

Financial Statements

Rebuilding Together - Twin Cities Minneapolis, Minnesota

For the Years Ended
December 31, 2020 and 2019

Rebuilding Together - Twin Cities
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For the Years Ended December 31, 2020 and 2019

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Rebuilding Together - Twin Cities
Minneapolis, Minnesota

We have audited the accompanying financial statements of Rebuilding Together - Twin Cities (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 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 of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our 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.

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 Rebuilding Together - Twin Cities as of December 31, 2020 and 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 of America.

ABDO, EICK & MEYERS, LLP
Minneapolis, Minnesota
May 19, 2021

FINANCIAL STATEMENTS

Rebuilding Together - Twin Cities
Statements of Financial Position
December 31, 2020 and 2019

	2020	2019
Assets		
Current Assets		
Cash and cash equivalents	\$ 309,884	\$ 66,927
Pledges receivable	20,875	12,505
Contracts and grants receivable, net	3,804	34,508
Prepaid expenses	16,845	15,273
Inventory	-	1,150
Properties held for sale	44,587	44,587
Total Current Assets	395,995	174,950
Property and Equipment		
Leasehold Improvements	5,798	5,798
Furniture and equipment	293,705	221,887
Computer equipment	8,703	8,703
Total Property and Equipment, Cost	308,206	236,388
Accumulated Depreciation	(113,021)	(82,127)
Total Property and Equipment, Net	195,185	154,261
Noncurrent Assets		
Security deposit	3,400	3,400
Total Assets	\$ 594,580	\$ 332,611
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 29,347	\$ 51,168
Accrued expenses	32,759	31,359
Deferred revenue	18,691	17,379
Payroll Protection Program notes payable	82,800	-
Notes payable	15,000	-
Total Liabilities	178,597	99,906
Net Assets		
Net assets without donor restrictions	152,911	154,494
Net assets with donor restrictions	263,072	78,211
Total Net Assets	415,983	232,705
Total Liabilities and Net Assets	\$ 594,580	\$ 332,611

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities
 Statements of Activities
 For the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Support			
Pledges and contributions	\$ 236,729	\$ 448,770	\$ 685,499
Governmental grants	370,458	-	370,458
Special events, net of expenses of \$27,664	18,914	-	18,914
Donated services and materials	55,815	-	55,815
Total Support	<u>681,916</u>	<u>448,770</u>	<u>1,130,686</u>
Revenue			
Program services	24,993	-	24,993
Loss on sale of equipment	(245)	-	(245)
Interest income	29	-	29
Other revenue	16,825	-	16,825
Total Revenue	<u>41,602</u>	<u>-</u>	<u>41,602</u>
Net Assets Released from Restriction			
Satisfaction of program restrictions	<u>263,909</u>	<u>(263,909)</u>	<u>-</u>
Total Support and Revenue	<u>987,427</u>	<u>184,861</u>	<u>1,172,288</u>
Expenses			
Program services	<u>796,101</u>	<u>-</u>	<u>796,101</u>
Support services			
Management and general	89,313	-	89,313
Fundraising	103,596	-	103,596
Total Support Services	<u>192,909</u>	<u>-</u>	<u>192,909</u>
Total Expenses	<u>989,010</u>	<u>-</u>	<u>989,010</u>
Change in Net Assets	(1,583)	184,861	183,278
Net Assets, Beginning of Year	<u>154,494</u>	<u>78,211</u>	<u>232,705</u>
Net Assets, End of Year	<u>\$ 152,911</u>	<u>\$ 263,072</u>	<u>\$ 415,983</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities
 Statements of Activities (Continued)
 For the Year Ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Support			
Pledges and contributions	\$ 216,535	\$ 313,000	\$ 529,535
Governmental grants	343,117	-	343,117
Special events, net of expenses of \$66,561	76,998	-	76,998
Donated services and materials	89,755	-	89,755
Total Support	<u>726,405</u>	<u>313,000</u>	<u>1,039,405</u>
Revenue			
Program services	40,334	-	40,334
Loss on sale of equipment	(1,833)	-	(1,833)
Interest income	24	-	24
Total Revenue	<u>38,525</u>	<u>-</u>	<u>38,525</u>
Net Assets Released from Restriction			
Satisfaction of program restrictions	325,496	(325,496)	-
Total Support and Revenue	<u>1,090,426</u>	<u>(12,496)</u>	<u>1,077,930</u>
Expenses			
Program services	833,474	-	833,474
Support services			
Management and general	109,623	-	109,623
Fundraising	92,673	-	92,673
Total Support Services	<u>202,296</u>	<u>-</u>	<u>202,296</u>
Total Expenses	<u>1,035,770</u>	<u>-</u>	<u>1,035,770</u>
Change in Net Assets	54,656	(12,496)	42,160
Net Assets, Beginning of Year	99,838	90,707	190,545
Net Assets, End of Year	<u>\$ 154,494</u>	<u>\$ 78,211</u>	<u>\$ 232,705</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities
 Statements of Functional Expenses
 For the Year Ended December 31, 2020

	Support Services				Total
	Program Services	Management and General	Fundraising	Total Support Services	
Personnel Costs					
Salaries and wages	\$ 251,949	\$ 32,027	\$ 28,447	\$ 60,474	\$ 312,423
Employee benefits	13,302	1,784	1,136	2,920	16,222
Payroll taxes	19,603	2,630	1,673	4,303	23,906
Total Personnel Costs	284,854	36,441	31,256	67,697	352,551
Project Expenses					
Donated services and materials	4,124	-	-	-	4,124
Contractors	272,320	-	100	100	272,420
Construction materials and supplies	16,055	-	7,472	7,472	23,527
Volunteer support	2,594	-	310	310	2,904
Total Project Expenses	295,093	-	7,882	7,882	302,975
Expenses					
Bad debts	-	-	1,000	1,000	1,000
Dues and subscriptions	15,334	2,046	1,302	3,348	18,682
Equipment and software	8,843	1,086	691	1,777	10,620
Insurance	10,883	5,994	454	6,448	17,331
Interest	-	2,911	-	2,911	2,911
Marketing	7,940	866	1,904	2,770	10,710
Training	9,003	141	90	231	9,234
Travel	5,694	148	36	184	5,878
Office	4,293	5,237	1,187	6,424	10,717
Occupancy	43,771	2,646	1,683	4,329	48,100
Americorps members	20,785	-	-	-	20,785
Professional fees	37,975	26,905	51,029	77,934	115,909
REO costs	1,257	-	-	-	1,257
Indirect event expenses	-	-	995	995	995
Miscellaneous	1,244	3,112	2,956	6,068	7,312
Telephone and internet	10,746	1,385	880	2,265	13,011
Expenses Before Depreciation	757,715	88,918	103,345	192,263	949,978
Depreciation	38,386	395	251	646	39,032
Total Expenses	\$ 796,101	\$ 89,313	\$ 103,596	\$ 192,909	\$ 989,010

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities
 Statements of Functional Expenses (Continued)
 For the Year Ended December 31, 2019

	Support Services			Total Support Services	Total
	Program Services	Management and General	Fundraising		
Personnel Costs					
Salaries and wages	\$ 268,140	\$ 35,474	\$ 30,130	\$ 65,604	\$ 333,744
Employee benefits	13,513	2,027	1,352	3,379	16,892
Payroll taxes	20,151	3,023	2,015	5,038	25,189
Total Personnel Costs	<u>301,804</u>	<u>40,524</u>	<u>33,497</u>	<u>74,021</u>	<u>375,825</u>
Project Expenses					
Donated services and materials	12,739	-	-	-	12,739
Contractors	231,125	-	-	-	231,125
Construction materials and supplies	85,576	-	-	-	85,576
Volunteer support	5,218	-	-	-	5,218
Total Project Expenses	<u>334,658</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>334,658</u>
Expenses					
Bad debts	148	-	2,600	2,600	2,748
Conferences	2,214	245	163	408	2,622
Dues and subscriptions	15,960	2,546	1,585	4,131	20,091
Equipment and software	7,155	1,139	678	1,817	8,972
Insurance	16,036	6,759	1,136	7,895	23,931
Interest	-	6,541	-	6,541	6,541
Marketing	16,738	2,310	1,539	3,849	20,587
Training	2,633	536	252	788	3,421
Travel	2,114	568	468	1,036	3,150
Office	4,019	3,497	857	4,354	8,373
Occupancy	42,210	2,814	1,876	4,690	46,900
Americorps members	14,340	-	-	-	14,340
Professional fees	27,669	36,653	35,569	72,222	99,891
REO costs	1,251	-	-	-	1,251
Indirect event expenses	-	-	4,957	4,957	4,957
Miscellaneous	2,678	3,829	6,387	10,216	12,894
Telephone and internet	9,623	1,443	962	2,405	12,028
Expenses Before Depreciation	<u>801,250</u>	<u>109,404</u>	<u>92,526</u>	<u>201,930</u>	<u>1,003,180</u>
Depreciation	<u>32,224</u>	<u>219</u>	<u>147</u>	<u>366</u>	<u>32,590</u>
Total Expenses	<u>\$ 833,474</u>	<u>\$ 109,623</u>	<u>\$ 92,673</u>	<u>\$ 202,296</u>	<u>\$ 1,035,770</u>

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities
Statements of Cash Flows
For the Year Ended December 31, 2020 and 2019

	2020	2019
Cash Flows from Operating Activities		
Change in net assets	\$ 183,278	\$ 42,160
Adjustment to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	39,032	32,590
Loss on disposal of property and equipment	245	1,833
Change in operating assets		
Pledges receivable	(8,370)	6,845
Contracts and grants receivable	30,704	(22,878)
Prepaid expenses	(1,572)	9,496
Inventory	1,150	(524)
Change in operating liabilities		
Accounts payable	(21,821)	(10,118)
Accrued payroll	1,400	3,432
Deferred revenue	1,312	1,298
Net Cash Provided by Operating Activities	225,358	64,134
Cash Flows from Investing Activities		
Purchases of property and equipment	(80,201)	(60,508)
Cash Flows from Financing Activities		
Payments on note payable	-	(40,000)
Proceeds from note payable	15,000	-
Proceeds from Payroll Protection Program note payable	82,800	-
Net Cash Provided (Used) by Financing Activities	97,800	(40,000)
Change in Cash and Cash Equivalents	242,957	(36,374)
Cash and Cash Equivalents at Beginning of Year	66,927	103,301
Cash and Cash Equivalents at End of Year	\$ 309,884	\$ 66,927
Supplemental Disclosure of Cash Flow Information		
Interest paid	\$ 2,911	\$ 6,541
Supplemental Disclosure of Non-Cash Transactions		
Receipt of donated goods and services through in-kind contributions	\$ 55,815	\$ 89,755
Disposal of fully depreciated property and equipment	\$ 7,488	\$ 1,318

See Independent Auditor's Report and Notes to the Financial Statements.

Rebuilding Together - Twin Cities

Notes to the Financial Statements
December 31, 2020 and 2019

Note 1: Summary of Significant Accounting Policies

A. Nature of Activities

The mission of Rebuilding Together - Twin Cities is: "Repairing homes, revitalizing communities, rebuilding lives." When qualified homeowners are not capable of making needed repairs, Rebuilding Together Twin Cities will coordinate the volunteers, skilled labor, tools and supplies necessary to repair the homes. Rebuilding Together Twin Cities also rehabilitates properties that house qualifying nonprofit organizations serving our community. We focus our efforts on older adults, individuals living with disabilities, active and retired members of the armed services, and families with children, tailoring services to meet the needs of each individual homeowner. Our services ensure that these homeowners can live independently in safe and healthy homes.

We work year-round to preserve affordable homeownership, build healthy neighborhoods and ensure that homeowners in need can live independently in safe and healthy homes through our programs:

Safe at Home: We provide home safety and fall prevention modifications and ramps for older adults or those living with a disability so that they can continue to live in safety and independence in their own homes. A project may include volunteer-delivered tasks, such as installing grab bars, wheelchair-accessible ramp or elongated stairs, handrails, handheld shower units, shower seats, and no-slip bath treads, and contractor-delivered environmental home modifications, such as doorway widening and kitchen or bathroom renovations, to enable aging-in-place and single-level living.

Home Repair: We provide volunteer-delivered repairs including weatherizing, cleaning, installing flooring, patching and painting, siding, and landscaping, and timely contractor-delivered repair or replacement of essential systems, such as HVAC, electrical, plumbing, outer envelope and roofs that are critical to healthy, livable homes.

Community Revitalization: We stabilize and revitalize neighborhoods by providing safe and welcoming spaces for communities to gather, such as community centers, schools, supportive housing facilities and outdoor community spaces.

Construction Workforce Training Collaborative: Together with Tree Trust, Housing First Minnesota, and Association of Minority Contractors, we deliver entry-level training in construction to underserved youth, while increasing our capacity to serve low-income homeowners.

Rebuilding Together - Twin Cities rehabilitated 70 homes and nonprofit and community spaces in Minneapolis, Saint Paul, Blaine, Bloomington, Brooklyn Center, Columbia Heights, Coon Rapids, Crystal, Eden Prairie, Fridley, Maplewood, Richfield, Robbinsdale, Roseville, Shingle Creek, South Saint Paul, and Saint Louis Park. We completed 19 Safe at Home projects and 49 Home Repair projects at these homes. We also completed two Community projects, providing repairs and improvements to nonprofit facilities and community spaces. The 68 homes housed a total of 133 residents. The rehab services to the nonprofit facilities and community spaces directly impacted the lives of 80 area residents. Projects utilized 21 volunteers (reduced considerably due to COVID-19) contributing 2,156 hours of service to the community at a value of \$63,472.64 worth of labor (based on the Independent Sector's 2019 value of volunteer labor in Minnesota of \$29.44 per hour). We also launched our Construction Workforce Development Collaborative with a cohort of six youth from diverse backgrounds who completed 10 of our Home Repair projects. In addition, we initiated a collaborative effort with HandsOn Twin Cities, Tree Trust, and Heart of America to help areas affected by recent civil unrest recover – Twin Cities Community Rebuilding Coalition.

We also continue to implement a Healthy Housing Principles-based approach and incorporate the seven Principles of Healthy Homes into practice (keep it: dry, clean, ventilated, pest-free, safe, contaminant-free, and maintained). Together with the National Center for Healthy Housing, the Rebuilding Together network has identified 25 Safe and Healthy Home Priorities that can be used to identify the safety and health-related issues at each home and also to measure the improvements related to health and safety resulting from our work.

Rebuilding Together - Twin Cities
Notes to the Financial Statements
December 31, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

A. Nature of Activities (Continued)

We also continue to implement a Healthy Housing Principles-based approach and incorporate the seven Principles of Healthy Homes into practice (Keep it: dry, clean, ventilated, pest-free, safe, contaminant-free, and maintained). Together with the National Center for Healthy Housing, the Rebuilding Together network has identified 25 Safe and Healthy Home Priorities that can be used to identify the safety and health-related issues at each home and also to measure the improvements related to health and safety resulting from our work.

B. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets of RTTC and related changes are classified and reported as follows:

Net Assets Without Donor Restrictions - Those resources over which the Board of Directors has discretionary control.

Net Assets With Donor Restrictions - Those resources subject to donor imposed restrictions which will be satisfied by actions of RTTC or passage of time or that are to be maintained permanently by RTTC.

C. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that may affect certain reported amounts and disclosures in the financial statements and accompanying notes. Actual results could differ from these estimates.

D. Cash Equivalents

All highly liquid investments with a maturity of three months or less are considered to be cash equivalents.

E. Accounts Receivables

Accounts receivables are uncollateralized third-party payer obligations. Payments of program receivables are allocated to the specific claims identified on the remittance advice or, if unspecified, are applied to the earliest unpaid claim. RTTC does not charge interest on its program receivables. Management reviews accounts receivables to determine estimated amounts that will not be collected. There was an allowance for accounts receivable of \$900 for both years ending December 31, 2020 and 2019.

F. Property and Equipment

Property and equipment acquisitions are recorded at cost. RTTC's policy is to capitalize items with an estimated useful life in excess of one year and exceeding \$1,000. Depreciation is provided over the estimated useful life of each depreciable asset, and is computed on the straight-line method. The estimated useful life of furniture and equipment is 3 to 15 years and computer equipment is 3 years.

G. Inventory

RTTC's inventory consists of gift cards that were donated for use in fundraising events, but have not yet been used.

Rebuilding Together - Twin Cities
Notes to the Financial Statements
December 31, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

H. Revenue Recognition

Contributions received are recorded as unrestricted or donor-restricted support depending on the existence and nature of any restrictions. Contributions, including unconditional promises to give, are recorded as made. Unconditional promises to give due in subsequent years are recorded at their net realizable value.

RTTC has cost-reimbursable contracts with government agencies. Revenue from these contracts is recognized as costs are incurred. Payments received, but not yet expended, for the purpose of the contract, are reflected as deferred revenue in the accompanying statement of financial position.

In addition, the organization receives government contract commitments which typically mature into cost-reimbursable contracts. These commitments require RTTC to secure homeowner loan mortgages before program work and reimbursements can begin. Because of their contingent nature, contract commitments are not recognized in the financial statements. On December 31, 2019, RTTC had one commitment from the Minnesota Housing Finance Agency (MHFA) for \$121,570 and one commitment from the Minnesota Department of Human Services for \$49,604, which matured into a cost-reimbursable contract in 2020. In addition, new commitments were received in 2020 with outstanding balance on December 31, 2020 from MHFA for \$16,763 and from Minnesota Department of Human Services for \$292,102.

I. Functional Expenses

Expenses directly attributable to program, administrative, or fundraising objectives are charged to their respective function. Likewise, expenses directly attributable to sub-programs are charged directly to that sub-program within the program function.

Program related expenses which benefit all sub-programs are considered joint program expenses and are allocated among the sub-programs based upon actual time spent as tracked on time sheets.

Salaries, benefits, and other personnel driven expenses not directly identifiable by program or support function are allocated across functions based on job descriptions and actual time spent as tracked on time sheets. Likewise, those operating expenses primarily determined by staff size and time worked are also allocated by actual time spent as tracked on time sheets. Rent and other facility driven expenses not directly identifiable by program or support function are allocated based upon square footage devoted for their purpose.

J. Income Taxes

RTTC is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Minnesota Statute 290.05. Accordingly, no provision for income taxes is included in these financial statements. Because RTTC is a public charity, contributions may qualify for tax deductions by the contributors.

K. Subsequent Events

Management has evaluated subsequent events through May 19, 2021, which is the date the financial statements were available to be issued. No subsequent events required disclosure for the year ended December 31, 2020.

Rebuilding Together - Twin Cities

Notes to the Financial Statements

December 31, 2020 and 2019

Note 2: Properties Held for Sale

RTTC periodically receives donations of single-family homes from local banks with the stipulation that the properties be repaired and sold specifically to low-to-moderate income families for owner-occupancy. RTTC capitalizes costs incurred to bring the property to a selling point. These properties have been recorded at their estimated net realizable value. During the year ended December 31, 2020 and 2019, RTTC did not receive any donated property held for sale, and there were no gains or losses for the year. A property donated during a prior year and valued at \$44,587 remained in inventory as of December 31, 2020 and 2019.

RTTC's policy is to sell the properties as promptly as possible. However, it may hold some properties at year-end and these properties are reported as inventory. Inventory is valued at the lower of cost or market (cost is determined as fair value at the date of gift plus any costs incurred).

As of December 31, 2020, the one REO property still on hand is being held and there are no current plans to repair and prepare for sale.

Note 3: Notes Payable

On February 19, 2019, RTTC entered into a line of credit agreement with the ability to draw up to \$80,000. This line of credit bears an interest at a rate of 6.50 percent annually, and was set to expire February 2020. There was no balance on the line of credit as of December 31, 2019.

On February 27, 2020, RTTC renewed this line of credit agreement with Propel Nonprofits with the ability to draw up to \$80,000, due in set payments throughout the year and interest due monthly. This line of credit bears interest at a rate of 6.50 percent annually, and expires February 2021. Two payments were made on the line of credit in 2020 according to the promissory note, leaving a \$15,000 balance at December 31, 2020. This balance and remaining interest was paid in full in February of 2021. This note was secured by various Organization assets as collateral.

On April 23, 2020, RTTC received disbursement of an SBA PPP loan in the amount of \$82,800, at a fixed 1% fixed interest rate. The loan remained on the Organization's balance sheet at year end. Subsequent to year end, in March 2021, the loan was fully forgiven.

Note 4: Leases

RTTC currently leases its office and warehouse space under a noncancelable operating lease which expires November 30, 2021. Under the terms of this lease, RTTC is responsible for the maintenance, repair, and replacement of heating fixtures, air conditioning fixtures, and other fixtures and leasehold improvements. Monthly rent expense was \$3,700 for 2016, and was the same through November 2017, then increasing \$100 per month every twelve months thereafter through November 2021. Total rent expense was \$48,100 and \$46,900 for the years ending December 31, 2020 and 2019, respectively.

Future minimum lease payments under this lease are as follows:

<u>For the Year Ended</u> <u>December 31,</u>	<u>Amount</u>
2021	<u>\$ 45,100</u>
Total	<u><u>\$ 45,100</u></u>

Rebuilding Together - Twin Cities
Notes to the Financial Statements
December 31, 2020 and 2019

Note 5: Net Assets with Donor Restrictions

Net assets with donor restrictions at December 31, 2020 and 2019 are as follows:

	2020	2019
Capacity Campaign	\$ 167,272	\$ -
Miscellaneous Projects	54,000	31,411
Real Estate Owned Projects	41,800	41,800
Pilot Office	-	5,000
	\$ 263,072	\$ 78,211

Note 6: Contributed Services and Materials

The value of contributed services and materials included as contributions in the financial statements and the corresponding expenses for the year ended December 31, 2020 and 2019 are as follows:

	2020	2019
Legal and Other Professional Services	\$ 52,315	\$ 56,422
Contractor Services	-	33,333
Gift Cards	3,500	-
	\$ 55,815	\$ 89,755

The value of contributed goods included as special event revenue in the financial statements and the corresponding expenses for the year ended December 31, 2020 and 2019 were \$15,380 and \$25,405, respectively.

In addition, numerous individuals volunteer their time and perform a variety of program and fundraising services. Although no amounts have been reflected in the financial statements, management estimates the number of hours and the fair value of those services to be approximately as follows:

	2020		2019	
	Hours	Value	Hours	Value
Unskilled Volunteers	2,156	\$ 63,473	6,021	\$ 169,491

The value of labor per hour is based on research provided by the Independent Sector, www.independentsector.org.

Rebuilding Together - Twin Cities

Notes to the Financial Statements

December 31, 2020 and 2019

Note 7: Liquidity and Availability of Financial Resources

Rebuilding Together - Twin Cities' board of directors has approved and monitors a comprehensive set of policies which govern the responsibilities and limitations of executive management. In turn, management routinely monitors liquidity and cash reserves which fund operations and program service delivery in accordance with these board established policies. Additionally, liquidity measures are tracked and provided to the board of directors as part of its regular reporting cycle and to funders as requested.

Liquid financial assets available for general expenditure (that is without donor restriction or organizational designation which limit their use) within one year of the date of the statement of financial position include the following:

- Advancements from the line of credit when liquidity falls below the ability to meet financial obligations due within 30 days.
- Payments to the line of credit occur when liquidity rises above the ability to meet financial obligations due within 60 - 90 days.

The Organization's liquid financial assets available to meet cash needs for general expenditures within one year are summarized as follows:

	<u>2020</u>	<u>2019</u>
Cash and Cash Equivalents	\$ 309,884	\$ 66,927
Pledges Receivable	20,875	12,505
Contracts and Grants Receivable, Net	3,804	34,508
Total Financial Assets Available Within One Year	<u>334,563</u>	<u>113,940</u>
Less those unavailable for general expenditure within one year, due to:		
Net assets with donor restrictions	<u>(263,072)</u>	<u>(78,211)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 71,491</u>	<u>\$ 35,729</u>

Note 8: COVID-19

In December 2019, a novel strain of coronavirus (COVID-19) surfaced. The spread of COVID-19 around the world during 2020 has caused significant volatility in U.S. and international markets. There is significant uncertainty around the breadth and duration of business disruptions related to COVID-19, as well as its impact on the U.S. and international economies and, as such, the Organization is unable to determine the impact to its future operations.