Domestic Violence Project, Inc.
d/b/a SafeHouse Center

Financial Statements

September 30, 2021 and 2020

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Table of Contents

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Independent Auditors' Report

To the Board of Directors
Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Ann Arbor, MI 48105

Report on the Financial Statements

We have audited the accompanying financial statements of Domestic Violence Project, Inc. d/b/a SafeHouse Center, which comprise the balance sheet as of September 30, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 auditors' 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 Domestic Violence Project, Inc. d/b/a SafeHouse Center as of September 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2022 on our consideration of Domestic Violence Project, Inc. d/b/a SafeHouse Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Domestic Violence Project, Inc. d/b/a SafeHouse Center's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Domestic Violence Project, Inc. d/b/a SafeHouse Center's internal control over financial reporting and compliance.

Yeo & Yeo, P.C.

Ann Arbor, Michigan
March 23, 2022

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Balance Sheet
September 30, 2021 and 2020

	2021	2020
Assets		
Current assets		
Cash and cash equivalents	$ 380,873	$ 724,502
Investments	176,808	163,231
Receivables		
Grant billing receivable and unbilled grant costs	313,934	255,899
Promises to give, current portion	8,200	6,358
Donated use of building, current portion	54,271	51,118
Prepaid expenses	34,167	26,502
Total current assets	968,253	1,227,610
Long-term assets		
Beneficial interest in the assets of the Ann Arbor Area Community Foundation	351,988	276,487
Property and equipment, net	183,864	72,572
Promises to give, net of current portion and allowance	-	403
Donated use of building	2,711,373	2,765,644
Total long-term assets	3,247,225	3,115,106
Total assets	$ 4,215,478	$ 4,342,716
Liabilities and Net Assets		
Current liabilities		
Accounts payable	$ 23,445	$ 13,580
Accrued payroll and withholdings	24,586	96,766
Accrued compensated absences	74,156	86,301
Current portion of PPP loan	-	16,131
Total current liabilities	122,187	212,778
Long-term liabilities		
PPP loan, net of current portion	-	126,756
Due to funders	194,421	205,046
Total long-term liabilities	194,421	331,802
Total liabilities	316,608	544,580

See Accompanying Notes to the Financial Statements

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Balance Sheet
September 30, 2021 and 2020

	2021	2020
Net assets		
Without donor restrictions		
Undesignated	**664,683**	574,794
Board designated	**12,061**	8,485
Total without donor restrictions	**676,744**	583,279
With donor restrictions		
Purpose restrictions	**320,134**	263,185
Time-restricted for future periods	**2,773,844**	2,823,524
Perpetual in nature	**128,148**	128,148
Total with donor restrictions	**3,222,126**	3,214,857
Total net assets	**3,898,870**	3,798,136
Total liabilities and net assets	**$ 4,215,478**	$ 4,342,716

See Accompanying Notes to the Financial Statements

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Activities
For the Years Ended September 30, 2021 and 2020

	September 30, 2021			September 30, 2020		
	Without Donor Restrictions	With Donor Restrictions	**Total**	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support						
Contributions	$ 990,815	$ 132,797	**$ 1,123,612**	$ 1,266,295	$ 109,899	$ 1,376,194
In-kind donations	226,081	-	**226,081**	258,275	-	258,275
Government grants	1,658,130	-	**1,658,130**	1,619,648	-	1,619,648
Special event revenue	98,085	-	**98,085**	75,946	-	75,946
Change in beneficial interest	75,501	-	**75,501**	14,495	-	14,495
Investment income	14,292	-	**14,292**	10,544	-	10,544
Rental income	54,705	-	**54,705**	55,172	-	55,172
PPP loan forgiveness	142,887	-	**142,887**	-	-	-
Miscellaneous income	14,358	-	**14,358**	6,807	-	6,807
Total revenue and support	3,274,854	132,797	**3,407,651**	3,307,182	109,899	3,417,081
Net assets released from restrictions	125,528	(125,528)	**-**	183,714	(183,714)	-
Total revenue, support and net assets released from restrictions	3,400,382	7,269	**3,407,651**	3,490,896	(73,815)	3,417,081
Expenses						
Program services	2,716,873	-	**2,716,873**	2,638,747	-	2,638,747
Support services						
Management and general	287,676	-	**287,676**	286,812	-	286,812
Fundraising	302,368	-	**302,368**	272,645	-	272,645
Total expenses	3,306,917	-	**3,306,917**	3,198,204	-	3,198,204
Change in net assets	93,465	7,269	**100,734**	292,692	(73,815)	218,877
Net assets - beginning of the year	583,279	3,214,857	**3,798,136**	290,587	3,288,672	3,579,259
Net assets - end of the year	$ 676,744	$ 3,222,126	**$ 3,898,870**	$ 583,279	$ 3,214,857	$ 3,798,136

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Functional Expenses
For the Years Ended September 30, 2021 and 2020

		Support Services				Support Services		
	Program Services	Management and General	Fundraising	**Total 2021**	Program Services	Management and General	Fundraising	Total 2020
Salaries and wages	$ 1,583,288	$ 173,764	$ 173,764	**$ 1,930,816**	$ 1,576,992	$ 174,324	$ 177,314	$ 1,928,630
Employee benefits	165,012	17,148	27,437	**209,597**	165,958	15,959	23,031	204,948
Payroll taxes	128,663	14,120	14,120	**156,903**	120,764	13,249	13,249	147,262
Total payroll expenses	1,876,963	205,032	215,321	**2,297,316**	1,863,714	203,532	213,594	2,280,840
Specific assistance to individuals	149,238	-	-	**149,238**	144,715	-	-	144,715
Accounting fees	-	31,412	-	**31,412**	-	29,452	-	29,452
Office expenses	110,066	14,285	21,586	**145,937**	92,263	14,015	19,218	125,496
Occupancy	447,757	5,426	2,713	**455,896**	454,422	5,345	2,672	462,439
Information technology	3,095	288	216	**3,599**	1,737	191	191	2,119
Travel	3,738	429	-	**4,167**	4,484	707	-	5,191
Conferences and meetings	1,654	-	-	**1,654**	4,528	-	-	4,528
Interest	-	10,411	-	**10,411**	-	11,029	-	11,029
Depreciation	21,439	442	221	**22,102**	17,574	362	181	18,117
Insurance	34,755	1,250	796	**36,801**	35,024	1,577	1,315	37,916
Cost of direct benefit to donors	-	-	18,830	**18,830**	-	-	9,694	9,694
Other professional fees	65,275	9,993	9,089	**84,357**	14,497	2,737	2,019	19,253
Advertising and promotion	2,473	-	31,322	**33,795**	2,312	-	23,230	25,542
Bad debt	-	-	-	**-**	-	17,865	-	17,865
Miscellaneous	420	474	2,274	**3,168**	3,477	-	531	4,008
Loss on disposal of property and equipment	-	8,234	-	**8,234**	-	-	-	-
Total expenses	$ 2,716,873	$ 287,676	$ 302,368	**$ 3,306,917**	$ 2,638,747	$ 286,812	$ 272,645	$ 3,198,204

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Cash Flows
For the Years Ended September 30, 2021 and 2020

	2021	2020
Cash flows from operating activities		
Change in net assets	$ 100,734	$ 218,877
Adjustments to reconcile change in net assets to net cash provided (used) by operations		
Depreciation	22,102	18,117
Loss on sale of property and equipment	8,234	-
Bad debt expense	-	17,865
Amortization of present value discount on donated use of building	51,118	48,148
Change in beneficial interest in assets of the Ann Arbor Community Foundation	(75,501)	(14,495)
Donated stock	(3,257)	(40,381)
Realized and unrealized gains on investments	(11,861)	(7,258)
PPP loan forgiveness	(142,887)	-
Changes in operating assets and liabilities		
Investments	1,541	(2,739)
Grant billing receivable and unbilled grant costs	(58,035)	(61,768)
Promises to give	(1,439)	38,805
Other receivables	-	1,523
Prepaid expenses	(7,665)	969
Accounts payable	9,865	(8,494)
Accrued payroll and withholdings	(72,180)	22,441
Accrued compensated absences	(12,145)	36,769
Net cash provided (used) by operations	(191,376)	268,379
Cash flows from investing activities		
Purchases of property and equipment	(141,628)	(25,631)
Cash flows from financing activities		
Payments made to funders	(10,625)	(10,007)
Proceeds from issuance of PPP loan	-	142,887
Net cash provided (used) by financing activities	(10,625)	132,880
Net change in cash and cash equivalents	(343,629)	375,628
Cash and cash equivalents, beginning of the year	724,502	348,874
Cash and cash equivalents, end of the year	$ 380,873	$ 724,502

See Accompanying Notes to the Financial Statements

Note 1 – Summary of Significant Accounting Policies

Nature of Activities

Domestic Violence Project, Inc. ("SafeHouse Center" or "the Organization") is a Michigan non-profit organization based in Ann Arbor, Michigan, which provides services to survivors of domestic violence and sexual assault who live or work in Washtenaw County, Michigan. Services include a 24-hour crisis line, emergency shelter for survivors of domestic violence and their children, counseling and support groups, legal advocacy, referrals and accompaniment, children's services, post residential support, referral for counseling and education, alcohol and other drug information and assessment, and assistance in finding housing, employment and transportation. SafeHouse Center is funded by various grants from federal, state, local and community agencies, as well as contributions from the general public.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

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

Net assets without donor restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net assets with donor restrictions – Net assets subject to donor (or certain grantor) 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. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service.

The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Cash and Cash Equivalents

The SafeHouse Center considers all highly liquid investments purchased with maturity of three months or less to be cash equivalents. As September 30, 2021, $34,006 of cash and cash equivalents was in excess of the amount insured by the FDIC.

Accounts Receivables
The SafeHouse Center uses the allowance method for accounting for doubtful accounts. Management regularly reviews the collection history of its receivables balances with particular attention given to those amounts greater than 90 days old. Based on management's review, $0 and $496 of allowance was deemed necessary as of September 30, 2021 and 2020.

Investments
Investments are stated at fair value based on quoted prices in active markets. Realized gains and losses on sales of investments represent the difference between the net sales price and the cost of securities sold. Unrealized gains and losses on investments represent the net change for the reported year in unrealized appreciation between the balance at the beginning and the end of the year. Any donated investments received during the year are reflected as contributions at their market values at date of receipt.

Prepaid Expenses
Prepaid expenses are amounts paid for insurance and miscellaneous items in advance.

Property and Equipment
The SafeHouse Center follows the practice of capitalizing all expenditures in excess of $1,000 for property and equipment at cost; the fair value of donated fixed assets is similarly capitalized. Major improvements are capitalized while ordinary maintenance and repairs are expensed.

The SafeHouse Center evaluates long-lived assets for impairment using a discounted cash flow method whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable in accordance with accounting principles generally accepted in the United States of America.

Depreciation is computed using the straight-line method over the estimated useful lives of the related assets.

Gifts of land, buildings, equipment and other long-lived assets are also reported as revenue without donor restrictions and net assets, unless subject to time restrictions. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in reclassification of net assets with donor restrictions as net assets without donor restrictions are reported when the long-lived assets are placed in service.

Paycheck Protection Program (PPP) Loan
The Organization accounts for the PPP loan as a financial liability in accordance with FASB ASC 470 Debt. Interest is accrued throughout the life of the loan, even when no payments are currently due.

Revenue and Revenue Recognition
Revenue is recognized when earned. Program service fees are deferred to the applicable period in which the performance obligations are met. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Special Event
The amount listed on the statement of activities as special event revenue pertain to the annual golf outing and other events. The amounts exclude in-kind revenue and expenses. The in-kind amounts have no net effect on the overall revenue.

Advertising
The SafeHouse Center expenses advertising costs the first time the advertising occurs. Advertising expense for the years ended September 30, 2021 and 2020 was $33,795 and $25,542, respectively.

Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expense	Method and Allocation
Salaries, benefits and payroll taxes	Time and effort
Occupancy	Square footage
Insurance	Square footage
Depreciation	Square footage

Income Tax Status

The SafeHouse Center is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and is classified as an organization other than a private foundation, as described in Section 509(a).

Use of Estimates

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

Subsequent Events

Management has evaluated subsequent events through March 23, 2022, which is the date the financial statements were available to be issued.

Note 2 – Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following at September 30:

	2021	2020
Cash and cash equivalents	**$ 264,318**	$ 594,409
Investments	**130,207**	115,089
Grant billing receivable and unbilled grant costs	**313,934**	255,899
Promises to give	**8,200**	6,358
Total financial assets - end of year	**$ 716,659**	$ 971,755

The Organization's goal is generally to maintain financial assets to meet six months of operating expenses. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit.

The Organization's endowment funds consist of donor restricted endowments and funds designated by the board as endowments. Income from donor restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor restricted endowment funds are not available for general expenditure.

Note 3 – Unconditional Promises to Give

Unconditional promises to give as of September 30 consist of the following:

	2021	2020
Promise to give	**$ 8,200**	$ 7,257
Allowance for uncollectible promises to give	**-**	(496)
Net promises to give	**$ 8,200**	$ 6,761
Amounts due in 2022	$ 8,200	

Note 4 – Conditional Promises to Give

During the fiscal year, the Organization received conditional promises to give related to state and federal grants. Payment of the grants is contingent upon spending the funds for the designated allowable purpose and various compliance requirements including 2 CFR 200.

The conditional contributions consisted of the following as of September 30, 2021:

Condition/ Grant Purpose	Total Contract/Grant Amount	Spent to Date	Conditional Contribution
Housing	$ 47,258	$ -	$ 47,258
Victim Services	959,804	-	959,804
	$ 1,007,062	$ -	$ 1,007,062

The conditional contributions consisted of the following as of September 30, 2020:

Condition/ Grant Purpose	Total Contract/Grant Amount	Spent to Date	Conditional Contribution
Emergency shelter	$ 90,802	$ 20,584	$ 70,218
Transitional housing	365,243	105,631	259,612
	$ 456,045	$ 126,215	$ 329,830

Note 5 – Community Foundation

In 2003, the Organization transferred $123,440 to the Ann Arbor Area Community Foundation (AAACF) for the Shirley Trout/SafeHouse Center Fund for Women, and $4,708 to establish the SafeHouse Center Endowment Fund. AAACF holds and manages the funds transferred. In accordance with ASC 95-605-25, transfers of Assets to a Not-for-Profit Organization or Charitable Trust that Raises or Holds Contributions for Others, the fair market value of these funds, as reflected in the financial statements is $351,988 and $276,487 at September 30, 2021 and 2020, respectively. There were no contributions received by the Organization in 2021 and 2020.

In addition, certain funds donated by outside donors for the benefit of the Organization are held and managed by AAACF. Such contribution are subject to variance power maintained by AAACF. The fair market value of these funds is $34,483 and $27,090 at September 30, 2021 and 2020, respectively. Earnings are available for distribution to the Organization for operations at the discretion of AAACF; therefore, principal balances are not reflected in the financial statements.

Note 6 – Property and Equipment

Property and equipment as of September 30 consist of the following:

	2021	2020
Computer and office equipment	**$ 80,734**	$ 72,476
Vehicle	**30,893**	30,893
Leasehold improvements	**243,805**	124,313
Total cost	**355,432**	227,682
Accumulated depreciation	**(171,568)**	(155,110)
Net property and equipment	**$ 183,864**	$ 72,572

Depreciation expense was $22,102 and $18,117 for the years ended September 30, 2021 and 2020, respectively.

Note 7 – Donated Use of Building

SafeHouse Center leases its office space for $1 per year from the County of Washtenaw under an agreement expiring in 2045. The related promise to give (at net present value) and in-kind rent income and expense have been reflected in the financial statements based on the fair rental value of the property. The contribution is scheduled to be recognized as follows:

	2021	2020
Donated use of building	**$ 5,194,909**	$ 5,413,642
Unamortized discount	**(2,429,265)**	(2,596,880)
Donated use of building, net	**$ 2,765,644**	$ 2,816,762

Amounts earned in	
2022	$ 218,733
2023	218,733
2024	218,733
2025	218,733
2026	218,733
Thereafter	4,101,244
Total	$ 5,194,909

The donated used of the building is recorded using the original discount rate of 6%.

Note 8 – PPP Loan

During the prior fiscal year, the Organization received a Paycheck Protection Program (PPP) Loan of $142,887 funded by the Federal government through the Small Business Administration. The PPP loan and any accrued interest are forgivable after twenty-four weeks as long as the borrower meets certain criteria. The loan proceeds must be used for eligible purposes, including payroll, health insurance, retirement plans, state and local taxes assessed on employee compensation, mortgage interest, rent, and utilities. The criteria also reduces loan forgiveness for certain reductions in salaries or reductions in FTEs.

Final forgiveness was determined by the SBA in March, 2021. Accordingly, $142,887 of gain on extinguishment of debt has been realized in these financial statements.

Note 9 – Operating Leases

SafeHouse Center has various leases for equipment that are classified as operating leases. The following table is the future minimum payment schedule:

2022	$ 7,987
2023	7,987
2024	984
2025	492
Total	$ 17,450

Total rent expense on these leases for 2021 and 2020 was approximately $7,495 and $6,273 respectively.

Note 10 – Minimum Future Rentals

SafeHouse Center subleases a portion of its leased property under certain operating leases having initial or remaining noncancelable lease terms in excess of one year. The future rentals schedule only includes the current term in effect for leases that may have automatic renewals.

Minimum future rentals to be received on noncancelable leases as of September 30, 2021 are listed as follows:

2022	$ 53,777
2023	26,652
2024	27,720
2025	22,512
Total	$ 130,661

Total rental revenue on these rentals for 2021 and 2020 was approximately $54,705 and $55,172 respectively.

Note 11 – Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes and periods at September 30:

	2021	2020
Subject to expenditure for specified purpose:		
Health clinic	**$ 830**	$ 830
Fresh Start	**47,071**	50,188
Programs for children	**8,889**	8,794
Programs for older women	**14,849**	18,917
Other programs	**36,716**	44,602
	108,355	123,331
Subject to the passage of time:		
United Way allocation	**8,200**	1,457
Promises to give, net of purpose restrictions already captured above	**-**	5,305
Long-term building lease	**2,765,644**	2,816,762
	2,773,844	2,823,524
Endowments:		
Subject to spending policy and appropriation		
Programs for older women	**211,779**	139,854
Perpetual in nature		
Programs for older women	**128,148**	128,148
	339,927	268,002
Total net assets with donor restrictions	**$ 3,222,126**	$ 3,214,857

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the years ended September 30:

	2021	2020
Satisfaction of purpose restrictions:		
Fresh Start	**$ 9,517**	$ 7,746
Programs for children	**5**	15,569
Programs for older women	**4,067**	12,958
Other programs	**39,872**	51,165
	53,461	87,438
Expiration of time restrictions:		
United Way allocation	**15,644**	11,250
Promises to give, net of purpose restrictions already captured above	**5,305**	36,878
Long-term building lease	**51,118**	48,148
	72,067	96,276
Total net assets released from donor restrictions	**$ 125,528**	$ 183,714

Note 12 – Amounts Owed to Funders

SafeHouse Center and the Michigan Department of Human Services (DHS) signed a settlement agreement and release on November 28, 2007 regarding unallowable questioned costs in audits for the years 2000 – 2003.

Safehouse Center agreed to pay DHS $483,856 no later than calendar year 2033. No payment schedule is specified. Interest and penalties are due only if assessed by a federal agency and are not waived.

Management has established a projected payment schedule of $250 per month starting in October 2008 and then $1,753 per month starting in February 2010 and ending in December 2032. The present value of the projected future payment stream (with interest assumed at 6 percent) is recorded as a liability.

The expected management established future principal payments are as follows:

2022	$ 11,280
2023	11,976
2024	12,714
2025	13,499
2026	14,331
Thereafter	103,914
Total	$ 167,714

The Organization also has a $26,707 liability with the Department of Justice recorded for amounts due to other funders. Payment dates are not specified.

Note 13 – In-Kind Donations

Donated items received by the Organization and used in its programs have been reflected in the financial statements at their estimated fair values. Approximately $226,081 and $258,275 of donated goods and services were recognized as revenue for the years ended September 30, 2021 and 2020, respectively.

The Organization also received volunteer services that are not recordable under generally accepted accounting principles. The services are utilized for grant match.

Note 14 – Fair Value Measurements

The following tables represent information about the Organization's assets and liabilities measured at fair value on a recurring basis at September 30, 2021 and 2020, and the valuation techniques used by the Organization to determine those fair values.

In general, fair values determined by Level 1 inputs use quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets and liabilities in active markets, and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset or liability.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in the entirety are categorized based on the lowest level input that is significant to the valuation. The Organization's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Disclosures concerning assets measured at fair value on a recurring basis for the year ended September 30 are as follows:

	Balance at 2021	Quoted prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Beneficial Interest in Community Foundation Endowment	$ 351,988	$ -	$ -	$ 351,988
Corporate bonds	29,354	-	29,354	-
Alternative investments	1,612	-	-	1,612
Mutual Funds	145,842	145,842	-	-
	$ 528,796	$ 145,842	$ 29,354	$ 353,600

	Balance at 2020	Quoted prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Beneficial Interest in Community Foundation Endowment	$ 276,487	$ -	$ -	$ 276,487
Corporate bonds	22,179	-	22,179	-
Alternative investments	2,330	-	-	2,330
Mutual Funds	138,722	138,722	-	-
	$ 439,718	$ 138,722	$ 22,179	$ 278,817

The Beneficial Interest in Community Foundation Endowment changes in level 3 assets and liabilities measured at fair value on a recurring basis are described in Note 15.

The Organization measures the beneficial interest funds held at the AAACF at fair value on a recurring basis. The fair value of the beneficial interest and promises to give were determined primarily based on Level 3 inputs. The Organization estimates the fair value of the investments based upon the Organization's relative share of assets held and reported by the AAACF, unless the facts and circumstances indicate the fair value would be different from the present value of the estimated future distributions. The Organization estimates the fair value of the promises to give based on the net present value of pledges.

Note 15 – Donor and Board Restricted Endowments

The SafeHouse Center's endowment includes both donor-restricted endowment funds and funds designated by the board of trustees to function as endowments. Net assets associated with endowment funds, including funds designated by the board of trustees to function as endowments, are classified based on those donor-imposed restrictions.

Interpretation of Relevant Law

The board of directors of the Organization has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor restricted endowment funds, unless there are explicit donor stipulations to the contrary. At September 30, 2021 and 2020, there were no such donor stipulations. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts) donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor restricted amounts not retained in perpetuity are subject to appropriation for expenditure by use in a manner consistent with the standard of prudence prescribed by UPMIFA. The Organization considers the following factors in making a determination to appropriate or accumulate donor restricted endowment funds: (1) The duration and preservation of the fund; (2) The purposes of the Organization and the donor restricted endowment fund; (3) General economic conditions; (4) The possible effect of inflation and deflation; (5) The expected total return from income and the appreciation of investments; (6) Other resources of the Organization; and (7) The investment policies of the Organization.

The endowment net asset composition by type of fund as of September 30, 2021 is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 339,927	$ 339,927
Board-designated endowment funds	12,061	-	12,061
Total funds	$ 12,061	$ 339,927	$ 351,988

Changes in endowment net assets for the year ended September 30, 2021 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning of year	$ 8,485	$ 268,002	$ 276,487
Investment gain	3,576	71,925	75,501
End of year	$ 12,061	$ 339,927	$ 351,988

The endowment net asset composition by type of fund as of September 30, 2020 is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 268,002	$ 268,002
Board-designated endowment funds	8,485	-	8,485
Total funds	$ 8,485	$ 268,002	$ 276,487

The changes in endowment net assets for the year ended September 30, 2020 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning of year	$ 8,298	$ 253,694	$ 261,992
Investment gain	187	14,308	14,495
End of year	$ 8,485	$ 268,002	$ 276,487

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The funds are held in beneficial interest at the Ann Arbor Area Community Foundation (AAACF) and are invested following AAACF's investment policy.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The endowment funds are subject to the investment and distribution policies of AAACF. The Organization determines annually whether it will accept the distribution designated by AAACF or ask that it be reinvested for growth.

Note 16 – Contingencies

The Organization participates in several federally assisted grant programs. These programs are subject to financial and compliance audits by the grantor or its representatives, the purpose of which is to ensure compliance with conditions precedent to the granting of the funds. Management feels that any liability for reimbursement which could arise as the result of a grantor audit would not be material.