

**CANKDESKA CIKANA COMMUNITY COLLEGE
FORT TOTTEN, NORTH DAKOTA**

AUDITED FINANCIAL STATEMENTS

FOR THE YEARS ENDED SEPTEMBER 30, 2020 AND 2019

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CANKDESKA CIKANA COMMUNITY COLLEGE
OFFICIAL ROSTER - UNAUDITED
SEPTEMBER 30, 2020

BOARD OF REGENTS

Collette Brown	Chairperson
Wicahpi Tawacinhehomni	Vice-Chairperson
Art Carmona	Member
Heather Lawrence	Member
Doug Yankton (through May 2020)	Member
Mary Greene-Trottier (starting August 2020)	Member

ADMINISTRATION

Dr. Cynthia Lindquist	President
Chelly Merkel-Veer	Chief Financial Officer
Stuart Young	Dean of Administration

INDEPENDENT AUDITOR'S REPORT

To the Board of Regents
Cankdeska Cikana Community College
Fort Totten, North Dakota

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of Cankdeska Cikana Community College (the "College"), Fort Totten, North Dakota, as of and for the years ended September 30, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits 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 auditor's 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of Cankdeska Cikana Community College, as of September 30, 2020 and 2019, and the changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the financial statements of Cankdeska Cikana Community College are intended to present the net position, revenues, expenses and cash flows of only that portion of the financial statements of the Spirit Lake Tribe that is attributable to the transactions of Cankdeska Cikana Community College. They do not purport to, and do not, present fairly the financial position of Spirit Lake Tribe as of September 30, 2020, the changes in its financial position, or its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The additional schedules listed in the table of contents as supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The additional schedules listed in the table of contents as supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the additional schedules and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Official Roster listed on page 1 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 4, 2021 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.



**BRADY, MARTZ & ASSOCIATES, P.C.
GRAND FORKS, NORTH DAKOTA**

January 4, 2021

CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2020, 2019, AND 2018

The discussion and analysis of Cankdeska Cikana Community College's (the College) financial performance provides an overall review of the College's financial activities for the years ended September 30, 2020, 2019, and 2018. The intent of this discussion and analysis is to look at the College's financial performance as a whole. Readers should also review the basic financial statements and related notes to enhance their understanding of the College's financial performance.

Financial Highlights

Key financial highlights for 2020, 2019, and 2018 are as follows:

- Net position of the College decreased \$224,608 as a result of the current year's operations as compared to an increase of \$634,555 in the prior year. A decrease was noted in the year 2018 over 2017 in the amount of \$566,533.
- Net position totaled \$14,886,012 as of September 30, 2020, \$15,105,634 as of September 30, 2019 and \$14,476,065 as of September 30, 2018.
- Total revenues (operating and non-operating) from all sources were \$11,228,978 for the year ended September 30, 2020, \$12,963,086 for the year ended September 30, 2019 and \$12,689,387 for the year ended September 30, 2018.
- Total expenses were \$11,453,586 for the year ended September 30, 2020, \$12,328,531 for the year ended September 30, 2019 and \$13,255,920 for the year ended September 30, 2018.

Using this Annual Report

This annual report consists of a series of financial statements and related footnotes. These statements are organized so the reader can understand Cankdeska Cikana Community College as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position provide information about the activities of the whole College, presenting both an aggregate view of the College's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail which are shown in the schedules after the notes to the financial statements.

Reporting the College as a Whole

Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position:

While this document contains the large number of funds used by the College to provide programs and activities, the view of the College as a whole looks at all financial transactions and asks the question, "How did the College do financially during the year ended September 30, 2020?" The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018

These two statements report the College's net position and changes in that position. This change in net position is important because it tells the reader that, for the College as a whole, the financial position of the College has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the College's facility condition, required educational programs, and other factors.

In the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position, the College reports governmental activities. Governmental activities are the activities where most of the College's programs and services are reported including, but not limited to, instruction, support services, and operation and maintenance of property and equipment.

Financial Analysis of the College as a Whole

Recall that the Statement of Net Position provides the perspective of the College as a whole.

Table 1 & Graph 1 provides a summary of the College's net position as of September 30, 2020, 2019, and 2018.

As indicated in the financial highlights, the College's net position decreased by \$224,608 for the year ended September 30, 2020, increased by \$634,555 for the year ended September 30, 2019, and decreased by \$566,533 for the year ended September 30, 2018. Net position may serve over time as a useful indicator of the College's financial position.

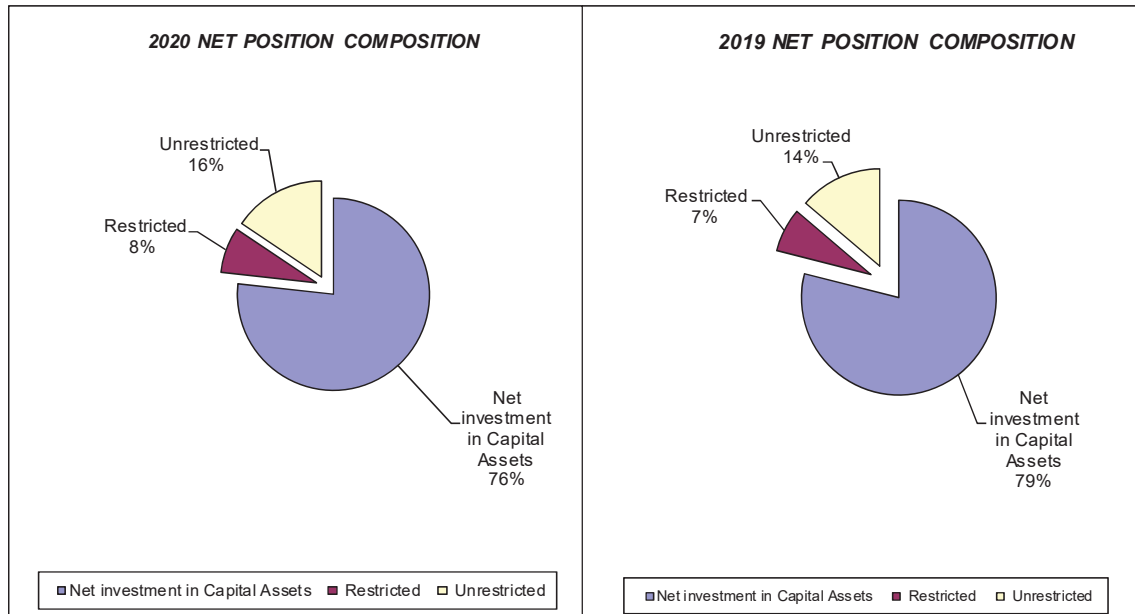
The College's net position of \$14,886,012, \$15,105,634, and \$14,476,065 as of September 30, 2020, 2019, and 2018, respectively, are segregated into three separate categories.

- 1) **Net investment in capital assets** (net of related debt) represents 76%, 79%, and 86% of the College's entire net position. It should be noted that this position is not available for future spending.
- 2) **Restricted net position** represents 8%, 7%, and 7% of the College's net position and represents resources that are subject to external restrictions on how they must be spent.
- 3) The remaining **unrestricted net position** represents 16%, 14% and 7% of the College's net position and are available to meet the College's ongoing obligations.

CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018

TABLE 1 NET POSITION

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Assets			
Current assets	\$ 4,485,118	\$ 2,763,303	\$ 2,238,173
Capital assets	18,426,682	19,100,533	19,734,162
Noncurrent assets	<u>1,143,300</u>	<u>1,101,834</u>	<u>969,633</u>
Total assets	<u>24,055,100</u>	<u>22,965,670</u>	<u>22,941,968</u>
Liabilities			
Current liabilities	2,188,686	793,431	1,380,225
Noncurrent liabilities	<u>6,980,402</u>	<u>7,061,619</u>	<u>7,085,678</u>
Total liabilities	<u>9,169,088</u>	<u>7,855,050</u>	<u>8,465,903</u>
Net position			
Net investment in capital assets	11,424,912	11,926,561	12,543,926
Restricted	1,138,438	1,096,848	942,159
Unrestricted	<u>2,322,662</u>	<u>2,082,225</u>	<u>989,980</u>
Total net position	<u>\$ 14,886,012</u>	<u>\$ 15,105,634</u>	<u>\$ 14,476,065</u>



CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018

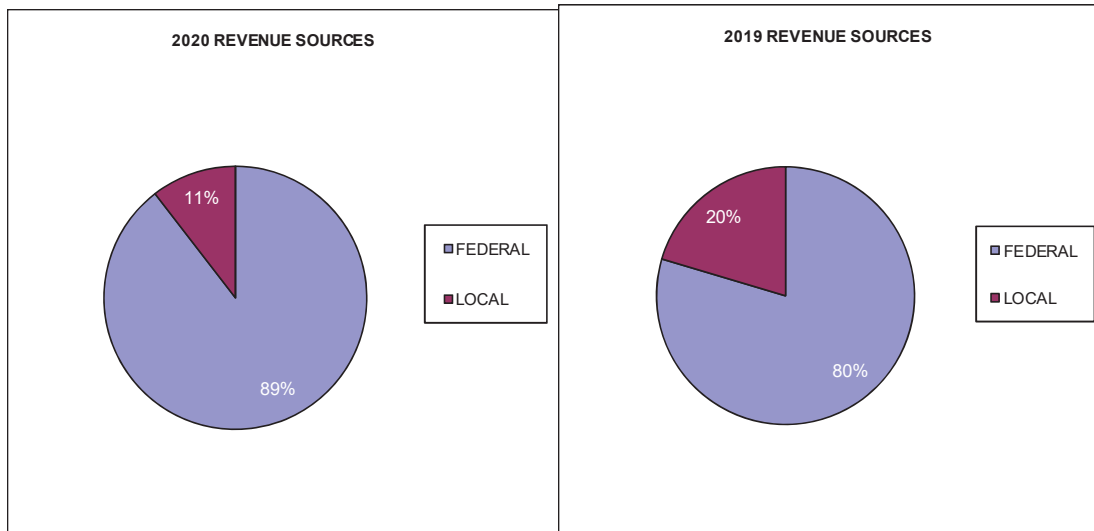
Table 2 shows the changes in net position for the fiscal years ended September 30, 2020, 2019, and 2018.

TABLE 2 - CHANGE IN NET POSITION

	2020	2019	2018
Revenues			
Federal	\$ 9,140,756	\$ 10,201,015	\$ 10,408,872
Local	948,207	1,937,341	1,840,738
Total	<u>10,088,963</u>	<u>12,138,356</u>	<u>12,249,610</u>
Expenses			
Salaries	5,136,197	4,803,697	5,237,073
Employee benefits	1,888,974	1,768,683	1,999,349
Travel and training	91,740	202,995	189,419
Repairs/maintenance	72,285	68,947	214,733
Supplies	730,581	581,368	591,612
Contractual	303,136	1,709,831	1,652,066
Payments to students	614,689	521,993	631,035
Other operating	1,326,218	1,365,104	1,601,296
Interest and fees	221,703	227,166	-
Depreciation	1,068,063	1,078,747	847,157
Total	<u>11,453,586</u>	<u>12,328,531</u>	<u>12,963,740</u>
Other revenues/(expenses)			
Federal	853,201	-	-
Local/other	32,600	-	-
Tribal support	218,469	677,249	439,777
Investment income/(loss)	35,745	138,195	(51,258)
Gain (loss) on disposal of capital assets	-	9,286	(240,922)
Increase (decrease) in net position	(224,608)	634,555	(566,533)
Beginning net position	<u>15,110,620</u>	<u>14,476,065</u>	<u>15,042,598</u>
Ending net position	<u>\$ 14,886,012</u>	<u>\$ 15,110,620</u>	<u>\$ 14,476,065</u>

The main reason for fluctuations of changes in net position from year to year is that enrollment can change drastically from year to year, which can greatly affect both revenues and expenses.

CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018



Federal revenue constituted 89%, 80%, and 82% of the total revenues and local revenue constituted 11%, 20%, and 18% for the fiscal years ended September 30, 2020, 2019, and 2018, respectively.

Capital Assets:

As of September 30, 2020, 2019, and 2018, the College had \$18,426,682, \$19,100,533, and \$19,734,162, respectively, invested in capital assets. See Note 3 for details.

Capital Assets (Net of Depreciation) at September 30, 2020, 2019, and 2018:

TABLE 3

	2020	2019	2018
Buildings	\$ 16,765,722	\$17,383,035	\$ 18,017,962
Leasehold improvements	439,791	535,247	577,072
Furniture and equipment	1,221,169	1,160,506	1,139,128
Construction in progress	-	21,745	-
Total capital assets, net	\$ 18,426,682	\$19,100,533	\$ 19,734,162

Debt Administration:

As of September 30, 2020, 2019, and 2018, the College had \$7,176,270, \$7,173,972, and \$7,190,236, respectively, in outstanding debt to the United States Department of Agriculture for the construction loans on the new Head Start building and to the Small Business Administration for a Paycheck Protection Program (PPP) loan. See Note 6 for details.

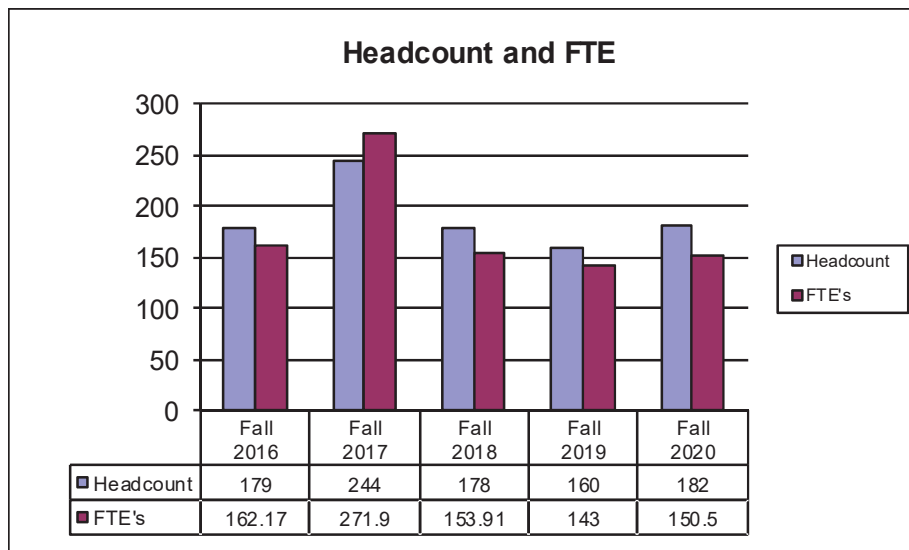
CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018

Other Statistical Highlights

Enrollment

	Fall 2016	Fall 2017	Fall 2018	Fall 2019	Fall 2020
Fall headcount	179	244	178	160	182
Fall FTE	162.17	271.9	153.91	143	150.5

Fall semester 2020's enrollment increased compared to Fall 2019. The FTE (CCCC's funding base) has increased by 14%. Due to the demographics of Cankdeska Cikana Community College (CCCC), enrollment historically swings up and downward each semester. Over the past 5 years, enrollment has fluctuated on an average of approximately 19.63% each year. Oftentimes, a student begins classes until it becomes necessary for them to stop attending in order to find work to support their families. Many of the businesses in Devils Lake (approximately 15 miles from CCCC) employ CCCC students.



Economic Factors and Next Year

Many challenges were faced in 2020 due to the COVID-19 pandemic. The college went to all online classes in March 2020 and plans to remain that way through at least Spring 2021. Cankdeska Cikana Community College was already using an online platform called Moodle in conjunction with campus classes, which was helpful with the change.

The retention rate for students completing the Spring semester was high and the head count for fall of 2020 increased by about 14%. The College has students who are taking advantage of the online platform and taking classes although they do not live in the area. Many Cankdeska Cikana Community College students like this method of class time because it helps them balance other responsibilities in their lives.

The College closed its cafeteria in March of 2020 and reopened June 8, 2020. The College experienced another shut down in July for two weeks, at which time the café also closed. The café remains closed and the café staff has transferred to the Head Start program.

CANKDESKA CIKANA COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED
SEPTEMBER 30, 2020, 2019, AND 2018

The Head Start program is also serving families remotely and providing home delivery of meals and education packets. On two occasions, the program opened with limited class sizes, utilizing an A/B schedule. Each time, they had to close due to the number of staff being affected by COVID-19 quarantines, mainly due to close contact.

Fiscal year 2020 ended with a 68% reserve amount. A portion of that will be used to supplement fiscal year 2021 projected shortfalls due to a lower student count from two years prior. The revenue received for student count is anticipated to increase for the next couple of years due to the gradual increase of students registering for classes.

Contacting the College's Financial Management:

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the College's finances and to show the College's accountability for the money it receives. You may request a copy of this report by contacting Chelly Veer, Chief Financial Officer, Cankdeska Cikana Community College, P.O. Box 269, Fort Totten, ND 58335, or email at chelly_merkel@littlehoop.edu.

CANKDESKA CIKANA COMMUNITY COLLEGE
STATEMENTS OF NET POSITION
AS OF SEPTEMBER 30, 2020 AND 2019

	2020	2019
Assets		
Current assets		
Cash and cash equivalents	\$ 4,028,584	\$ 2,157,563
Receivables	-	4,562
Due from grantor agencies	270,065	378,658
Prepaid expenses	151,119	114,246
Inventory	35,350	108,274
Total current assets	4,485,118	2,763,303
Non-current assets		
Cash and cash equivalents - endowment	23,149	3,072
Cash and cash equivalents - restricted	62,178	44,826
Investments - endowment	1,057,973	1,053,936
Subtotal	1,143,300	1,101,834
Capital assets, net	18,426,682	19,100,533
Total non-current assets	19,569,982	20,202,367
 Total assets	 24,055,100	 22,965,670
 Liabilities and net position		
Current liabilities		
Accounts payable	44,226	57,876
Accrued salaries	66,265	19,187
Accrued interest	4,862	4,986
Current portion of long-term debt	289,252	177,641
Current portion of compensated absences payable	50,000	50,000
Unearned revenue	1,734,081	483,741
Total current liabilities	2,188,686	793,431
Non-current liabilities		
Long-term debt, net of current portion	6,887,018	6,996,331
Compensated absences payable	93,384	65,288
Total non-current liabilities	6,980,402	7,061,619
 Total liabilities	 9,169,088	 7,855,050
 Net position		
Net investment in capital assets	11,424,912	11,926,561
Restricted for endowment - non expendable	702,608	717,220
Restricted for endowment - expendable	378,514	339,788
Restricted for debt service	57,316	39,840
Unrestricted	2,322,662	2,082,225
 Total net position	 \$ 14,886,012	 \$ 15,105,634

See Notes to the Financial Statements

CANKDESKA CIKANA COMMUNITY COLLEGE
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEARS ENDED SEPTEMBER 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
Operating revenues		
Federal	\$ 9,140,756	\$ 10,201,015
Local (net of scholarship allowances of \$406,568 for 2020 and \$408,457 for 2019)	<u>948,207</u>	<u>1,937,341</u>
Total operating revenues	<u>10,088,963</u>	<u>12,138,356</u>
Operating expenses		
Salaries	5,136,197	4,803,697
Employee benefits	1,888,974	1,768,683
Travel and training	91,740	202,995
Repair/maintenance	72,285	68,947
Supplies	730,581	581,368
Contractual	303,136	1,709,831
Payments to students (net of scholarship allowances of \$406,568 for 2020 and \$408,457 for 2019)	614,689	521,993
Other operating	1,326,218	1,365,104
Interest and fees	221,703	227,166
Depreciation	<u>1,068,063</u>	<u>1,078,747</u>
Total operating expenses	<u>11,453,586</u>	<u>12,328,531</u>
Operating income (loss)	<u>(1,364,623)</u>	<u>(190,175)</u>
Non-operating revenues/(expenses)		
Federal	853,201	-
Local/other	32,600	-
Tribal support	218,469	677,249
Investment income/(expenses)	35,745	138,195
Gain (loss) on disposal of capital assets	<u>-</u>	<u>9,286</u>
Total non-operating revenues	<u>1,140,015</u>	<u>824,730</u>
Increase (decrease) in net position	(224,608)	634,555
Net position at beginning of year	<u>15,110,620</u>	<u>14,476,065</u>
Net position at end of year	<u>\$ 14,886,012</u>	<u>\$ 15,110,620</u>

See Notes to the Financial Statements

CANKDESKA CIKANA COMMUNITY COLLEGE
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Tuition and fees	\$ 383,940	\$ 397,982
Grants and contracts	11,068,518	11,565,328
Payments to suppliers	(3,116,248)	(4,876,103)
Payments to employees	(5,061,023)	(4,898,380)
Interest payments	(221,827)	(227,285)
Payments for benefits	<u>(1,888,974)</u>	<u>(1,768,683)</u>
Net cash provided (used) by operating activities	<u>1,164,386</u>	<u>192,859</u>
Cash flows from capital and related financing activities:		
Non-operating federal revenues	853,201	-
Non-operating local/other revenues	32,600	-
Tribal support	218,469	677,249
Proceeds from long-term financing	179,939	155,919
Payments on long-term financing	(177,641)	(172,183)
Proceeds from sale of asset	-	10,000
Purchase of capital assets	<u>(394,212)</u>	<u>(445,832)</u>
Net cash provided (used) by capital and related financing activities	<u>712,356</u>	<u>225,153</u>
Cash flows from investing activities:		
Interest on investments	50,336	59,758
Sale/redemption of investments	455,297	134,558
Purchase of investments	<u>(473,925)</u>	<u>(246,674)</u>
Net cash provided (used) by investing activities	<u>31,708</u>	<u>(52,358)</u>
Net change in cash and cash equivalents	1,908,450	365,654
Cash and cash equivalents, beginning of year	<u>2,205,461</u>	<u>1,839,807</u>
Cash and cash equivalents, end of year	<u>\$ 4,113,911</u>	<u>\$ 2,205,461</u>
Cash and cash equivalents as reported on statement of net position		
Cash and cash equivalents	\$ 4,028,584	\$ 2,157,563
Cash and cash equivalents - restricted	62,178	44,826
Cash and cash equivalents - endowment	<u>23,149</u>	<u>3,072</u>
	<u>\$ 4,113,911</u>	<u>\$ 2,205,461</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$(1,364,623)	\$ (190,175)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	1,068,063	1,078,747
Changes in assets and liabilities:		
Receivables	113,155	(7,866)
Prepaid expenses	(36,873)	(81,566)
Inventory	72,924	(11,692)
Accounts payable	(13,650)	(332,607)
Unearned revenue	1,250,340	(167,180)
Compensated absences	28,096	(2,337)
Accrued interest	(124)	(119)
Accrued salaries	<u>47,078</u>	<u>(92,346)</u>
Net cash provided (used) by operating activities	<u>\$ 1,164,386</u>	<u>\$ 192,859</u>

See Notes to the Financial Statements

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS
AS OF SEPTEMBER 30, 2020 AND 2019

NOTE 1 BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Cankdeska Cikana Community College's structure consists of a Board of Regents, the office of the President, and the finance office. The Board of Regents is the policy-making body of the College. The College officials mentioned above are responsible for overseeing the College's business affairs through the finance department.

The accompanying financial statements reflect the financial position and activities resulting from funds which are received, disbursed, or in the custody of the College, as well as those resulting from programs financed with local funds over which the College exercises fiscal and administrative control.

The accounting policies of the College conform to accounting principles generally accepted in the United States of America applicable to governmental units. The following is a summary of the significant policies:

Reporting Entity

For financial reporting purposes, the College's financial statements should include all component units over which the College exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

Based upon the above criteria, there are no component units to be included within the College as a reporting entity. The College is a component unit of the Spirit Lake Tribe.

Basis of Accounting

For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when an obligation is incurred.

The College complies with all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

The College has adopted the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion & Analysis for State and Local Governments*; and as amended by GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. These GASB pronouncements established financial reporting standards for state and local government entities and requires the presentation of the College's Management's Discussion and Analysis (MD&A). The MD&A introduces the basic financial statements and provides an analytic overview of the College's financial activities. The impact of this accounting change primarily relates to the format of the financial statements, the presentation of net position, and the preparation of the statement of cash flows on the direct method. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, and then unrestricted resources as they are needed.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Cash and Cash Equivalents

The cash balances from all funds are pooled and invested. Earnings from such investments are allocated to the funds on the basis of applicable cash balance participation by each of the funds.

In accordance with GASB No. 9, the College considers cash equivalents to be temporary investments which are readily convertible to cash, such as certificates of deposit, commercial paper, and treasury bills with an original maturity of less than three months when purchased.

Investments

In accordance with GASB No. 31, the College reports investments at fair value. All investment income, including changes in the fair value of investments is reported as revenue in the operating statements.

Inventory

Inventory is stated at the lower of cost or net realizable value. Cost is determined using the first-in, first-out method.

Capital Assets

Capital assets are stated at cost at the date of acquisition or acquisition fair market value at the date of donation. For equipment, the College's capitalization policy includes all items with a value of \$5,000 or more. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Buildings	50 Years
Leasehold Improvements	5 to 50 Years
Furniture and Equipment	5 to 20 Years

Unearned Revenue

Unearned revenues consist of amounts received from grantor agencies that have not yet been earned.

Net Position

Net position represents the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources in the College's financial statements. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any long-term debt attributable to the acquisition, construction, or improvement of those assets. Restricted Net Position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Unrestricted Net Position is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The College does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The College does not have any items that qualify for reporting in this category.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Restricted for Endowment

The College maintains an account for assets of which the principal may not be spent. On March 3, 1988, the Board of Regents of the Cankdeska Cikana Community College voted to establish an endowment fund. Currently, the fund has two revenue sources:

1. Federal funds through the Tribally Controlled Community College Endowment Program and,
2. Private funds solicited by the College.

The Federal funds are held in trust and are subject to the rules and regulations as set forth in P.L. 98-192, Sec. 301-306. The local funds are held in the same account and are subject to the rules and regulations as set forth by the Board of Regents.

Compensated Absences

College employees may accrue annual leave based upon length of service, but subject to certain limitations regarding the amount which may be accumulated and paid upon termination. The recording of the expenditure for compensated absences results in a reduction in net position.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Classification of Revenues

The College's revenues have been classified in the financial statements as either operating or nonoperating according to the following criteria.

OPERATING REVENUES are derived from activities associated with providing goods and services for instruction, research, public service, or related support to entities separate from the College and that are exchange transactions. Examples include student tuition and fees, grants, and contracts. Grants received for student financial assistance are considered operating revenues because they provide resources for student charges and such programs are necessary and essential to the college.

NON-OPERATING REVENUES include all revenues that do not meet the definitions of operating revenues, capital revenues, or endowment additions. They are primarily derived from activities that are non-exchange transactions (e.g., gifts); and from activities defined as such by GASB Statement No. 9 (e.g., investment income). In addition, for the year ended September 30, 2020, there were non-operating revenues from various federal and local sources related to the COVID-19 pandemic.

Scholarship Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship allowances in the statement of revenues, expenses and changes in net position. Scholarship allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain government grants, such as Pell grants, and other federal, state, or nongovernmental programs, are recorded as operating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship allowance.

Income Taxes

The College is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

The College's policy is to evaluate the likelihood that its uncertain tax positions will prevail upon examination based on the extent to which those positions have substantial support within the Internal Revenue Code and Regulations, Revenue Rulings, court decisions, and other evidence.

NOTE 2 DEPOSITS AND INVESTMENTS

Deposits

At September 30, 2020 and 2019, the carrying amount of the College's deposits was \$4,113,911 and \$2,205,461, respectively, and the bank balance per bank statements totaled \$4,406,891 and \$2,408,201, respectively.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Custodial Credit Risk – Deposits

The College maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits as guaranteed by the Federal Deposit Insurance Corporation (FDIC). The College maintains their cash deposits in large, well-capitalized financial institutions. The College has not experienced any losses in such accounts, nor does the College believe it is exposed to any significant credit risk on cash accounts.

Restricted Cash

Beginning in March 2017, the College was required to restrict cash in a reserve account at a rate of \$1,446 per month until a balance of \$173,472 is accumulated. This reserve is for future annual payments on the United States Department of Agriculture loans.

Investments

The College accounts for all assets and liabilities that are being measured and reported on a fair value basis in accordance with GAAP. GAAP defines fair value, establishes a framework for measuring fair value, and expands disclosure about fair value measurements.

When fair value measurements are required, various data is used in determining those values. This statement requires that assets and liabilities that are carried at fair value must be classified and disclosed in the following levels based on the nature of the data used.

Level 1: Quoted market prices in active markets for identical assets and liabilities

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

As of September 30, 2020, the College had the following investments and maturities as reported on the statement of net position:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
Government National Mortgage Association	\$ 308,194	\$ -	\$ -	\$ -	\$ 308,194
Federal Home Loan Mortgage Corporation	228,957	70,304	439	-	158,214
Freddie Mac Group	835	-	-	-	835
Federal National Mortgage Association	200,332	-	-	-	200,332
Ginnie Mae	279,588	-	-	-	279,588
Consolidated Edison Co. NY Inc.	40,067	No stated maturity	-	-	-
	<u>\$ 1,057,973</u>	<u>\$ 70,304</u>	<u>\$ 439</u>	<u>\$ -</u>	<u>\$ 947,163</u>

Investment Type	Fair Value Measurements Using				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Credit Rating	Rating Agency
Government National Mortgage Association	\$ 308,194	\$ -	\$ -	Not Rated	N/A
Federal Home Loan Mortgage Corporation	228,957	-	-	AA+	Standard & Poors
Freddie Mac Group	835	-	-	Not Rated	N/A
Federal National Mortgage Association	200,332	-	-	Aaa	Moody's
Ginnie Mae	279,588	-	-	Not Rated	N/A
Consolidated Edison Inc.	40,067	-	-	Not Rated	N/A
	<u>\$ 1,057,973</u>	<u>\$ -</u>	<u>\$ -</u>		

As of September 30, 2019, the College had the following investments and maturities as reported on the statement of net position:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
Government National Mortgage Association	\$ 271,739	\$ -	\$ -	\$ -	\$ 271,739
Federal Home Loan Mortgage Corporation	226,156	-	751	-	225,405
Freddie Mac Group	987	-	-	-	987
Federal National Mortgage Association	276,302	-	-	-	276,302
Ginnie Mae	230,100	-	-	-	230,100
Consolidated Edison Co. NY Inc.	48,652	No stated maturity	-	-	-
	<u>\$ 1,053,936</u>	<u>\$ -</u>	<u>\$ 751</u>	<u>\$ -</u>	<u>\$ 1,004,533</u>

Investment Type	Fair Value Measurements Using				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Credit Rating	Rating Agency
Government National Mortgage Association	\$ 271,739	\$ -	\$ -	Not Rated	N/A
Federal Home Loan Mortgage Corporation	226,156	-	-	AA+	Standard & Poors
Freddie Mac Group	987	-	-	Not Rated	N/A
Federal National Mortgage Association	276,302	-	-	Aaa	Moody's
Ginnie Mae	230,100	-	-	Not Rated	N/A
Consolidated Edison Inc.	48,652	-	-	Not Rated	N/A
	<u>\$ 1,053,936</u>	<u>\$ -</u>	<u>\$ -</u>		

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Interest Rate Risk

The College does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates.

Credit Risk

The College may invest idle funds as stated in the College's investment policies, as follows:

- (a) Debt securities issued or guaranteed by the United States Government, or its agencies, instrumentalities, or other sovereign investment grade-rated issuers.
- (b) Commercial paper maturing no later than 270 days from the date of purchase and rated "A1" (best) by S&P or "P1" by Moody's.
- (c) Negotiable Certificates of Deposit shall be purchased only from banks also issuing bankers' acceptances and with current commercial paper ratings of at least "A1/P1".

Concentration of Credit Risk

The College places no limit on the amount the College may invest in any one issuer.

Custodial Credit Risk - Investments

The investments are insured or registered in the College's name.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

NOTE 3 CAPITAL ASSETS

The following is a summary of changes in capital assets during 2020 as reported on the statement of net position:

	10-1-2019 Beginning Balance	Additions	Transfers/ Disposals	9-30-2020 Ending Balance
Non-Depreciable Assets:				
Construction in Progress	\$ 21,745	\$ 10,793	\$ (32,538)	\$ -
Depreciable Assets:				
Buildings	23,499,037	12,380	32,538	23,543,955
Leasehold Improvements	1,310,052	12,500	-	1,322,552
Furniture and Equipment	<u>2,796,645</u>	<u>358,539</u>	<u>-</u>	<u>3,155,184</u>
Total Capital Assets	<u>27,627,479</u>	<u>394,212</u>	<u>-</u>	<u>28,021,691</u>
Less Accumulated Depreciation for:				
Buildings	6,116,002	662,231	-	6,778,233
Leasehold Improvements	774,805	107,956	-	882,761
Furniture and Equipment	<u>1,636,139</u>	<u>297,876</u>	<u>-</u>	<u>1,934,015</u>
Total Accumulated Depreciation	<u>8,526,946</u>	<u>1,068,063</u>	<u>-</u>	<u>9,595,009</u>
Total Capital Assets, Net	<u>\$ 19,100,533</u>	<u>\$ (673,851)</u>	<u>\$ -</u>	<u>\$ 18,426,682</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

The following is a summary of changes in capital assets during 2019 as reported on the statement of net position.

	10-1-2018 Beginning Balance	Additions	Transfers/ Disposals	9-30-2019 Ending Balance
Non-Depreciable Assets:				
Construction in Progress	\$ -	\$ 21,745	\$ -	\$ 21,745
Depreciable Assets:				
Buildings	23,438,363	60,674	-	23,499,037
Leasehold Improvements	1,241,552	68,500	-	1,310,052
Furniture and Equipment	<u>2,530,127</u>	<u>294,913</u>	<u>(28,395)</u>	<u>2,796,645</u>
Total Capital Assets	<u>27,210,042</u>	<u>445,832</u>	<u>(28,395)</u>	<u>27,627,479</u>
Less Accumulated Depreciation for:				
Buildings	5,420,402	695,600	-	6,116,002
Leasehold Improvements	664,480	110,325	-	774,805
Furniture and Equipment	<u>1,390,998</u>	<u>272,822</u>	<u>(27,681)</u>	<u>1,636,139</u>
Total Accumulated Depreciation	<u>7,475,880</u>	<u>1,078,747</u>	<u>(27,681)</u>	<u>8,526,946</u>
Total Capital Assets, Net	<u>\$ 19,734,162</u>	<u>\$ (632,915)</u>	<u>\$ (714)</u>	<u>\$ 19,100,533</u>

NOTE 4 STUDENT ACCOUNTS RECEIVABLE

Accounts receivable from students has not been provided, as a reserve for uncollectible accounts has been recorded equal to the outstanding balance. Collection efforts are ongoing and revenue will be recognized as collected.

NOTE 5 RELATED PARTY TRANSACTIONS

Cankdeska Cikana Community College rents the land and the original building from the Spirit Lake Tribe for \$1.00 per year.

During the fiscal years ended September 30, 2020 and 2019, the College received contributions of \$43,088 and \$237,895 from the Spirit Lake Tribe, respectively. The decrease in contributions from the Tribe was due to the COVID-19 pandemic. Spirit Lake Casino was forced to close for a period of time and when it reopened, the hours of operation were reduced drastically.

Spirit Lake Tribe has resolved as of September 24, 2015 to make monthly payments to Cankdeska Cikana Community College of \$36,000 to pay for loan repayments related to the Head Start building. However, due to the COVID-19 pandemic, during the fiscal year ended September 30, 2020, Spirit Lake Tribe contributed only \$175,381 for this purpose. During the fiscal year ended September 30, 2019, Spirit Lake Tribe contributed \$439,354 to assist with loan repayments and reserve requirements. See Note 6 for additional details.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Cankdeska Cikana Community College leases the childcare center to the Spirit Lake Nation Employment and Training Program for \$6,600 per month. The term of this lease is May 1, 2020 through April 30, 2022.

NOTE 6 LONG-TERM DEBT

Long-term debt activity for the College included the following as of and for the year ended September 30, 2020:

Loan	Interest Rate	Balance 9/30/2019	Additions New Debt	Principal Payments	Balance 9/30/2020
USDA Note #1	3.125%	\$4,242,710	\$ -	\$ (104,974)	\$ 4,137,736
USDA Note #2	3.125%	2,931,262	5,439	(72,667)	2,864,034
PPP Loan	1.000%	-	174,500	-	174,500
Total		<u>\$7,173,972</u>	<u>\$ 179,939</u>	<u>\$ (177,641)</u>	<u>\$ 7,176,270</u>

Long-term debt activity for the College included the following as of and for the year ended September 30, 2019:

Loan	Interest Rate	Balance 9/30/2018	Additions New Debt	Principal Payments	Balance 9/30/2020
USDA Note #1	3.125%	\$4,344,459	\$ -	\$ (101,749)	\$ 4,242,710
USDA Note #2	3.125%	2,845,777	155,919	(70,434)	2,931,262
Total		<u>\$7,190,236</u>	<u>\$ 155,919</u>	<u>\$ (172,183)</u>	<u>\$ 7,173,972</u>

Future principal and interest payments due on long-term debt of the College are as follows:

Year Ending September 30,	Principal	Interest	Total
2021	\$ 289,252	\$ 218,256	\$ 507,508
2022	257,604	210,617	468,221
2023	195,077	204,391	399,468
2024	201,261	198,207	399,468
2025	207,642	191,826	399,468
2026-2030	1,141,222	856,118	1,997,340
2031-2035	1,333,950	663,480	1,997,430
2036-2040	1,559,229	438,111	1,997,340
2041-2045	1,822,554	174,786	1,997,340
2046	168,479	1,345	169,824
Total	<u>\$ 7,176,270</u>	<u>\$ 3,157,137</u>	<u>\$ 10,333,407</u>

Future payments on the USDA notes are based on total available funds of \$7,600,000. The College has drawn down all funds that are available to them. As part of an agreement with Spirit Lake Tribe, the College will be receiving monthly payments of \$36,000 which will assist in making future payments to the USDA until maturity on February 22, 2046. However, as stated in Note 5 above, due to the COVID-19 pandemic, the Tribe did not make \$36,000 monthly payments to the College as planned.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

On March 27, 2020, Congress enacted the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) which established the Paycheck Protection Program (the "Program"). The Program was created to assist small businesses in paying their employees and certain other expenses during the COVID-19 crisis. The College applied for a loan under this Program and received a loan from Western State Bank in the amount of \$174,500 on May 22, 2020. The loan is forgivable provided the funds are used for qualifying expenses including payroll, rent, and utilities as required by the SBA loan program. The College will seek loan forgiveness in fiscal year 2021. The College anticipates there may be further guidance issued by the Small Business Administration (SBA), the U.S. Department of the Treasury, the bank, and other regulators related to the Program which could impact the loan and loan forgiveness. The College expects the entire loan to be forgiven in the fiscal year ended September 30, 2021, at which time the amount will be removed as a liability and reported as non-operating income.

NOTE 7 DUE FROM GRANTOR AGENCIES/UNEARNED REVENUE

Various reimbursement procedures and fiscal years are used for restricted awards received by the Cankdeska Cikana Community College. Consequently, timing differences between expenses and program reimbursements can exist at any time during the fiscal year. Due from grantor agencies balances at fiscal year end represent an excess of accrual basis expenses over cash reimbursements received to date. Conversely, unearned revenue represent an excess of cash reimbursements (advances) over accrual basis expenses. Generally, accrued or unearned balances caused by differences in the timing of cash reimbursement and expenses will be reversed in the remaining grant period. Unearned revenue as of September 30, 2020 and 2019 are as follows:

Fund	2020	2019
115 - COVID 19	\$ 1,279,073	\$ -
130 - Café	2,259	-
136 - Scholarships	91,761	92,766
201 - United Health Foundation - Rehab	-	3,391
203 - Bush: Engaging Communities	39,349	29,237
204 - Ascendium Internship Program	33,334	-
522 - Johnson O'Malley	12,479	8,833
750 - Advanced Manufacturing Training	-	105,581
755 - Advanced Manufacturing #2	75,463	-
810 - Miscellaneous	-	90,142
835 - Native Pathways Bridges	-	3,775
838 - AICF - Telling Our Stories	35,023	35,023
871 - USDA Endowment	143,218	114,993
884 - Gardening NAAF	22,122	-
Total Unearned Revenue	<u>\$ 1,734,081</u>	<u>\$ 483,741</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

Due from grantor agencies as of September 30, 2020 and 2019 are as follows:

Fund	2020	2019
101 - General Development	\$ -	\$ 12,354
121 - Head Start Building	-	7,505
125 - Language Immersion Shakopee	-	974
301 - Title III	5,025	54,006
302 - Title III Building GYM/AMP	10,071	14,050
305 - Carl Perkins	32,639	13,608
310 - Student Support Services	1,949	9,867
315 - Talent Search	3,968	3,936
415 - DPI/GED	-	16,864
520 - Head Start	29,627	24,756
521 - Head Start Food Service	178	9,567
525 - Early Head Start	31,864	31,576
543 - Next Steps	30,150	40,013
545 - NARCH	-	6,772
610 - ICE TI	-	10,205
611 - ICE TI #2	19,017	10,685
612 - NSF PEEC 2 Grant	7,323	7,634
860 - IMLS Library	27,781	18,125
861 - IMLS Basic Library	1,632	5,085
867 - ND Voc Ed Grant	19,612	17,581
872 - Community Garden	30,412	20,233
877 - Local Food and Education Initiative	4,887	2,156
880 - USDA Facility Upgrades	-	19,888
881 - USDA 2018 Facility Upgrades	-	1,504
883 - Capacity through 4H	1,708	-
886 - UND Subcontract INBRE	-	11,149
890 - NDAG Orchard	1,500	-
894 - ND ACES	47	-
897 - USDA Tribal Equity	5,795	6,046
898 - TMCC Epescor Program	4,880	2,519
Total Due-From Grantor Agencies	<u>\$ 270,065</u>	<u>\$ 378,658</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

NOTE 8 COMPENSATED ABSENCES PAYABLE

Compensated absences payable outstanding as of September 30, 2020 and 2019 is summarized as follows:

<u>Balance</u> <u>as of 09/30/2019</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>as of 9/30/2020</u>	<u>Amount Due</u> <u>Within One Year</u>
\$ 115,288	\$ 75,000	\$ (46,904)	\$ 143,384	\$ 50,000

<u>Balance</u> <u>as of 09/30/2018</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>as of 9/30/2019</u>	<u>Amount Due</u> <u>Within One Year</u>
\$ 117,625	\$ 75,000	\$ (77,337)	\$ 115,288	\$ 50,000

NOTE 9 RETIREMENT PLAN

Spirit Lake Tribe established a 401(k) plan in which all entities of the Tribe may participate. The College began participation as of July 1, 2000. Under this plan, employees who have three months of service and are at least 18 years of age are eligible to participate. The plan calls for an employer profit sharing contribution of three percent of salary and a matching contribution of employee voluntary contributions of up to five percent. For the fiscal years ended September 30, 2020 and 2019, the College made contributions of \$308,209 and \$292,231, respectively.

NOTE 10 ECONOMIC DEPENDENCY

Cankdeska Cikana Community College receives a significant amount of its operating revenues from various grants funded by the U.S. Government.

NOTE 11 CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

NOTE 12 RISK MANAGEMENT

In the normal course of business, the College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the College carries commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

There is significant volatility in the financial and currency markets that could result in material changes in the value of the investment security holdings of the College since year end.

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

NOTE 13 ACCOUNTING FOR UNCERTAINTY IN INCOME TAXES

It is the opinion of management that the College has no significant uncertain tax positions that would be subject to change upon examination. The federal income tax returns of the College are subject to examination by the IRS, generally for three years after they were filed.

NOTE 14 SIGNIFICANT GROUP CONCENTRATIONS OF CREDIT RISK

As of September 30, 2020 and 2019, the College's receivables consist of amounts due primarily from federal grantor agencies.

NOTE 15 RECLASSIFICATIONS

Certain items from the September 30, 2019 financial statements have been reclassified to conform with the presentation in the September 30, 2020 financial statements.

NOTE 16 COMMITMENTS

The College leases a copier from Advanced Business Methods for use in the Head Start program. The term of the lease is from September 1, 2018 through August 31, 2023. The minimum annual lease payment for the next five years are as follows:

<u>Year Ending</u> <u>September 30,</u>	<u>Minimum Annual</u> <u>Lease Payment</u>
2021	\$ 14,160
2022	14,160
2023	7,080

NOTE 17 NEW PRONOUNCEMENTS

GASB Statement No. 84, Fiduciary Activities, provides guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged.

GASB Statement No. 87, Leases, establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. This Statement requires recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This Statement is effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged.

CANKDESKA CIKANA COMMUNITY COLLEGE
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GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period, establishes accounting requirements for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Earlier application is encouraged.

GASB Statement No. 91, Conduit Debt Obligations, provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement clarifies the existing definition of a conduit debt obligation; establishes that a conduit debt obligation is not a liability of the issuer; establishes standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improves required note disclosures. This Statement also addresses arrangements—often characterized as leases—that are associated with conduit debt obligations. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. Earlier application is encouraged.

GASB Statement No. 92, Omnibus 2020, provides additional guidance to improve consistency of authoritative literature by addressing practice issues identified during the application of certain GASB statements. This statement provides accounting and financial reporting requirements for specific issues related to leases, intra-entity transfers of assets, postemployment benefits, government acquisitions, risk financing and insurance-related activity of public entity risk pools, fair value measurements and derivative instruments. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged.

GASB Statement No. 93, Replacement of Interbank Offered Rates, provides guidance to address accounting and financial reporting implications that result from the replacement of an interbank offered rate (IBOR), most notable, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. This statement provides exceptions and clarifications regarding hedging derivative instruments for such transactions that result from the replacement of IBOR. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged.

GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs) and also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The statement provides definitions of PPPs and APAs and provides uniform guidance on accounting and financial reporting for transactions that meet those definitions. A PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing,

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
AS OF SEPTEMBER 30, 2020 AND 2019

maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 96, Subscription-Based Information Arrangements provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. Under this Statement, a government generally should recognize a right-to use subscription asset—an intangible asset—and a corresponding subscription liability. The requirements of this Statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32 provides additional guidance for determining whether a primary government is financially accountable for a potential component unit. This Statement requires that the financial burden criterion in paragraph 7 of Statement No. 84, Fiduciary Activities, be applicable to only defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement No. 67, Financial Reporting for Pension Plans, or paragraph 3 of Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, respectively. This Statement (1) requires that a Section 457 plan be classified as either a pension plan or an other employee benefit plan depending on whether the plan meets the definition of a pension plan and (2) clarifies that Statement 84, as amended, should be applied to all arrangements organized under IRC Section 457 to determine whether those arrangements should be reported as fiduciary activities. The requirements of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, are effective immediately. The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021.

Management has not yet determined what effect these statements will have on the entity's financial statements.

NOTE 18 SUBSEQUENT EVENTS

No significant events occurred subsequent to the College's year end. Subsequent events have been evaluated through January 4, 2021, which is the date these financial statements were available to be issued.

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION
AS OF SEPTEMBER 30, 2020

	(000)	(100)	(101)	(105)	(110)	(115)
	PAYROLL	GENERAL	GENERAL DEVELOPMENT	ACADEMIC	FINANCIAL AID OFFICE	COVID 19
Assets						
Current Assets						
Cash and cash equivalents	\$ 41,389	\$ -	\$ 2,124	\$ 1,935,869	\$ 2,222	\$ 1,279,254
Due from grantor agencies	-	-	-	-	-	-
Due from other funds	-	-	-	370,977	-	-
Prepaid expenses	-	48,532	-	8,894	3,948	-
Inventory	-	28,691	-	-	-	-
Total current assets	41,389	77,223	2,124	2,315,740	6,170	1,279,254
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	-	-	-	-	-	-
Total assets	41,389	77,223	2,124	2,315,740	6,170	1,279,254
Liabilities						
Current liabilities						
Due to other funds	-	16,552	-	-	-	-
Accounts payable	41,389	-	-	-	-	-
Accrued salaries	-	694	2,124	4,726	2,222	181
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	1,279,073
Total current liabilities	41,389	17,246	2,124	4,726	2,222	1,279,254
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	-	-	-	-	-	-
Total liabilities	41,389	17,246	2,124	4,726	2,222	1,279,254
Net position	\$ -	\$ 59,977	\$ -	\$ 2,311,014	\$ 3,948	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(120)	(121)	(125)	(130)	(135)	(136)
	COLLEGE DAYCARE	HEADSTART BUILDING	LANGUAGE IMMERSION SHAKOPEE	CAFÉ	ENDOWMENT	SCHOLARSHIPS
Assets						
Current Assets						
Cash and cash equivalents	\$ 139,876	\$ -	\$ -	\$ 318	\$ 11,550	\$ 91,761
Due from grantor agencies	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	-	-	1,001	-	-
Inventory	-	-	-	6,659	-	-
Total current assets	<u>139,876</u>	<u>-</u>	<u>-</u>	<u>7,978</u>	<u>11,550</u>	<u>91,761</u>
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	23,149	-
Cash and cash equivalents - restricted	-	62,178	-	-	-	-
Investments - endowment	-	-	-	-	1,057,973	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>62,178</u>	<u>-</u>	<u>-</u>	<u>1,081,122</u>	<u>-</u>
Total assets	<u>139,876</u>	<u>62,178</u>	<u>-</u>	<u>7,978</u>	<u>1,092,672</u>	<u>91,761</u>
Liabilities						
Current liabilities						
Due to other funds	-	58,460	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accrued salaries	-	-	-	318	-	-
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	-	2,259	-	91,761
Total current liabilities	<u>-</u>	<u>58,460</u>	<u>-</u>	<u>2,577</u>	<u>-</u>	<u>91,761</u>
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>58,460</u>	<u>-</u>	<u>2,577</u>	<u>-</u>	<u>91,761</u>
Net position	<u>\$ 139,876</u>	<u>\$ 3,718</u>	<u>\$ -</u>	<u>\$ 5,401</u>	<u>\$ 1,092,672</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(199)	(201)	(203)	(204)	(301)	(302)
	INDIRECT COST	UNITED HEALTH FOUNDATION-REHAB	CAREER LIFE SKILLS PROGRAM	ASCENDIUM INTERNSHIP PROGRAM	TITLE III (A)	TITLE III (F)
Assets						
Current Assets						
Cash and cash equivalents	\$ 6,022	\$ -	\$ 39,025	\$ 33,334	\$ -	\$ -
Due from grantor agencies	-	-	-	-	5,025	10,071
Due from other funds	-	-	-	-	-	-
Prepaid expenses	9,725	-	1,001	-	6,542	7,543
Inventory	-	-	-	-	-	-
Total current assets	<u>15,747</u>	<u>-</u>	<u>40,026</u>	<u>33,334</u>	<u>11,567</u>	<u>17,614</u>
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>15,747</u>	<u>-</u>	<u>40,026</u>	<u>33,334</u>	<u>11,567</u>	<u>17,614</u>
Liabilities						
Current liabilities						
Due to other funds	-	-	-	-	7,510	13,326
Accounts payable	-	-	-	-	-	-
Accrued salaries	6,022	-	677	-	4,057	4,288
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	39,349	33,334	-	-
Total current liabilities	<u>6,022</u>	<u>-</u>	<u>40,026</u>	<u>33,334</u>	<u>11,567</u>	<u>17,614</u>
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>6,022</u>	<u>-</u>	<u>40,026</u>	<u>33,334</u>	<u>11,567</u>	<u>17,614</u>
Net position	<u>\$ 9,725</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(305)	(310)	(315)	(320)	(330)	(331)
	NACTEP 2019-2021	STUDENT SUPPORT SERVICES	TALENT SEARCH	COLLEGE WORKSTUDY	SEOG	PELL GRANTS
Assets						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from grantor agencies	32,639	1,949	3,968	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	3,002	1,001	3,082	-	-	-
Inventory	-	-	-	-	-	-
Total current assets	<u>35,641</u>	<u>2,950</u>	<u>7,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>35,641</u>	<u>2,950</u>	<u>7,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
Liabilities						
Current liabilities						
Due to other funds	29,428	2,076	5,555	-	-	-
Accounts payable	2,837	-	-	-	-	-
Accrued salaries	3,376	874	1,495	-	-	-
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total current liabilities	<u>35,641</u>	<u>2,950</u>	<u>7,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>35,641</u>	<u>2,950</u>	<u>7,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(415)	(520)	(521)	(522)	(525)	(543)
	DPI/GED	HEAD START	HS FOOD SERVICE (USDA)	JOHNSON O'MALLEY (HS SUPPLEMENTAL)	EARLY HEAD START	NEXT STEPS
Assets						
Current Assets						
Cash and cash equivalents	\$ 615	\$ -	\$ -	\$ 12,479	\$ -	\$ -
Due from grantor agencies	-	29,627	178	-	31,864	30,150
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	12,760	-	-	29,140	5,476
Inventory	-	-	-	-	-	-
Total current assets	615	42,387	178	12,479	61,004	35,626
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	-	-	-	-	-	-
Total assets	615	42,387	178	12,479	61,004	35,626
Liabilities						
Current liabilities						
Due to other funds	-	34,800	178	-	47,785	30,789
Accounts payable	-	-	-	-	-	-
Accrued salaries	615	7,587	-	-	13,219	4,837
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	-	12,479	-	-
Total current liabilities	615	42,387	178	12,479	61,004	35,626
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	-	-	-	-	-	-
Total liabilities	615	42,387	178	12,479	61,004	35,626
Net position	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(610)	(611)	(612)	(614)	(750)
	ICE TI	ICE TI #2	NSF PEEC 2 GRANT	TARGETED STEM INFUSION	ADVANCED MANUFACTURING TRAINING
Assets					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Due from grantor agencies	-	19,017	7,323	-	-
Due from other funds	-	-	-	-	-
Prepaid expenses	-	3,279	1,501	-	-
Inventory	-	-	-	-	-
Total current assets	<u>-</u>	<u>22,296</u>	<u>8,824</u>	<u>-</u>	<u>-</u>
Non-current assets					
Cash and cash equivalents - endowment	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-
Investments - endowment	-	-	-	-	-
Capital assets, net	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>-</u>	<u>22,296</u>	<u>8,824</u>	<u>-</u>	<u>-</u>
Liabilities					
Current liabilities					
Due to other funds	-	19,575	7,607	-	-
Accounts payable	-	-	-	-	-
Accrued salaries	-	2,721	1,217	-	-
Accrued interest	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total current liabilities	<u>-</u>	<u>22,296</u>	<u>8,824</u>	<u>-</u>	<u>-</u>
Non-current liabilities					
Long-term debt, net of current portion	-	-	-	-	-
Compensated absences payable	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>22,296</u>	<u>8,824</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(755)	(810)	(835)	(838)	(860)	(861)
	ADVANCED MANUFACTURING #2	MISCELLANEOUS	NATIVE PATHWAYS BRIDGES	AICF - TELLING OUR STORIES	LIBRARY GRANT	IMLS BASIC LIBRARY GRANT
Assets						
Current Assets						
Cash and cash equivalents	\$ 75,366	\$ 157,105	\$ -	\$ 35,023	\$ -	\$ -
Due from grantor agencies	-	-	-	-	27,781	1,632
Due from other funds	-	-	-	-	-	-
Prepaid expenses	500	-	-	-	-	-
Inventory	-	-	-	-	-	-
Total current assets	75,866	157,105	-	35,023	27,781	1,632
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	-	-	-	-	-	-
Total assets	75,866	157,105	-	35,023	27,781	1,632
Liabilities						
Current liabilities						
Due to other funds	-	-	-	-	27,105	1,632
Accounts payable	-	-	-	-	-	-
Accrued salaries	403	-	-	-	676	-
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	75,463	-	-	35,023	-	-
Total current liabilities	75,866	-	-	35,023	27,781	1,632
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	-	-	-	-	-	-
Total liabilities	75,866	-	-	35,023	27,781	1,632
Net position	\$ -	\$ 157,105	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(865)	(867)	(871)	(872)	(877)	(880)
	AMP	ND VOCATIONAL ED GRANT	USDA ENDOWMENT	COMMUNITY GARDEN	LOCAL FOOD AND EDUCATION INITIATIVE	USDA FACILITY UPGRADES I-V
Assets						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ 142,716	\$ -	\$ -	\$ -
Due from grantor agencies	-	19,612	-	30,412	4,887	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	180	1,001	330	1,214	-
Inventory	-	-	-	-	-	-
Total current assets	-	19,792	143,717	30,742	6,101	-
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	-	-	-	-	-	-
Total assets	-	19,792	143,717	30,742	6,101	-
Liabilities						
Current liabilities						
Due to other funds	-	18,946	-	29,999	5,363	-
Accounts payable	-	-	-	-	-	-
Accrued salaries	-	846	499	743	738	-
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	143,218	-	-	-
Total current liabilities	-	19,792	143,717	30,742	6,101	-
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	-	-	-	-	-	-
Total liabilities	-	19,792	143,717	30,742	6,101	-
Net position	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(881) USDA/RD/TCUP 2018 FAC UPGRADES	(882) USDA RD-2019 FACILITIES	(883) CAPACITY THROUGH 4H	(884) GARDENING NAAF	(886) UND SUBCONTRACT INBRE	(890) NDAG ORCHARD
Assets						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 22,126	\$ -	\$ -
Due from grantor agencies	-	-	1,708	-	-	1,500
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	-	100	10	-	-
Inventory	-	-	-	-	-	-
Total current assets	<u>-</u>	<u>-</u>	<u>1,808</u>	<u>22,136</u>	<u>-</u>	<u>1,500</u>
Non-current assets						
Cash and cash equivalents - endowment	-	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-	-
Investments - endowment	-	-	-	-	-	-
Capital assets, net	-	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>-</u>	<u>-</u>	<u>1,808</u>	<u>22,136</u>	<u>-</u>	<u>1,500</u>
Liabilities						
Current liabilities						
Due to other funds	-	-	1,703	-	-	1,500
Accounts payable	-	-	-	-	-	-
Accrued salaries	-	-	105	14	-	-
Accrued interest	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-	-
Unearned revenue	-	-	-	22,122	-	-
Total current liabilities	<u>-</u>	<u>-</u>	<u>1,808</u>	<u>22,136</u>	<u>-</u>	<u>1,500</u>
Non-current liabilities						
Long-term debt, net of current portion	-	-	-	-	-	-
Compensated absences payable	-	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>1,808</u>	<u>22,136</u>	<u>-</u>	<u>1,500</u>
Net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	(892) EMPLOYEE MORALE/ BETTERMENT	(894) ND-ACES	(897) USDA TRIBAL EQUITY	(898) TMCC EPSCOR PROGRAM	(899) EPSCOR-STATE (VIA NDSU)
Assets					
Current Assets					
Cash and cash equivalents	\$ 410	\$ -	\$ -	\$ -	\$ -
Due from grantor agencies	-	47	5,795	4,880	-
Due from other funds	-	-	-	-	-
Prepaid expenses	-	-	1,357	-	-
Inventory	-	-	-	-	-
Total current assets	<u>410</u>	<u>47</u>	<u>7,152</u>	<u>4,880</u>	<u>-</u>
Non-current assets					
Cash and cash equivalents - endowment	-	-	-	-	-
Cash and cash equivalents - restricted	-	-	-	-	-
Investments - endowment	-	-	-	-	-
Capital assets, net	-	-	-	-	-
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>410</u>	<u>47</u>	<u>7,152</u>	<u>4,880</u>	<u>-</u>
Liabilities					
Current liabilities					
Due to other funds	-	47	6,161	4,880	-
Accounts payable	-	-	-	-	-
Accrued salaries	-	-	991	-	-
Accrued Interest	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-
Current portion of compensated absences payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total current liabilities	<u>-</u>	<u>47</u>	<u>7,152</u>	<u>4,880</u>	<u>-</u>
Non-current liabilities					
Long-term debt, net of current portion	-	-	-	-	-
Compensated absences payable	-	-	-	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>47</u>	<u>7,152</u>	<u>4,880</u>	<u>-</u>
Net position	<u>\$ 410</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF NET POSITION - CONTINUED
AS OF SEPTEMBER 30, 2020

	DEBT AND CAPITAL ASSETS	ELIMINATIONS	TOTAL
Assets			
Current Assets			
Cash and cash equivalents	\$ -	\$ -	\$ 4,028,584
Due from grantor agencies	-	-	270,065
Due from other funds	-	(370,977)	-
Prepaid expenses	-	-	151,119
Inventory	-	-	35,350
Total current assets	<u>-</u>	<u>(370,977)</u>	<u>4,485,118</u>
Non-current assets			
Cash and cash equivalents - endowment	-	-	23,149
Cash and cash equivalents - restricted	-	-	62,178
Investments - endowment	-	-	1,057,973
Capital assets, net	<u>18,426,682</u>	<u>-</u>	<u>18,426,682</u>
Total non-current assets	<u>18,426,682</u>	<u>-</u>	<u>19,569,982</u>
Total assets	<u>18,426,682</u>	<u>(370,977)</u>	<u>24,055,100</u>
Liabilities			
Current liabilities			
Due to other funds	-	(370,977)	-
Accounts payable	-	-	44,226
Accrued salaries	-	-	66,265
Accrued Interest	4,862	-	4,862
Current portion of long-term debt	289,252	-	289,252
Current portion of compensated absences payable	50,000	-	50,000
Unearned revenue	<u>-</u>	<u>-</u>	<u>1,734,081</u>
Total current liabilities	<u>344,114</u>	<u>(370,977)</u>	<u>2,188,686</u>
Non-current liabilities			
Long-term debt, net of current portion	6,887,018	-	6,887,018
Compensated absences payable	<u>93,384</u>	<u>-</u>	<u>93,384</u>
Total non-current liabilities	<u>6,980,402</u>	<u>-</u>	<u>6,980,402</u>
Total liabilities	<u>7,324,516</u>	<u>(370,977)</u>	<u>9,169,088</u>
Net position	<u>\$ 11,102,166</u>	<u>\$ -</u>	<u>\$ 14,886,012</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(000)	(100)	(101)	(105)	(110)	(115)
	PAYROLL	GENERAL	GENERAL DEVELOPMENT	ACADEMIC	FINANCIAL AID OFFICE	COVID 19
Revenues						
Federal	\$ -	\$ -	\$ -	\$ 1,104,238	\$ -	\$ -
Local/other	-	441,632	-	-	121,762	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	-	441,632	-	1,104,238	121,762	-
Expenses						
Salaries	-	52,400	43,365	301,818	160,140	225,406
Employee benefits	-	20,447	21,325	94,319	61,350	28,991
Travel and training	-	3,750	-	72	322	804
Repair/maintenance	-	-	-	-	-	-
Supplies	-	77,951	-	2,697	2,550	277,687
Contractual	-	19,195	-	-	-	-
Payments to students	-	-	-	-	-	134,429
Other operating	-	357,637	14	2,928	4,512	10,874
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	-	-	-	-	-
Total expenses	-	531,380	64,704	401,834	228,874	678,191
Operating income (loss)	-	(89,748)	(64,704)	702,404	(107,112)	(678,191)
Non-operating revenue (expense)						
Federal	-	-	-	-	-	853,201
Local/other	-	-	-	-	-	207,100
Tribal support	-	-	14,714	-	-	-
Investment interest	-	11,473	-	-	-	-
Transfers from other funds	-	49,928	49,990	71,689	109,609	-
Transfers to other funds	-	(1,202)	-	(355,961)	-	(382,110)
Total non-operating revenue (expense)	-	60,199	64,704	(284,272)	109,609	678,191
Increase (decrease) in net position	-	(29,549)	-	418,132	2,497	-
Net position at beginning of year	-	89,526	-	1,892,882	1,451	-
Net position at end of year	\$ -	\$ 59,977	\$ -	\$ 2,311,014	\$ 3,948	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(120)	(121)	(125)	(130)	(135)	(136)
	COLLEGE DAYCARE	HEADSTART BUILDING	LANGUAGE IMMERSION SHAKOPEE	CAFÉ	ENDOWMENT	SCHOLARSHIPS
Revenues						
Federal	\$ -	\$ 5,439	\$ -	\$ -	\$ 6,813	\$ -
Local/other	90,613	-	32,935	83,881	-	244,485
Indirect cost recovery	-	-	-	-	-	-
Total revenues	<u>90,613</u>	<u>5,439</u>	<u>32,935</u>	<u>83,881</u>	<u>6,813</u>	<u>244,485</u>
Expenses						
Salaries	-	-	-	49,184	-	-
Employee benefits	-	-	-	11,866	-	-
Travel and training	-	-	-	-	-	-
Repair/maintenance	1,445	-	-	-	-	-
Supplies	874	41	-	-	-	-
Contractual	-	-	-	-	-	-
Payments to students	-	-	-	-	-	244,485
Other operating	1,083	5,439	-	59,051	1,019	-
Interest and fees	-	221,827	-	-	-	-
Principal expense	-	177,641	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	-	-	-	-	-
Total expenses	<u>3,402</u>	<u>404,948</u>	<u>-</u>	<u>120,101</u>	<u>1,019</u>	<u>244,485</u>
Operating income (loss)	<u>87,211</u>	<u>(399,509)</u>	<u>32,935</u>	<u>(36,220)</u>	<u>5,794</u>	<u>-</u>
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	175,381	-	-	-	-
Investment interest	-	139	-	-	24,133	-
Transfers from other funds	-	123,202	-	29,855	1,955	-
Transfers to other funds	-	-	(32,935)	-	(1,955)	-
Total non-operating revenue (expense)	<u>-</u>	<u>298,722</u>	<u>(32,935)</u>	<u>29,855</u>	<u>24,133</u>	<u>-</u>
Increase (decrease) in net position	<u>87,211</u>	<u>(100,787)</u>	<u>-</u>	<u>(6,365)</u>	<u>29,927</u>	<u>-</u>
Net position at beginning of year	<u>52,665</u>	<u>104,505</u>	<u>-</u>	<u>11,766</u>	<u>1,062,745</u>	<u>-</u>
Net position at end of year	<u>\$ 139,876</u>	<u>\$ 3,718</u>	<u>\$ -</u>	<u>\$ 5,401</u>	<u>\$ 1,092,672</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(199)	(201)	(203)	(204)	(301)	(302)
	INDIRECT COST	UNITED HEALTH FOUNDATION-REHAB	CAREER LIFE SKILLS PROGRAM	ASCENDIUM INTERNSHIP PROGRAM	TITLE III (A)	TITLE III (F)
Revenues						
Federal	\$ -	\$ -	\$ -	\$ -	\$ 520,357	\$ 495,972
Local/other	8,900	3,391	95,953	10,000	-	-
Indirect cost recovery	512,369	-	-	-	-	-
Total revenues	<u>521,269</u>	<u>3,391</u>	<u>95,953</u>	<u>10,000</u>	<u>520,357</u>	<u>495,972</u>
Expenses						
Salaries	501,199	-	51,121	-	325,215	306,005
Employee benefits	154,401	-	19,854	-	118,673	119,036
Travel and training	14,783	-	3,486	-	-	15,939
Repair/maintenance	35,282	-	-	-	-	-
Supplies	21,902	-	7,513	-	-	-
Contractual	84,370	3,391	2,595	-	-	46,562
Payments to students	-	-	-	-	-	-
Other operating	4,814	-	137	-	76,469	8,430
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	-	11,247	10,000	-	-
Total expenses	<u>816,751</u>	<u>3,391</u>	<u>95,953</u>	<u>10,000</u>	<u>520,357</u>	<u>495,972</u>
Operating income (loss)	<u>(295,482)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	298,348	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total non-operating revenue (expense)	<u>298,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>2,866</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at beginning of year	<u>6,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at end of year	<u>\$ 9,725</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(305)	(310)	(315)	(320)	(330)	(331)
	NACTEP 2019-2021	STUDENT SUPPORT SERVICES	TALENT SEARCH	COLLEGE WORKSTUDY	SEOG	PELL GRANTS
Revenues						
Federal	\$ 590,264	\$ 306,029	\$ 185,200	\$ 10,828	\$ 18,543	\$ 553,631
Local/other	-	-	-	-	-	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	<u>590,264</u>	<u>306,029</u>	<u>185,200</u>	<u>10,828</u>	<u>18,543</u>	<u>553,631</u>
Expenses						
Salaries	232,865	162,286	106,192	9,421	-	-
Employee benefits	89,460	68,183	37,592	-	-	-
Travel and training	3,342	-	1,561	-	-	-
Repair/maintenance	-	-	-	-	-	-
Supplies	28,031	17,910	2,763	-	-	-
Contractual	-	-	-	-	-	-
Payments to students	10,313	30,824	-	-	19,950	553,631
Other operating	196,491	6,366	23,145	-	-	-
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	29,762	20,460	13,947	-	-	-
Total expenses	<u>590,264</u>	<u>306,029</u>	<u>185,200</u>	<u>9,421</u>	<u>19,950</u>	<u>553,631</u>
Operating income (loss)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,407</u>	<u>(1,407)</u>	<u>-</u>
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	1,407	-
Transfers to other funds	-	-	-	(1,407)	-	-
Total non-operating revenue (expense)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,407)</u>	<u>1,407</u>	<u>-</u>
Increase (decrease) in net position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(415)	(520)	(521)	(522)	(525)	(543)
	DPI/GED	HEAD START	HS FOOD SERVICE (USDA)	JOHNSON O'MALLEY (HS SUPPLEMENTAL)	EARLY HEAD START	NEXT STEPS
Revenues						
Federal	\$ -	\$ 1,125,362	\$ 64,618	\$ 1,694	\$ 1,626,357	\$ 1,047,688
Local/other	-	-	210	-	-	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	-	1,125,362	64,828	1,694	1,626,357	1,047,688
Expenses						
Salaries	46,217	557,159	-	-	954,355	391,304
Employee benefits	19,877	295,910	-	-	415,887	107,615
Travel and training	-	21,607	-	-	1,167	-
Repair/maintenance	-	17,929	-	-	17,629	-
Supplies	-	18,685	64,828	1,694	39,311	-
Contractual	-	1,150	-	-	26,455	8,269
Payments to students	-	-	-	-	-	-
Other operating	1,867	134,100	-	-	39,706	454,804
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	78,822	-	-	131,847	85,696
Total expenses	67,961	1,125,362	64,828	1,694	1,626,357	1,047,688
Operating income (loss)	(67,961)	-	-	-	-	-
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	28,374	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	39,587	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total non-operating revenue (expense)	67,961	-	-	-	-	-
Increase (decrease) in net position	-	-	-	-	-	-
Net position at beginning of year	-	-	-	-	-	-
Net position at end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(610)	(611)	(612)	(614)	(750)
	ICE TI	ICE TI #2	NSF PEEC 2 GRANT	TARGETED STEM INFUSION	ADVANCED MANUFACTURING TRAINING
Revenues					
Federal	\$ 128,998	\$ 270,549	\$ 167,563	\$ 73,590	\$ 136,039
Local/other	-	-	-	-	-
Indirect cost recovery	-	-	-	-	-
Total revenues	128,998	270,549	167,563	73,590	136,039
Expenses					
Salaries	36,859	119,460	98,544	35,690	-
Employee benefits	13,188	42,878	33,140	12,258	10
Travel and training	5,401	2,214	8,123	-	1,061
Repair/maintenance	-	-	-	-	-
Supplies	4,603	12,683	2,400	16,499	64,261
Contractual	40,853	36,253	-	-	-
Payments to students	-	-	3,676	1,608	-
Other operating	16,583	17,944	-	-	70,707
Interest and fees	-	-	-	-	-
Principal expense	-	-	-	-	-
Depreciation	-	-	-	-	-
Indirect	11,511	39,117	21,680	7,535	-
Total expenses	128,998	270,549	167,563	73,590	136,039
Operating income (loss)	-	-	-	-	-
Non-operating revenue (expense)					
Federal	-	-	-	-	-
Local/other	-	-	-	-	-
Tribal support	-	-	-	-	-
Investment interest	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total non-operating revenue (expense)	-	-	-	-	-
Increase (decrease) in net position	-	-	-	-	-
Net position at beginning of year	-	-	-	-	-
Net position at end of year	\$ -	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(755)	(810)	(835)	(838)	(860)	(861)
	ADVANCED MANUFACTURING #2	MISCELLANEOUS	NATIVE PATHWAYS BRIDGES	AICF - TELLING OUR STORIES	LIBRARY GRANT	IMLS BASIC LIBRARY GRANT
Revenues						
Federal	\$ 80,387	\$ -	\$ -	\$ -	\$ 79,620	\$ 1,696
Local/other	-	166,476	3,775	-	-	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	80,387	166,476	3,775	-	79,620	1,696
Expenses						
Salaries	45,194	-	1,001	-	39,294	-
Employee benefits	11,141	-	66	-	6,598	-
Travel and training	1,207	-	-	-	118	-
Repair/maintenance	-	-	-	-	-	-
Supplies	6,636	4,415	658	-	2,154	341
Contractual	-	-	-	-	-	-
Payments to students	-	-	2,050	-	-	-
Other operating	5,814	87,285	-	-	23,659	1,355
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	10,395	-	-	-	7,797	-
Total expenses	80,387	91,700	3,775	-	79,620	1,696
Operating income (loss)	-	74,776	-	-	-	-
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total non-operating revenue (expense)	-	-	-	-	-	-
Increase (decrease) in net position	-	74,776	-	-	-	-
Net position at beginning of year	-	82,329	-	-	-	-
Net position at end of year	\$ -	\$ 157,105	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(865)	(867) ND	(871)	(872)	(877)	(880)
	AMP	VOCATIONAL ED GRANT	USDA ENDOWMENT	COMMUNITY GARDEN	LOCAL FOOD AND EDUCATION INITIATIVE	USDA FACILITY UPGRADES I-V
Revenues						
Federal	\$ 1,000	\$ 75,050	\$ 59,471	\$ 43,232	\$ 124,051	\$ 14,277
Local/other	-	-	-	-	-	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	1,000	75,050	59,471	43,232	124,051	14,277
Expenses						
Salaries	1,000	63,147	30,776	17,875	62,416	-
Employee benefits	-	11,903	15,601	3,261	27,973	-
Travel and training	-	-	63	-	395	-
Repair/maintenance	-	-	-	-	-	-
Supplies	-	-	5,953	-	12,976	-
Contractual	-	-	-	-	-	-
Payments to students	-	-	-	-	20,291	-
Other operating	-	-	-	15,875	-	14,277
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	-	7,078	6,221	-	-
Total expenses	1,000	75,050	59,471	43,232	124,051	14,277
Operating income (loss)	-	-	-	-	-	-
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total non-operating revenue (expense)	-	-	-	-	-	-
Increase (decrease) in net position	-	-	-	-	-	-
Net position at beginning of year	-	-	-	-	-	-
Net position at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(881) USDA/RD/TCUP 2018 FAC UPGRADES	(882) USDA RD-2019 FACILITIES	(883) CAPACITY THROUGH 4H	(884) GARDENING NAAF	(886) UND SUBCONTRACT INBRE	(890) NDAG ORCHARD
Revenues						
Federal	\$ 44,136	\$ 36,759	\$ 1,708	\$ -	\$ 21,654	\$ 1,500
Local/other	-	-	-	34,047	-	-
Indirect cost recovery	-	-	-	-	-	-
Total revenues	44,136	36,759	1,708	34,047	21,654	1,500
Expenses						
Salaries	-	-	1,306	4,800	11,111	-
Employee benefits	-	-	402	1,179	3,560	-
Travel and training	-	-	-	-	1,723	-
Repair/maintenance	-	-	-	-	-	-
Supplies	8,845	472	-	15,660	3,985	1,500
Contractual	23,293	-	-	-	-	-
Payments to students	-	-	-	-	-	-
Other operating	11,998	36,287	-	8,759	-	-
Interest and fees	-	-	-	-	-	-
Principal expense	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Indirect	-	-	-	3,649	1,275	-
Total expenses	44,136	36,759	1,708	34,047	21,654	1,500
Operating income (loss)	-	-	-	-	-	-
Non-operating revenue (expense)						
Federal	-	-	-	-	-	-
Local/other	-	-	-	-	-	-
Tribal support	-	-	-	-	-	-
Investment interest	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total non-operating revenue (expense)	-	-	-	-	-	-
Increase (decrease) in net position	-	-	-	-	-	-
Net position at beginning of year	-	-	-	-	-	-
Net position at end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	(892) EMPLOYEE MORALE/ BETTERMENT	(894) ND-ACES	(897) USDA TRIBAL EQUITY	(898) TMCC EPSCOR PROGRAM	(899) EPSCOR-STATE (VIA NDSU)
Revenues					
Federal	\$ -	\$ 47	\$ 90,473	\$ 31,362	\$ -
Local/other	11,715	-	-	-	5,000
Indirect cost recovery	-	-	-	-	-
Total revenues	<u>11,715</u>	<u>47</u>	<u>90,473</u>	<u>31,362</u>	<u>5,000</u>
Expenses					
Salaries	-	-	52,912	6,498	4,566
Employee benefits	-	-	19,190	1,406	434
Travel and training	-	-	4,602	-	-
Repair/maintenance	-	-	-	-	-
Supplies	106	-	1,393	604	-
Contractual	-	-	-	10,750	-
Payments to students	-	-	-	-	-
Other operating	10,804	47	206	9,944	-
Interest and fees	-	-	-	-	-
Principal expense	-	-	-	-	-
Depreciation	-	-	-	-	-
Indirect	-	-	12,170	2,160	-
Total expenses	<u>10,910</u>	<u>47</u>	<u>90,473</u>	<u>31,362</u>	<u>5,000</u>
Operating income (loss)	<u>805</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-operating revenue (expense)					
Federal	-	-	-	-	-
Local/other	-	-	-	-	-
Tribal support	-	-	-	-	-
Investment interest	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total non-operating revenue (expense)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>805</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at beginning of year	<u>(395)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position at end of year	<u>\$ 410</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	DEBT AND CAPITAL ASSETS	ELIMINATIONS	TOTAL
Revenues			
Federal	\$ (5,439)	\$ -	\$ 9,140,756
Local/other	-	(406,568)	948,207
Indirect cost recovery	-	(512,369)	-
Total revenues	<u>(5,439)</u>	<u>(918,937)</u>	<u>10,088,963</u>
Expenses			
Salaries	28,096	-	5,136,197
Employee benefits	-	-	1,888,974
Travel and training	-	-	91,740
Repair/maintenance	-	-	72,285
Supplies	-	-	730,581
Contractual	-	-	303,136
Payments to students	-	(406,568)	614,689
Other operating	(394,212)	-	1,326,218
Interest and fees	(124)	-	221,703
Principal expense	(177,641)	-	-
Depreciation	1,068,063	-	1,068,063
Indirect	-	(512,369)	-
Total expenses	<u>524,182</u>	<u>(918,937)</u>	<u>11,453,586</u>
Operating income (loss)	<u>(529,621)</u>	<u>-</u>	<u>(1,364,623)</u>
Non-operating revenue (expense)			
Federal	-	-	853,201
Local/other	(174,500)	-	32,600
Tribal support	-	-	218,469
Investment interest	-	-	35,745
Transfers from other funds	-	(775,570)	-
Transfers to other funds	-	775,570	-
Total non-operating revenue (expense)	<u>(174,500)</u>	<u>-</u>	<u>1,140,015</u>
Increase (decrease) in net position	(704,121)	-	(224,608)
Net position at beginning of year	<u>11,806,287</u>	<u>-</u>	<u>15,110,620</u>
Net position at end of year	<u>\$ 11,102,166</u>	<u>\$ -</u>	<u>\$ 14,886,012</u>

CANKDESKA CIKANA COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

FEDERAL GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PASSED-THROUGH TO SUBRECIPIENTS (\$)	EXPENDITURES
DEPARTMENT OF INTERIOR				
PASSED THROUGH BUREAU OF INDIAN AFFAIRS:				
Assistance to Tribally Controlled Community Colleges (ACADEMIC)	15.027	1076-0018		\$ 1,104,238
Assistance to Tribally Controlled Community Colleges (ENDOWMENT)	15.028	None		560,792
COVID-19 - TCU Operations	15.164	None		250,770
477 Cluster:				
Indian Ed Assistance to Schools - Johnson O'Malley	15.130	None		1,694
Total 477 Cluster				<u>1,694</u>
TOTAL DEPARTMENT OF INTERIOR				1,917,494
DEPARTMENT OF EDUCATION				
DIRECT PROGRAMS:				
TRIO Cluster				
TRIO - Talent Search	84.044A		\$ 185,200	
TRIO - Student Support Services	84.042A		306,029	
Total TRIO Cluster				491,229
Student Financial Aid Cluster:				
Federal Supplemental Educational Opportunity Grant (SEOG)	84.007		18,543	
Federal Work Study Program	84.033		10,828	
Federal Pell Grant Program	84.063		553,631	
Total Student Financial Assistance Cluster				583,002
Tribally Controlled Colleges and Universities (TITLE III) (A)	84.031T		520,357	
Title III (F)	84.031T		495,972	
Total CFDA 84.031T				1,016,329
Carl Perkins	84.101A			590,264
COVID-19 - Higher Ed Emergency Relief	84.425E		108,484	
COVID-19 - Relief Institutional Funding	84.425F		108,484	
COVID-19 - Section 18004 CARES Act Relief Funding	84.425K		299,852	
PASSED THROUGH BUREAU OF INDIAN AFFAIRS:				
COVID-19 - Education Stabilization Funds	84.425	None	85,610	
Total CFDA 84.425				602,430
PASSED THROUGH STATE OF NORTH DAKOTA:				
ND Vocational Ed Grant	84.048A	2052/2035		75,050
TOTAL DEPARTMENT OF EDUCATION				3,358,304
DEPARTMENT OF HEALTH AND HUMAN SERVICES				
DIRECT PROGRAMS:				
Next Steps Grant	93.093			1,047,688
Head Start Cluster:				
Early Head Start	93.600		1,626,357	
COVID-19 - Head Start	93.600		90,793	
Head Start	93.600		1,034,569	
Total Head Start Cluster				2,751,719
PASSED THROUGH STATE OF NORTH DAKOTA:				
ND INBRE Program	93.389	5P20GM103442-13		21,654
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				3,821,061
DEPARTMENT OF AGRICULTURE				
DIRECT PROGRAMS:				
USDA Tribal Equity	10.221		90,473	
Endowment Fund	10.221		59,471	
Total CFDA 10.221				149,944
Head Start Food Assistance	10.558			64,618
Community Facilities Loans and Grants Cluster:				
USDA Facility Upgrades	10.766		14,277	
USDA Rural Development	10.766		44,136	
USDA Rural Development	10.766		36,759	
Head Start Building (USDA Rural Development) Note	10.766		5,439	
Total Community Facilities Loans and Grants Cluster				100,611
Community Garden Program	10.902			43,232
Local Food & Education Initiative (USDA EXTENSION)	10.500		124,051	
PASSED THROUGH NORTH DAKOTA STATE UNIVERSITY:				
Capacity Through 4H	10.500	None	1,708	
Total CFDA 10.500				125,759
PASSED THROUGH NORTH DAKOTA DEPARTMENT OF AGRICULTURE				
Specialty Crop Block Grant - Orchard Project	10.170	None		1,500
TOTAL DEPARTMENT OF AGRICULTURE				485,664

See Notes to the Schedule of Expenditures of Federal Awards

CANKDESKA CIKANA COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

FEDERAL GRANTOR/PROGRAM TITLE	FEDERAL	PASS-THROUGH	PASSED-THROUGH TO SUBRECIPIENTS (\$)	EXPENDITURES
	CFDA NUMBER	ENTITY IDENTIFYING NUMBER		
DEPARTMENT OF ENERGY				
PASSED THROUGH AIHEC				
Advanced Manufacturing Initiative	81.123	None		216,426
TOTAL DEPARTMENT OF ENERGY				216,426
RESEARCH AND DEVELOPMENT CLUSTER				
DIRECT PROGRAMS:				
Collaborative Research PEEC: Pipeline for Tribal PreEngineering Society	47.076		270,549	
Collaborative Research PEEC II: Pipeline for Tribal PreEngineering Society	47.076		167,563	
AMP	47.076		1,000	
TSIP-Targeted STEMS	47.076		73,590	
Increasing Capacity & Enhancing Tribal Innovation	47.076		128,998	
Total CFDA 47.076				641,700
PASSED THROUGH NORTH DAKOTA STATE UNIVERSITY				
ND-ACES	47.083	None		47
EPSCoR	47.081	far0014852		31,362
TOTAL RESEARCH AND DEVELOPMENT CLUSTER				673,109
NATIONAL ENDOWMENT FOR HUMANITIES				
INSTITUTE OF MUSEUM AND LIBRARY SERVICES				
PASSED THROUGH SPIRIT LAKE NATION				
Enhancement	45.311	None	79,620	
Basic	45.311	None	1,696	81,316
TOTAL INSTITUTE OF MUSEUM AND LIBRARY SERVICES				81,316
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ -	\$ 10,553,374

See Notes to the Schedule of Expenditures of Federal Awards

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 2 – INDIRECT COST RATE

Cankdeska Cikana Community College has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Cankdeska Cikana Community College under programs of the federal government for the year ended September 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Cankdeska Cikana Community College, it is not intended to and does not present the financial position, change in net position, or cash flows of Cankdeska Cikana Community College.

NOTE 4 – ENDOWMENT

The cumulative amount of federal endowment funds received by the College is \$704,036 as of September 30, 2020.

NOTE 5 – RECONCILIATION OF SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The following is a reconciliation of the Schedule of Expenditures of Federal Awards to the Statement of Revenues, Expenses and Changes in Net Position:

Total revenues reported on Statement of revenues, expenses and changes in net position	\$ 9,993,957
USDA Rural Development grant loan proceeds expended	5,439
Federal endowments received and recognized as revenue prior to October 1, 2019	<u>553,978</u>
Total expenditures of federal awards	<u><u>\$ 10,553,374</u></u>

CANKDESKA CIKANA COMMUNITY COLLEGE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

NOTE 6 – LOANS OUTSTANDING

Cankdeska Cikana Community College has two outstanding federal loans as of September 30, 2020:

<u>CFDA</u>	<u>Origination Date</u>	<u>Origination Amount</u>	<u>Funding Source</u>	<u>Maturity</u>	<u>Loan Balance</u>
10.766	3/22/2016	\$ 4,491,250	Department of Agriculture	2/22/2046	\$ 4,137,736
10.766	3/22/2017	\$ 3,108,750	Department of Agriculture	2/22/2046	\$ 2,864,034

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Regents
Cankdeska Cikana Community College
Fort Totten, North Dakota

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of Cankdeska Cikana Community College, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated January 4, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Cankdeska Cikana Community College's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cankdeska Cikana Community College's internal control. Accordingly, we do not express an opinion on the effectiveness of Cankdeska Cikana Community College's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001 that we consider to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cankdeska Cikana Community College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Management's Response to Finding

Cankdeska Cikana Community College's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Cankdeska Cikana Community College's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



BRADY, MARTZ & ASSOCIATES, P.C.
GRAND FORKS, NORTH DAKOTA

January 4, 2021

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Regents
Cankdeska Cikana Community College
Fort Totten, North Dakota

Report on Compliance for Each Major Federal Program

We have audited Cankdeska Cikana Community College's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Cankdeska Cikana Community College's major federal programs for the year ended September 30, 2020. Cankdeska Cikana Community College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Cankdeska Cikana Community College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Cankdeska Cikana Community College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Cankdeska Cikana Community College's compliance.

Opinion on Each Major Federal Program

In our opinion, Cankdeska Cikana Community College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended September 30, 2020.

Report on Internal Control Over Compliance

Management of Cankdeska Cikana Community College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Cankdeska Cikana Community College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Cankdeska Cikana Community College's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



**BRADY, MARTZ & ASSOCIATES, P.C.
GRAND FORKS, NORTH DAKOTA**

January 4, 2021

CANKDESKA CIKANA COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:
Material weakness(es) identified? yes x no
Significant deficiency(ies) identified that are
not considered to be material weaknesses? x yes none reported

Non-compliance material to financial
statements noted? yes x no

Federal Awards

Internal control over major programs:
Material weakness(es) identified? yes x no
Significant deficiency(ies) identified that are
not considered to be material weaknesses? yes x none reported

Type of auditor's report issued on compliance
for major programs: Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
2 CFR 200.516(a)? yes x no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
15.027	Tribally Controlled Community Colleges
93.093	Next Steps

Dollar threshold used to distinguish
between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee? x yes no

CANKDESKA CIKANA COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

SECTION II - FINANCIAL STATEMENT FINDINGS

2020-001 Finding (Repeat from prior year)

Criteria

An appropriate system of internal control requires the College to prepare financial statements in compliance with accounting principles generally accepted in the United States of America.

Condition

The College's personnel prepare periodic financial information for internal use that meets the needs of management and the Board. However, the College currently does not prepare financial statements, including accompanying note disclosures, as required by accounting principles generally accepted in the United States of America. The College has elected to have the auditors assist in the preparation of the financial statements and notes.

Cause

The College elected to not allocate resources for the preparation of the financial statements.

Effect

There is an increased risk of material misstatement to the College's financial statements.

Recommendation

We recommend the entity consider the additional risk of having the auditors assist in the preparation of the financial statements and note disclosures and consider preparing them in the future. As a compensating control the entity should establish an internal control policy to document the annual review of the financial statements and schedules and to review a financial statement disclosure checklist.

Views of Responsible Officials and Planned Corrective Actions

The College agrees with the recommendation and will review on an annual basis.

CANKDESKA CIKANA COMMUNITY COLLEGE
SCHEDULE OF PRIOR AUDIT FINDINGS
AS OF SEPTEMBER 30, 2020

2019-001 Finding

Criteria

An appropriate system of internal controls requires that the College make a determination that financial statements and the underlying general ledger accounts are properly stated in compliance with accounting principles generally accepted in the United States of America. This requires the College's personnel to maintain a working knowledge of current accounting principles generally accepted in the United States of America and required financial statement disclosures.

Condition

The College's auditors prepared the financial statements as of September 30, 2019. An appropriate system of internal controls requires that the College must make a determination that financial statements and the underlying general ledger accounts are properly stated in compliance with GAAP. This requires the College's personnel to maintain a working knowledge of current accounting principles generally accepted in the United States of America and required financial statement disclosures.

Cause

The entity elected to not allocate resources for the preparation of the financial statements.

Effect

The College currently does not maintain the working knowledge of current accounting principles generally accepted in the United States of America and required financial statement disclosures to make a determination that financial statements are properly stated in compliance with accounting principles generally accepted in the United States of America.

Recommendation

Compensating controls could be provided through client preparation of the financial statement preparation and/or review function.

Management's Response

Management currently feels it is not cost effective to employ a CPA on staff to prepare the financial statements. Management will implement mitigating controls as they see appropriate and cost beneficial.

Current Status

See finding 2020-001.



CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2020

2020-001

Contact Person

Chelly Merkel-Veer

Planned Corrective Action

Will establish policy to document review of financial statements and notes.

Planned Completion Date

Ongoing

