YOUNG MEN'S CHRISTIAN ASSOCIATION
Columbia, South Carolina

AUDITED FINANCIAL STATEMENTS
Year Ended December 31, 2021

YOUNG MEN'S CHRISTIAN ASSOCIATION

Year Ended December 31, 2021

TABLE OF CONTENTS

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Young Men's Christian Association/YMCA of Columbia, South Carolina
Columbia, SC

Opinion

We have audited the accompanying financial statements of Young Men's Christian Association/YMCA of Columbia, South Carolina (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets—modified cash basis as of December 31, 2021, and the related statement revenues, expenses, and changes in net assets—modified cash basis and the statement of functional expenses—modified cash basis for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Young Men's Christian Association/YMCA of Columbia, South Carolina as of December 31, 2021, and its revenues, expenses, and change in net assets for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Young Men's Christian Association/YMCA of Columbia, South Carolina and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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, which raise substantial doubt about the Young Men's Christian Association's ability to continue as a going concern within one year after the date that the financial statements are available to be 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 generally accepted auditing standards 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, including omissions, 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 generally accepted auditing standards, 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 Young Men's Christian Association/YMCA of Columbia, South Carolina '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, which raise substantial doubt about Young Men's Christian Association/YMCA of Columbia, South Carolina '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.

Hamilton, McKinney & Moore

April 30, 2022

YOUNG MEN'S CHRISTIAN ASSOCIATION
Statement of Assets, Liabilities and Net Assets-Modified Cash Basis
December 31, 2021

ASSETS		
Current assets		
Cash and cash equivalents		$ 2,633,273
Investments		1,760,375
Other assets, due from third party		3,391
Cash and cash equivalents - restricted		2,336
Investments - restricted		249,484
Total current assets		4,648,859
Buildings, furniture and equipment, net		18,589,362
Other assets, cash surrender value of life insurance		7,234
Total assets		$ 23,245,455
LIABILITIES and NET ASSETS		
Current liabilities		
Payroll Protection Program Loan		$ 966,495
Current portion of note payable		627,293
Deferred Payroll Taxes		64,794
Total current liabilities		1,658,582
Long-term liabilities		
Long-term note payable		11,047,115
Total long-term liabilities		11,047,115
Total liabilities		12,705,697
Net assets released from restrictions		
NET ASSETS		
Without donor restrictions		
Operating		9,587,704
With donor restrictions		
Capital campaign and other	703,000	
Youth endowment income	208,215	
General endowment	40,839	952,054
Total net assets		10,539,758
Total liabilities and net assets		$ 23,245,455

The accompanying notes are an integral part of these financial statements

YOUNG MEN'S CHRISTIAN ASSOCIATION
Statement of Revenues, Expenses and Changes in Net Assets-Modified Cash Basis
Year Ended December 31, 2021

Association Name: YMCA of Columbia, SC
Association Number: 6112
Columbia, SC 29201

	Without Donor Restrictions	With Donor Restrictions	Total
Operating support and revenue			
Public support			
Annual campaign	$ 360,012	$ -	$ 360,012
Sponsorships	88,511	-	88,511
In-kind donations	12,000	-	12,000
Capital campaign and other	-	42,000	42,000
Total public support	460,523	42,000	502,523
Revenue			
Grant revenue	465,376	-	465,376
Membership dues	4,336,760	-	4,336,760
Program fees	1,673,224	-	1,673,224
Child care fees	738,494	-	738,494
Sales and other fees	35,951	-	35,951
Investment income	29,580	510	30,090
Unrealized gain (loss) on investments	112,333	16,096	128,429
Realized gain on investments	24,224	7,765	31,989
Payroll Protection Program Loan Forgiven	966,495	-	966,495
Reimbursement for Employee Retention Credit	880,444	-	880,444
Miscellaneous income	110,630	-	110,630
Total revenue	9,373,511	24,371	9,397,882
Net assets released from restrictions			
Transfer from endowment funds and			
Other temporarily restricted fund			
For youth programs	42,000	(42,000)	-
Total support and revenue	9,876,034	24,371	9,900,405
Expenses			
Program services	7,252,748	-	7,252,748
Supporting services			
Management and general	1,093,301	-	1,093,301
Fundraising	126,298	-	126,298
Total supporting services	1,219,599	-	1,219,599
Total expenses	8,472,347	-	8,472,347
Increase in Net Assets	1,403,687	24,371	1,428,058
Net Assets at Beginning of Year	8,184,017	927,683	9,111,700
Net Assets at End of Year	$ 9,587,704	$ 952,054	$10,539,758

The accompanying notes are an integral part of these financial statements

YOUNG MEN'S CHRISTIAN ASSOCIATION
Statement of Functional Expenses-Modified Cash Basis
Year Ended December 31, 2021

	Total	Program Services	Management and General	Fundraising
Salaries	$ 3,258,645	$ 2,859,046	$ 288,547	$ 111,052
Employee benefits	208,447	182,808	18,760	6,879
Payroll taxes	253,555	222,368	22,820	8,367
Workers compensation	57,810	54,919	2,891	-
Professional fees	469,838	281,903	187,935	-
Supplies	616,907	431,835	185,072	-
Telephone	89,747	80,772	8,975	-
Postage	1,881	1,317	564	-
Occupancy	1,670,522	1,503,470	167,052	-
Depreciation	947,634	919,205	28,429	-
Media service and publicity	23,355	-	23,355	-
Equipment	56,812	51,131	5,681	-
Vehicle ins. and transportation	56,874	56,874	-	-
Conference/conventions	52,469	36,728	15,741	-
National dues	105,227	-	105,227	-
Interest expense	280,105	280,105	-	-
Other	322,519	290,267	32,252	-
Total expenses	$ 8,472,347	$ 7,252,748	$ 1,093,301	$ 126,298

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

The accounting principles followed by the Young Men's Christian Association/ YMCA of Columbia, SC ("the Association) and the methods of applying those principles which materially affect the determination of financial position and results of operations are summarized below.

Nature of Operations

The Association is a not-for-profit organization formed to put Christian principles into practice through programs for youth development, healthy living, and social responsibility. The Association is a member of the National YMCA Organization and includes six facilities in Columbia, South Carolina, and other nearby areas, in addition to the administration headquarters.

Basis of Accounting

The Association prepares its financial statements on the modified cash basis which is an alternative financial reporting framework. These financial statements omit the recognition of receivables, inventories, prepaid items, accrued expenses, and accounts payable. Therefore, these statements are not intended to and do not present financial position and results of operations in conformity with generally accepted accounting principles. This alternate special purpose framework is an acceptable basis of accounting, as is the accrual basis under generally accepted accounting principles (GAAP) in the United States of America.

The principal differences between the modified cash and accrual basis are:

- Revenues are reported when collected
- Expenses are reported when paid
- Property, furniture, and equipment assets are recorded when acquired and depreciated to operations
- Debt liabilities for property, furniture and equipment are recorded as incurred
- Note receivables for sale of assets are recorded when incurred
- All leases are expensed as paid under payment of the lease terms and are not recorded as a right of use asset and corresponding lease liability.

The Association does follow GAAP for valuations of investments at fair value.

Financial Statement Presentation

The Association has adopted Statement of Financial Accounting Standards (SFAS), *Financial Statements of Not-for-Profit Organizations*. Under professional standards, the Association is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Without Donor Restrictions – Net assets available for use in general operations and not subject to donor or grantor restrictions, including, if applicable, net assets that have been designated by the Board of Directors for expenditure on specific purposes or projects.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Statement Presentation (continued)

With Donor Restrictions – Net assets subject to restrictions imposed by donors or grantors. 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 those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue is reported as increases in *net assets without donor restrictions* unless the use is limited by donor-imposed or other legal restrictions. Expenses are reported as decreases in *net assets without donor restrictions*. When a donor or legal restriction expires, these *net assets with donor restrictions* can be reclassified to *net assets without donor restrictions* and reported in the statement of activities as net assets released from restrictions.

The Association does not meet the criteria of a Voluntary Health and Welfare Organization (VHWO). The majority of support and revenue does not come from the general public's contributions.

Use of Estimates

The Association uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from those estimates. Management is not aware of any condition that would affect these conditions in the near-term.

Income Tax Status

The Association and the Endowment Fund are qualified charitable organizations as described in Section 501(c) (3) of the Internal Revenue Code and as such are exempt from federal income tax. The Association is not aware of any challengeable positions taken on the tax returns.

The Association's Forms 990, Return of Organization Exempt from Income Tax, for the years ending December 31, 2019, 2020 and 2021 are subject to examination by the IRS for three years after they were filed.

Cash and Cash Equivalents

For financial statement reporting purposes, the Association considers all short-term cash investments and other highly liquid investments such as treasury bills, commercial paper, and money market funds with an original issue maturity of three months or less to be cash.

Restricted cash is comprised of cash that has been invested and held in the endowment funds. These amounts are considered restricted because these amounts were received with stipulations that require the monies to be reported as cash and cash equivalents - restricted.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value of Financial Instruments

The carrying amount of cash and cash equivalents approximate fair value because of the short maturities of those instruments. For cash investments, fair values are based on prices and quotes from investment and financial institutions.

The carrying amount of long-term debt approximates fair value because these financial instruments bear interest rates which approximate current market rates for notes with similar maturities and credit quality.

Investments

Investments are comprised of money market cash, equities, and fixed income securities. These investments are initially recorded at cost and donated investments are recorded at fair value on the date received. Investments in marketable securities with readily determinable fair values are stated at fair value in the statement of assets, liabilities, and net assets. Unrealized gains and losses are included in the statement of revenues, expenses, and changes in net assets.

Restricted investments are held in the endowment funds and are amounts considered restricted because they were received with stipulations that require the monies to be restricted.

Fair Value Measurements

Fair Value Measurements establishes a framework for measuring fair value. That framework provides a 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 as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access.

Level 2 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 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The asset or liability'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.

There have been no changes in the methodologies used as of December 31, 2021.

All assets have been valued using a market approach.

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

Buildings, Furniture and Equipment

Buildings, furniture, and equipment assets are maintained on the basis of cost less applicable accumulated depreciation. It is the Association's policy to capitalize costs of additions and major improvements in excess of $1,000. The costs of assets retired or otherwise disposed of, and the related accumulated depreciation are eliminated from the respective accounts. Gains or losses resulting from such dispositions are reflected in current operations. Expenditures for maintenance and repairs are charged directly to operations as incurred.

Donations of property and equipment to be used by the Association are recorded as increases in net assets at their fair values. Donations of property and equipment to be sold for operational purposes are reported as unrestricted contributions or restricted contributions if restricted for a specific purpose.

Depreciation charged to operations is computed using the straight-line method over estimated useful lives as required by generally accepted accounting principles. Buildings and improvements are depreciated over 20 - 40 years, land improvements 10- 20 years, pools, furniture, and equipment are depreciated over 5 to 10 years and vehicles are depreciated over 3 to 5 years.

Restrictions on Net Assets

Net assets are recorded without donor restrictions and with donor restrictions depending on donor-imposed restrictions or legal requirements involving the funds held by or contributed to the Association.

Without Donor Restrictions - The Association reports that part of net assets that are not restricted by legal or donor-imposed restrictions as "net assets without donor restrictions." These net assets, including any board designated net assets, are legally unrestricted and can be used by the Association however deemed necessary.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restrictions on Net Assets (Continued)

With Donor Restrictions - The Association report gifts and other assets as restricted support if they are received with donor stipulations or legal requirements that limit the use of the donated assets. When a donor or legal restriction expires, these net assets can be reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions and other inflows of assets whose use is limited by donor-imposed stipulations or legal requirements that neither expires by the passage of time nor can they be fulfilled or otherwise removed by the Association's actions are also reported as net assets with donor restrictions.

Revenue Recognition

The Association prepares its financial statements on the modified cash basis and so revenues are recognized and reported as monies are collected. Program revenues are recognized only after control of the promised services is transferred to the Association's customers, in an amount that reflects the consideration the Association expects to be entitled to in exchange for those services. All "contract revenue" reported during the year was recorded only after required services were performed. No deferred revenue was reported during the audit year.

FASB ASC 958-605

For public support contributions and grants, the Association follows the guidance of FASB ASC 958-605, Revenue Recognition, to determine whether its federal, state, local, or other grant programs are contributions or exchange transactions for purposes of presentation in the accompanying financial statements. Contributions and grants that are unrestricted are recorded as revenue in the statements of activities when earned and received. Exchange transactions with a grantor or other outside party for a particular purpose are deemed to be earned and reported as revenue only after the Association has incurred expenditures in compliance with the specific restrictions. Such amounts received, but not yet earned, would be reported as deferred revenue, where applicable.

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. Contributions that are expected to be received in future years are recorded at their present value. Contributions are recorded as unrestricted unless they are subject to donor restrictions or are required to be used or expected to be received in future years.

Grant income that does not meet the criteria of an exchange transaction is recognized under the criteria described above for contributions. Grantors may, at their discretion, amend the grant and contract amounts. In addition, reimbursement for expenses or return of funds, or both, may be requested as a result of noncompliance by the Association with the terms of the grants and contracts. The Association records such amendments, reimbursement, and return of funds as an adjustment to revenue in the year of the amendment. No such changes occurred during the year ended December 31, 2021.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (continued)

FASB ASC 606

The Association's management and board have been informed of the recently passed provisions of ASU No. 2014-09, Revenue from Contracts with Customers (Topic 606) where the objective of FASB ASC 606 is to understand the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers, and assets recognized from the costs to obtain or fulfill a contract with a customer.

Endowment Fund

The Youth Endowment Fund was established in December 1990, for the purpose of providing program activities and/or Association membership to financially disadvantaged youth. The corpus of the Youth Endowment Fund cannot be expended for any purpose and the income may only be used to provide program activities and/or Association membership to financially disadvantaged youth.

Also, in June 2014, the Columbia YMCA Endowment was established. The Board of the Endowment is responsible for the application and use of its assets, including payment of its expenses in accordance with such operating guidelines.

In the event of dissolution of an endowment, all principal and accumulated income shall be distributed for one or more exempt purposes within the meaning of Section 501(c) (3) of the Internal Revenue Code or shall be distributed to the federal, state, or local government for exclusively public purposes.

Cash and Certificates of Deposit

The Association maintains cash and certificates of deposit at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC).

Retirement Plan

The Association participates in the YMCA Retirement Fund Retirement Plan, which is a defined contribution, money purchase, church plan that is intended to satisfy the qualification requirements of Section 401(a) of the Internal Revenue Code of 1986, as amended and The YMCA Retirement Fund Tax-Deferred Savings Plan which is a retirement income account plan as defined in section 403(b) (9) of the code. Both Plans are sponsored by The Young Men's Christian Association Retirement Fund (Fund). The Fund is a not-for-profit, tax-exempt pension fund incorporated in the State of New York (1922) organized and operated for the purpose of providing retirement and other benefits for employees of YMCAs through-out the United States. The plans are operated as church pension plans. Participation is available to all duly organized and reorganized YMCAs and their eligible employees. As a defined contribution plan, the Retirement Plan and Tax-Deferred Savings Plan have no unfunded benefit obligations.

In accordance with our agreement, contributions for the YMCA Retirement Fund Retirement Plan are a percentage of the participating employees' salary. These amounts are paid by the Association. Total contributions charged to retirement costs for the year ended December 31, 2021 aggregated $95,047.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Retirement Plan (Continued)

Contributions to the YMCA Retirement Fund Tax-Deferred Savings Plan are withheld from employees' salaries and remitted to the YMCA Retirement Fund. There is no matching employer contribution in this plan.

Although it has not expressed intent to do so, the Association has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of Employee Retirement Income Security Act of 1974. In the event of plan termination, participants will become 100% vested in their accounts.

Advertising and Marketing

Advertising and marketing costs are expensed as incurred.

Fund-Raising Expense

Material capital campaign expenses are reflected in the Statements of Revenues and Expenses - Modified Cash Basis, when incurred. Other fund-raising expenses are not material and / or are conducted by volunteers. Therefore, these expenses are not tracked or reported separately by the Association.

Subsequent Events

Subsequent events are events or transactions that occur after the statement of financial position date but before the financial statements are issued or are available to be issued. There are two types of subsequent events: (a) recognized subsequent events are events or transactions that provide additional evidence about conditions that existed at the date of the Statement of Assets, Liabilities and Net Assets - Modified Cash Basis, including the estimates inherent in the process of preparing financial statements. Recognized subsequent events generally result in the retroactive adjustment of the related amounts recorded in the financial statements. (b) The second type, non-recognized subsequent events, consist of events or transactions that provide evidence about conditions that did not exist at the date of the Statement of Assets, Liabilities and Net Assets - Modified Cash Basis, but arose subsequent to that date. Non-recognized subsequent events do not generally result in changes in amounts recorded, but usually are reported in footnote disclosures.

The financial statements are considered available to be issued when they are complete in a form and format that complies with professional standards and all approvals necessary for issuance have been obtained from management and others charged with governance. Management evaluates all significant subsequent events from the statement of financial position date through the date the financial statements are available to be issued.

NOTE 1 SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Expense Classifications

Expenses are reflected by both natural and functional classifications. Natural expenses are reported by the nature of each expense type such as: contract labor, repairs, professional expenses, etc. Functional expenses are reported by program services and supporting services (supporting services includes management and general expenses and fundraising expenses). Natural expenses are allocated to various functional classifications on the Statement of functional expenses. First, they are applied by specific identification and the remainder is allocated based on estimations of time and effort or other consistent, reasonable methods. Functional expenses are reported in total on the Statement of revenues, expenses and changes in net assets and detailed by natural classification on the Statement of functional expenses.

NOTE 2 INVESTMENTS

All investments are considered current. Investments as of December 31, 2021, are summarized as follows:

	Cost	Fair Value	Change in Value
Unrestricted			
Mutual Funds and Equities	$ 1,374,179	$ 1,672,077	$ 297,898
Government Securities	58,623	58,195	(428)
Corporate Fixed Securities	30,265	30,103	(162)
Total unrestricted	1,463,067	1,760,375	297,308
Donor Restricted			
Mutual Funds and Equities	204,490	249,484	44,994
Total restricted	204,490	249,484	44,994
Total	$ 1,667,557	$ 2,009,859	$ 342,302

NOTE 3 FAIR VALUE MEASUREMENTS

The following table sets forth by level, within the fair value hierarchy, the Association's assets at fair value as of December 31, 2021:

	Level 1	Level 2	Level 3	Total
Mutual Funds and Equities				
Without Donor Restriction	$ 1,672,077	$ -	$ -	$1,672,077
Donor Restricted	249,484	-	-	249,484
Government Securities				
Without Donor Restriction	58,195	-	-	58,195
Corporate Fixed Securities				
Without Donor Restriction	30,103	-	-	30,103
Total Assets at Fair Value	$ 2,009,859	$ -	$ -	$2,009,859

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

	Level 1	Level 2	Level 3	Total
Without Donor Restrictions	$ 1,760,375	$ -	$ -	$1,760,375
With Donor Restrictions	249,484	-	-	249,484
Total Assets at Fair Value	$ 2,009,859	$ -	$ -	$2,009,859

NOTE 4 BUILDING, FURNITURE and EQUIPMENT

The following is a summary of buildings, furniture, equipment, and leasehold improvements as of December 31, 2021:

Land	$ 1,845,709
Building and leasehold improvements	23,566,421
Furniture and equipment, including vehicles	3,670,376
Sub-total	29,082,506
Less accumulated depreciation	(10,493,144)
Total	$ 18,589,362

Depreciation expense for the year ended December 31, 2021, was $947,634.

In 2021, the Association purchased the Downtown location at 1447 Hampton Street for $5,250,000.

NOTE 5 OPERATING LEASE COMMITMENTS

The Association leases equipment from various providers under non-cancelable operating leases with terms of three years to ten years. The following is a schedule of future minimum rentals under the leases as of December 31, 2021.

Year Ending December 31,	
2022	$ 277,109
2023	268,376
2024	12,446
2025	10,260
2026	10,260
Thereafter	46,170

Lease expense for the year ended ending December 31, 2021 was $576,235.

NOTE 6 NOTES PAYABLE

The Association had several loans as of December 31, 2021. The consolidation loan was previously bonds' payable that was refinanced through Synovus Bank on April 03, 2017. The consolidation loan is secured by the Jeep Rogers location and the Northwest location.

The schedule of loans is as follows:

	Start Date	Interest Rate	Term	Balance 12/31/2021	Payable Within One Year
Downtown Equipment-South State	12/15/2016	3.28%	60 Months	$ 60,456	$ 60,456
Consolidation Loan-Various branches	4/3/2017	4.02%	240 Months	7,256,098	337,582
Orangeburg Equipment	12/27/2017	4.25%	60 Months	28,220	28,220
Thomas Built Bus	1/24/2018	4.25%	60 Months	20,776	19,143
Bus for Jeep	8/24/2018	4.75%	60 Months	21,405	11,070
Blue Bird Bus	12/17/2018	4.75%	60 Months	19,777	8,644
Northwest Equipment	5/8/2020	3.75%	60 Months	61,662	17,255
Downtown Building-Hampton St	10/25/2021	3.85%	120 Months	4,226,837	144,923
Total Notes Payable				11,695,231	$627,293
Less Current Payable				(627,293)	
Less Related Loan Costs				(20,823)	
Total Notes Payable After Related Costs				$ 11,047,115	

Future maturities of notes payable are as follows:

FUTURE PAYMENTS	Downtown Equipment	Consolidation Loan	Orangeburg Equipment	Thomas Built Bus	Bus for Jeep
2022	$ 60,456	$ 337,582	$ 28,220	$ 19,143	$ 11,070
2023	-	351,405	-	1,633	10,335
2024	-	365,795	-	-	-
2025	-	380,774	-	-	-
2026	-	396,366	-	-	-
THEREAFTER	-	5,424,176	-	-	-
	$ 60,456	$ 7,256,098	$ 28,220	$ 20,776	$ 21,405

FUTURE PAYMENTS	Blue Bird Bus	Northwest Equipment	Downtown Building	TOTAL
2022	$ 8,644	$ 17,255	$ 144,923	$ 627,293
2023	8,976	17,914	150,603	540,866
2024	2,157	18,597	156,504	543,053
2025	-	7,896	162,637	551,307
2026	-	-	169,010	565,376
THEREAFTER	-	-	3,443,160	8,867,336
	$ 19,777	$ 61,662	$ 4,226,837	$ 11,695,231

Total interest related to notes payable was $280,105 for the year ended December 31, 2021.

NOTE 6 NOTES PAYABLE (CONTINUED)

The Small Business Association gave the Association two “PPP loans” of $966,495 on April 20, 2020 and $966,495 on April 15,2021 which provided much relief. The first loan was 100% forgiven on March 2, 2021 and the second loan was 100% forgiven on January 31, 2022. The income from the forgiveness of the first PPP loan is reported on the Statement of Revenues, Expenses and Changes in Net Assets-Modified Cash Basis for the year ending December 31, 2021. The second PPP loan will be reported on the Statement of Revenues, Expenses and Changes in Net Assets-Modified Cash Basis for the year ending December 31, 2022. The proceeds were used to offset the expenses associated with payroll, rent and utilities.

NOTE 7 ENDOWMENTS AND OTHER DONOR RESTRICTED NET ASSETS

The endowments are donor-restricted endowments. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The principal of the Youth Endowment Fund was $136,672, which is included in donor restricted assets. This amount is accounted for in donor restricted funds until used for the named purposes.

The principal of the Columbia YMCA Endowment fund was $29,335 as of December 31, 2021.

The Board of Directors of the Association has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift at the gift date of the endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Association classifies as donor-restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the endowment fund is classified as donor restricted net assets until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by SPMIFA.

In accordance with SPMIFA, the Association considers the following factors in making a determination to appropriate or accumulate endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the endowment funds, (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 Association, and (7) the Association's investment policies.

Spending Policy - The Association's current spending policy gives its Board discretionary authority over the endowment funds in excess of the portion of the permanent endowment held for perpetuity. This authority extends to growth and earnings, subject to the requirement to retain and preserve the permanent endowment funds in perpetuity. The Board may approve funds for expenditure for purposes within the purposes described in the endowment.

NOTE 7 ENDOWMENTS AND OTHER DONOR RESTRICTED NET ASSETS (Continued)

Net assets composition by type of fund as of December 31, 2021 was as follows:

	Donor Restricted Capital Campaign	Donor Restricted Youth Endowment	Donor Restricted General Endowment	Total
With Donor Restrictions for Perpetuity	$ -	$ 136,672	$ 29,335	$ 166,007
With Donor Restrictions				
Available for Appropriation	703,000	71,543	11,504	786,047
Total Funds	$ 703,000	$ 208,215	$ 40,839	$ 952,054

Changes in donor restricted net assets for the year ended December 31, 2021, were as follows:

	Donor Restricted Capital Campaign	Donor Restricted Youth Endowment	Donor Restricted General Endowment	Total
Net Assets with Donor Restrictions				
Beginning of Year	$ 703,000	$ 188,256	$ 36,427	$ 927,683
Donations	42,000	-	-	42,000
Investment Income	-	98	412	510
Realized Gains and Securities	-	6,310	1,455	7,765
Net Unrealized Gain	-	13,551	2,545	16,096
Transfers to Unrestricted	(42,000)	-	-	(42,000)
	-	19,959	4,412	24,371
Net Assets with Donor Restrictions				
End of Year	$ 703,000	$ 208,215	$ 40,839	$ 952,054

NOTE 8 RELATED PARTY TRANSACTIONS

The Association does business with several of its board members. These transactions are conducted in the same manner as they would be with unrelated parties.

The Association is a member of the national YMCA organization. Fees paid to the national YMCA organization, on a cash basis, totaled $105,227 during the year ended December 31, 2021.

NOTE 9 COMMITMENTS & CONTINGENCIES

Economic Dependence

Significant reductions in the level of support from member dues or program fees could have a significant impact on the Association’s future programs and activities and could adversely affect its ability to service scheduled debt obligations.

Concentration of Credit Risk and Other

The Association places its cash in various financial institutions. These balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. As of December 31, 2021, there was $2,302,922 in excess of the FDIC limit. The Association places its cash in financial institutions that have strong credit ratings and management believes the credit risk related to these deposits to be minimal.

Long-Lived Assets

Upon occurrence of an event or a change in circumstances which indicates that the carrying amount of an asset may not be recoverable, the Association continually monitors for any impairment coupled with an evaluation of reasonableness of existing depreciation periods. No impairment has been recorded in the financial statements.

Membership Dues

The Association is chartered under the National YMCA Organization ("National"). The Association is obligated to pay National a percentage of its membership dues each year. For the year ended December 31, 2021, that percentage was 1.75% on the first $5 million of revenues and 1.20% on the revenues between $5 million and $30 million.

NOTE 10 FINANCIAL STATEMENT PRESENTATION CHANGES

There are no significant changes in GAAP for not-for-profit organizations on the modified cash basis of accounting that will affect the future financial statement presentation of the Association.

Since the Association is following the modified cash basis of accounting, it does not follow GAAP (accrual basis) accounting and accordingly, will not record leases as a right of use asset and corresponding lease liability. All leases will be expensed as paid under the terms of each respective lease. Therefore, the Association will not be subject to the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02 “Leases (Topic 842)” (ASU 2016-02).

NOTE 11 MANAGEMENT OF LIQUID RESOURCES

The Association presents a classified statement of assets, liabilities and net assets in a columnar format that distinctly displays its financial resources in order of liquidity classified by those that are current (cash and other assets expected to liquidate liabilities due within one year or to be consumed within one year) and those that are noncurrent (other assets not expected to liquidate liabilities due within one year or to be consumed within one year). As part of the Association's liquidity management, it structures it financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Association's current liquid resources available within one year of the statement of assets, liabilities and net assets date for general expenditure are as follows:

Current assets	
Cash and cash equivalents	$ 2,633,273
Investments	1,760,375
Other assets, due from third party	3,391
Total current assets	$ 4,397,039

NOTE 12 SUBSEQUENT EVENTS

There have been no new significant accounting pronouncements issued since December 31, 2021 that would materially affect the Association's financial statements or footnote disclosures; however, see Note 10 for potential changes in the future.

The Association evaluated all events or transactions that occurred after December 31, 2021, through April 30, the date that these financial statements were available to be issued. During this period, the Association did not have any material subsequent events that required recognition in the Association's disclosures to the December 31, 2021 financial statements.

During 2021, the Association received $880,444 in employee retention credits. Laws and regulations concerning government programs, including the Employee Retention Credit established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act, are complex and subject to varying interpretations. Claims made under the CARES Act may also be subject to retroactive audit and review. There can be no assurance that regulatory authorities will not challenge the Organization's claim to the ERC, and it is not possible to determine the impact (if any) this would have upon the Association.