

**The Westminster Rescue Mission, Inc.**  
**Audited Financial Statements**  
**For the Years Ended August 31, 2021 and 2020**

**The Westminster Rescue Mission, Inc.  
Audited Financial Statements  
For the Years Ended August 31, 2021 and 2020**

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# STURGILL & ASSOCIATES LLP

CERTIFIED PUBLIC ACCOUNTANTS

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## Independent Auditors' Report

Board of Directors  
The Westminster Rescue Mission, Inc.

We have audited the accompanying financial statements of The Westminster Rescue Mission, Inc. (a nonprofit organization), which comprise the statements of financial position as of August 31, 2021 and 2020, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditors' Responsibility

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

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**Independent Auditors' Report – continued -**

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 The Westminster Rescue Mission, Inc. as of August 31, 2021 and 2020, 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.

*Sturgill & Associates LLP*

Westminster, Maryland  
May 10, 2022

**The Westminster Rescue Mission, Inc.**  
**Statements of Financial Position**  
**August 31, 2021 and 2020**

	2021	2020
<b>Assets</b>		
Current assets		
Cash	\$ 136,922	\$ 362,280
Accounts receivable	136,246	93,894
Grants receivable	160,969	-
Prepaid expenses	13,182	18,043
Total current assets	447,319	474,217
Investments	646,370	642,512
Property and equipment		
Buildings	4,743,855	4,674,168
Furniture and fixtures	93,684	70,931
Machinery and equipment	266,300	167,172
Land	98,405	98,405
Vehicles	181,636	122,467
	5,383,880	5,133,143
Less: accumulated depreciation	(2,283,044)	(2,170,957)
Total property and equipment	3,100,836	2,962,186
Other asset		
Designated cash	204,313	186,332
<b>Total assets</b>	<b>\$ 4,398,838</b>	<b>\$ 4,265,247</b>
<b>Liabilities and net assets</b>		
Current liabilities		
Accounts payable	\$ 20,351	\$ 64,674
Accrued leave	46,299	57,835
Accrued interest	4,813	-
Payroll liabilities	68,141	52,388
Medicaid payable	305,461	-
Advanced revenue	236,355	189,735
Deferred revenue	10,734	23,142
Total current liabilities	692,154	387,774
Long-term debt	150,000	150,000
Total long-term liabilities	150,000	150,000
Total liabilities	842,154	537,774
<b>Net assets</b>		
Without donor restrictions	3,475,674	3,596,960
With donor restrictions	81,010	130,513
Total net assets	3,556,684	3,727,473
<b>Total liabilities and net assets</b>	<b>\$ 4,398,838</b>	<b>\$ 4,265,247</b>

See accompanying notes

**The Westminster Rescue Mission, Inc.**  
**Statements of Activities**  
**For the Years Ended August 31, 2021 and 2020**

	2021	2020
<b>Changes in net assets without donor restrictions</b>		
<b>Support and revenues</b>		
Support		
Contributions and grants	\$ 1,018,781	\$ 1,094,251
Fundraising income	-	28,095
In-kind donations	122,699	93,038
Total support	1,141,480	1,215,384
Revenues		
Client income	632,920	679,249
Thrift store	68,158	77,607
Recycling income	17,271	18,782
Interest income	13,615	13,005
Gain (loss) on asset disposal	(1,393)	-
Gain (loss) on investments	(9,679)	4,203
Other income	-	5,227
Total revenues	720,892	798,073
Total support and revenues	1,862,372	2,013,457
Net assets released from restrictions	120,816	266,884
Total unrestricted support and revenues	1,983,188	2,280,341
<b>Expenses and losses</b>		
Program services		
Thrift stores	258,647	222,683
Residential and rehabilitation	1,274,043	1,248,402
Food distribution	175,022	150,331
Total program services	1,707,712	1,621,416
Supporting services		
Management and general	261,930	184,234
Fundraising	278,155	129,692
Total supporting services	540,085	313,926
Total expenses	2,247,797	1,935,342
Change in net assets without donor restrictions	(264,609)	344,999
<b>Changes in net assets with donor restrictions</b>		
Grants	214,636	125,288
Net assets released from donor restrictions:		
Satisfied by payments	(120,816)	(266,884)
Change in net assets with donor restrictions	93,820	(141,596)
Change in total net assets	(170,789)	203,403
Net assets at beginning of year	3,727,473	3,524,070
Net assets at end of year	\$ 3,556,684	\$ 3,727,473

See accompanying notes

**The Westminster Rescue Mission, Inc.**  
**Statement of Functional Expenses**  
**For the Year Ended August 31, 2021**

	Program Services			Total Programs	Supporting Services		Total Program and Support
	Thrift Store	Residential & Rehabilitation	Food		Management and General	Fundraising	
Auto expense	\$ 1,971	\$ 3,267	\$ 7,812	\$ 13,050	\$ 500	\$ -	\$ 13,550
CARF expenses	-	524	-	524	1,443	-	1,967
Client expenses	-	11,237	15	11,252	50	-	11,302
Clinical expenses	-	1,312	-	1,312	-	-	1,312
Compensation	121,497	804,456	94,432	1,020,385	148,839	148,824	1,318,048
Depreciation expense	2,224	129,037	15,151	146,412	10,123	208	156,743
Dues and subscriptions	-	-	-	-	2,773	330	3,103
Employee benefits	2,500	25,375	-	27,875	5,274	17,686	50,835
Fundraising	-	-	-	-	-	60,904	60,904
Human resources	217	4,379	179	4,775	3,653	-	8,428
Information technology	4,219	41,916	4,037	50,172	3,340	10,067	63,579
Insurance	11,032	68,683	12,725	92,440	7,293	4,382	104,115
Interest expense	-	4,813	-	4,813	-	-	4,813
Licenses and permits	-	-	75	75	1,041	-	1,116
Maintenance and repairs	8,257	25,344	10,584	44,185	1,852	1,852	47,889
Marketing	128	236	108	472	-	12,320	12,792
Office expense	2,430	7,873	2,193	12,496	6,747	8,169	27,412
Payroll taxes	11,323	66,972	8,198	86,493	11,511	11,798	109,802
Professional fees	-	-	-	-	26,250	-	26,250
Security	75	1,817	-	1,892	2,479	-	4,371
Supplies	1,569	9,770	1,034	12,373	15,811	414	28,598
Telephone	403	5,352	451	6,206	4,991	624	11,821
Thrift stores merchandise	66,822	-	-	66,822	-	-	66,822
Trash removal	1,380	2,046	1,023	4,449	512	512	5,473
Training	-	-	-	-	1,028	65	1,093
Utilities	12,631	58,313	14,750	85,694	6,331	-	92,025
Workforce program	9,969	1,321	2,255	13,545	89	-	13,634
<b>Total functional expenses</b>	<b>\$ 258,647</b>	<b>\$ 1,274,043</b>	<b>\$ 175,022</b>	<b>\$ 1,707,712</b>	<b>\$ 261,930</b>	<b>\$ 278,155</b>	<b>\$ 2,247,797</b>

See accompanying notes

**The Westminster Rescue Mission, Inc.**  
**Statement of Functional Expenses**  
**For the Year Ended August 31, 2020**

	Program Services				Supporting Services		Total Program and Support
	Thrift Store	Residential & Rehabilitation	Food	Total Programs	Management and General	Fundraising	
Auto expense	\$ 5,172	\$ 2,442	\$ 10,750	\$ 18,364	\$ -	\$ -	\$ 18,364
CARF expenses	-	2,117	-	2,117	-	-	2,117
Client expenses	-	15,068	-	15,068	-	-	15,068
Clinical expenses	-	12,394	-	12,394	-	-	12,394
Compensation	91,543	818,933	73,665	984,141	74,429	35,769	1,094,339
Depreciation expense	3,243	104,483	11,484	119,210	3,664	-	122,874
Employee benefits	-	11,580	-	11,580	2,848	940	15,368
Fundraising	-	-	-	-	-	78,833	78,833
Human resources	-	-	-	-	4,714	-	4,714
Information technology	8	13,394	880	14,282	10,243	5,361	29,886
Insurance	9,734	46,602	9,301	65,637	12,613	5,475	83,725
Licenses and permits	-	1,285	75	1,360	-	-	1,360
Maintenance and repairs	12,003	70,096	10,410	92,509	11,393	-	103,902
Marketing	61	-	-	61	6,120	-	6,181
Office expense	1,858	6,117	143	8,118	21,811	243	30,172
Payroll taxes	7,665	64,300	6,094	78,059	5,255	2,884	86,198
Professional fees	-	-	-	-	16,650	-	16,650
Security	429	675	18	1,122	1,792	-	2,914
Supplies	334	14,093	359	14,786	2,629	-	17,415
Telephone	1,500	8,401	1,748	11,649	466	187	12,302
Thrift stores merchandise	75,280	-	-	75,280	-	-	75,280
Utilities	3,345	56,422	16,874	76,641	9,607	-	86,248
Workforce programs	10,508	-	8,530	19,038	-	-	19,038
<b>Total functional expenses</b>	<b>\$ 222,683</b>	<b>\$ 1,248,402</b>	<b>\$ 150,331</b>	<b>\$ 1,621,416</b>	<b>\$ 184,234</b>	<b>\$ 129,692</b>	<b>\$ 1,935,342</b>

See accompanying notes



**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

	<b>2021</b>	<b>2020</b>
<b>Operating activities</b>		
Increase in net assets	\$ (170,789)	\$ 203,403
Adjustments to reconcile increase in net assets to net cash used in operating activities:		
Depreciation	156,743	122,874
In-kind donation of capitalized assets	(40,035)	(17,758)
(Gain) loss on asset disposal	1,393	-
(Gain) loss on sale of investment	(704)	(631)
Unrealized (gain) loss on investments	10,383	(3,572)
(Increase) decrease in accounts receivable	(42,352)	(70,166)
(Increase) decrease in grants receivable	(160,969)	4,238
(Increase) decrease in prepaid expenses	4,861	18,655
Increase (decrease) in accounts payable	(44,324)	47,622
Increase (decrease) in accrued leave	(11,536)	26,987
Increase (decrease) in accrued interest	4,813	-
Increase (decrease) in payroll liabilities	15,753	17,746
Increase (decrease) in Medicaid payable	305,461	-
Increase (decrease) in deferred revenue	(12,408)	20,417
Increase (decrease) in advanced revenue	46,620	189,735
Contributions restricted for long term purposes	(214,636)	(125,288)
Net cash provided by (used in) operating activities	(151,726)	434,262
<b>Investing activities</b>		
Purchase of equipment and improvements	(260,250)	(844,649)
Proceeds on disposals of equipment	3,500	-
Purchase of investments	(13,537)	(12,782)
Transfer (to) from designated accounts	(17,981)	203,493
Net cash provided by (used in) investing activities	(288,268)	(653,938)
<b>Financing activities</b>		
Collections of contributions restricted for long term purposes	214,636	125,288
Proceeds from note payable	-	150,000
Net cash provided by (used in) financing activities	214,636	275,288
Net increase (decrease) in cash	(225,358)	55,612
Cash at beginning of year	362,280	306,668
Cash at end of year	\$ 136,922	\$ 362,280

Supplemental disclosures:

    Noncash investing and financing:

Contribution of donated fixed assets	\$ 40,035	\$ 17,758
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See accompanying notes

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note A - Nature of Organization**

The Westminster Rescue Mission is a community that provides clinical, physical, and spiritual resources to heal the addicted and feed the hungry. We take a holistic approach with Christ as the foundation of our work. The Mission is a 501(c)(3) non-profit organization with three key lines of service: the Addiction Healing Center (AHC), the Mission Food Program, and the Mission Marketplace. Although these are distinct services, they are also inter-related and work closely with one another to serve individuals with a wide spectrum of needs. Respecting each individual, honoring their choices, and meeting them where they are to best support them, is a key goal for the Rescue Mission. Specifically, the Addiction Healing Center provides a long-term, residential, 58-bed addiction treatment program for men and women. Located in Carroll County, MD, the program provides a CARF-accredited, ASAM 3.1 level of care, as well as step-down care in transitional housing. The AHC is committed to persistently improving client outcomes and helping individuals overcome barriers to long-term recovery and to become productive members of society. Adopting a client-centered model of care which approaches treatment from a variety of health perspectives – mental, emotional, physical, and spiritual – while also providing practical support to assist clients in transitioning to an improved quality of life when they assimilate back into the community, is a hallmark of AHC's program. With a care team of licensed clinicians, nursing, and peer recovery staff and counselors, clients benefit from a variety of perspectives, professional expertise, and supports.

The Mission also compassionately serves people in need in Carroll County, Maryland with food and clothing distributions. The Mission Store is a retail operation on the property, selling used clothing, housewares and furniture to the general public and is inventoried by donations from the public.

As a partner with the Maryland Food Bank, the Mission participates in the Feeding America program and other food source networks intended to gather surplus food from stores and restaurants in the Carroll County region and redistribute it to individuals and families in need. The Mission operates an on-site pantry and also distributes food to other providers including senior centers, in-school programs, homeless shelters, soup kitchens, food pantries and various community outreach events which represents more than 1000 unique families each year and on average 850 families each month. During the years ended August 31, 2021 and 2020, over 705,000 pounds and 720,000 pounds, respectively, of surplus food was collected from nearly 50 local stores and restaurants and re-distributed to people in need in Carroll County, including the Mission kitchen to feed the men and women in the residential recovery program.

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note B - Summary of Significant Accounting Policies**

**Basis of Accounting**

The financial statements are presented in accordance with accounting principles generally accepted in the United States of America on an accrual basis. Consequently, revenues are recognized when earned, and expenses are recognized when incurred.

**Accounts Receivable**

Accounts receivable consist primarily of fees due from program services, are shown at face value and are non-interest bearing. Management feels all receivables are collectible therefore an allowance for doubtful accounts is not deemed necessary.

**Grants Receivable**

Grants receivable are recognized as support when the promise is received and recorded at net realizable value. The Mission expects all grants receivable to be collected, accordingly, no allowance for doubtful accounts is required. All grants receivable are due in less than one year.

**Net Asset Classification**

The financial statements of WRM have been prepared in accordance with accounting principles generally accepted in the United States of America. In accordance with ASU 2016-14, WRM is required to report net assets according to the following:

**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. These net assets may be used at the discretion of WRM's management and board of directors.

**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 WRM or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note B - Summary of Significant Accounting Policies – continued**

**Use of Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Actual results could differ from these estimates.

**Property and Equipment**

All acquisitions of property and equipment in excess of \$1,000 and all expenditures for repairs, maintenance and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are stated at cost, or, if donated, at fair market value at the date of donation. Depreciation is provided over the estimated useful lives of the assets using the straight-line method.

**Contributions, Donated Materials and Services**

Contributions are recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor.

Donated materials, consisting of used clothing, furniture, household goods, etc. are received by the Mission and processed for sale in its thrift store or sold as scrap. In accordance with accounting principles generally accepted in the United States of America the value of the materials donated is recorded as in-kind donations based on subsequent sales values. When the items are sold, revenue and program expense are recorded.

Donated services that meet the criteria for recognition as contributed services are recorded as in-kind donations and expensed or capitalized as an asset. Donated services that do not meet the criteria for recognition are not reflected in the financial statements.

Contributed property and equipment is recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support.

**Investments**

Investments are recorded at fair market value. Unrealized gains and losses from the fluctuation of market value and realized gains and losses from the sale of investments are reflected in the statements of activities.

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note B - Summary of Significant Accounting Policies – continued**

**Fair Value Measurements**

Generally accepted accounting principles provide a framework for measuring fair value. That framework provides a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. Assets and liabilities that are required to be recorded at fair value in the statement of financial position are categorized based on the inputs to valuation techniques as follows:

*Level 1.* These are assets and liabilities where values are based on unadjusted quoted prices for identical assets in an active market that the Mission has the ability to access.

*Level 2.* These are assets and liabilities where values are based on the following inputs:

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

*Level 3.* These are assets and liabilities where inputs to the valuation methodology are unobservable and significant to the fair value measurement.

As of August 31, 2021 and 2020 investments were all considered level 1.

**Functional Expenses**

Expenses are charged directly to program, management and general, or fundraising categories based on specific identification where feasible. Management and general 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.

**Income Taxes**

The Mission, a non-profit organization under Section 501(c)(3) of the Internal Revenue Code, is exempt from federal and state income taxes and accordingly, no provision for income taxes is included in the financial statements.

The income tax returns of the Mission are subject to examination by the taxing authorities, generally for three years after they are filed.

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note C – Designated Cash**

Designated cash is maintained in separate bank accounts and consists of the following at August 31:

	<u>2021</u>	<u>2020</u>
Program support	\$ 48,387	\$ 33,258
Client expenses and special projects	124,159	56,625
Future campaign for capital improvements and staff compensation funding	31,767	96,449
	<u>\$ 204,313</u>	<u>\$ 186,332</u>

These amounts are not considered cash for the purposes of the Statements of Cash Flows.

**Note D. Investments**

Investments at fair value and cost at August 31 were as follows:

	<u>2021</u>		
	<u>Short-term</u>	<u>Long-term</u>	<u>Total</u>
Cash and sweep balances	\$ 161,306	\$ -	\$ 161,306
U S Treasury notes (level 1)	125,854	359,210	485,064
	<u>\$ 287,160</u>	<u>\$ 359,210</u>	<u>\$ 646,370</u>

  

	<u>2020</u>		
	<u>Short-term</u>	<u>Long-term</u>	<u>Total</u>
Cash and sweep balances	\$ 147,540	\$ -	\$ 147,540
U S Treasury notes (level 1)	252,954	242,018	494,972
	<u>\$ 400,494</u>	<u>\$ 242,018</u>	<u>\$ 642,512</u>

Investment income related to this account for the years ended August 31, is comprised of:

	<u>2021</u>	<u>2020</u>
Interest, dividends and other investment income	\$ 13,537	\$ 12,782
Unrealized gain (loss) on investments	(10,383)	3,572
Realized gain (loss) on sale of investments	704	631
	<u>\$ 3,858</u>	<u>\$ 16,985</u>

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note E – Direct Mail**

The Mission uses a third party to generate direct mail to contributors. For the years ended August 31, 2021 and 2020, direct mail fees paid totaled \$53,305 and \$58,516, respectively. Contributions received for the years ended August 31, 2021 and 2020, related to these fees, totaled \$142,875 and \$115,353 respectively.

**Note F – Net Assets with Donor Restrictions**

Donor restricted net assets are available for the following:

	<u>2021</u>	<u>2020</u>
Program support	\$ 15,826	\$ 125,288
Salaries	47,754	-
Facility expansion	14,656	-
Client expenses	2,774	5,225
	<u>\$ 81,010</u>	<u>\$ 130,513</u>

**Note G – Related Party Transactions**

Members of the Board of Directors gave contributions totaling \$97,677 and \$50,627, respectively, to the Mission during the years ended August 31, 2021 and 2020.

The total support of grants and contributions received from organizations affiliated with the Board of Directors and directly from the Board of Directors was approximately 8.6% and 4.3% of total unrestricted support and revenues for the years ended August 31, 2021 and 2020, respectively.

**Note H – Concentration of Risk**

Financial instruments that potentially subject the Mission to concentration of credit risk consist primarily of cash and investments. The Mission holds all of its cash with one financial institution and all of its investments with another financial institution. These balances at times may exceed FDIC and SIPC limits. As of August 31, 2021 and 2020 the cash balances in excess of the FDIC limit was \$160,488 and \$309,206, respectively, were in excess of FDIC limits.

A substantial amount of grants and contributions were received from various Board members and organizations affiliated with three of the members as disclosed in Note G.

**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note I – Availability and Liquidity**

The following represents the Organization’s financial assets at August 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Financial assets at year-end:		
Cash	\$ 136,922	\$ 362,280
Accounts receivable	136,246	93,894
Grants receivable	160,969	-
Designated cash	<u>204,313</u>	<u>186,332</u>
	638,450	642,506
Less those unavailable for general expenditures within one year:		
Restricted funds	<u>(81,010)</u>	<u>(130,513)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 557,440</u>	<u>\$ 511,993</u>

The Organization manages its cash available to meet general expenditures by operating within a prudent range of financial soundness and stability. The board and financial committee meet regularly to review the operations of the Organization.

**Note J – PPP Loan and COVID – 19**

On May 4, 2020 the Mission entered into a loan with ACNB Bank as the lender for \$192,400 pursuant to the Paycheck Protection Program under the Coronavirus Aid, Relief, and Economic Security Act. The Mission was eligible for loan forgiveness, which was received on February 18, 2021, and as such elected to follow ASC Topic 958-605 and recognized the funds as a contribution in the year the expenses were incurred, year ending August 31, 2020.

**Note K – Note Payable**

On July 6, 2020 the Mission entered into an agreement with the Small Business Administration (SBA) for an Economic Injury Disaster Loan (EIDL) in the amount of \$150,000. The terms of the loan include principal and interest payments of \$641 monthly, beginning thirty months from the date of the note. The note will be payable over 30 years from the date of the note. The interest rate will be 2.75%, collateralized by all tangible and intangible property owned by the Mission. Interest will accrue during the deferment.



**The Westminster Rescue Mission, Inc.**  
**Statements of Cash Flows**  
**August 31, 2021 and 2020**

**Note K – Note Payable - continued**

The five year maturity of the note is as follows:

<u>Year ending 8/31</u>	
2022	\$ -
2023	1,933
2024	3,387
2025	3,481
2026	3,578
Thereafter	137,621
	<u>\$ 150,000</u>

**Note L – Subsequent Events**

The Mission has evaluated subsequent events through May 10, 2022, the date which the financial statements were available to be issued.