

DEVELOPMENTAL CENTER OF THE OZARKS

INDEPENDENT AUDITORS' REPORT
AND FINANCIAL STATEMENTS

DECEMBER 31, 2020 AND 2019

DEVELOPMENTAL CENTER OF THE OZARKS
DECEMBER 31, 2020 AND 2019

Table of Contents

Independent Auditors' Report	1-2
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4-5
Statements of Cash Flows	6
Notes to the Financial Statements	7-16
Supplemental Information	
Schedules of Revenues by Source	18
Statements of Functional Expenses.....	19-20

Square House, LLC
CPAs & Advisors
2838 S Ingram Mill Rd 🏠 Springfield, MO 65804

Independent Auditors' Report

The Board of Directors
Developmental Center of the Ozarks
Springfield, Missouri

We have audited the accompanying financial statements of the Developmental Center of the Ozarks (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities 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. 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 the Developmental Center of the Ozarks as of December 31, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other-Matters

Our audits were conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplemental information presented on pages 18-20 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Square House, LLC

Springfield, Missouri
July 26, 2021

DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019

	2020	2019
Assets		
Current Assets		
Cash and cash equivalents - Note 1	\$ 577,801	\$ 436,913
Accounts receivable	261,768	430,135
Grants receivable	3,499	35,833
Contributions and other receivables	0	49,259
Prepaid expenses	49,659	19,338
Total Current Assets	892,727	971,477
Property and Equipment, net - Notes 1 and 2	3,476,973	3,645,432
Other Assets		
Endowment fund investments - Note 4	801,750	761,777
Total Other Assets	801,750	761,777
Total Assets	\$ 5,171,450	\$ 5,378,686
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 42,586	\$ 42,997
Accrued expenses	277,574	245,265
Current maturities of long-term debt - Note 7	110,902	108,099
Line of credit	-	-
Total Current Liabilities	431,062	396,361
Long-Term Debt - Note 7	958,954	1,069,177
Total Liabilities	1,390,016	1,465,539
Net Assets		
Without donor restrictions	3,181,176	3,327,889
With donor restrictions - Note 5	600,258	585,258
Total Net Assets	3,781,434	3,913,147
Total Liabilities and Net Assets	\$ 5,171,450	\$ 5,378,686

See Independent Auditors' Report and Notes to the Financial Statements

DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020		
	Without Donor Restrictions	With Donor Restrictions	Total
Support and Operating Revenues			
Program revenue			
Greene county adult program	\$ 1,430,252	\$ -	\$ 1,430,252
Greene county childcare	990,953	-	990,953
Greene county therapies	1,126,369	-	1,126,369
State and local grants	-	442,455	442,455
Federal grants	-	960,116	960,116
Community contributions	158,048	15,000	173,048
United Way contributions	41,215	-	41,215
Interest income	13,684	-	13,684
Miscellaneous income	5,490	-	5,490
Endowment fund - net gain (loss) in principal basis	42,636	-	42,636
Total Support and Operating Revenues	<u>3,808,647</u>	<u>1,417,571</u>	<u>5,226,218</u>
Operating Expenses			
Program services			
Greene county adult program	1,444,147	-	1,444,147
Greene county childcare	1,217,977	-	1,217,977
Greene county therapies	1,667,445	-	1,667,445
General and administrative	918,058	-	918,058
Fundraising	110,304	-	110,304
Total Operating Expenses	<u>5,357,931</u>	<u>-</u>	<u>5,357,931</u>
Excess (Deficiency) of Revenues Over Expenses	(1,549,284)	1,417,571	(131,713)
Net Assets Released From Restriction	<u>1,402,571</u>	<u>(1,402,571)</u>	<u>-</u>
Total Change In Net Assets	(146,713)	15,000	(131,713)
Net Assets at Beginning of Year	<u>3,327,889</u>	<u>585,258</u>	<u>3,913,147</u>
Net Assets at End of Year	<u>\$ 3,181,176</u>	<u>\$ 600,258</u>	<u>\$ 3,781,434</u>

See Independent Auditors' Report and Notes to the Financial Statements

DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019		Total
	Without Donor Restrictions	With Donor Restrictions	
Support and Operating Revenues			
Program revenue			
Greene county adult program	\$ 2,377,649	\$ -	\$ 2,377,649
Greene county childcare	1,037,555	-	1,037,555
Greene county therapies	1,641,294	-	1,641,294
State and local grants	-	429,292	429,292
Community contributions	213,710	15,000	228,710
Capital campaign contributions, net	-	-	-
United Way contributions	47,374	-	47,374
Interest income	16,062	-	16,062
Miscellaneous income	733	-	733
Endowment fund - net gain (loss) in principal basis	108,855	-	108,855
Total Support and Operating Revenues	<u>5,443,232</u>	<u>444,292</u>	<u>5,887,524</u>
Operating Expenses			
Program services			
Greene county adult program	1,586,765	-	1,586,765
Greene county childcare	1,224,992	-	1,224,992
Greene county therapies	1,925,643	-	1,925,643
General and administrative	834,280	-	834,280
Fundraising	263,371	-	263,371
Total Operating Expenses	<u>5,835,051</u>	<u>-</u>	<u>5,835,051</u>
Excess (Deficiency) of Revenues Over Expenses	(391,819)	444,292	52,473
Net Assets Released From Restriction	<u>521,580</u>	<u>(521,580)</u>	<u>-</u>
Total Change In Net Assets	129,761	(77,288)	52,473
Net Assets at Beginning of Year	<u>3,198,128</u>	<u>662,546</u>	<u>3,860,674</u>
Net Assets at End of Year	<u>\$ 3,327,889</u>	<u>\$ 585,258</u>	<u>\$ 3,913,147</u>

See Independent Auditors' Report and Notes to the Financial Statements

DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ (131,713)	\$ 52,473
Non-cash items included in net increase (decrease)		
Depreciation	205,169	205,444
Unrealized (gain) loss on investments	(38,837)	(86,122)
(Increase) decrease in operating assets		
Accounts receivable	249,960	244,938
Prepaid expenses	(30,321)	42,184
Increase (decrease) in operating liabilities		
Accounts payable	(411)	(9,825)
Accrued expenses	32,309	(33,041)
Net Cash Provided (Used) by Operating Activities	286,155	416,050
Cash Flows From Investing Activities		
Purchase of property and equipment	(36,709)	(130,539)
Purchase of investments	(1,138)	(26,558)
Net Cash Provided (Used) by Investing Activities	(37,847)	(157,097)
Cash Flows From Financing Activities		
Principal payments on long-term debt	(107,420)	(132,353)
Net Cash Provided (Used) by Financing Activities	(107,420)	(132,353)
Net Increase (Decrease) in Cash	140,888	126,600
Cash at Beginning of Year	436,913	310,313
Cash at End of Year	\$ 577,801	\$ 436,913
Additional Cash Flow Information		
Cash Paid for Interest	\$ 45,677	\$ 49,984

See Independent Auditors' Report and Notes to the Financial Statements

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the Center

The Developmental Center of the Ozarks (the "Center") is a non-profit organization, which provides comprehensive habilitative and therapeutic services to infants, children and adults who are developmentally challenged. The Center has provided services to the Southwest Missouri area for over 50 years. Currently, the Center's three major programs include daycare, adult habilitative training (including community employment) and therapies (physical, occupational, and speech).

Accounting Method

The Center uses the accrual method of accounting. Accordingly, revenues are recognized when earned and expenses when incurred.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Financial Statement Presentation

The Center has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, formerly Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-205, the Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Contributions

The Center has also adopted FASB ASC 958-605, formerly SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time and purpose restrictions.

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Income Taxes

The Center is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. However, the administrator of the Endowment Fund, which is set up as an irrevocable trust, has determined that gains and losses in principal basis of the trust are allocable to the trust rather than to the Center, and are therefore taxable.

In-Kind Contributions

The Center received a certain amount of donated services from unpaid volunteers during the years ended December 31, 2020 and 2019. No amount has been recognized in the statement of activities because the criteria for recognition under FASB ASC 958-205 have not been satisfied.

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of activities in accordance with FASB ASC 958-205. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Cash and Cash Equivalents

The Center considers all highly liquid investments available for current use with an initial maturity of three months or less at the date of their acquisition to be cash equivalents.

Property, Equipment and Depreciation

Property, equipment, and improvements are capitalized at cost and depreciated over the estimated useful life of each asset. Maintenance and repairs are charged to expense as incurred. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts and any gain or loss is reported in the statements of activities. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. The estimated useful lives used in computing depreciation are:

Buildings	5 - 40 years
Leasehold Improvements	10 years
Equipment	3 - 10 years
Land	N/A

DEVELOPMENTAL CENTER OF THE OZARKS
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2020 AND 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Investments

The Center has adopted FASB ASC 958-320, formerly SFAS No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*. Under FASB ASC 958-320, investments in marketable securities with readily determinable fair values are reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change of net assets.

Subsequent Events

Subsequent events have been evaluated through July 26, 2021 which is the date the financial statements were available to be issued. Management is not aware of any subsequent events that require recognition or disclosure in the financial statements.

NOTE 2: PROPERTY, EQUIPMENT, AND IMPROVEMENTS

The following summarizes property, equipment, and improvements as of December 31, 2020 and 2019:

	<u>12/31/2019</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/2020</u>
Buildings	\$ 4,928,072	\$ -	\$ -	\$ 4,928,072
Leasehold improvements	316,949	19,868	-	336,817
Equipment	2,098,874	16,841	(38,380)	2,077,335
Land	7,595	-	-	7,595
	<u>7,351,490</u>	<u>36,709</u>	<u>(38,380)</u>	<u>7,349,819</u>
Less accumulated depreciation	<u>(3,706,058)</u>	<u>(205,169)</u>	<u>38,380</u>	<u>(3,872,847)</u>
Total Property and Equipment, Net	<u>\$ 3,645,432</u>			<u>\$ 3,476,972</u>

Depreciation expense for the years ended December 31, 2020 and 2019 was \$205,169 and \$205,444, respectively.

DEVELOPMENTAL CENTER OF THE OZARKS
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2020 AND 2019

NOTE 3: CAPITAL CAMPAIGN PLEDGES

Unconditional promises to contribute to the capital campaign are recorded as capital campaign pledges. Noncurrent capital campaign pledges are discounted to their net present value. The present value discount rate was 0% for 2020 and 2019. The Center does not expect to receive any further capital campaign pledges and deemed the remaining balance to be uncollectible as of December 31, 2019. Total capital campaign pledges written off totaled \$0 and \$79,878 for the years ended December 31, 2020 and 2019.

NOTE 4: ENDOWMENT FUND INVESTMENTS

The following summarizes the activity for the Center's endowment fund investments for the years ended December 31, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Balance, Beginning of Year	\$ 761,777	\$ 649,097
Contributions	15,000	15,000
Interest and dividends	13,657	15,992
Realized and unrealized gains (losses)	42,636	108,855
Administrative fees	(3,144)	(3,196)
Payments for clients	<u>(28,176)</u>	<u>(23,971)</u>
Balance, End of Year	<u>\$ 801,750</u>	<u>\$ 761,777</u>

The following schedule summarizes the Center's return on investments for the years ended December 31, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Interest and dividends	\$ 13,657	\$ 15,992
Realized gains (losses)	3,799	22,734
Unrealized gains (losses)	38,837	86,122
Administrative fees	<u>(3,144)</u>	<u>(3,196)</u>
Total Return on Investments	<u>\$ 53,149</u>	<u>\$ 121,652</u>

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 4: ENDOWMENT FUND INVESTMENTS – continued

The fair market value and historical cost of the Center’s investments at December 31, 2020 were as follows:

	Cost	Fair Market Value	Accumulated Appreciation (Depreciation)
Community Foundation of the Ozarks	\$ 45,000	\$ 62,279	\$ 17,279
Commerce Trust Company	632,322	739,471	107,149
Total Investments	<u>\$ 677,322</u>	<u>\$ 801,750</u>	<u>\$ 124,428</u>

The fair market value and historical cost of the Center’s investments at December 31, 2019 were as follows:

	Cost	Fair Market Value	Accumulated Appreciation (Depreciation)
Community Foundation of the Ozarks	\$ 45,000	\$ 57,387	\$ 12,387
Commerce Trust Company	617,322	704,390	87,068
Total Investments	<u>\$ 662,322</u>	<u>\$ 761,777</u>	<u>\$ 99,455</u>

FASB ASC 820-10, formerly SFAS No. 157, *Fair Value Measurements*, establishes a fair value hierarchy that prioritizes the inputs of valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of quoted prices for similar assets in active and/or inactive markets, and Level 3 inputs consist of significant unobservable values and have the lowest priority. The Center uses appropriate valuation techniques based on the available inputs to measure the fair value of investments. When available, the Center measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 4: ENDOWMENT FUND INVESTMENTS – continued

	12/31/2020	Fair Value Measurements Using:		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Cash and Cash Equivalents	\$ 8,006	\$ 8,006	\$ -	\$ -
Equity Investments	517,891	505,062	12,829	-
Fixed Income Investments	225,523	-	225,523	-
Pooled and Other Investments	50,330	-	-	50,330
Total Investments	\$ 801,750	\$ 513,068	\$ 238,352	\$ 50,330

	12/31/2019	Fair Value Measurements Using:		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Cash and Cash Equivalents	\$ 13,790	\$ 13,790	\$ -	\$ -
Equity Investments	456,310	443,513	12,797	-
Fixed Income Investments	242,575	-	242,575	-
Pooled and Other Investments	49,102	-	-	49,102
Total Investments	\$ 761,777	\$ 457,303	\$ 255,372	\$ 49,102

NOTE 5: PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets are restricted endowments in which the principal is invested in perpetuity and the income is expendable at the Center’s discretion. Permanently restricted net assets totaled \$600,258 and \$585,258 at December 31, 2020 and 2019, respectively.

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 6: TEMPORARILY RESTRICTED NET ASSETS

Net assets were received and released from grantor restrictions by incurring expenses satisfying the purpose or time restrictions specified by grantors as follows:

	<u>2020</u>	<u>2019</u>
Federal, state and local grants		
SBA - PPP and EIDL	\$ 960,116	\$ -
Greene County Board	370,455	358,892
Christian County Board	72,000	40,800
Taney County Board	-	29,600
Total Grantor Restrictions Released	<u>\$ 1,402,571</u>	<u>\$ 429,292</u>

NOTE 7: NOTES PAYABLE

The Center's long-term debt outstanding at December 31, 2020 is summarized as follows:

	<u>Origination Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Monthly Payment</u>	<u>Original Amount</u>
Commerce Bank Loan					
Vehicle Loan	1/4/2017	1/4/2022	4.50%	\$ 1,738	\$ 93,078
Arvest Bank Loan					
Commercial Real Estate	12/16/2016	12/16/2031	3.95%	10,999	1,486,255

The Center's long-term debt outstanding at December 31, 2019 is summarized as follows:

	<u>Origination Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Monthly Payment</u>	<u>Original Amount</u>
Commerce Bank Loan					
Vehicle Loan	1/4/2017	1/4/2022	4.50%	\$ 1,738	\$ 93,078
Arvest Bank Loan					
Commercial Real Estate	12/16/2016	12/16/2031	3.95%	10,999	1,486,255

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 7: NOTES PAYABLE - continued

The amounts outstanding at December 31, 2020 and 2019 were as follows:

	<u>12/31/2019</u>	<u>Additions</u>	<u>Principal Payments</u>	<u>12/31/2020</u>
Vehicle Loan	\$ 41,339	\$ -	\$ (19,365)	\$ 21,974
Commercial Real Estate	1,135,937	-	(88,055)	1,047,882
Total	<u>1,177,276</u>	<u>\$ -</u>	<u>\$ (107,420)</u>	<u>1,069,856</u>
Less Current Maturities	<u>(108,099)</u>			<u>(110,902)</u>
Total Long-Term Debt	<u>\$ 1,069,177</u>			<u>\$ 958,954</u>

Future maturities of long-term debt are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2021	\$ 110,902
2022	107,011
2023	99,850
2024	103,866
2025	108,044
2026-2030	468,738
2031	<u>71,445</u>
Total	<u>\$ 1,069,856</u>

NOTE 8: LINE OF CREDIT

The Center has a revolving line of credit with Commerce Bank, collateralized by substantially all of the Center's assets. The credit limit is \$400,000 and with a variable interest rate. The outstanding balance on the line of credit was \$0 and \$0 at December 31, 2020 and 2019, respectively.

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 9: SIGNIFICANT CONCENTRATION

The Center maintains its cash and depository accounts at various financial institutions in Southwest Missouri. The balance at each financial institution is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2020 and 2019, the Center did not have any balances in excess of insured amounts.

NOTE 10: UNCERTAIN TAX POSITIONS

The Center has adopted the provisions of FASB ASC 740-10-25, formerly FIN 48. Under FIN 48, an organization must recognize the tax benefit associated with tax taken for tax return purposes when it is more likely than not the position will be sustained. The implementation of FIN 48 had no impact on the Center's financial statements. The Center does not believe there are any material uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits. For the years ended December 31, 2020 and 2019, there were no interest or penalties recognized in the financial statements.

The Center's Form 990 filings are subject to possible examination by the taxing authorities until the expiration of the related statute of limitations on those returns. In general, each return has a three-year statute of limitations. There are no pending tax examinations by the taxing authorities. The Center's management is not aware of any other uncertain tax positions.

NOTE 11: COMPENSATED ABSENCES

All full-time employees accrue paid vacation time on a bi-weekly basis. Vacation will accumulate a maximum of 140 hours for staff working 40 hours, 122.5 for those working 35 hours, 105 for those working 30 hours.

All employee accrual calculations are figured from the first date of continuous employment and based on the following schedule:

Years 1 through 3	2 weeks
Years 4 through 9	3 weeks
Years 10 or over	4 weeks

DEVELOPMENTAL CENTER OF THE OZARKS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 11: COMPENSATED ABSENCES - continued

All full-time employees also accrue two weeks paid sick leave on a bi-weekly basis. Sick leave accumulates a maximum of 240 hours for staff working 40 hours, 210 for 35 hours and 180 for those working 30 hours.

NOTE 12: SBA FORGIVABLE PPP LOAN

The Organization was granted a \$749,600 loan under the Paycheck Protection Program "PPP" administered by Commerce Bank, a Small Business Administration (SBA) approved partner. The loan is uncollateralized and is fully guaranteed by the Federal government. The Organization initially recorded the loan as a refundable advance and subsequently recognized grant revenue in accordance with guidance for conditional contributions; that is, once the measurable performance or other barrier and right of return of the PPP loan no longer existed. The Organization received forgiveness of \$749,600 from the Small Business Administration (SBA) on May 27, 2021.

SUPPLEMENTAL INFORMATION

DEVELOPMENTAL CENTER OF THE OZARKS
SCHEDULES OF REVENUES BY SOURCE
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
Support and Operating Revenues - Unrestricted		
Division of Social Services		
Central Finance Office	\$ 1,082,796	\$ 1,639,018
Division of Medical Services	1,237,874	2,124,258
Division of Family Services	631,452	603,979
Healthy Child and Youth Program and Division of Aging	59,228	71,970
Department of Education		
Division of Vocational Rehabilitation	110,484	100,956
Department of Health		
Child and Adult Care Food Program	95,122	130,818
Parents	325,179	348,449
Other contracts	5,040	22,050
United Way contributions	41,214	47,374
Community contributions	158,048	228,710
Miscellaneous income	5,890	733
Interest income	13,684	16,062
Net gain (loss) in principal basis	42,636	108,855
Total Support and Operating Revenues - Unrestricted	3,808,647	5,443,232
Support and Operating Revenues - Temporarily Restricted		
Federal, State and Local Grants		
Federal	960,116	-
Greene County Board	370,455	358,892
Christian County Board	72,000	40,800
Taney County Board	-	29,600
Total Support and Operating Revenues - Temporarily Restricted	1,402,571	429,292
Support and Operating Revenues - Permanently Restricted		
Endowment Fund		
Community contributions	15,000	15,000
Total Support and Operating Revenues - Permanently Restricted	15,000	15,000
Total Support and Operating Revenues	\$ 5,226,218	\$ 5,887,524

See Independent Auditors' Report and Notes to the Financial Statements

DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020						
	Program Services						
Expenses	Greene County Adult Services	Greene County Childcare	Greene County Therapy	Total Program Services	Fundraising	General and Administration	Total Expenses
Advertising	\$ -	\$ -	\$ -	\$ -	\$ 5,070	\$ -	\$ 5,070
Bad debt	-	-	510	510	-	-	510
Equipment	27,416	11,082	7,070	45,568	1,716	26,697	73,981
Food	17,284	70,723	-	88,007	1,057	1,631	90,695
Occupancy	124,623	116,910	52,224	293,757	7,978	93,786	395,521
Other expenses	8,588	10,433	4,188	23,209	5,150	83,359	111,718
Payroll taxes and benefits	239,200	185,126	222,833	647,159	5,008	129,680	781,847
Professional fees	376	-	-	376	-	26,482	26,858
Salaries and wages	968,213	816,131	1,300,982	3,085,326	69,104	529,430	3,683,860
Staff training	565	(2,250)	389	(1,296)	-	2,712	1,416
Supplies	13,921	9,822	1,301	25,044	15,013	16,968	57,025
Travel	24,162	-	43,488	67,650	208	104	67,962
Vehicle	19,799	-	34,460	54,259	-	7,209	61,468
Total Expenses	\$ 1,444,147	\$ 1,217,977	\$ 1,667,445	\$ 4,329,569	\$ 110,304	\$ 918,058	\$ 5,357,931
	<u>27.0%</u>	<u>22.7%</u>	<u>31.1%</u>	<u>80.8%</u>	<u>2.1%</u>	<u>17.1%</u>	<u>100.0%</u>

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DEVELOPMENTAL CENTER OF THE OZARKS
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2019

2019							
Program Services							
	Greene County Adult Services	Greene County Childcare	Greene County Therapy	Total Program Services	Fundraising	General and Administration	Total Expenses
Expenses							
Advertising	\$ -	\$ -	\$ -	\$ -	\$ 14,762	\$ 1,800	\$ 16,562
Bad debt	-	-	1,233	1,233	85,273	-	86,506
Equipment	31,570	14,703	16,784	63,057	1,163	11,699	75,919
Food	31,948	99,294	26	131,268	4,433	1,388	137,089
Occupancy	118,066	115,560	58,320	291,946	8,639	79,492	380,077
Other expenses	9,976	6,399	5,214	21,589	11,750	85,907	119,246
Payroll taxes and benefits	234,092	173,373	243,948	651,413	7,565	118,199	777,177
Professional fees	1,351	-	3,574	4,925	-	13,021	17,946
Salaries and wages	1,084,109	800,306	1,470,124	3,354,539	103,512	500,011	3,958,062
Staff training	1,938	(313)	(3,215)	(1,590)	1,499	2,180	2,089
Supplies	24,455	15,670	5,065	45,190	24,117	10,884	80,191
Travel	24,081	-	80,591	104,672	658	280	105,610
Vehicle	25,179	-	43,979	69,158	-	9,419	78,577
Total Expenses	\$ 1,586,765	\$ 1,224,992	\$ 1,925,643	\$ 4,737,400	\$ 263,371	\$ 834,280	\$ 5,835,051
	27.2%	21.0%	33.0%	81.2%	4.5%	14.3%	100.0%

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