Donor Restricted for Future Time Periods:									
2020 Portion of United Way Annual									
Allocation.....	\$ 17,500	\$ 27,500	\$	\$ 5,000	\$ 50,000	\$	\$	\$ 50,000	\$ 50,000
2020 United Way Initiative and Grant.....				10,000	10,000			10,000	12,500
Donor Restricted for Specific Operating Activities:									
MRHD Grant.....					0	635		635	635
Lions Club Grant.....					0			0	1,500
Siouxland Foundation Grant.....				5,000	5,000			5,000	0
Tyson Grant.....		23,460			23,460			23,460	0
Bridges West Property - Low Income Housing.....	839,613				839,613			839,613	871,396
Without Donor Restrictions.....					0	617,114	765,356	1,382,470	1,316,780
	<u>\$ 857,113</u>	<u>\$ 50,960</u>	<u>\$ 0</u>	<u>\$ 20,000</u>	<u>\$ 928,073</u>	<u>\$ 617,749</u>	<u>\$ 765,356</u>	<u>\$ 2,311,178</u>	<u>\$ 2,252,811</u>