

**WHITE EARTH LAND RECOVERY PROJECT
FINANCIAL STATEMENTS, SUPPLEMENTAL INFORMATION,
AND INDEPENDENT AUDITOR'S REPORT**

DECEMBER 31, 2024

WHITE EARTH LAND RECOVERY PROJECT

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Board of Directors
White Earth Land Recovery Project
Callaway, MN

Opinion

We have audited the accompanying financial statements of White Earth Land Recovery Project (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of White Earth Land Recovery Project as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about White Earth Land Recovery Project's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



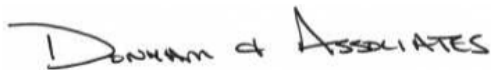
Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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



Donham & Associates, Certified Public Accountants, LLC
Albuquerque, NM
July 17, 2025



WHITE EARTH LAND RECOVERY PROJECT
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 603,419
Grant Receivables	13,810
Other Receivables	27,322
Prepaid Assets	34,734
Inventory	49,861
Other Current Assets	34,731
Total Current Assets	<u>763,877</u>

Fixed Assets

Land	496,268
Building	616,165
Furniture and Equipment	986,508
Less: Accumulated Depreciation	<u>(1,072,730)</u>
Total Fixed Assets	<u>1,026,211</u>

TOTAL ASSETS	<u><u>\$ 1,790,088</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts Payable	\$ 6,467
Accrued Leave	(7,127)
Current Portion of Long-Term Debt	23,955
Due to Related Parties	95,701
Total Current Liabilities	<u>118,996</u>

Long-Term Debt

Notes Payable	23,955
Less: current Portion Long-Term Debt	<u>(23,955)</u>
Total Long-Term Debt	<u>-</u>
Total Liabilities	<u>118,996</u>

Net Assets

Invested in Capital Assets	1,026,211
Unrestricted	644,881
Total Net Assets	<u>1,671,092</u>

TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,790,088</u></u>
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See accompanying notes to financial statements.

WHITE EARTH LAND RECOVERY PROJECT
STATEMENTS OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

UNRESTRICTED NET ASSETS

Revenues and Other Support

Grants	\$ 594,026
Contributions	56,323
Merchandise Sales	210,670
Rental Income	24,300
Interest Income	524
Other Income	<u>124,388</u>
Total Revenues and Other Support	<u>1,010,231</u>

Expenses

Program Services	1,039,597
General & Administrative	<u>237,474</u>
Total Expenses	<u>1,277,071</u>

Increase (Decrease) in Unrestricted Net Assets	<u>(266,840)</u>
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Net Assets, Beginning of Year	<u>1,937,932</u>
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Net Assets, End of Year	<u><u>\$ 1,671,092</u></u>
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See accompanying notes to financial statements.

WHITE EARTH LAND RECOVERY PROJECT
STATEMENTS OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2024

<u>Cash Flows from Operating Activities:</u>	
Change in Net Assets	\$ (266,840)
Adjustments to Reconcile Change in Net Assets	
to Net Cash Provided By (Used) by Operating Activities:	
Depreciation	41,639
(Increase) Decrease in Current Assets:	
Receivables	(6,366)
Prepaid Assets	(20,611)
Inventory	38
Security Deposits	2,400
Increase (Decrease) in Current Liabilities:	
Accounts Payable	(47,084)
Accrued Leave	(7,709)
Due to Related Parties	12,901
Net Cash Provided (Used) by Operating Activities	<u>(291,632)</u>
<u>Cash Flows from Financing Activities:</u>	
Purchase of Capital Assets	(53,286)
Note Payable Repayments	<u>(30,254)</u>
Net Cash Provided (Used) by Financing Activities	<u>(83,540)</u>
Net Increase (Decrease) in Cash	<u>(375,172)</u>
Cash and Cash Equivalents, Beginning of Year	<u>978,591</u>
Cash and Cash Equivalents, End of Year	<u>\$ 603,419</u>

See accompanying notes to financial statements.

WHITE EARTH LAND RECOVERY PROJECT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

The White Earth Land Recovery Project operates exclusively for religious, charitable, and educational purposes as a non-profit organization. Activities include conserving and maintaining the cultural and natural resources in areas of Northern Minnesota currently or historically occupied by members of the Mississippi, Pillager, Pembina, and other Chippewa Bands, to promote and protect the use of such lands for the housing, economic development, religious and cultural needs of such bands, and to educate members of such bands and the general public about the history and uses of such land.

Programs run by the organization include:

Community Outreach: Dedicated to informing the community through trainings provided through the organization and public speaking events hosted by the Executive Director.

Sustainable Communities: Dedicated to farming operations, gardening projects, sugar bush (maple syrup), and wild rice harvest.

Alternative Energy: Dedicated to finding alternative sources of energy, including solar heating, solar electric, and wind energy.

Native Harvest: Store that sells goods including wild rice, maple syrup, birch bark products, jewelry, books, coffee, clothing, and many other items.

Nijjii Radio: Operation of non-profit radio station that broadcasts education, cultural, and musical content.

Income Tax Status

The organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and therefore, has no provision for income taxes. It is not a private foundation.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Inventory

Inventory is recorded at lower of cost or market on a first in, first out basis. Inventories consist of items for sale, including food, crafts, books, cards, clothing and others.

WHITE EARTH LAND RECOVERY PROJECT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising

Advertising costs are expenses in the period incurred.

Basis of Presentation

The organization is required to report information regarding its financial position and activities according to the following classes of net assets:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The organization has no temporarily restricted net assets.

Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that are to be maintained permanently by the organization. Generally, the donors of these assets permit the organization to use all or part of the income earned on any related investments for general or specific purposes. The organization has no permanently restricted net assets.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the organization considers all demand, savings and certificates of deposit to be cash equivalents.

Recognition of Donor Restricted Contributions

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Fixed Assets

Fixed assets are recorded at cost. Donated items are recorded at estimated fair value. Depreciation is provided over the estimated useful lives of the assets on a straight-line basis. Useful lives range from 5 to 39 years.

Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expenses as incurred.

WHITE EARTH LAND RECOVERY PROJECT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates in the Preparation of Financial Statements

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. These estimates and assumptions may affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses. Actual results could differ from those estimates.

Functional Allocations of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefits.

Donated Services

Volunteers contribute significant amounts of time to the organization for program services, administration, and fundraising activities. These services do not meet the criteria for recognition of volunteer services and therefore have not been recorded as revenues or expenses.

Revenue Recognition

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, and unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

NOTE 2 – LONG-TERM DEBT

Midwest Bank note with 5.375% interest rate, payable in monthly installments of \$2,727 to December 10, 2027, secured by real estate with a balance of \$23,955 at December 31, 2024.

NOTE 3 – UNCERTAIN TAX POSITION

The organization has evaluated for uncertain tax positions and management has expressed there are no uncertain tax positions as of December 31, 2024. Tax returns for the past three years remain open for examination by tax jurisdictions.

**WHITE EARTH LAND RECOVERY PROJECT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 – EVALUATION OF SUBSEQUENT EVENTS

The organization has evaluated subsequent events through July 17, 2025, the date which the statements were available to issue.

SUPPLEMENTAL INFORMATION

WHITE EARTH LAND RECOVERY PROJECT
SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	White Earth Land Recovery Project	Native Harvest	Nijiji Radio	RISE	Total Program	General & Administrative	Fundraising	Total
Advertising	\$ 652	\$ 47	\$ -	\$ -	\$ 699	\$ 2,976	\$ -	\$ 3,675
Automotive	920	6	-	-	926	681	-	1,607
Bank Fees	323	60	-	140	523	-	-	523
Contracted Services	41,100	-	63,617	102,393	207,110	24,106	-	231,216
Cost of Sales	-	150,625	-	-	150,625	-	-	150,625
Depreciation	14,033	-	22,577	72	36,682	4,956	-	41,638
Equipment	-	-	100,869	-	100,869	5,677	-	106,546
Insurance	4,146	-	-	-	4,146	-	-	4,146
Interest	2,473	-	-	-	2,473	-	-	2,473
Licenses, Fees, Permits	-	543	23,607	-	24,150	11,173	-	35,323
Postage	577	-	-	-	577	-	-	577
Printing	1,633	-	-	-	1,633	-	-	1,633
Maintenance	-	6,694	-	-	6,694	5,524	-	12,218
Miscellaneous	-	85	935	5,633	6,653	22,381	-	29,034
Occupancy	-	-	-	-	-	1,350	-	1,350
Salaries and Benefits	274,327	-	97,161	-	371,488	80,105	-	451,593
Supplies	51,558	2,053	40,647	1,643	95,901	11,287	-	107,188
Utilities	8,220	2,411	2,862	1,007	14,500	30,570	-	45,070
Travel and Meetings	-	-	9,208	4,740	13,948	36,688	-	50,636
Total Expenses	\$ 399,962	\$ 162,524	\$ 361,483	\$ 115,628	\$ 1,039,597	\$ 237,474	\$ -	\$ 1,277,071

See accompanying notes to financial statements.