

Camp Jorn Young Men's Christian Association, Inc.

Financial Statements

Years Ended February 29, 2020 and February 28, 2019



CAMP JORN
FOR YOUTH DEVELOPMENT®
FOR HEALTHY LIVING
FOR SOCIAL RESPONSIBILITY

WIPFLI

Independent Auditor's Report

Board of Directors
Camp Jorn Young Men's Christian Association, Inc.
Manitowish Waters, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of Camp Jorn Young Men's Christian Association, Inc. (the "Association") which comprise the statements of financial position as of February 29, 2020 and February 28, 2019, 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Camp Jorn Young Men's Christian Association, Inc. as of February 29, 2020 and February 28, 2019, 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.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP

October 26, 2020
Green Bay, Wisconsin

Camp Jorn Young Men's Christian Association, Inc.

Statements of Financial Position

February 29, 2020 and February 28, 2019

<i>Assets</i>	2020	2019
Current assets:		
Cash and cash equivalents	\$ 354,465	\$ 197,273
Accounts receivable	7,064	7,273
Inventories	19,241	12,929
Prepaid expenses	41,851	32,566
Investments	193,320	12,728
Total current assets	615,941	262,769
Restricted/designated assets - Investments	2,547,801	2,432,477
Property and equipment - Net	9,326,892	9,494,715
TOTAL ASSETS	\$ 12,490,634	\$ 12,189,961
<i>Liabilities and Net Assets</i>		
Current liabilities:		
Accounts payable	\$ 47,890	\$ 30,958
Accrued expenses	29,528	20,580
Security deposits	7,930	5,055
Deferred revenue	199,657	62,876
Total current liabilities	285,005	119,469
Net assets:		
Without donor restrictions - Board designated:		
Capital projects	39,654	65,031
Maintenance	152,459	167,459
Equipment reserve	30,000	30,000
Board designated endowment principal	288,461	246,134
Without donor restrictions - Undesignated	9,657,828	9,637,655
With donor restrictions	2,037,227	1,924,213
Total net assets	12,205,629	12,070,492
TOTAL LIABILITIES AND NET ASSETS	\$ 12,490,634	\$ 12,189,961

See accompanying notes to financial statements.

Camp Jorn Young Men's Christian Association, Inc.

Statements of Activities

Years Ended February 29, 2020 and February 28, 2019

	Without Donor Restrictions	With Donor Restrictions	Totals 2020
Revenues and other support:			
Contributions	\$ 478,491	\$ 35,650	\$ 514,141
In-kind contributions	4,226		4,226
Grants	47,450		47,450
Trading post income, net of cost of sales of \$17,582	11,760		11,760
Childcare income, net of discounts of \$4,243	124,227		124,227
Program fees	57,678		57,678
Special events, net of direct benefit to donors of \$40,273	77,666		77,666
Camp program income, net of discounts of \$35,289	580,490		580,490
Rental income	38,415		38,415
Investment income	33,454	148,353	181,807
Gain on sale of assets	3,778		3,778
Other revenue	858		858
Net assets released from restrictions	70,989	(70,989)	
Total revenues and other support	1,529,482	113,014	1,642,496
Expenses:			
Program services:			
Camp Jorn	1,238,430		1,238,430
Support services:			
Management and general	218,345		218,345
Fundraising	50,584		50,584
Total expenses	1,507,359		1,507,359
Change in net assets	22,123	113,014	135,137
Net assets at beginning of year	10,146,279	1,924,213	12,070,492
Net assets at end of year	\$ 10,168,402	\$ 2,037,227	\$ 12,205,629

Camp Jorn Young Men's Christian Association, Inc.

Statements of Activities

Years Ended February 29, 2020 and February 28, 2019 (Continued)

	Without Donor Restrictions	With Donor Restrictions	Restated 2019
Revenues and other support:			
Contributions	\$ 235,022	\$ 4,750	\$ 239,772
In-kind contributions	780		780
Grants	74,930		74,930
Trading post income, net of cost of sales of \$24,532	705		705
Childcare income, net of discounts of \$2,568	100,569		100,569
Program fees	58,556		58,556
Special events, net of direct benefit to donors of \$36,138	54,532		54,532
Camp program income, net of discounts of \$54,265	553,230		553,230
Rental income	40,614		40,614
Investment income	11,658	62,480	74,138
Gain on sale of assets	1,350		1,350
Other revenue	3,578		3,578
Net assets released from restrictions	201,073	(201,073)	
Total revenues and other support	1,336,597	(133,843)	1,202,754
Expenses:			
Program services:			
Camp Jorn	1,104,406		1,104,406
Support services:			
Management and general	166,999		166,999
Fundraising	64,545		64,545
Total expenses	1,335,950		1,335,950
Change in net assets	647	(133,843)	(133,196)
Net assets at beginning of year	10,145,632	2,058,056	12,203,688
Net assets at end of year	\$ 10,146,279	\$ 1,924,213	\$ 12,070,492

See accompanying notes to financial statements.

Camp Jorn Young Men's Christian Association, Inc.

Statements of Functional Expenses

Years Ended February 29, 2020 and February 28, 2019

	Support Services			Totals 2020
	Program Services	Management and General	Fundraising	
Salaries and wages	\$ 497,668	\$ 85,752	\$ 33,075	\$ 616,495
Staff outside services	13,907			13,907
Payroll taxes and benefits	123,684	21,925	10,285	155,894
Employee related expenses	27,499	6,802	2,585	36,886
Communication expenses	986	18,452		19,438
Conferences	1,530	1,829		3,359
Program supplies and expenses	28,817	-		28,817
Professional and contractual service	16,899	31,159	265	48,323
Other supplies and expenses	103,577	4,898	827	109,302
Equipment rental and maintenance	20,313	2,745		23,058
Financing costs	6,342			6,342
Insurance	14,315	4,154	2,077	20,546
National support dues	12,960	1,559	780	15,299
Postage	285	1,176		1,461
Occupancy	97,012	9,966		106,978
Utilities	1,257	22,644		23,901
Printing and publications	12,674	4,042	28	16,744
Travel and business	3,551	1,242	404	5,197
Miscellaneous	10,581		258	10,839
Depreciation	241,073			241,073
Bad debt expense (recoveries)	3,500			3,500
Subtotal	1,238,430	218,345	50,584	1,507,359
Cost of sales netted with sales	17,582	-	-	17,582
Direct benefit to donor netted with special events	-	-	40,273	40,273
Total expenditures	\$ 1,256,012	\$ 218,345	\$ 90,857	\$ 1,565,214

Camp Jorn Young Men's Christian Association, Inc.

Statements of Functional Expenses (Continued)

Years Ended February 29, 2020 and February 28, 2019

	Support Services			Totals 2019
	Program Services	Management and General	Fundraising	
Salaries and wages	\$ 395,885	\$ 68,309	\$ 41,099	\$ 505,293
Staff outside services	23,556			23,556
Payroll taxes and benefits	103,472	19,937	11,582	134,991
Employee related expenses	25,499	6,901	2,803	35,203
Communication expenses	12,721	4,868	737	18,326
Conferences	893	853		1,746
Program supplies and expenses	35,739	690	354	36,783
Professional and contractual service	19,043	36,444	2,094	57,581
Other supplies and expenses	93,701	2,967	1,370	98,038
Equipment rental and maintenance	21,328	2,329	589	24,246
Financing costs	9,390			9,390
Insurance	20,244	1,708	854	22,806
National support dues	11,210	1,258	631	13,099
Postage	1,575	110	347	2,032
Occupancy	42,631	12,288		54,919
Utilities	24,813	1,009	31	25,853
Printing and publications	12,458	7,725	1,327	21,510
Travel and business	2,150	972	727	3,849
Miscellaneous	7,816	(994)		6,822
Depreciation	240,282			240,282
Bad debt expense (recoveries)		(375)		(375)
Subtotal	1,104,406	166,999	64,545	1,335,950
Cost of sales netted with sales	24,532	-	-	24,532
Direct benefit to donor netted with special events	-	-	36,138	36,138
Total expenditures	\$ 1,128,938	\$ 166,999	\$ 100,683	\$ 1,396,620

See accompanying notes to financial statements.

Camp Jorn Young Men's Christian Association, Inc.

Statements of Cash Flows

Years Ended February 29, 2020 and February 28, 2019

	2020	2019
Increase (decrease) in cash and cash equivalents:		
Cash flows from operating activities:		
Change in net assets	\$ 135,137	\$ (133,196)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	241,073	240,282
Realized/unrealized gains on investments	(135,626)	(22,835)
Gain on sale of property and equipment	(3,778)	(1,350)
Changes in operating assets and liabilities:		
Accounts receivable	209	(45)
Inventories	(6,312)	686
Prepaid expenses	(9,285)	4,311
Accounts payable	16,932	(9,527)
Accrued expenses	8,948	3,294
Security deposits	2,875	(4,105)
Deferred revenue	136,781	(37,148)
Net cash from operating activities	386,954	40,367
Cash flows from investing activities:		
Purchase of investments	(1,066,915)	(626,238)
Proceeds from sale of investments	906,625	871,084
Proceeds from sale of property and equipment	22,000	1,350
Purchase of property and equipment	(91,472)	(376,439)
Net cash from investing activities	(229,762)	(130,243)
Net change in cash and cash equivalents	157,192	(89,876)
Cash and cash equivalents at beginning of year	197,273	287,149
Cash and cash equivalents at end of year	\$ 354,465	\$ 197,273

See accompanying notes to financial statements.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Principal Business Activity

Camp Jorn Young Men's Christian Association, Inc. (the "Association") is a charitable community service organization that is focused on positive youth, family, and community development. The Association is dedicated to building strong kids, strong families, and strong communities by putting Christian principles into practice through programs that promote healthy lifestyles, strong values, leadership development, community interaction, and international understanding. The Association's mission is building character, confidence, and community through enriching outdoor experiences.

Classification of Net Assets

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

- Net assets without donor restrictions are available for use in general operations and not subject to donor restrictions. Thus, they include all net assets whose use has not been restricted by donors or the law.
- Net assets with donor restrictions are 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. 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.

Use of Estimates

The preparation of the accompanying financial statements in accordance with accounting principles generally accepted in the United States requires management to make estimates and assumptions that directly affect the results of reported assets, liabilities, revenues, and expenses. Actual results may differ from these estimates.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present an analysis of expenses by nature and function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Personnel costs are allocated based on time and effort. Program costs are allocated based on time and materials. Food costs are allocated based on the number of meals served to campers.

Basis of Presentation

The Association follows accounting standards set by the Financial Accounting Standards Board (FASB). The Accounting Standards Codification (ASC) is an aggregation of previously issued authoritative accounting principles generally accepted in the United States (GAAP) in one comprehensive set of guidance organized by subject area. In accordance with ASC, references to previously issued accounting standards have been replaced by ASC references.

The Association prepares its financial statements in accordance with GAAP for not-for-profit organizations.

Cash and Cash Equivalents

The Association considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable consist primarily of program service fees. Accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Based on history with customers having outstanding balances and current relationships with them, management has concluded that realization losses on balances outstanding at year-end will be immaterial. Therefore, no allowance has been recorded.

Contributions Receivable

Unconditional promises to give are recorded as receivables in the year pledged. Conditional promises to give are recognized only when the conditions on which they depend are substantially met. Pledges and other promises to give whose eventual uses are restricted by the donors are recorded as increases in net assets with donor restrictions. Promises to give without donor restrictions to be collected in future periods are also recorded as an increase to net assets with donor restrictions and reclassified to net assets without donor restrictions when received, unless the donor's intention is to support current-period activities.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Contributions Receivable (Continued)

Contributions receivable expected to be collected in less than one year are reported at net realizable value. Contributions receivable that are expected to be collected in future years are recorded at the present value of estimated future cash flows on a discounted basis applicable to the years in which the promises were received. The amortization of the discount is recognized as contribution income over the duration of the pledge.

Management individually reviews all past due contributions receivable balances and estimates the portion, if any, of the balance that will not be collected. The carrying amounts of contributions receivable are reduced by allowances that reflect management's estimate of uncollectible amounts. Management considers contributions receivable to be fully collectible.

Investments

The Association carries investments in marketable securities with readily determined fair values and all investments in debt securities at their fair values in the statements of financial position. Quoted market prices in active markets are used as the basis of measurement. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Investments, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of certain investments will occur in the near term and that such changes could materially affect the amounts reported in the financial statements. Investment fees, including direct internal investment expenses, if any, are netted with return on the statements of activities.

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. A three-tier hierarchy prioritizes the inputs used in measuring fair value. These tiers include Level 1, defined as observable inputs such as quoted market prices in active markets; Level 2, defined as inputs other than quoted market prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore, requiring an entity to develop its own assumptions. The asset's or liability's fair value measurement within the hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Inventories

Inventories consist of merchandise for resale and are stated at the lower of cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less reasonably predictable costs of completion, disposal, and transportation.

Property and Equipment

Property and equipment are capitalized at cost or, if donated, at fair value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of the asset. The Association capitalizes property and equipment with a value greater than or equal to \$2,500.

The Association reports gifts of property and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit donor stipulations that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long these long-lived assets must be maintained, the Association reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributed Services and Materials

Contributions of donated services and materials that create or enhance a non-financial asset, or that require specialized skills, are provided by individuals possessing those skills, and would need to be purchased if not provided by donation, are recorded at their fair values in the period received.

No amounts have been reflected in the financial statements for donated non-professional volunteer services since no objective basis is available to measure the value of such services. However, a substantial number of volunteers have donated significant amounts of their time in the Association.

Revenue Recognition

Contributions, including unconditional promises to give, are recognized in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. The Association reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets.

When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year the contributions are recognized.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Income from annual member fees is deferred and recognized over the periods to which the dues and fees relate. Program fees are recognized when the related services are provided.

Grant revenue is recognized as revenue in the period in which it is expended for cost-reimbursement agreements.

Income Taxes

The Association is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Association is classified as a public charity. The Association is also exempt from state income tax.

The Association assesses whether it is more-likely-than-not that a tax position will be sustained upon examination of the technical merits or the position, assuming the taxing authority has full knowledge of all information. If the tax position does not meet the more-likely-than-not recognition threshold, the benefit of the tax position is not recognized in the financial statements. The Association recorded no assets or liabilities for uncertain tax positions or unrecognized tax benefits.

Reclassifications

Certain 2019 amounts have been reclassified to conform with the 2020 presentation. There was no effect on net assets or the change in net assets.

Change in Accounting Policy

On June 21, 2018, the FASB issued Accounting Standards Update (ASU) 2018-08, *Not-For-Profit Entities* (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The amendments in this ASU assist in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions and (2) determining whether a transaction is conditional. The Association has applied the amendments in this ASU on a modified prospective basis. There was no change in opening balances of net assets and no prior period results were restated. The amendments in this ASU also apply to both resources received by a recipient and resources given by a resource provider. Note that for transactions in which the entity serves as a resource provider, the effective date for the amendments in ASU 2018-08 are effective for fiscal years beginning after December 15, 2019.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Future Accounting Pronouncements

In May 2014, the FASB issued ASU No. 2014-09, *Revenue From Contracts With Customers* (Topic 606). This ASU, as amended, provides comprehensive guidance on the recognition of revenue from customers arising from the transfer of goods and services, guidance on accounting for certain contract costs, and new disclosures. The new standard supersedes current revenue recognition requirements in FASB Accounting Standards Codification (ASC) Topic 605, *Revenue Recognition*, and most industry-specific guidance. When adopted, the amendments in the ASU must be applied using one of two retrospective methods. ASU No. 2014-09 is effective for nonpublic entities for annual periods beginning after December 15, 2019. The Association is currently evaluating the impact of the provisions of ASC 606.

Note 2: Liquidity and Availability of Financial Resources

Financial resources available for general expenditure at February 29, 2020 and February 28, 2019 were \$546,919 and \$212,219, respectively. These consisted of cash of \$346,535, accounts receivable of \$7,064, and short-term investments of \$193,320 at February 29, 2020 and cash of \$192,218, accounts receivable of \$7,273, and short-term investments of \$12,728 at February 28, 2019. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. The Association has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$248,000. As part of its liquidity management, the Association invests cash in excess of daily requirements in various short-term investments including money market accounts.

Note 3: Concentration of Credit Risk

The Association maintains cash balances at financial institutions where the accounts are insured by the Federal Deposit Insurance Corporation (FDIC) for up to \$250,000. At certain times during the year, cash balances may be in excess of FDIC coverage. The Association has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 4: Investments

Investments at February 29, 2020 and February 28, 2019 consisted of the following:

	2020	2019
Money market	\$ 195,440	\$ 62,962
Mutual funds	145,792	171,633
Equities	1,205,984	1,153,171
Bonds	338,428	378,497
Certificates of deposit	535,553	299,015
Fixed income funds	319,924	379,927
Totals	\$ 2,741,121	\$ 2,445,205

Note 5: Investment Income

Investment income for the years ended February 29, 2020 and February 28, 2019 consists of the following:

	2020	2019
Dividends and interest	\$ 55,316	\$ 61,753
Unrealized gain (loss)	84,788	(85,237)
Realized gain	50,838	108,072
Fees	(9,135)	(8,750)
Totals	\$ 181,807	\$ 75,838

Note 6: Fair Value Measurements

Following is a description of the valuation methodologies used for assets measured at fair value.

Quoted market prices are used to determine the fair value of investments in publicly traded equity securities, mutual funds, and fixed income funds. Money market funds and bonds are valued using quotes from pricing vendors based on recent trading activity and other observable market data.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair value. Furthermore, while the Association believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 6: Fair Value Measurements (Continued)

The following tables set forth by level, within the fair value hierarchy, the Association's assets and liabilities measured at fair value on a recurring basis as of February 29, 2020 and February 28, 2019:

	2020			
	Fair Value Measurements Using			Total
	Level 1	Level 2	Level 3	
Money market funds	\$ 0	\$ 195,440	\$ 0	\$ 195,440
Mutual funds:				
Equity funds	30,140			30,140
Exchange traded funds	115,652			115,652
Equities:				
U.S. equities	1,205,984			1,205,984
Bonds:				
Corporate bonds		82,313		82,313
U.S. Treasury notes		256,115		256,115
Fixed income funds		319,924		319,924
Totals	\$ 1,351,776	\$ 853,792	\$ 0	\$ 2,205,568

	2019			
	Fair Value Measurements Using			Total
	Level 1	Level 2	Level 3	
Money market funds	\$ 0	\$ 62,962	\$ 0	\$ 62,962
Mutual funds:				
Equity funds	52,107			52,107
Exchange traded funds	119,526			119,526
Equities:				
U.S. equities	1,127,664			1,127,664
Foreign equities	25,507			25,507
Bonds:				
Corporate bonds		104,562		104,562
Municipal bonds		20,963		20,963
U.S. Treasury notes		252,972		252,972
Fixed income funds	-	379,927		379,927
Totals	\$ 1,324,804	\$ 821,386	\$ 0	\$ 2,146,190

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 7: Property and Equipment

A summary of property and equipment is as follows as of February 29, 2020 and February 28, 2019:

	2020	2019
Land	\$ 4,469,725	\$ 4,469,725
Land improvements	970,708	970,708
Buildings	4,951,791	4,951,791
Equipment	1,195,265	1,152,245
Subtotals	11,587,489	11,544,469
Less - Accumulated depreciation	(2,260,597)	(2,049,754)
Totals	\$ 9,326,892	\$ 9,494,715

Note 8: Retirement Plan

The Association participates in the YMCA Retirement Fund Plan, which is a defined contribution, money purchase, church plan, and the YMCA Retirement Fund Tax-Deferred Savings Plan, which is a retirement income account plan, under which employee voluntary contributions and interest credits are accumulated in individual accounts. Participation is available to all duly organized and reorganized YMCAs and their eligible employees. As defined contribution plans, the retirement plan and tax-deferred savings plan have no unfunded benefit obligations.

In accordance with the agreement, contributions to the YMCA Retirement Fund Plan are 12% of the participating employees' salary and are paid by the employer. Total contributions charged to retirement costs were \$25,899 and \$17,905 for the years ended February 29, 2020 and February 28, 2019, respectively.

Note 9: Endowment Funds

The Board of the Association has interpreted Wisconsin's adoption of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor restricted endowment funds absent explicit donor stipulations to the contrary. The Association classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of applicable donor gift instrument at the time the accumulation is added to the fund. The Association considers these factors in deciding to spend or retain gains on investments:

1. The duration and preservation of the fund;
2. The Association's purpose and the donor's purpose in establishing the endowment;
3. General economic conditions;
4. The possible effect of inflation or deflation;

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 9: Endowment Funds (Continued)

5. The expected total return from investment income and gains from endowment assets; and
6. Other resources of the Association

The remaining portion of the donor-restricted endowment funds in excess of the original fair value is classified as net assets with donor restrictions until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA. If the market value of the donor restricted endowment fund at year-end is below the original fair value, the deficit is recorded as a decrease in net assets with donor restrictions. The Board of Directors has approved a resolution that appropriates earnings on donor restricted endowments to be used to establish a board designated principal endowment to preserve the earnings. See Note 10 for more information.

The primary long-term financial objective for the Association's endowments is to preserve the real purchasing power of endowment assets and income after accounting for endowment spending and costs of portfolio management. Performance of the overall endowment against this objective is measured over rolling periods of one, three, and five years.

The endowment funds are managed to optimize the long run total rate of return on invested assets, assuming a prudent level of risk. The goal for this rate of return is one that provides funding for the Association's existing spending policy. Over the short term, the return for each element of the endowment portfolio should match or exceed each of the returns for the broader capital markets in which assets are invested.

Endowment net asset composition by type of fund as of February 29, 2020, is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
Donor-restricted endowment funds	\$ 0	\$ 2,037,227	\$ 2,037,227
Board-designated endowment funds	288,461		288,461
Totals	\$ 288,461	\$ 2,037,227	\$ 2,325,688

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 9: Endowment Funds (Continued)

Endowment net asset composition by type of fund as of February 28, 2019, is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
Donor-restricted endowment funds	\$ 0	\$ 1,924,213	\$ 1,924,213
Board-designated endowment funds	246,134		246,134
Totals	\$ 246,134	\$ 1,924,213	\$ 2,170,347

Endowment net asset components of change by type of fund as of February 29, 2020:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
Endowments at March 1, 2019	\$ 246,134	\$ 1,924,213	\$ 2,170,347
Contributions		35,650	35,650
Investment return		148,353	148,353
Released from restrictions	42,327	(70,989)	(28,662)
Endowments at February 29, 2020	\$ 288,461	\$ 2,037,227	\$ 2,325,688

Endowment net asset components of change by type of fund as of February 28, 2019:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
Endowments at March 1, 2018	\$ 211,595	\$ 2,058,056	\$ 2,269,651
Contributions		4,750	4,750
Investment return		62,480	62,480
Released from restrictions	34,539	(201,073)	(166,534)
Endowments at February 28, 2019	\$ 246,134	\$ 1,924,213	\$ 2,170,347

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 10: Board Designated Net Assets

The Board has the following funds with designated purposes:

Capital Projects Fund - For future physical capital improvements.

Maintenance Fund and Equipment Reserve - For emergency maintenance or equipment purchases.

Principal Endowment - On February 9, 2011, the Association's Board of Directors approved a resolution providing for annual adjustments to the principal balances of certain restricted and Board-designated funds. The adjustments are intended to preserve value in the various funds during inflationary periods by providing an increasing principal balance which is to remain invested and not expended. CPI principal increments for the 2019-2020 and 2018-2019 fiscal years were based on adding 2.2% and 2.1%, respectively, to the previous principal balances in each of the funds. The total increments are reflected among the board designated net assets without donor restrictions of the Association on the statements of financial position.

The following funds adjusted as of February 29, 2020, is as follows:

	Previous Increment	2019-2020 Increment	Principal February 29, 2020
Carl and Mildred Mellen Scholarship Fund	\$ 13,610	\$ 2,208	\$ 15,818
Richard Mellen Endowment Fund	165,014	26,620	191,634
Grace Y. and David Rose Endowment Fund	43,957	7,860	51,817
Maintenance Endowment	23,553	5,639	29,192
Total	\$ 246,134	\$ 42,327	\$ 288,461

The following funds adjusted as of February 28, 2019, is as follows:

	Previous Increment	2018-2019 Increment	Principal February 28, 2019
Carl and Mildred Mellen Scholarship Fund	\$ 11,809	\$ 1,801	\$ 13,610
Richard Mellen Endowment Fund	143,291	21,723	165,014
Grace Y. and David Rose Endowment Fund	37,544	6,413	43,957
Maintenance Endowment	18,951	4,602	23,553
Total	\$ 211,595	\$ 34,539	\$ 246,134

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 11: Net Assets with Donor Restrictions

Net asset balances are restricted for use in programs as identified below:

- Child Care Donations - These donations have been awarded to campers for camper fees.
- Albert Cherne Scholarship Fund - The Cherne Scholarship is to be awarded as camper scholarships at the rate of at least \$8,000, but not more than \$12,000 per calendar year. All income earned from contributions shall be credited to the Cherne Scholarship Fund.
- Liz Uihlein Fund - Funds are used for restoration projects and other expenses upon approval of donor.
- Carl and Mildred Mellen Scholarship Fund - Investment earnings can be awarded to campers for camper fees.
- Richard Mellen Endowment Fund - Investment earnings can be awarded to campers for camper fees.
- Grace Y. and David Rose Endowment Fund - Investment earnings can be used to fund camper scholarships and provide assistance to local hardship cases.
- Maintenance Endowment - Investment earnings can be used to fund expenditures for maintenance of the camp.

Net assets with donor restrictions at February 29, 2020 and February 28, 2019, are as follows:

	2020	2019
Net assets with donor restrictions temporary in nature:		
Albert Cherne Scholarship Fund	\$ 1,984	\$ 1,956
Liz Uihlein Fund	-	14,859
Carl and Mildred Mellen Scholarship Fund	42,580	30,649
Richard Mellen Endowment Fund	302,166	247,680
Grace Y. and David Rose Endowment Fund	125,942	105,881
Maintenance Endowment	35,383	29,666
Total net assets with donor restrictions temporary in nature	508,055	430,691
Net assets with donor restrictions permanent in nature:		
Donor restricted endowments	1,529,172	\$ 1,493,522
Total net assets with donor restrictions	\$ 2,037,227	\$ 1,924,213

Camp Jorn Young Men's Christian Association, Inc.

Notes to Financial Statements

Note 11: Net Assets with Donor Restrictions (Continued)

Net assets released from donor restriction during 2020 and 2019 were as follows:

	2020	2019
Net assets released from donor restriction:		
Child care donations	\$ -	\$ 52,853
Liz Uihlein Fund	14,859	32
Carl and Mildred Mellen Scholarship Fund	7,749	7,313
Richard Mellen Endowment Fund	31,839	127,042
Grace Y. and David Rose Endowment Fund	9,737	8,151
Maintenance Endowment	6,805	5,682
Total net assets released from donor restriction	\$ 70,989	\$ 201,073

Note 12: Deed Restriction

No title or interest in Camp Jorn Young Men's Christian Association, Inc.'s real property may be transferred, gifted, or conveyed in any manner at any time, except to a charitable tax exempt organization to maintain and use the property consistent with the spirit of the master plan. If, at any time in the future, Camp Jorn Young Men's Christian Association, Inc. is not willing and able to maintain and use the property in a manner consistent with the Master Plan, and no other charitable tax exempt organization is willing and able to acquire the property for the purposes, then the property shall be conveyed to a nature conservancy or land trust such as the Northwoods Land Trust presently located in Eagle River, Wisconsin, or the Nature Conservancy presently with a branch location in Madison, Wisconsin, with the requirement that the property be maintained as is, except for walking trails or other amenities consistent with the purposes of forested and undeveloped property.

Note 13: Subsequent Events

Subsequent events have been evaluated through October 26, 2020, which is the date the financial statements were available to be issued.

Beginning in March 2020, the United States economy began suffering adverse effects from the COVID-19 virus crisis ("CV19 Crisis"). As of the date of issuance of the financial statements, the Association has seen adverse impacts of the CV19 Crisis in the form of a temporary closure of the Child Care Center and corresponding layoffs of Child Care Center staff members, cancellation of all resident camp sessions, reduction of retreat events and rentals, and an increase in costs needed to safely run programs that are estimated to have a significant impact but the long-term cannot be reasonably estimated. In response, the Association applied for and received a loan in the amount of \$74,700 pursuant to the Paycheck Protection Program (PPP), administered by the Small Business Administration (SBA). The loan bears interest at a rate of 1.00% with monthly payments of principal and interest beginning November 2020 and a final payment due April 2022. If certain criteria are met, the SBA may forgive all or a portion of the loan. As of the date of the issuance of the financial statements, no determination of forgiveness can be made. The future impact of the CV19 Crisis on the Association cannot be reasonably estimated at this time.