

# Financial Statements

Genesis Community Health, Inc.  
(a nonprofit organization)  
Years Ended May 31, 2023 and 2022



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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Genesis Community Health, Inc.  
Garden City, Idaho

### Opinion

We have audited the financial statements of Genesis Community Health, Inc., which comprise the statement of financial position as of May 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Genesis Community Health, Inc. as of May 31, 2023, and the changes 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.

### Basis for Opinion

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

### Responsibilities of Management for the Financial Statements

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

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





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

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Genesis Community Health, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Genesis Community Health, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

## Report on Summarized Comparative Information

We have previously audited Genesis Community Health, Inc.'s May 31, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 26, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended May 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Meridian, Idaho  
October 16, 2023

**GENESIS COMMUNITY HEALTH, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**May 31, 2023**  
**With Comparative Totals as of May 31, 2022**

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	<u><b>2023</b></u>	<u><b>2022</b></u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	\$ 1,790,276	\$ 1,170,715
Grants and contributions receivable	98,111	16,254
Inventory	<u>395,373</u>	<u>162,315</u>
Total Current Assets	2,283,760	1,349,284
<b>Property and Equipment, net</b>	472,107	474,494
<b>Building Deposit</b>	<u>250,000</u>	<u>250,000</u>
Total Assets	<u><u>\$ 3,005,867</u></u>	<u><u>\$ 2,073,778</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 79,510	\$ 29,375
Accrued liabilities	33,847	26,291
Current portion of long-term debt	<u>7,453</u>	<u>7,107</u>
Total Current Liabilities	120,810	62,773
<b>Long-Term Debt, net of current portion</b>	<u>112,612</u>	<u>121,175</u>
Total Liabilities	233,422	183,948
<b>Net Assets</b>		
Without donor restrictions	966,565	624,247
With donor restrictions	<u>1,805,880</u>	<u>1,265,583</u>
Total Net Assets	<u>2,772,445</u>	<u>1,889,830</u>
Total Liabilities and Net Assets	<u><u>\$ 3,005,867</u></u>	<u><u>\$ 2,073,778</u></u>

See notes to financial statements.

**GENESIS COMMUNITY HEALTH, INC.**  
**STATEMENTS OF ACTIVITIES**  
**For the Year Ended May 31, 2023**  
**With Comparative Totals for the Year Ended May 31, 2022**

	<u>2023</u>			<u>2022</u>
	<u>Without Donor</u>	<u>With Donor</u>	<u>Total</u>	<u>Total</u>
	<u>Restrictions</u>	<u>Restrictions</u>		
<b>Revenues And Other Support</b>				
In-kind contributions	\$ 414,615	\$ 462,609	\$ 877,224	\$ 518,979
Contributions	294,581	539,500	834,081	1,383,199
Foundations and corporate grants	263,753	318,757	582,510	377,416
Grants and contract revenue	32,730	153,001	185,731	105,629
Fundraising events, net	83,704		83,704	110,743
Other income	<u>11,973</u>	<u></u>	<u>11,973</u>	<u>6,197</u>
	1,101,356	1,473,867	2,575,223	2,502,163
Net assets released from restrictions	<u>933,570</u>	<u>(933,570)</u>	<u>0</u>	<u>0</u>
Total Revenue and Other Support	2,034,926	540,297	2,575,223	2,502,163
<b>Expenses</b>				
Program services				
Medical	902,798		902,798	795,402
Dental	262,486		262,486	224,907
Community health	130,845		130,845	63,997
Mental health	16,661		16,661	10,282
Community collaboration	<u>1,946</u>	<u></u>	<u>1,946</u>	<u>4,047</u>
Total Program Services	1,314,736	0	1,314,736	1,098,635
Support services				
Administration	277,119		277,119	297,794
Fundraising	<u>100,753</u>	<u></u>	<u>100,753</u>	<u>109,425</u>
Total Support Services	<u>377,872</u>	<u>0</u>	<u>377,872</u>	<u>407,219</u>
Total Expenses	<u>1,692,608</u>	<u>0</u>	<u>1,692,608</u>	<u>1,505,854</u>
Change in Net Assets	342,318	540,297	882,615	996,309
<b>Net Assets</b>				
Beginning of Year	<u>624,247</u>	<u>1,265,583</u>	<u>1,889,830</u>	<u>893,521</u>
End of Year	<u>\$ 966,565</u>	<u>\$ 1,805,880</u>	<u>\$ 2,772,445</u>	<u>\$ 1,889,830</u>

See notes to financial statements.

# GENESIS COMMUNITY HEALTH, INC.

## STATEMENTS OF FUNCTIONAL EXPENSES

For the Year Ended May 31, 2023

With Comparative Totals for the Year Ended May 31, 2022

	Program Services							2023	2022
	<u>Medical</u>	<u>Dental</u>	<u>Community Health</u>	<u>Mental Health</u>	<u>Community Collaboration</u>	<u>Administration</u>	<u>Fundraising</u>	<u>Total</u>	<u>Total</u>
In-kind	\$ 482,715	\$ 81,483	\$ 37,804	\$ 0	\$ 0	\$ 41,718	\$ 134	\$ 643,854	\$ 557,406
Personnel salaries and wages	226,896	90,249	58,334	6,643		162,291	39,841	584,254	504,834
Advertising	59,008	26,507	9,629	4,532	1,750	11,777	14,241	127,444	19,336
Occupancy	41,363	6,726	2,844	1,168	83	3,432	584	56,200	60,143
Professional fees	6,346	2,807	1,220	488		22,660	17,507	51,028	166,569
Office expenses	25,021	8,972	3,610	1,402		7,091	3,833	49,929	57,453
Payroll taxes	17,500	4,202	3,771	309		12,506	45	38,333	32,114
Depreciation	15,455	6,836	2,972	1,189		2,675	594	29,721	22,599
Medications and supplies	12,193	16,640	21					28,854	28,082
Conferences and meetings	6,932	1,623	7,763	252	90	4,757	4,777	26,194	12,858
Special events	1,772	874	474	136		393	18,614	22,263	15,001
Travel	1,030	432	754	75		3,937	350	6,578	3,347
Insurance	1,806	799	347	139		2,897	69	6,057	8,246
Interest expense	2,575	1,139	495	198		451	99	4,957	5,143
Other	2,186	13,197	807	130	23	534	65	16,942	12,723
Total Expenses	<u>\$ 902,798</u>	<u>\$ 262,486</u>	<u>\$ 130,845</u>	<u>\$ 16,661</u>	<u>\$ 1,946</u>	<u>\$ 277,119</u>	<u>\$ 100,753</u>	<u>\$ 1,692,608</u>	<u>\$ 1,505,854</u>

See notes to financial statements.

**GENESIS COMMUNITY HEALTH, INC.**  
**STATEMENTS OF CASH FLOWS**  
For the Year Ended May 31, 2023  
With Comparative Totals For the Year Ended May 31, 2022

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	<u>2023</u>	<u>2022</u>
<b>Cash Flows From Operating Activities</b>		
Change in net assets	\$ 882,615	\$ 996,309
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	29,721	22,600
Changes in operating assets and liabilities:		
Refundable Advance – PPP Loan	0	(88,000)
Grants and contributions receivable	(81,857)	(5,071)
Inventory	(233,058)	44,514
Deposit	0	(250,000)
Other assets	(19,309)	0
Accounts payable	50,135	15,752
Accrued liabilities	<u>7,556</u>	<u>1,993</u>
Net Cash Provided (Used) by Operating Activities	635,803	738,097
<b>Cash Flows From Investing Activities</b>		
Purchase of equipment	(8,025)	(65,062)
<b>Cash Flows From Financing Activities</b>		
Principal payments on long-term debt	<u>(8,217)</u>	<u>(16,528)</u>
Net Change in Cash	619,561	656,507
<b>Cash</b>		
Beginning of Year	<u>1,170,715</u>	<u>514,208</u>
End of Year	<u>\$ 1,790,276</u>	<u>\$ 1,170,715</u>

See notes to financial statements.



## **GENESIS COMMUNITY HEALTH, INC.**

### **NOTES TO FINANCIAL STATEMENTS**

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#### **Note A – Summary of Significant Accounting Policies**

##### *Nature of Organization*

Genesis Community Health, Inc., Inc. ("Organization") is a non-profit, faith based organization that provides free medical, dental, mental health and spiritual care to low-income and uninsured individuals. Genesis also supports patients and their families by connecting them to other critical resources, such as food, shelter, and transportation.

##### *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*

The Organization reports net assets and revenues, expenses, gains and losses are classified according to two classes of net assets: with donor restrictions and without donor restrictions. Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. Net asset with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions.

##### *Use of Estimates*

The Organization uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these financial statements include those assumed in determining the collectability of grants, pledges, and contributions receivable, the fair value of donated goods and services, and the estimated useful lives of property and equipment. It is at least reasonably possible that the significant estimates used will change within the next year.

## GENESIS COMMUNITY HEALTH, INC.

### NOTES TO FINANCIAL STATEMENTS

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#### **Note A – Summary of Significant Accounting Policies (Continued)**

##### *Accounting Pronouncements Adopted*

For the year ended May 31, 2023, the Organization adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU requires not-for-profit entities to disclose a disaggregation of the amount of contributed nonfinancial assets recognized within the statement of activities by category that depicts the type of contributed nonfinancial assets. The Organization must also disclose qualitative info about whether the contributed nonfinancial assets were monetized or utilized during the reporting period, the Organization policy about monetizing contributed nonfinancial assets, a description of any donor imposed restrictions, the valuation method used, and the principal or most advantageous market used for the valuation if it is a market in which the recipient Organization is prohibited by a donor-imposed restriction from selling or using the contributed nonfinancial assets. There was no material impact on the Organization's activities or financial position upon adoption of the new standard.

##### *Cash*

The Organization considers its short-term, highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

##### *Concentration of Credit Risk*

The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. As of May 31, 2023 and 2022, the Organization's deposits were uninsured by \$304,315 and \$916,591, respectively.

##### *Inventories*

Pharmaceutical and medical supplies are either donated or purchased. As of May 31, 2023 and 2022, the value of purchased and donated pharmaceutical and medical supplies has been capitalized as supplied inventory at the lower of cost or market.

##### *Property and Equipment*

Property and equipment is stated at cost, or, if donated, at the estimated fair market value at the date of donation. All equipment with a fair market value in excess of \$5,000 and a useful life of at least three years is capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, which range from three to thirty years.

## GENESIS COMMUNITY HEALTH, INC.

### NOTES TO FINANCIAL STATEMENTS

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#### **Note A – Summary of Significant Accounting Policies (Continued)**

##### *Fair Value*

The Organization uses fair value for reporting financial assets and liabilities. A hierarchy for reporting the reliability of input measurements is used to assess fair value for all assets and liabilities. Fair value is defined as the selling price that would be received for an asset, or paid to transfer a liability, in the principal or most advantageous market on the measurement date. The hierarchy established prioritizes fair value measurements based on the types of inputs used in the valuation technique. Certain financial instruments are carried at cost on the balance sheet, which approximates fair value due to their short term, highly liquid nature.

##### *Contributions and Donor Imposed Restrictions*

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, that is, when a time restriction ends and/or a purpose restriction is fulfilled, 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 restriction.

##### *Contributions and Grants Receivable*

Contributions and grants receivable are stated at unpaid balances, less an allowance for uncollectible amounts. Balances are non-interest bearing. The allowance is based on experience. There was no allowance at May 31, 2023 and 2022 as all amounts are deemed collectible.

##### *In-kind Contributions*

The Organization receives in-kind contributions consisting of equipment and medical supplies. In-kind contributions are recognized as revenue when received and as expenditures when the resources are consumed.

## GENESIS COMMUNITY HEALTH, INC.

### NOTES TO FINANCIAL STATEMENTS

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#### **Note A – Summary of Significant Accounting Policies (Continued)**

##### *Patient Service Revenue*

The projects of the organization provide medical, dental and mental care to patients who do not have third-party coverage. Eligibility is based on household size and income based on 200 percent or less of the Federal Poverty Guidelines. As a way to encourage personal responsibility and empower its patients, Genesis accepts voluntary donations from patients. The frequency and amounts of these donations are at the sole discretion of the patient; services are never withheld from patients who choose not to donate.

##### *Contributed Services*

Donated services are reported as contributions when the services (a) create or enhance nonfinancial assets or (b) would be purchased if they had not been provided by contribution, require specialized skills and are provided by individuals possessing those skills. Donated services of approximately \$414,615 and \$293,791 have been reflected at fair value in the financial statements for the years ended May 31, 2023 and 2022, respectively. The majority of donated services received by the organization are from healthcare professionals, such as physicians and dentists. Additional support comes from other volunteers, such as nurses, student interns, and church groups.

##### *Functional Allocation of Expenses*

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Certain categories of expenses are attributable to more than one program or supporting function and are allocated on a reasonable basis that is consistently applied. The expenses that are allocated are compensation and benefits, which are allocated on the basis of estimates of time and effort; occupancy costs and depreciation, which are allocated on a square footage basis; and supplies and telephone costs, which are allocated based on usage studies conducted annually. General and administration expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

##### *Income Taxes*

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law. Accordingly, no provision for income taxes is made in the financial statements.

**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note A – Summary of Significant Accounting Policies (Continued)**

*Uncertain Tax Positions*

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for fiscal years 2023 or 2022.

The Organization files Form 990 in the U.S. federal jurisdiction. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before 2019.

*Comparative Data*

The amounts shown for the year ended May 31, 2022 in the accompanying financial statements are included to provide a basis for comparison with 2023 and present summarized totals only. Accordingly, the 2022 totals are not intended to present all information necessary for a fair presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended May 31, 2022, from which the summarized information was derived.

*Subsequent Events*

The Organization has evaluated subsequent events through October 16, 2023, which is the date the financial statements were available to be issued.

**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note B – Liquidity and Availability of Resources**

The Organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

Cash and cash equivalents	\$ 1,790,276
Grants receivable	<u>95,105</u>

Total financial assets available within one year	1,885,381
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Less amounts unavailable for general expenditures within one year, due to:

Restricted by donors with purpose restrictions	<u>(1,411,928)</u>
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Total financial assets available within one year after restriction	<u>\$ 473,453</u>
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The amount restricted by donors above does not include the amount of donated medication remaining in inventory at year end. As part of the Organization'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. At May 31, 2023, all net assets with donor restrictions are available for payment of any major expenditures incurred, except for grants receivable which are available when the receivable is collected, which is expected within the next year, and the expenditure is incurred. To help manage unanticipated liquidity needs, the Organization has two lines of credit totaling \$92,643 which it could draw upon.

**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note C – Property and Equipment**

At May 31, property and equipment consisted of the following:

	<u><b>2023</b></u>	<u><b>2022</b></u>
Land	\$ 85,000	\$ 85,000
Building and improvements	553,025	553,025
Furniture and equipment	102,308	94,283
Construction in progress	<u>19,309</u>	<u>0</u>
	759,642	732,308
Less accumulated depreciation	<u>(287,535)</u>	<u>(257,814)</u>
Total Property and Equipment	<u><u>\$ 472,107</u></u>	<u><u>\$ 474,494</u></u>

**Note D – Building Deposit**

The Organization has paid a non-refundable deposit of \$250,000 for the purchase of a new building in Caldwell, Idaho. The purchase price of the new building is \$2,600,000. The finalization of the purchase is scheduled for January 2024.

**Note E – Long-Term Debt**

At May 31, long term debt consisted of the following:

	<u><b>2023</b></u>	<u><b>2022</b></u>
Note payable to Northwest Christian Credit Union, \$1,098 monthly, including interest at 3.99% per annum until April 2021, payments then increase to \$1,154 monthly at 5%, maturing March 2031 with a balloon payment in the amount of \$62,056. The note is secured by the Genesis Community Health, Inc. property.	\$ 120,065	\$ 128,282
Less current portion	<u>(7,453)</u>	<u>(7,107)</u>
	<u><u>\$ 112,612</u></u>	<u><u>\$ 121,175</u></u>

**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note E – Long-Term Debt (Continued)**

Maturities of long-term debt as of May 31, 2023 are as follows:

2024	\$	7,453
2025		7,852
2026		8,254
2027		8,676
2028		9,107
Thereafter		<u>78,723</u>
	\$	<u>120,065</u>

Cash paid during the year for interest for the years ended May 31, 2023 and 2022 was \$4,957 and \$5,143, respectively. During the year ended May 31, 2023, the Organization made extra principal payments on debt.

**Note F – Refundable Advance**

In April 2020, the Organization was granted a paycheck protection program loan (the “PPP Loan”) from Key Bank in the amount of \$88,000, pursuant to the Paycheck Protection Program (“PPP”) under Division A, Title I of the CARES Act, which was enacted March 27, 2020. The PPP Loan was set to mature in May 2022 and bore interest at a rate of 1.00% per annum, with payments commencing in November 2021. The Organization could only use funds from the PPP Loan for purposes specified in the CARES Act and related PPP rules, which included payroll costs, costs used to continue group health care benefits, rent, and utilities; other uses would constitute a default under the PPP Loan. Under the terms of the PPP, certain amounts of the PPP Loan could be forgiven if they were used for qualifying expenses as described in the CARES Act during the 24-week period commencing on the date of disbursement of the PPP Loan. During the year ended May 31, 2021 the Organization used the entire PPP Loan amount for qualifying expenses and applied for loan forgiveness from the lender. The loan was 100% forgiven and recognized as contribution revenue during the year ended May 31, 2022.



**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note G – Net Assets With Donor Restrictions**

The Organization reports net assets according to two classes of net assets: with donor restrictions and without donor restrictions. Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. Net asset with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions. All net assets with donor restrictions are restricted for the purpose of use within the program for which the grants or donations were received.

Net assets with donor restrictions are restricted for the following purposes at May 31:

	<u>2023</u>	<u>2022</u>
Without donor restrictions:		
Invested in property and equipment	\$ 352,042	346,212
Undesignated surplus	<u>614,523</u>	<u>528,035</u>
Total without donor restrictions	966,565	874,247
With donor restrictions		
Inventory	393,952	160,583
Building	1,406,728	855,000
Medical Equipment	<u>5,200</u>	<u>0</u>
Total with donor restrictions	<u>1,805,880</u>	<u>1,015,583</u>
Total net assets	<u>\$ 2,772,445</u>	<u>\$ 1,889,830</u>

**Note H – Lines of Credit Payable**

At May 31, 2023, the Organization has a \$15,000 line of credit with Key Bank. The line of credit bears interest at the prime rate plus 2.93%, and is due for renewal on May 15, 2024. The Organization has terminated this line of credit subsequent to May 31, 2023. The line of credit is secured by the Organization's assets. At May 31, 2023 and 2022, there was no balance outstanding.

At May 31, 2023, the Organization has a \$77,643 line of credit with Northwest Christian Credit Union. The line of credit bears interest at 4.25%, and is due for renewal on March 1, 2031. The line of credit is secured by the Organization's assets. At May 31, 2023 and 2022, there was no balance outstanding.

**GENESIS COMMUNITY HEALTH, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

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**Note I – Contributed Nonfinancial Assets**

For the years ended December 31, 2023 and 2022, contributed nonfinancial assets recognized within the statement of activities included:

	<u>2023</u>	<u>2022</u>
Labor	\$ 414,615	\$ 293,791
Pharmaceuticals and supplies	<u>462,609</u>	<u>225,188</u>
Total in-kind donations	<u>\$ 877,224</u>	<u>\$ 518,979</u>

For the years ended May 31, 2023 and 2022, the Organization recognized contributed nonfinancial assets within revenue, including labor, materials and supplies. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

Contributed labor is utilized in the Organization’s medical, dental and mental health programs. Contributed labor is valued and is reported at the estimated fair value in the financial statements based on current rates for similar services.

Contributed pharmaceuticals and supplies are utilized in the Organization’s medical, dental and mental health programs. Contributed pharmaceuticals and supplies are valued and reported at the estimated fair value in the financial statements based on retail prices for similar products in the United States.

**Note J – Capital Campaign**

The Organization is conducting a capital campaign. The goal of the campaign is to raise \$3,187,000 in order to purchase and make some minor modifications to a new building in Caldwell, Idaho. As of May 31, 2023 the Organization has raised \$1,406,728 for the capital project.