



CHEYENNE VILLAGE, INC.

Financial Statements

For the Year Ended June 30, 2021

And

Independent Auditors' Report

CHEYENNE VILLAGE, INC.

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Cheyenne Village, Inc.

We have audited the accompanying financial statements of Cheyenne Village, Inc. (Cheyenne Village) which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cheyenne Village, Inc. as of June 30, 2021 and the change in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Cheyenne Village's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 20, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Stockman Kast Ryan + Co. LLP

December 7, 2021

CHEYENNE VILLAGE, INC.

STATEMENT OF FINANCIAL POSITION JUNE 30, 2021 (with comparative totals for 2020)

	2021	2020
ASSETS		
CURRENT ASSETS		
Cash	\$ 5,978,031	\$ 3,967,485
Investments	2,687,318	2,195,861
Accounts receivable, net	500,158	519,929
Contributions receivable, net	226,761	642,278
Building and land held for sale		338,316
Other assets	<u>76,140</u>	<u>84,298</u>
Total	9,468,408	7,748,167
BENEFICIAL INTEREST IN TRUST	1,040,654	833,092
LAND, BUILDINGS AND EQUIPMENT, NET	2,251,584	2,382,851
CONTRIBUTIONS RECEIVABLE, NET	20,414	260,564
OTHER ASSETS	<u>24,731</u>	<u>24,731</u>
TOTAL ASSETS	<u>\$ 12,805,791</u>	<u>\$ 11,249,405</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 278,334	\$ 297,007
Accrued expenses and other	289,335	287,825
Refundable advances	<u>127,376</u>	<u>763,300</u>
Total liabilities	<u>695,045</u>	<u>1,348,132</u>
NET ASSETS		
Without donor restriction	9,695,399	7,681,571
With donor restriction	<u>2,415,347</u>	<u>2,219,702</u>
Total net assets	<u>12,110,746</u>	<u>9,901,273</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 12,805,791</u>	<u>\$ 11,249,405</u>

See notes to financial statements.

CHEYENNE VILLAGE, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2021 (with comparative totals for 2020)

	2021			
	Without Donor Restriction	With Donor Restriction	Total	2020
REVENUES				
Fees from services:				
Host home services	\$ 3,924,992		\$ 3,924,992	\$ 3,976,440
Individual residential services	2,596,345		2,596,345	2,757,997
Group residential services	1,109,828		1,109,828	1,118,224
Supported community connections	177,150		177,150	355,943
Other operating support:				
Contributions	973,196	\$ 171,132	1,144,328	921,579
Gain on sale of real estate	852,778		852,778	
Net realized and unrealized investment gains	552,152		552,152	4,440
Change in value of beneficial interest in trust		207,563	207,563	(25,079)
Supported living services	187,279		187,279	232,294
Interest and dividends, net	72,869		72,869	104,892
Event income (loss) (net of direct event expenses of \$17,994 and \$42,854, respectively)	(17,994)		(17,994)	710
Other	70,009		70,009	80,172
Net assets released from restrictions	<u>183,050</u>	<u>(183,050)</u>		
Total	<u>10,681,654</u>	<u>195,645</u>	<u>10,877,299</u>	<u>9,527,612</u>
EXPENSES				
Program services	7,537,579		7,537,579	7,815,729
General and administrative	928,294		928,294	945,680
Fund raising	<u>201,953</u>		<u>201,953</u>	<u>299,862</u>
Total	<u>8,667,826</u>		<u>8,667,826</u>	<u>9,061,271</u>
CHANGE IN NET ASSETS	2,013,828	195,645	2,209,473	466,341
NET ASSETS, Beginning of year	<u>7,681,571</u>	<u>2,219,702</u>	<u>9,901,273</u>	<u>9,434,932</u>
NET ASSETS, End of year	<u>\$ 9,695,399</u>	<u>\$ 2,415,347</u>	<u>\$ 12,110,746</u>	<u>\$ 9,901,273</u>

See notes to financial statements.

CHEYENNE VILLAGE, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021 (with comparative totals for 2020)

	2021												2020 Total
	Program Services								General and Administrative	Fund Raising	Total		
EXPENSES	Individual Residential Services	Group Residential Services	Supported Community Connections	Supported Living Services	Host Homes	Program Support	McLaughlin Lodge/CAMP House	Total Program Services					
Salaries	\$ 1,282,866	\$ 619,677	\$ 173,952	\$ 151,438	\$ 293,446	\$ 326,181	\$ 23,491	\$ 2,871,051	\$ 645,032	\$ 132,274	\$ 3,648,357	\$ 3,915,078	
Client benefits	472,047	57,204	7,828	808	2,789,704	9,676	487	3,337,754			3,337,754	3,420,920	
Employee benefits	275,395	111,545	31,362	23,775	50,569	81,201	5,817	579,664	118,776	27,591	726,031	783,450	
Contract services	67,682	40,494	9,384	12,090	16,190	8,919	1,895	156,654	54,292	11,754	222,700	224,945	
Insurance	30,772	23,697	1,527	492	13,529	3,267	6,957	80,241	27,243	1,234	108,718	101,992	
Repairs and maintenance	23,489	32,783	509	288	6,746	1,412	934	66,161	5,736	645	72,542	89,571	
Vehicle expense	23,217	2,257	24,110	3,785	245	3,599		57,213	2,907	2	60,122	58,545	
Utilities	13,192	1,124	643	399	4,594	1,917	4,395	26,264	4,485	814	31,563	49,112	
Supplies	12,619	7,398	2,400	1,621	5,026	3,338	382	32,784	6,227	4,005	43,016	47,151	
Telephone	12,921	4,433	2,332	902	4,885	3,213	296	28,982	4,983	670	34,635	30,748	
Meetings and conferences	10,486	4,775	1,307	1,233	6,521	1,542	266	26,130	5,514	478	32,122	18,814	
Printing and publications	1,771	706	493	245	950	2,352	60	6,577	1,645	6,483	14,705	18,290	
Advertising and public relations	1,510	1,480	35	50	825	80		3,980	238	6,306	10,524	16,044	
Dues, subscriptions and miscellaneous	5,027	2,520	1,137	964	2,136	2,051	236	14,071	5,546	4,028	23,645	15,253	
Taxes and licenses	1,279	1,958	4	2	88	99	909	4,339	2,423	5	6,767	8,235	
Postage	647	399	138	131	147	115	20	1,597	203	2,427	4,227	4,272	
Mileage	189		6					195			195	14,117	
Leases and rentals												2,297	
Bad debt expense									2,060		2,060	56	
Other	109	260						369	26,168		26,537	23,351	
TOTAL BEFORE DEPRECIATION AND AMORTIZATION	2,235,218	912,710	257,167	198,223	3,195,601	448,962	46,145	7,294,026	913,478	198,716	8,406,220	8,842,241	
Depreciation and amortization	132,227	50,605	30,056	4,793	11,034	11,740	3,098	243,553	14,816	3,237	261,606	219,030	
TOTAL EXPENSES	\$ 2,367,445	\$ 963,315	\$ 287,223	\$ 203,016	\$ 3,206,635	\$ 460,702	\$ 49,243	\$ 7,537,579	\$ 928,294	\$ 201,953	\$ 8,667,826		
PERCENT OF TOTAL COSTS	27%	11%	3%	3%	37%	5%	1%	87%	11%	2%	100%		
COMPARATIVE 2020 EXPENSES	\$ 2,363,352	\$ 1,050,428	\$ 377,798	\$ 226,331	\$ 3,237,325	\$ 507,828	\$ 52,667	\$ 7,815,729	\$ 945,680	\$ 299,862		\$ 9,061,271	
2020 PERCENT OF TOTAL COSTS	26%	12%	4%	2%	36%	6%	1%	87%	10%	3%		100%	

See notes to financial statements.

CHEYENNE VILLAGE, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2021 (with comparative totals for 2020)

	2021	2020
OPERATING ACTIVITIES		
Change in net assets	\$ 2,209,473	\$ 466,341
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	261,606	219,030
Gain on sale of land, buildings and equipment	(852,778)	(5,381)
Net realized and unrealized gains on investments	(552,152)	(4,440)
Change in value of beneficial interest in trust	(207,562)	25,079
Changes in operating assets and liabilities:		
Accounts receivable	19,771	(45,138)
Contributions receivable	655,667	355,817
Other assets	8,158	45,842
Accounts payable, accrued expenses and other	(17,163)	(64,601)
Refundable advance	<u>(635,924)</u>	<u>763,300</u>
Net cash provided by operating activities	<u>889,096</u>	<u>1,755,849</u>
INVESTING ACTIVITIES		
Proceeds from sales of investments	400,176	371,113
Purchases of investments	(339,481)	(522,805)
Purchases of land, buildings and equipment	(76,816)	(745,136)
Proceeds from sales of land, buildings and equipment	<u>1,137,571</u>	<u>99,344</u>
Net cash provided by (used in) investing activities	<u>1,121,450</u>	<u>(797,484)</u>
NET INCREASE IN CASH	2,010,546	958,365
CASH, Beginning of year	<u>3,967,485</u>	<u>3,009,120</u>
CASH, End of year	<u>\$ 5,978,031</u>	<u>\$ 3,967,485</u>

See notes to financial statements.

CHEYENNE VILLAGE, INC.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cheyenne Village, Inc. (Cheyenne Village) serves adults with developmental disabilities, providing services, choices, and opportunities which promote full participation in El Paso County, Colorado. Nearly all of the people served by Cheyenne Village will require their services throughout the course of their lives; many have been with Cheyenne Village since its founding in 1971.

Basis of Presentation — The accompanying financial statements include certain prior-year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with Cheyenne Village's financial statements for the year ended June 30, 2020, from which the summarized information was derived.

Cheyenne Village reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which represents the expendable resources that are available for operations at management's discretion; and net assets with donor restrictions, which represents resources restricted by donors as to purpose or by the passage of time and resources whose use by Cheyenne Village is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of Cheyenne Village.

Revenue Recognition — Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence or nature of any donor restrictions. When a donor restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions.

Cheyenne Village reports gifts of land, buildings and equipment as net assets without donor restrictions unless the donor has restricted the donated assets to a specific purpose. Assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as net assets with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, Cheyenne Village reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. Cheyenne Village reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Revenue and Cost Recognition on Contracts — The Organization recognizes revenues by applying the following steps: (1) identify the contract(s) with a customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to the performance obligations in the contract, if applicable; and (5) recognize revenue when (or as) the performance obligation is satisfied.

Cheyenne Village's contract revenue is recognized pursuant to contracts under which Cheyenne Village typically transfers services to the customer over time and receives payment for those services monthly. Cheyenne Village recognizes revenue over time as the performance obligations are satisfied.

Contributions Receivable — Contributions receivable consist of unconditional promises to give that are expected to be collected in current and future periods. Promises to give are recorded at net realizable value if expected to be collected within one year and at present value of estimated future cash flows if expected to be collected in more than one year. The discounts on these amounts are computed using a risk adjusted interest rate of 2.63% for the year ended June 30, 2021. Amortization of the discount is included in contribution revenue. Management believes that all contributions receivable recorded at June 30, 2021 are collectible and no allowance for doubtful contributions is deemed necessary.

Investments — Investments are carried at fair value. Fair values for exchange traded funds, mutual funds, common stock and money market accounts are determined principally through quoted market prices. Fair values for fixed income obligations are determined through pricing services. Realized and unrealized gains and losses are reflected in the statement of activities. Earnings on restricted investments are recognized as an increase in net assets with or without donor restrictions according to the nature of the restrictions on the original gift.

Building and Land Held for Sale — Building and land held for sale is recorded at the lower of cost or net realizable value.

Land, Buildings and Equipment — Land, buildings and equipment are recorded at cost or, if donated, at the fair value at the date of donation. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets, which range from five to thirty years for buildings and improvements and from three to five years for vehicles, furnishings and equipment. Cheyenne Village capitalizes property and equipment purchases which exceed \$5,000 and have a useful life in excess of one year.

Compensated Absences — Employees of Cheyenne Village earn a vested right to compensation for unused vacation time. Accordingly, Cheyenne Village has made an accrual for vacation compensation that employees have earned but not taken.

Tax Status — Cheyenne Village is a not-for-profit corporation which is classified as a public charity by the Internal Revenue Service and is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code.

Cheyenne Village believes that it does not have any uncertain tax positions that are material to the financial statements.

Statement of Cash Flows — For purposes of reporting cash flows, Cheyenne Village considers cash on hand and amounts due from banks as cash.

Use of Estimates — The preparation of Cheyenne Village's financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events — Cheyenne Village has evaluated subsequent events for recognition or disclosure through the date of the Independent Auditors' Report, which is the date the financial statements were available for issuance.

2. LIQUIDITY AND AVAILABILITY

The following table reflects Cheyenne Village's financial assets as of June 30, 2021 and 2020, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual restrictions or time restrictions. Amounts not available include net assets with donor restrictions.

	2021	2020
Cash	\$ 5,978,031	\$ 3,967,485
Investments	2,687,318	2,195,861
Contributions receivable	247,175	902,842
Accounts receivable, net	500,158	519,929
Building and land held for sale	<u> </u>	<u>338,316</u>
Total financial assets	9,412,682	7,924,433
Less amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose and time restrictions	<u>(1,374,693)</u>	<u>(1,386,610)</u>
Total financial assets available to management to meet cash needs for general expenditures within one year	<u>\$ 8,037,989</u>	<u>\$ 6,537,823</u>

As part of Cheyenne Village's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

3. FUNCTIONAL EXPENSES ALLOCATION METHOD

The financial statements report certain categories of expenses that are attributable to one or more program or supporting services of Cheyenne Village. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, employee benefits, and contract services, which are allocated based on the number of fulltime equivalents per department; repairs and maintenance, insurance, leases and rentals, and various general and administrative expenses, which are allocated based on space occupied by each department; vehicle expense which is allocated based on which departments vehicles are assigned to; and client benefits which are allocated based on the number of clients seen by each department.

4. ACCOUNTS RECEIVABLE

Accounts receivable are stated at the invoiced amounts, net of an allowance for doubtful accounts which represents management's estimate of specific accounts receivable balances that they believe are uncollectible. As of June 30, 2021, management estimates that all accounts receivable are fully collectible and accordingly no allowance for doubtful accounts has been recorded. As of June 30, 2020, the allowance for doubtful accounts was \$137. Medicaid receivables accounted for approximately 92% and 93% of total net receivables at June 30, 2021 and 2020, respectively.

5. CONTRIBUTIONS RECEIVABLE

Contributions receivable are as follows:

	2021	2020
Due in one year	\$ 264,313	\$ 670,380
Due in two to five years	<u>23,000</u>	<u>282,000</u>
Total	287,313	952,380
Less unamortized discount	<u>(40,138)</u>	<u>(49,538)</u>
Total	247,175	902,842
Less current portion	<u>(226,761)</u>	<u>(642,278)</u>
Long-term portion	<u>\$ 20,414</u>	<u>\$ 260,564</u>

6. BENEFICIAL INTEREST IN TRUST

Cheyenne Village is a 6% beneficiary of the Jacqueline Grace Archer Trust, the principal of which is to be held in perpetuity at a bank. Cheyenne Village's share of the fair market value of this trust was \$1,040,654 and \$833,092 at June 30, 2021 and 2020, respectively. The fair value of the trust is determined based on Cheyenne Village's proportionate share of the fair value of the underlying assets of the trust. Fair value of the underlying assets is determined using quoted market prices and pricing services. Cheyenne Village received \$38,737 and \$35,556 in distributions from the trust during the years ended June 30, 2021 and 2020, respectively.

7. INVESTMENTS AND FAIR VALUE MEASUREMENTS

Cheyenne Village uses a framework pursuant to generally accepted accounting principles for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that Cheyenne Village has the ability to access.

Level 2: Prices determined using significant other observable inputs. Inputs to the valuation methodology include:

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

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Prices determined using significant unobservable inputs.

The investment's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following table sets forth by level, within the fair value hierarchy, Cheyenne Village's investments and beneficial interest at fair value as of June 30:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
2021:				
Investments:				
Exchange traded funds:				
Domestic equity	\$ 743,152	\$ 743,152		
International equity	36,896	36,896		
Fixed Income	24,030	24,030		
Mutual funds:				
Fixed income	593,633	593,633		
International equity	548,114	548,114		
Domestic equity	123,509	123,509		
Common stock:				
Domestic	394,834	394,834		
International	20,574	20,574		
Corporate bonds	54,963		\$ 54,963	
Money market accounts	<u>147,613</u>	<u>147,613</u>		
Total	<u>\$ 2,687,318</u>	<u>\$ 2,632,355</u>	<u>\$ 54,963</u>	<u>\$ —</u>
Beneficial interest in				
perpetual trust	<u>\$ 1,040,654</u>	<u>\$ —</u>	<u>\$ 1,040,654</u>	<u>\$ —</u>

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
2020:				
Investments:				
Exchange traded funds:				
Domestic equity	\$ 554,017	\$ 554,017		
International equity	18,757	18,757		
Fixed Income	22,796	22,796		
Mutual funds:				
International equity	434,642	434,642		
Fixed income	431,334	431,334		
Domestic equity	192,980	192,980		
Common stock:				
Domestic	288,290	288,290		
International	13,144	13,144		
Corporate bonds	177,597		\$ 177,597	
Money market accounts	<u>62,304</u>	<u>62,304</u>		
Total	<u>\$ 2,195,861</u>	<u>\$ 2,018,264</u>	<u>\$ 177,597</u>	<u>\$ —</u>
Beneficial interest in perpetual trust	<u>\$ 833,092</u>	<u>\$ —</u>	<u>\$ 833,092</u>	<u>\$ —</u>

8. REFUNDABLE ADVANCES

During the year ended June 30, 2020, Cheyenne Village received a \$763,300 Paycheck Protection Program (PPP) Loan established by the CARES Act and has elected to account for the funding as a conditional contribution by applying ASC Topic 958-605, *Revenue Recognition*. Revenue is recognized when conditions are met, which include meeting FTE and salary reduction requirements and incurring eligible expenditures. PPP loans are subject to audit and acceptance by the U.S. Department of Treasury, Small Business Administration, or lender; as a result of such audit, adjustments could be required to the recognition of revenue. If conditions are met, the amount of the refundable advance will be forgiven. As of June 30, 2021, Cheyenne Village met the conditions and the PPP was fully forgiven. The PPP was recognized as revenue and is included in contributions in the accompanying statements of activities.

During the year ended June 30, 2021, Cheyenne Village received a \$127,376 refundable advance pursuant to the Provider Relief Fund established by the CARES Act and has elected to account for the funding as a conditional contribution by applying ASC Topic 958-605, *Revenue Recognition*. Revenue is recognized when conditions are met, which include incurring expenditures related to preventing, preparing for, or responding to COVID-19. If conditions are met, the amount of the refundable advance will be recognized as revenue. As of June 30, 2021, no amount has been recorded as revenue as conditions have not been met.

9. LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment consist of the following at June 30:

	2021	2020
Buildings and improvements	\$ 3,032,085	\$ 2,462,440
Vehicles and equipment	1,315,160	1,375,381
Land	339,603	284,603
Construction in progress		515,525
Total	4,686,848	4,637,949
Less accumulated depreciation	(2,435,264)	(2,255,098)
Land, buildings and equipment, net	<u>\$ 2,251,584</u>	<u>\$ 2,382,851</u>

10. EMPLOYEE BENEFIT PLANS

Cheyenne Village maintained a tax deferred annuity plan under Section 403(b) of the Internal Revenue Code under which employees could make contributions to the plan. This plan was terminated during the year ended June 30, 2020. Cheyenne Village also had a non-qualified deferred compensation plan that did not provide for employer contributions. This plan was dissolved during the year ended June 30, 2020.

Cheyenne Village maintains a qualified defined contribution profit sharing plan under Section 401(k) of the Internal Revenue Code. The plan covers substantially all employees with at least 60 days of service. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code. The plan is a safe harbor matching plan, whereby Cheyenne Village matches 100% of the first 3% and 50% of the next 2% of employee contributions. Cheyenne Village made contributions to the profit-sharing plan of \$96,773 and \$106,428 for the years ended June 30, 2021 and 2020, respectively.

11. CONCENTRATIONS OF CREDIT RISK

Cheyenne Village maintains its cash in bank deposit accounts which, at times, exceed federally insured limits. Cheyenne Village has not experienced any losses in such accounts.

Cheyenne Village has investments in money market accounts, mutual funds, exchange traded funds, common stock and fixed income securities which it has placed with an investment management company. Cheyenne Village invests in investment securities which are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect the recorded amount of investments in Cheyenne Village's financial statements.

12. CONCENTRATIONS OF REVENUE

During the years ended June 30, 2021 and 2020, Cheyenne Village received approximately 62% and 75% of its revenues from the State of Colorado, respectively, and received approximately 8% and 10%, respectively, of its revenues from Federal Social Security and other assistance programs.

13. VOLUNTEER SERVICES

During the years ended June 30, 2021 and 2020, Cheyenne Village received 480 and 688 hours, respectively, of donated services to support its programs and services. Volunteers provide essential services that Cheyenne Village might otherwise be unable to afford. Services contributed by volunteers include providing administrative assistance and aiding individuals in community participation. The value of these services has not been included in the financial statements.

14. NET ASSETS WITH DONOR RESTRICTION

At June 30 net assets with donor restriction are available for the following purposes:

	2021	2020
Beneficial interest (see Note 6)	\$ 1,040,654	\$ 833,092
Future neighborhood expansion	1,007,804	987,990
Resident needs	116,441	120,661
Professional care	77,167	84,175
Andy and Peggy Marshall Fund	66,872	66,872
Building and equipment	57,724	65,738
Expanded SLS/healthcare	19,301	24,548
Outreach	17,067	32,067
Wellness Project	5,383	2,000
Specialized Habilitation	4,871	
Technology	2,063	
McLaughlin Lodge		<u>2,559</u>
Total	<u>\$ 2,415,347</u>	<u>\$ 2,219,702</u>