

**Camp Odayin**  
**Financial Statements**  
**December 31, 2022 and 2021**

**Camp Odayin  
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**Independent Auditor's Report**

Board of Directors  
Camp Odayin  
Oakdale, Minnesota

***Opinion***

We have audited the financial statements of Camp Odayin, which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Camp Odayin as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Camp Odayin and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Change in Accounting Principle***

As discussed in Note 1 to the financial statements, in 2022, the entity adopted new accounting guidance Financial Accounting Standards Board Accounting Standards Codification Topic 842: *Leases*. Our opinion is not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Camp Odayin's ability to continue as a going concern for one year after the date that the financial statements are issued.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Camp Odayin's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Camp Odayin's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

*BergankDV, Ltd.*

St. Cloud, Minnesota  
April 27, 2023

**Camp Odayin**  
**Statements of Financial Position**  
**As of December 31, 2022 and 2021**

	2022	2021
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 281,948	\$ 405,334
Certificates of deposit	91,237	166,687
Investments	61,581	61,130
Contributions receivable	90,811	40,234
Prepaid expenses	36,469	34,138
Inventory	2,590	4,649
Total current assets	564,646	712,172
Property and equipment, net	9,501	3,566
Right-of use assets - operating leases	20,135	-
Long-term investments	822,282	987,578
Long-term contributions receivable	110,255	-
Endowment investments	31,750	36,770
Total assets	\$ 1,558,568	\$ 1,740,090
<b>Liabilities and Net Assets</b>		
Current liabilities		
Accounts payable	\$ 14,330	\$ 13,173
Contribution payable	5,000	5,000
Operating lease liabilities	17,547	-
Deferred revenue and refundable advances	20,000	64,250
Total current liabilities	56,877	82,423
Operating lease liabilities - long-term	2,588	-
Total liabilities	59,465	82,423
Net assets		
Without donor restrictions	1,254,284	1,580,658
With donor restrictions	244,819	77,009
Total net assets	1,499,103	1,657,667
Total liabilities and net assets	\$ 1,558,568	\$ 1,740,090

See notes to financial statements.

**Camp Odayin**  
**Statement of Activities**  
**Year Ended December 31, 2022**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public Support and Revenue</b>			
Contributions and grants	\$ 582,130	\$ 213,066	\$ 795,196
In-kind contributions	238,796	-	238,796
Program service fees	13,800	-	13,800
Special events revenue, net	221,740	-	221,740
Merchandise sales, net	(67)	-	(67)
Investment return, net	(171,574)	(5,522)	(177,096)
Net assets released from restriction	<u>39,734</u>	<u>(39,734)</u>	<u>-</u>
Total public support and revenue	<u>924,559</u>	<u>167,810</u>	<u>1,092,369</u>
<b>Expenses</b>			
Program expenses	924,354	-	924,354
Management and general	137,037	-	137,037
Fundraising	<u>189,542</u>	<u>-</u>	<u>189,542</u>
Total expenses	<u>1,250,933</u>	<u>-</u>	<u>1,250,933</u>
Change in net assets	(326,374)	167,810	(158,564)
<b>Net Assets</b>			
Beginning of year	<u>1,580,658</u>	<u>77,009</u>	<u>1,657,667</u>
End of year	<u>\$ 1,254,284</u>	<u>\$ 244,819</u>	<u>\$ 1,499,103</u>

**Camp Odayin**  
**Statement of Activities**  
**Year Ended December 31, 2021**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public Support and Revenue</b>			
Contributions and grants	\$ 478,192	\$ 41,384	\$ 519,576
Paycheck Protection Program Loan	80,335	-	80,335
In-kind contributions	103,530	-	103,530
Program service fees	9,725	-	9,725
Special events revenue, net	191,019	-	191,019
Merchandise sales, net	125	-	125
Investment return, net	82,508	5,502	88,010
Net assets released from restriction	<u>55,576</u>	<u>(55,576)</u>	<u>-</u>
Total public support and revenue	<u>1,001,010</u>	<u>(8,690)</u>	<u>992,320</u>
<b>Expenses</b>			
Program expenses	586,275	-	586,275
Management and general	118,111	-	118,111
Fundraising	<u>133,165</u>	<u>-</u>	<u>133,165</u>
Total expenses	<u>837,551</u>	<u>-</u>	<u>837,551</u>
Change in net assets	163,459	(8,690)	154,769
<b>Net Assets</b>			
Beginning of year	<u>1,417,199</u>	<u>85,699</u>	<u>1,502,898</u>
End of year	<u>\$ 1,580,658</u>	<u>\$ 77,009</u>	<u>\$ 1,657,667</u>

**Camp Odayin**  
**Statement of Functional Expenses**  
**Year Ended December 31, 2022**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Cost of Direct Benefits to Donors</u>	<u>Total</u>
Salaries	\$ 300,174	\$ 85,049	\$ 115,067	\$ -	\$ 500,290
Employee benefits	11,678	3,309	4,476	-	19,463
Payroll taxes	<u>22,202</u>	<u>6,291</u>	<u>8,511</u>	-	<u>37,004</u>
Total salaries and related expenses	334,054	94,649	128,054	-	556,757
Professional services	6,027	10,081	4,027	-	20,135
Supplies	3,483	464	7,730	11,268	22,945
Telephone	5,716	1,620	2,191	-	9,527
Postage and shipping	2,439	488	3,370	-	6,297
Occupancy	12,599	3,570	4,830	-	20,999
Rental and maintenance	850	283	3,366	-	4,499
Printing and publications	550	110	440	-	1,100
Travel	6,828	975	1,951	-	9,754
Conferences and conventions	907	2,615	5,907	-	9,429
Insurance	7,736	2,016	967	-	10,719
Assistance to individuals	8,218	-	-	-	8,218
Partnerships	-	-	-	-	-
Advertising	2,574	-	644	-	3,218
Software	10,304	10,304	12,559	-	33,167
Camp expenses	511,333	-	-	-	511,333
Merchandise sales cost of goods sold	9,592	-	-	-	9,592
Other fundraising expenses	-	-	10,000	51,951	61,951
Miscellaneous	7,687	9,456	2,896	-	20,039
Depreciation	<u>3,049</u>	<u>406</u>	<u>610</u>	-	<u>4,065</u>
Total expenses	933,946	137,037	189,542	63,219	1,323,744
Less expenses included with revenues on the statement of activities					
Cost of direct benefits to donors	-	-	-	(63,219)	(63,219)
Merchandise sales cost of goods sold	<u>(9,592)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,592)</u>
	<u>(9,592)</u>	<u>-</u>	<u>-</u>	<u>(63,219)</u>	<u>(72,811)</u>
Total expenses included in the expense section on the statement of activities	<u>\$ 924,354</u>	<u>\$ 137,037</u>	<u>\$ 189,542</u>	<u>\$ -</u>	<u>\$ 1,250,933</u>



**Camp Odayin**  
**Statement of Functional Expenses**  
**Year Ended December 31, 2021**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Cost of Direct Benefits to Donors</u>	<u>Total</u>
Salaries	\$ 268,812	\$ 76,803	\$ 81,070	\$ -	\$ 426,685
Employee benefits	10,277	2,936	3,099	-	16,312
Payroll taxes	<u>19,964</u>	<u>5,702</u>	<u>6,021</u>	-	<u>31,686</u>
Total salaries and related expenses	299,053	85,443	90,190	-	474,686
Professional services	9,333	11,660	2,333	-	23,326
Supplies	2,270	303	2,177	11,345	16,095
Telephone	5,127	1,465	1,546	-	8,138
Postage and shipping	2,716	543	2,173	-	5,432
Occupancy	13,207	3,773	3,983	-	20,963
Rental and maintenance	785	262	6,645	-	7,692
Printing and publications	750	150	600	-	1,500
Travel	5,321	760	1,520	-	7,601
Conferences and conventions	322	2,779	322	-	3,423
Insurance	6,076	21	-	-	6,097
Assistance to individuals	4,550	-	-	-	4,550
Partnerships	10,000	-	-	-	10,000
Advertising	1,223	-	5,731	-	6,954
Software	4,757	4,757	10,015	950	20,479
Camp expenses	207,704	-	-	-	207,704
Merchandise sales cost of goods sold	2,097	-	-	-	2,097
Special event venue and entertainment	-	-	-	30,521	30,521
Miscellaneous	5,299	5,157	4,373	-	14,829
Depreciation	<u>7,782</u>	<u>1,038</u>	<u>1,557</u>	-	<u>10,377</u>
Total expenses	588,372	118,111	133,165	42,816	882,464
Less expenses included with revenues on the statement of activities					
Cost of direct benefits to donors	-	-	-	(42,816)	(42,816)
Merchandise sales cost of goods sold	<u>(2,097)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,097)</u>
	<u>(2,097)</u>	<u>-</u>	<u>-</u>	<u>(42,816)</u>	<u>(44,913)</u>
Total expenses included in the expense section on the statement of activities	<u>\$ 586,275</u>	<u>\$ 118,111</u>	<u>\$ 133,165</u>	<u>\$ -</u>	<u>\$ 837,551</u>

See notes to financial statements.

**Camp Odayin**  
**Statements of Cash Flows**  
**Years Ended December 31, 2022 and 2021**

	2022	2021
<b>Cash Flows - Operating Activities</b>		
Change in net assets	\$ (158,564)	\$ 154,769
Adjustments to reconcile change in net assets to net cash flows - operating activities		
Depreciation	4,065	10,377
Amortization of right-of-use assets	20,495	-
Present value discount on long-term contributions receivable	8,745	-
Realized and unrealized (gain) loss on investments	201,047	(27,600)
Change in operating assets and liabilities		
Contributions receivable	(169,577)	5,342
Prepaid expenses	(2,331)	7,745
Inventory	2,052	666
Accounts payable	1,157	1,346
Contributions payable	-	(5,000)
Deferred revenue and refundable advances	(44,250)	34,750
Operating lease obligations	(20,495)	-
Total adjustments	908	27,626
Net cash flows - operating activities	(157,656)	182,395
 <b>Cash Flows - Investing Activities</b>		
Maturities of certificates of deposit	166,687	166,549
Purchases of certificates of deposit	(91,237)	(166,687)
Purchases of property and equipment	(10,000)	-
Proceeds from sale of investments	254,020	125,226
Purchases of investments	(285,200)	(189,675)
Net cash flows - investing activities	34,270	(64,587)
 Net change in cash and cash equivalents	(123,386)	117,808
 <b>Cash and Cash Equivalents</b>		
Beginning of year	405,334	287,526
End of year	\$ 281,948	\$ 405,334
 <b>Supplemental Schedule of Noncash Investing and Financing Activities</b>		
ROU assets obtained in exchange for operating lease liabilities	\$ 40,630	\$ -

See notes to financial statements.

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Organization**

The mission of Camp Odayin (the Organization) is to provide fun, safe, and supportive camp experiences and community building opportunities for young people with heart disease and their families.

**Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash Equivalents**

Cash equivalents include highly liquid investments with original maturities of three months or less, that are recorded at cost plus accrued interest, which approximates market.

**Certificates of Deposit**

Certificates of deposit are recorded at cost plus accrued interest, which approximates market.

**Investments**

Investments consist of mutual funds valued at fair value. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the investment balance.

Net investment return is reported in the statement of activities and consists of interest and dividend income, realized and unrealized gains and losses, less external and direct internal investment expenses.

**Contributions Receivable**

Contributions receivable are recognized as revenues in the period received. Receivables that are expected to be collected within one year are recorded at net realizable value. Receivables expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. The discount on these amounts is computed using a risk-free interest rate applicable to the year in which the contribution is made. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. The Organization determines the allowance for uncollectable contributions receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contributions receivable are written off when deemed uncollectable. No allowance was deemed necessary as of December 31, 2022 and 2021.

**Concentrations of Credit Risk**

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash, cash equivalents, and receivables. The Organization places its cash and cash equivalents with high credit quality financial institutions. At times, the Organization's cash and cash equivalents are in excess of the FDIC insurance limit.

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Concentrations of Credit Risk**

Two contributors accounted for 92% and 85% of contributions receivable as of December 31, 2022 and 2021, respectively.

**Inventory**

Inventory, which consists primarily of clothing for the camp store, is valued at the lower of cost or net realizable value. Cost is determined on the first-in, first-out (FIFO) method. Donated items are recorded at estimated fair value at the date of donation.

**Property and Equipment**

Property and equipment are carried at cost, or fair value if donated, with depreciation computed under the straight-line method over the economic useful lives of the assets. The Organization follows the policy of capitalizing all property and equipment expenditures equal to or greater than \$5,000 and with an estimated useful life greater than one year.

**Long-Lived Assets**

The Organization records impairment losses on long-lived assets used in operations when events and circumstances indicate that the assets might be impaired and the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of those assets. There were no impairment losses for the years ended December 31, 2022 and 2021.

**Leases**

Effective January 1, 2022, the Organization classifies leases as either operating or finance leases at the commencement date of the lease. A lease is classified as a finance lease if any of the five criteria are met: (1) ownership transfers at the end of the lease term, (2) there is an option to purchase the underlying assets and the lessee is reasonably certain to exercise the option, (3) the term of the lease is for a major part of the remaining economic life of the underlying assets, (4) the present value of the sum of the lease payments and any residual value guaranteed by the lessee equals or exceeds substantially all of the fair value of the underlying assets or (5) the underlying assets are of such a specialized nature that they are expected to have no alternative use to the lessor at the end of the lease term. Leases that do not meet any of the five criteria above for a finance lease are classified as operating leases.

The Organization recognizes a right-of-use (ROU) asset and lease liability for each operating and finance lease with a term greater than 12 months at the time of lease inception. The Organization does not record a ROU asset or lease liability for leases with an initial term of 12 months or less but continues to record rent expense on a straight-line basis over the lease term. Options to extend or terminate at the sole discretion of the Organization are included in the determination of lease term when they are reasonably certain to be exercised. The lease liability represents the present value of future lease payments over the lease term. The Organization has elected the practical expedient that allows for private companies to utilize the risk-free rate based on asset class.

Prior to January 1, 2022, the Organization accounted for its leases as either operating or capital leases. Assets and liabilities for operating leases were not recorded but were recorded within operations on a straight-line basis over the term of the lease.

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Net Assets**

Net assets and public support and revenue are classified based on the existence or absence of donor-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 restrictions.

*Net Assets With Donor Restrictions*

Net assets subject to donor-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. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends, or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, 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 restrictions.

**Revenue Recognition**

*Contributions and Grants*

The Organization recognizes contributions and grants when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

*Paycheck Protection Program Loans*

The Organization follows Financial Accounting Standards Board Topic 958-605, *Revenue Recognition for Not-for-Profit Entities* in accounting for its Paycheck Protection Program (PPP) loans. The PPP loans are effectively accounted for as a conditional grant.

*Special Events*

The Organization records special events revenue equal to the cost of direct benefit to donors, and contribution revenue for the difference. The Organization receives sponsorships for which revenue is recognized as both a contract with a customer and a contribution. In such instances, the Organization determines the fair value of the benefit provided to the sponsor and records that portion as earned revenue and the remaining portion as a contribution. As of December 31, 2022 and 2021, the Organization received \$20,000 and \$64,250, respectively, of deferred revenue and refundable advances for special events that will take place in the subsequent year.

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**In-Kind Contributions**

Contributed services are reported as contributions if such services create or enhance nonfinancial assets or if they would have been purchased if not provided by contribution, require specialized skills and are provided by individuals possessing such specialized skills. Contributed services are recognized at their estimated fair values at date of receipt with an equal and offsetting amount in expenses in the statements of activities and functional expenses, resulting in no net impact on the change in net assets during the year.

Nurses and cardiologists volunteer at camps held throughout the year. These services are recorded at a market rate determined by surveying the medical professionals on the board of directors. Contributed auction items for special events are valued at the gross selling price received.

**Functional Allocation of Expenses**

The costs of providing the program and supporting services have been summarized on a functional basis in the statement of activities. The statement of functional expense presents the natural classification detail of expenses by function. The financial statements report certain categories of expenses that are attributed to a program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Salaries and related expenses, occupancy, and telephone are allocated based on estimates of time and effort.

**Income Taxes**

The Organization is a nonprofit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes pursuant to Section 501(a) of the Code.

**Recently Adopted Accounting Pronouncements**

Effective January 1, 2022, the Organization adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit organizations. In addition to enhanced disclosures for contributed nonfinancial assets, this ASU requires not-for-profit organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The amendments in this ASU were applied on a retrospective basis and did not have a material impact on the financial statements.

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Recently Adopted Accounting Pronouncements (Continued)**

Effective January 1, 2022, the Organization adopted the new lease accounting guidance in Accounting Standards Update No. 2016-02, *Leases (Topic 842)*, utilizing the modified retrospective optional method, where the cumulative catch-up adjustment is recorded at the date of adoption. Operating leases with a duration greater than one year, are included in operating lease right-of-use assets, current portion operating lease liabilities, and operating lease liabilities, net of current portion in the balance sheet as of December 31, 2022. The Organization has elected the package of practical expedients permitted in Topic 842. Accordingly, the Organization did not reassess at adoption (a) whether the contract contains a lease under Topic 842, (b) whether classification of the operating lease would be different in accordance with Topic 842, or (c) initial direct costs for existing leases. The Organization also elected the practical expedients (1) to discount the lease liability using the risk-free rate, (2) to use hindsight for assessing the lease term and impairment of the ROU asset, and (3) to not separate lease and non-lease components.

As a result of the adoption of the new lease accounting standard, the Organization's statement of financial position was materially impacted by the recognition of its ROU assets and lease liabilities of \$40,630. There was no significant impact on the statements of activities, functional expenses, or cash flows as a result of the adoption.

**Subsequent Events**

The Organization has evaluated subsequent events through April 27, 2023, the date which the financial statements were available to be issued.

**NOTE 2 – LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise of the following as of December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 281,948	\$ 405,334
Certificates of deposit	91,237	166,687
Investments	61,581	61,130
Contributions receivable	201,066	40,234
Less net assets with donor restrictions (excluding endowment investments)	<u>213,066</u>	<u>39,734</u>
Total financial assets available for general expenditure	<u>\$ 422,766</u>	<u>\$ 633,651</u>

**Camp Odayin**  
**Notes to Financial Statements**

**NOTE 2 – LIQUIDITY AND AVAILABILITY (CONTINUED)**

The Organization structures its financial assets to be available as its general expenditures, liabilities and other obligations come due. In addition, as part of its liquidity management, the Organization invests cash in excess of daily requirements in various short-term investments, including certificates of deposit and short-term treasury instruments. Long-term investments are intended to be held for long-term purposes; however, the funds are unrestricted and may be used to support operations.

**NOTE 3 – INVESTMENTS**

Investments consist of the following as of December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Mutual funds		
U.S. equities	\$ 446,546	\$ 326,936
International equities	-	188,251
Taxable fixed income	284,799	383,152
Other assets	16,629	40,746
Mixed assets	57,796	88,876
Balanced	31,753	36,775
Interest bearing cash	<u>78,093</u>	<u>20,747</u>
 Total investments	 <u><u>\$ 915,616</u></u>	 <u><u>\$ 1,085,483</u></u>

Investments are classified as follows as of December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Short-term investmets	\$ 61,581	\$ 61,130
Long-term investments	822,282	987,578
Endowment investments	<u>31,753</u>	<u>36,775</u>
 Total investments	 <u><u>\$ 915,616</u></u>	 <u><u>\$ 1,085,483</u></u>



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**Notes to Financial Statements**

**NOTE 4 – FAIR VALUE MEASUREMENTS**

The fair value measurement accounting literature establishes a valuation hierarchy for disclosure of the inputs to valuation used to measure fair value. This hierarchy prioritizes the inputs into three broad levels as follows:

Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs are quoted prices for similar assets and liabilities in active markets or inputs that are observable, either directly or indirectly through market corroboration, for substantially the full term of the financial instrument.

Level 3: Inputs are unobservable inputs based on the Organization's own assumptions used to measure assets and liabilities at fair value.

A financial asset or liability's classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement. There have been no changes in the methodologies used as of December 31, 2022 and 2021.

The Organization's mutual funds are measured using quoted market prices and are classified as Level 1.

**NOTE 5 – CONTRIBUTIONS RECEIVABLE**

Contributions receivable consist of the following as of December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Contributions receivable due in		
Less than one year	\$ 90,811	\$ 40,234
One to five years	<u>119,000</u>	<u>-</u>
Total contributions receivable	209,811	40,234
Less discounts to net present value at a rate of 5%	<u>(8,745)</u>	<u>-</u>
Contributions receivable, net	<u>\$ 201,066</u>	<u>\$ 40,234</u>

Contributions receivable are classified on the statements of financial position as follows:

	<u>2022</u>	<u>2021</u>
Current	\$ 90,811	\$ 40,234
Noncurrent	<u>110,255</u>	<u>-</u>
Contributions receivable, net	<u>\$ 201,066</u>	<u>\$ 40,234</u>

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**NOTE 6 – PROPERTY AND EQUIPMENT**

Property and equipment consist of the following as of December 31, 2022 and 2021:

	2022	2021
Equipment	\$ 9,510	\$ 9,510
Database	154,992	144,992
	164,502	154,502
Less accumulated depreciation	155,001	150,936
Property and equipment, net	\$ 9,501	\$ 3,566

**NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions consist of the following as of December 31, 2022 and 2021:

	2022	2021
Subject to expenditure for specific purpose		
Camps in 2023	\$ 12,000	\$ -
Subject to passage of time		
Contributions receivable that are not restricted by donors, but which are unavailable for expenditure until due	201,066	39,734
Endowment		
Subject to spending policy and appropriation		
Original gifts	26,225	26,225
Investment return, net	5,528	11,050
Total endowment	31,753	37,275
Total net assets with donor restrictions	\$ 244,819	\$ 77,009

**NOTE 8 – ENDOWMENT FUND**

In 2020, the Organization received a donor restricted endowment contribution to be used for scholarships. The Organization has adopted investment and spending policies for endowment assets that is expected to provide a predictable stream of funding to future scholarship awards while seeking to maintain the purchasing power of the endowment assets; the Organization's spending and investment policies work together to achieve this objective.

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**Notes to Financial Statements**

**NOTE 8 – ENDOWMENT FUND (CONTINUED)**

**Interpretation of Relevant Law**

The board of directors has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the donor restricted endowment fund as permanently restricted, absent donor stipulations to the contrary.

**Investment and Spending Policies**

In accordance with UPMIFA, the Organization considers the following factors in making a prudent determination to appropriate or accumulate donor restricted endowment funds:

- (1) The duration and preservation of the endowment fund,
- (2) Purposes of the Organization and the endowment fund,
- (3) General economic conditions,
- (4) Possible effect of inflation or deflation,
- (5) Expected total return from income and the appreciation of investments,
- (6) Other resources of the institution, and,
- (7) Investment policy of the institution.

The Organization invests its endowment fund in a balanced portfolio of debt and equity securities with the objective of growing the asset base to increase income for future appropriations of scholarships. The balanced portfolio investment return objective is to produce real returns, net of inflation of approximately 7% over time at a moderate level of risk to invested capital.

The Organization's spending policy sets forth the calculation of the amount of money annually available for distribution from the endowed funds for scholarships. The amount is determined based on the overall need of the Organization balanced with long-term investment return objectives for a fund to be held in perpetuity. The board of directors did not approve any appropriations during 2022 and 2021 of the endowment fund balance.

From time to time, the fair value of assets associated with donor restricted endowment funds may fall below the level that the donor or UPMIFA requires the Organization to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, deficiencies of this nature that are reported as net assets with donor restrictions. There were no underwater endowments as of December 31, 2022 and 2021.

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**Notes to Financial Statements**

**NOTE 8 – ENDOWMENT FUND (CONTINUED)**

Changes in donor restricted endowment net assets for the years ended December 31, 2022 and 2021, are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, December 31, 2020	\$ -	\$ 30,123	\$ 30,123
Investment return, net	-	5,502	5,502
Contributions	-	1,650	1,650
Endowment net assets, December 31, 2021	\$ -	\$ 37,275	\$ 37,275
Investment return, net	-	(5,522)	(5,522)
Endowment net assets, December 31, 2022	<u>\$ -</u>	<u>\$ 31,753</u>	<u>\$ 31,753</u>

**NOTE 9 – IN-KIND CONTRIBUTIONS**

In-kind contributions consisted of the following for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Medical professional services	\$ 200,820	\$ 71,630
Auction items for special events	<u>37,976</u>	<u>31,900</u>
Total in-kind contributions	<u>\$ 238,796</u>	<u>\$ 103,530</u>

Medical professional services were used for the camp programming and auction items were sold at various special events. There were no donor restrictions on the in-kind contributions.

**NOTE 10 – RETIREMENT PLAN**

The Organization offers a SIMPLE IRA plan for each year-round employee and matches employee contributions up to 3% each year. Employer contributions for the years ended December 31, 2022 and 2021, were \$14,525 and \$12,193, respectively.

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**NOTE 11 – LEASES**

The Organization has operating agreements for office equipment and office space with remaining lease terms of one to five years. Some leases contain multi-year renewal options, some of which are reasonably certain of exercise. Payments under these lease arrangements are all fixed.

For the year ended December 31, 2022, cash paid for amounts included in the measurement of operating lease liabilities was \$20,952 and lease expense was \$20,520, there were no short-term and variable lease costs. As of December 31, 2022, operating leases had a weighted-average remaining lease term of 15 months and the weighted-average discount rate was 0.83%.

Rent expense for the year ended December 31, 2021, which was accounted for in accordance with ASC 840, was \$20,963.

Future minimum lease payments under non-cancellable leases are as follows for the years ending December 31:

2023	\$ 17,678
2024	1,308
2025	<u>1,308</u>
Total lease payments	20,294
Less amounts representing interest	<u>159</u>
Present value of lease liabilities	<u><u>\$ 20,135</u></u>

**NOTE 12 – COMMITMENTS AND CONTINGENCIES**

**Paycheck Protection Program Loans**

In April 2020, the Organization applied for and obtained a \$78,000 PPP loan, administered by the U.S. Small Business Administration (SBA) established under the Coronavirus Aid, Relief, and Economic Securities (CARES) Act. In February 2021, the Organization applied for and obtained a \$80,335 PPP loan, administered by the SBA established under the Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act (the Economic Aid Act).

Under the terms of the loans, the Organization could apply for and be granted forgiveness for a portion of or all of the loans. In order to meet the conditions for forgiveness, the Organization was required to maintain certain employee levels and use the proceeds on eligible expenses including payroll, benefits, rent, and utilities. All conditions for forgiveness were met and the loans were forgiven by the SBA in November 2020 and October 2021.

The Organization must retain all records relating to the loans for six years from the date of forgiveness and must permit authorized representatives of the SBA, including representatives of its Office of Inspector General, to access such files upon request.

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**NOTE 12 – COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**Contracts for Future Camps and Special Events**

The Organization has contracted with various camps and other venues for program and special events to be held in the subsequent year. The Organization has paid \$36,469 as deposits in 2022.

**NOTE 13 – RECLASSIFICATIONS**

Certain amounts in the prior-year financial statement have been reclassified for comparative purposes to conform to the current-year presentation with no effect on previously reported net assets. Silent auction revenue in the prior year financial statements has been reclassified to in-kind contributions to conform to the presentation used in the current year financial statements.