

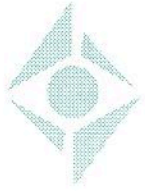
MONTANA DISTRICT OF THE
LUTHERAN CHURCH – MISSOURI SYNOD
Billings, Montana

FINANCIAL STATEMENTS
December 31, 2019 and 2018

Mangis Accounting, PC
Certified Public Accountants
Billings, Montana

MONTANA DISTRICT OF THE
LUTHERAN CHURCH – MISSOURI SYNOD
Billings, Montana

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MANGIS ACCOUNTING
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

Independent Auditor's Report

Board of Directors
Montana District of the Lutheran Church – Missouri Synod
30 Broadwater Avenue
Billings, Montana 59101

We have audited the accompanying financial statements of the Montana District of the Lutheran Church – Missouri Synod, a non-profit corporation, which comprise the Statements of Financial Position as of December 31, 2019 and 2018, and the related Statements of Activities and Change in Net Assets, and Statements of 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 Montana District of the Lutheran Church – Missouri Synod as of December 31, 2019 and 2018, and the change 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.

Mangis Accounting PC
Mangis Accounting, PC

Billings, Montana
July 22, 2020

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
 Billings, Montana

STATEMENTS OF FINANCIAL POSITION
 December 31

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
<u>Current Assets</u>		
Cash and cash equivalents	\$ 593,200	\$ 571,324
Restricted cash	28,930	29,303
Accounts receivable	652	200
Total Current Assets	<u>622,782</u>	<u>600,827</u>
<u>Property and Equipment</u>		
Land	31,382	31,382
Buildings and improvements	135,219	123,501
Office equipment	6,596	6,596
Vehicles	26,399	26,387
Total Property and Equipment	<u>199,596</u>	<u>187,866</u>
Less: Accumulated Depreciation	<u>(126,441)</u>	<u>(133,609)</u>
Net Property and Equipment	<u>73,155</u>	<u>54,257</u>
<u>Other Assets</u>		
Other investments	<u>1,337,008</u>	<u>1,249,400</u>
Total Assets	<u>\$ 2,032,945</u>	<u>\$ 1,904,484</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities</u>		
Accounts payable	\$ 13,786	\$ 13,201
Accrued compensation expense	15	1,671
Total Current Liabilities	<u>13,801</u>	<u>14,872</u>
<u>Net Assets</u>		
Without donor restrictions		
Investments in land, buildings, and equipment	73,155	54,257
Board designated	1,136,153	1,094,398
Undesignated	511,056	405,008
With donor restrictions	298,780	335,949
Total Net Assets	<u>2,019,144</u>	<u>1,889,612</u>
Total Liabilities and Net Assets	<u>\$ 2,032,945</u>	<u>\$ 1,904,484</u>

See accompanying notes to financial statements

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
 Billings, Montana

STATEMENT OF ACTIVITIES AND
CHANGE IN NET ASSETS
 December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
<u>REVENUES, GAINS, AND OTHER SUPPORT</u>			
District Congregations' contributions	\$ 600,960	\$ -	\$ 600,960
Individual donations and other contributions	47,430	10,914	58,344
Fees and assessments	26,300	-	26,300
In-kind donations	1,433	-	1,433
Rents received	-	-	-
Investment return, net	203,057	-	203,057
Gain on sale of asset	409	-	409
Net assets released from restrictions	48,083	(48,083)	-
Total Revenues, Gains, and Other Support	<u>927,672</u>	<u>(37,169)</u>	<u>890,503</u>
<u>EXPENSE</u>			
Program Services	487,315	-	487,315
Support Services	273,542	-	273,542
Fundraising	114	-	114
Total Expense	<u>760,971</u>	<u>-</u>	<u>760,971</u>
Change in Net Assets - Increase (Decrease)	<u>166,701</u>	<u>(37,169)</u>	<u>129,532</u>
Net Assets - Beginning	<u>1,553,663</u>	<u>335,949</u>	<u>1,889,612</u>
Net Assets - Ending	<u>\$ 1,720,364</u>	<u>\$ 298,780</u>	<u>\$ 2,019,144</u>

See accompanying notes to financial statements

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
 Billings, Montana

STATEMENT OF ACTIVITIES AND
CHANGE IN NET ASSETS
 December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
<u>REVENUES, GAINS, AND OTHER SUPPORT</u>			
District Congregations' contributions	\$ 571,347	\$ -	\$ 571,347
Individual donations and other contributions	44,677	11,770	56,447
Fees and assessments	11,643	-	11,643
In-kind donations	2,318	-	2,318
Rents received	6,160	-	6,160
Investment (loss) return, net	(62,875)	-	(62,875)
(Loss) on sale of contributed property	(16,980)	-	(16,980)
Net assets released from restrictions	44,283	(44,283)	-
Total Revenue, Gains, and Other Support	<u>600,573</u>	<u>(32,513)</u>	<u>568,060</u>
<u>EXPENSE</u>			
Program Services	401,207	-	401,207
Support Services	277,868	-	277,868
Fundraising	156	-	156
Total Expense	<u>679,231</u>	<u>-</u>	<u>679,231</u>
Change in Net Assets - (Decrease)	<u>(78,658)</u>	<u>(32,513)</u>	<u>(111,171)</u>
Net Assets - Beginning	<u>1,632,321</u>	<u>368,462</u>	<u>2,000,783</u>
Net Assets - Ending	<u>\$ 1,553,663</u>	<u>\$ 335,949</u>	<u>\$ 1,889,612</u>

See accompanying notes to financial statements

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
Billings, Montana

STATEMENT OF FUNCTIONAL EXPENSE
Year ended December 31, 2019

	Program Services		Support Services			Total
	National/ International Mission	MT District Mission	Synodical General Fund	Management and General	Fundraising	2019
	\$ 320	\$ 7,110	\$ -	\$ 5,799	\$ -	\$ 13,229
Board of directors expense	-	-	-	163	-	163
Congregational resources	25,361	457	-	-	-	25,818
Convention expenses	-	-	-	6,040	-	6,040
Depreciation	970	24,933	-	1,809	-	27,712
Ecclesiastical services	3,923	10,189	-	13,550	9	27,671
Employee benefits	-	355,601	150,240	-	-	505,841
Grants and support	-	-	-	4,156	-	4,156
Insurance	-	13,990	-	-	-	13,990
Ministry boards and committees	-	-	-	161	-	161
Miscellaneous	-	-	-	5,577	-	5,577
Office expense	7	278	-	3,589	7	3,881
Payroll taxes	-	-	-	8,183	-	8,183
Professional fees	-	-	-	335	-	335
Real estate taxes	-	-	-	315	-	315
Repairs and maintenance	11,487	32,689	-	70,605	98	114,879
Salaries and wages	-	-	-	3,020	-	3,020
Utilities	-	-	-	-	-	-
Total Expense	\$ 42,068	\$ 445,247	\$ 150,240	\$ 123,302	\$ 114	\$ 760,971

See accompanying notes to financial statements

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
Billings, Montana

STATEMENT OF FUNCTIONAL EXPENSE
Year ended December 31, 2018

	Program Services			Support Services			Total 2018
	National/ International	MT District	Synodical General Fund	Management and General	Fundraising		
	Mission	Mission					
	\$	778	\$ 40,586	\$	5,740	\$	\$ 47,104
Board of directors expense		-	655	-	-	-	655
Congregational resources		25	26,379	-	-	-	26,404
Convention expenses		-	-	-	8,912	-	8,912
Depreciation		3,874	25,773	-	443	-	30,090
Ecclesiastical services		3,719	9,646	-	12,709	8	26,082
Employee benefits		-	219,146	142,837	-	-	361,983
Grants and support		-	-	-	3,434	-	3,434
Insurance		-	26,939	-	5,858	-	32,797
Ministry boards and committees		-	-	-	114	-	114
Miscellaneous		-	284	-	12,481	34	12,799
Office expense		7	294	-	3,643	9	3,953
Payroll taxes		-	-	-	7,988	-	7,988
Professional fees		-	-	-	326	-	326
Real estate taxes		-	-	-	182	-	182
Repairs and maintenance		11,244	31,858	-	70,304	105	113,511
Salaries and wages		-	-	-	2,897	-	2,897
Utilities							
Total Expense	\$	19,647	\$ 381,560	\$	142,837	\$ 156	\$ 679,231

See accompanying notes to financial statements

MONTANA DISTRICT OF THE
LUTHERAN CHURCH - MISSOURI SYNOD
Billings, Montana

STATEMENTS OF CASH FLOWS
December 31

	<u>2019</u>	<u>2018</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Net Assets Increase (Decrease)	\$ 129,532	\$ (111,171)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	6,040	8,912
Accounts receivable - (increase) decrease	(452)	2,720
Accounts payable - increase (decrease)	585	(1,593)
Accrued compensation expense - increase (decrease)	(1,656)	1,671
(Gain) on sale of asset	(409)	-
Loss on sale of contributed property	-	16,980
Realized and unrealized (gains) losses on investments	(152,787)	106,873
Net Cash Provided (Used) by Operating Activities	<u>(19,147)</u>	<u>24,392</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Property investment - proceeds	-	97,828
Improvements	(11,718)	-
Proceeds from sale of vehicle	2,279	-
Insurance proceeds received for damage to vehicle	11,308	-
Vehicle - (purchased)	(26,399)	-
Other investments - proceeds	133,735	63,476
Other investments - (purchases)	(68,555)	(111,929)
Net Cash Provided by Investing Activities	<u>40,650</u>	<u>49,375</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Commitments - (payments)	-	(51,800)
Net Cash (Used) by Financing Activities	<u>-</u>	<u>(51,800)</u>
 Net Increase in Cash, Cash Equivalents, and Restricted Cash	 21,503	 21,967
 Cash, Cash Equivalents, and Restricted Cash at Beginning of Year	 <u>600,627</u>	 <u>578,660</u>
Cash, Cash Equivalents, and Restricted Cash at End of Year	<u>\$ 622,130</u>	<u>\$ 600,627</u>
 Supplemental Disclosures:		
Income taxes paid	\$ -	\$ -
Interest paid	\$ -	\$ -

See accompanying notes to financial statements

NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

1 ORGANIZATION

The Montana District of the Lutheran Church – Missouri Synod, a non-profit organization, is one of the 35 geographic Districts of The Lutheran Church – Missouri Synod (the Synod), encompassing 68 congregations in the states of Montana, Idaho and North Dakota. The Synod established its District offices to more effectively achieve its objectives and assist its congregations and their members in conserving and promoting the unity of the faith, and in carrying out their functions of worship, witness, teaching and nurture, service and support.

The District relies on donations from its member congregations for a significant portion of its support. As shown on the statements of activities and change in net assets, the total support from the District Congregations was \$600,960 and \$571,347 for the years ended December 31, 2019 and 2018, respectively.

2 SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with professional standards and are stated on the accrual basis of accounting. Accordingly, revenue is recognized when pledged and expenses are recognized when incurred rather than when the obligation is paid. The significant accounting policies described below are to enhance the usefulness of the financial statements to the reader.

- a. Contributions - Contributions received are recorded as net assets without donor restrictions and net assets with donor restrictions depending on the existence or nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.
- b. Cash and Cash Equivalents - For purposes of the financial statements, the Montana District considers all cash and investments that mature within 90 days to be the same as cash. At times throughout the year, the cash and cash equivalent balances may exceed the federally insured limits. The Lutheran Church Extension Fund (LCEF), is a religious organization, therefore amounts held by them are not insured by the FDIC. The balances with LCEF at December 31, 2019 and 2018 were \$426,051 and \$393,768, respectively.
- c. Property and Equipment - The Montana District capitalizes property and equipment over \$5,000. Purchased property and equipment are capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value on the date received. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Property and equipment are depreciated using the straight-line method over the estimated useful life of each item; automobiles and equipment 5-10 years, building and improvements 10-30 years.
- d. Income Taxes - The Montana District of the Lutheran Church – Missouri Synod is a non-profit organization described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, and has received a determination letter from the Internal Revenue Service stating that it is exempt from federal income taxes on the income from related exempt activities under Code Section 501(a). As of December 31, 2019 and 2018, the Montana District had no uncertain tax positions that would qualify for recognition or disclosure in the financial statements.

NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

- e. Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- f. Investments - The organization has adopted standards for investment recognition whereby 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 in net assets.

Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

The organization recognizes all contributed financial assets at their fair value as defined as the price representing the amount that would be received to sell an asset. As such, fair value is a market-based measurement that should be determined based on assumptions that market participants would use in pricing an asset or liability.

As a basis for considering assumptions, the organization adheres to the establishment of a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

Level 1 – Observable inputs such as quoted prices in an active market;

Level 2 – Inputs, other than the quoted prices in active markets, that are observable either directly or indirectly; and

Level 3 – Unobservable inputs in which there is little or no market data, which require the reporting entity to develop its own assumptions based on reasonable and commonly accepted assertions

- g. Functional Allocation of Expenses - The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities and change in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. All expenses are allocated based on direct identification and best estimates of management.
- h. Prior year amounts - Certain amounts from the prior year have been reclassified to be more comparable with the current year presentation.
- i. New Accounting Pronouncements - In May 2014, the FASB issued Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers (Topic 606)*. Topic 606 supersedes the revenue recognition requirements in Topic 605 Revenue Recognition, and requires the reporting entity to recognize revenues when control of promised goods or services is transferred to customers and at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The adoption of this ASU on January 1, 2019, had no impact on the organization's financial statements.

MONTANA DISTRICT OF THE
LUTHERAN CHURCH – MISSOURI SYNOD
Billings, Montana

NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

i. New Accounting Pronouncements (continued)

During 2019, the Montana District adopted FASB's ASU 2016-18, *Statement of Cash Flows (Topic 230): Restricted Cash*. This ASU amends the presentation of restricted cash and cash equivalents within the statement of cash flows. The new guidance requires that restricted cash and cash equivalents be added to cash and cash equivalents for purposes of the statement of cash flows. This ASU has been applied retrospectively to all periods presented. The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the statements of financial position that sum to the total of the same amounts shown in the statements of cash flows at December 31:

	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$ 593,200	\$ 571,324
Restricted cash	<u>28,930</u>	<u>29,303</u>
Total cash, cash equivalents, and restricted cash shown in the statements of cash flows	<u>\$ 622,130</u>	<u>\$ 600,627</u>

3 INVESTMENTS

The Montana District investment amounts of \$1,271,605 and \$1,183,539 at December 31, 2019 and 2018, respectively, are held by the Lutheran Church Missouri Synod Foundation. Those amounts consist of both net assets with donor restrictions and net assets without donor restrictions. The amounts with donor restrictions at December 31, 2019 and 2018 are \$253,850 and \$290,647, respectively. The amounts without donor restrictions at December 31, 2019 and 2018 are \$1,017,755 and \$892,892, respectively. The certificates of deposit held by the Lutheran Church Extension Fund at December 31, 2019 in the amount of \$65,403 consist of \$16,000 of net assets with donor restrictions and \$49,403 of net assets without donor restrictions. The certificates of deposit held by the Lutheran Church Extension Fund at December 31, 2018 in the amount of \$65,861 consist of \$16,000 of net assets with donor restrictions and \$49,861 of net assets without donor restrictions.

Investments are valued using level 1 inputs and stated at fair value.

December 31, 2019

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation Gain (Loss)</u>
Certificates of Deposit	\$ 65,403	\$ 65,403	\$ -
Mutual Funds	<u>1,171,739</u>	<u>1,271,605</u>	<u>99,866</u>
Total at December 31, 2019	<u>\$ 1,237,142</u>	<u>\$ 1,337,008</u>	<u>\$ 99,866</u>

December 31, 2018

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation Gain (Loss)</u>
Certificates of Deposit	\$ 65,861	\$ 65,861	\$ -
Mutual Funds	<u>1,231,808</u>	<u>1,183,539</u>	<u>(48,269)</u>
Total at December 31, 2018	<u>\$ 1,297,669</u>	<u>\$ 1,249,400</u>	<u>(\$ 48,269)</u>

MONTANA DISTRICT OF THE
LUTHERAN CHURCH – MISSOURI SYNOD
Billings, Montana

NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

3 INVESTMENTS (continued)

Investment (loss) return is summarized as follows at December 31:

	<u>2019</u>	<u>2018</u>
Interest and dividend income	\$ 56,937	\$ 50,771
Investment management fees	(6,669)	(6,773)
Realized gains (losses)	4,652	2,092
Unrealized gains (losses)	148,137	(108,965)
Total investment (loss) return, net	<u>\$ 203,057</u>	<u>(\$ 62,875)</u>

4 RESTRICTIONS ON NET ASSETS

Net assets without donor restrictions (Board designated) are comprised of the following categories at December 31:

	<u>2019</u>	<u>2018</u>
Mission and Ministry Fund	\$ 571,620	\$ 621,991
Convention Assessments	41,689	44,740
District Schools Scholarship	15,634	15,634
Scholarship Fund	329,485	243,953
District Schools Fund	124,605	105,406
Pastor/Teacher Conference	-	856
Pastors Wives Retreat	127	93
Student Loan Repayment Fund	37,740	37,484
Technology Replacement Fund	2,065	241
Car Replacement Fund	13,188	24,000
Total Board Designated Funds	<u>\$ 1,136,153</u>	<u>\$ 1,094,398</u>

Net assets with donor restrictions that time or use restrictions expired include the following at December 31:

	<u>2019</u>	<u>2018</u>
Anaconda Mission	\$ 276	\$ 594
Circle of Life Lutheran Ministries	427	239
Crow Lutheran Ministry	276	239
District School Scholarships	2,000	-
Emmaus Lutheran Mission	3,705	4,418
Indian Ministry	140	40
Mercy Fund	4,463	3,101
Church Worker Scholarship Fund	30,000	30,000
MT District School Grants	6,796	5,652
Total Net Assets Released from Restrictions	<u>\$ 48,083</u>	<u>\$ 44,283</u>

Net assets with donor restrictions that are available are comprised of the following at December 31:

	<u>2019</u>	<u>2018</u>
Campus Ministry	\$ 1,520	\$ 1,520
District School Scholarships	-	2,000
Indian Ministry	-	100
Mercy Fund	42,860	41,683
Church Worker Scholarship Fund	245,526	275,526
Youth Ministry	500	-
MT District School Grants	8,374	15,120
Total Net Assets with Donor Restrictions	<u>\$ 298,780</u>	<u>\$ 335,949</u>

NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

5 ENDOWMENT TRUST INCOME

The Montana District receives 25 percent of the Meinhardt Endowment income and 10 percent of the Wegner Endowment income from these perpetual endowments owned by the LCMS Foundation, of which only the income, as defined by the agreement, may be distributed and the principal is held in perpetuity. This income without donor restrictions is included in contributions on the statements of activities and change in net assets. The Montana District also benefits from the Schreibeis Endowment, a term-of-years endowment, of which the income will reinvest until November 2026 after which distributions will be made to provide seminary student aid to eligible Montana District students.

6 DONATED FACILITIES, SERVICES, AND SUPPLIES

The organization records in-kind support, including donated facilities, services and supplies. The amounts recorded for 2019 and 2018 are as follows:

	<u>2019</u>	<u>2018</u>
Goods and services	\$ 1,433	\$ 2,318

The Montana District receives donated services from a variety of unpaid volunteers assisting in the organization's activities. No amounts have been recognized in the accompanying statements of activities and change in net assets because the criteria for recognition of such volunteer effort has not been satisfied.

The organization recognizes contributed services if the services received create or enhance long lived assets or require specialized skills, which are provided by individuals possessing those skills, and would typically need to be paid for if not donated.

7 LIQUIDITY AND AVAILABILITY

The Montana District of the LCMS regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The organization is substantially supported by restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Montana District LCMS must maintain sufficient resources to meet those responsibilities to its donors. As of December 31, 2019 and 2018, the following table reflects the Organization's total financial assets, and the total financial assets that could readily be made available within one year of the balance sheet date to meet general expenditures. At the direction of the governing board, the Montana District of the LCMS could draw upon its board designated funds if necessary.

Financial assets at year-end:	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$ 622,130	\$ 600,627
Accounts receivable	652	200
Other investments	1,337,008	1,249,400
Total financial assets at year-end	<u>1,959,790</u>	<u>1,850,227</u>
Less amounts with donor restrictions	(298,780)	(335,949)
Less amounts with Board designations	(1,136,153)	(1,094,398)
Donor restricted funds expected to be released within one year	46,820	58,420
Board designated funds expected to be released within one year	<u>198,089</u>	<u>149,010</u>
Total financial assets available to meet cash needs for general expenditures within one year	<u>\$ 769,766</u>	<u>\$ 627,310</u>

8 SUBSEQUENT EVENTS

The Montana District has evaluated subsequent events through July 22, 2020, the date which the financial statements were available to be issued.