

Greenagers, Inc.
Financial Statements
For the Year Ended December 31, 2021
with Comparative Totals for
December 31, 2020

Greenagers, Inc.

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Partners

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**Of Counsel**

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Independent Auditors' Report

To the Board of Directors of
Greenagers, Inc.

Opinion

We have audited the accompanying financial statements of Greenagers, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, 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 Greenagers, Inc as of December 31, 2021, 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 Greenagers, Inc 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.

Responsibility of Management 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, 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 Greenagers Inc'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 Responsibility 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 Greenagers, Inc'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 Greenagers, Inc'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.

Report on Summarized Comparative Information

We have previously audited Greenagers, Inc.'s 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 23, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Smith, Watson & Company, LLP

Smith, Watson & Company, LLP
Pittsfield, MA
October 20, 2022

Greenagers, Inc.

Statement of Financial Position

December 31, 2021 with Comparative Totals for December 31, 2020

	2021	2020
Assets		
Current Assets:		
Cash and equivalents	\$ 745,572	\$ 781,841
Accounts receivable	59,881	11,814
Pledges and grants receivable	112,910	31,570
Prepaid expenses	<u>-</u>	<u>11,838</u>
Total Current Assets	918,363	837,063
Property and equipment, net	606,384	421,099
Marketable securities	<u>687,715</u>	<u>659,399</u>
Total Assets	<u>\$ 2,212,462</u>	<u>\$ 1,917,561</u>
Liabilities and Net Assets		
Current Liabilities:		
Accounts payable	\$ 13,198	\$ 63,192
Accrued expenses	3,397	17,475
Current portion of long-term debt	<u>7,673</u>	<u>7,673</u>
Total Current Liabilities	<u>24,268</u>	<u>88,340</u>
Long-term debt, net of current portion	<u>20,462</u>	<u>28,136</u>
Total Liabilities	<u>44,730</u>	<u>116,476</u>
Net Assets		
Without Donor Restrictions	2,167,732	1,704,975
With Donor Restrictions	<u>-</u>	<u>96,110</u>
Total Net Assets	<u>2,167,732</u>	<u>1,801,085</u>
Total Liabilities and Net Assets	<u>\$ 2,212,462</u>	<u>\$ 1,917,561</u>

The accompanying notes are an integral part of these financial statements.

Greenagers, Inc.

Statement of Activities

For the Year Ended December 31, 2021 with Comparative Totals for the Year Ended December 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2021 Total</u>	<u>2020 Summarized Information</u>
Support and Revenues				
Contributions and grants	\$ 867,134	\$ -	\$ 867,134	\$ 722,821
Program service income	407,177	-	407,177	236,870
Fundraising Events	136,850	-	136,850	-
Special event revenue	79,174	-	79,174	373,443
Investment income, net of fees	78,097	-	78,097	72,703
Rental income	39,400	-	39,400	37,303
Other income	1,340	-	1,340	23,730
Gain (loss) on disposal of assets	(4,456)	-	(4,456)	6,900
Net assets released from restrictions	<u>96,110</u>	<u>(96,110)</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	<u>1,700,826</u>	<u>(96,110)</u>	<u>1,604,716</u>	<u>1,473,770</u>
Expenses				
Program service expenses	986,749	-	986,749	783,470
Management and general expenses	196,043	-	196,043	213,459
Fundraising expenses	<u>55,277</u>	<u>-</u>	<u>55,277</u>	<u>42,829</u>
Total Expenses	<u>1,238,069</u>	<u>-</u>	<u>1,238,069</u>	<u>1,039,758</u>
Change in net assets	462,757	(96,110)	366,647	434,012
Net assets, January 1	<u>1,704,975</u>	<u>96,110</u>	<u>1,801,085</u>	<u>1,367,073</u>
Net assets, December 31	<u>\$ 2,167,732</u>	<u>\$ -</u>	<u>\$ 2,167,732</u>	<u>\$ 1,801,085</u>

The accompanying notes are an integral part of these financial statements.

Greenagers, Inc.

Statement of Functional Expenses

For the Year Ended December 31, 2021 with Comparative Totals for the Year Ended December 31, 2020

	2021								
	Program Activities					Supporting Activities			
	Trails and Conservation	Agricultural Programs	School Programs	April Hill	Total Program	Management and General	Fundraising	Total Supporting	Total Expenses
Payroll and related costs	\$ 219,076	\$ 155,976	\$ 115,820	\$ 8,691	\$ 499,563	\$ 114,535	\$ 34,402	\$ 148,937	\$ 648,500
Professional fees	16,833	11,424	78,228	-	106,485	15,201	2,980	18,181	124,666
Sub-awards	-	-	140,900	-	140,900	-	-	-	140,900
Supplies and tools	37,414	33,035	25,487	4,865	100,801	4,576	866	5,442	106,243
Travel and meetings	472	-	-	-	472	825	-	825	1,297
Insurance	1,725	-	-	5,520	7,245	5,083	-	5,083	12,328
Occupancy costs	15,896	11,192	37,186	10,343	74,617	33,531	3,371	36,902	111,519
Depreciation expense	9,822	-	-	22,434	32,256	571	-	571	32,827
Printing & postage	2,616	1,827	1,401	54	5,898	1,550	2,150	3,700	9,598
Advertising & design	-	534	10	-	544	10,655	6,332	16,987	17,531
Staff training	3,628	-	339	-	3,967	449	-	449	4,416
Other expenses	6,921	4,410	2,670	-	14,001	9,067	5,176	14,243	28,244
	<u>\$ 314,403</u>	<u>\$ 218,398</u>	<u>\$ 402,041</u>	<u>\$ 51,907</u>	<u>\$ 986,749</u>	<u>\$ 196,043</u>	<u>\$ 55,277</u>	<u>\$ 251,320</u>	<u>\$ 1,238,069</u>

The accompanying notes are an integral part of these financial statements.

Greenagers, Inc.

Statement of Functional Expenses

For the Year Ended December 31, 2021 with Comparative Totals for the Year Ended December 31, 2020

	2020								
	Program Activities					Supporting Activities			
	Community Work Initiative	Agricultural Programs	School Programs	April Hill	Total Program	Management and General	Fundraising	Total Supporting	Total Expenses
Payroll and related costs	\$ 192,958	\$ 169,892	\$ 83,913	\$ -	\$ 446,763	\$ 77,269	\$ 32,181	\$ 109,450	\$ 556,213
Professional fees	-	10,634	47,440	1,355	59,429	54,063	2,067	56,130	115,559
Sub-awards	-	-	118,198	-	118,198	-	-	-	118,198
Supplies and tools	11,248	52,808	13,920	-	77,976	24,534	-	24,534	102,510
Travel and meals	647	865	-	-	1,512	1,342	-	1,342	2,854
Insurance	2,717	-	-	6,029	8,746	16,880	-	16,880	25,626
Occupancy costs	1,099	3,332	25,786	14,974	45,191	22,465	60	22,525	67,716
Depreciation expense	7,059	-	-	13,975	21,034	571	-	571	21,605
Printing & postage	25	-	1,232	-	1,257	2,990	3,415	6,405	7,662
Advertising & design	-	652	110	-	762	370	4,369	4,739	5,501
Bad debt expense	-	-	-	-	-	2,646	-	2,646	2,646
Staff training	500	-	324	-	824	-	-	-	824
Interest expense	-	-	-	-	-	515	-	515	515
Other expenses	511	89	1,178	-	1,778	9,814	737	10,551	12,329
	<u>\$ 216,764</u>	<u>\$ 238,272</u>	<u>\$ 292,101</u>	<u>\$ 36,333</u>	<u>\$ 783,470</u>	<u>\$ 213,459</u>	<u>\$ 42,829</u>	<u>\$ 256,288</u>	<u>\$ 1,039,758</u>

The accompanying notes are an integral part of these financial statements.

Greenagers, Inc.

Statement of Cash Flows

For the Year Ended December 31, 2021 with Comparative Totals for the Year Ended December 31, 2020

	2021	2020
Cash Flows From Operating Activities		
Change in net assets	\$ 366,647	\$ 434,012
Adjustments to Reconcile Change in Net Assets to Net Cash Used In Operating Activities		
Depreciation expense	32,827	21,605
Donated securities	-	(76,313)
Gain on sale of investments	(11,607)	(7,331)
(Gain)/loss on disposal of property	4,456	(6,900)
Unrealized gain on investments	(50,591)	(59,152)
Changes in:		
Accounts receivable	(48,067)	15,202
Pledges and grants receivable	(81,340)	10,919
Prepaid expenses	11,838	(11,838)
Accounts payable	(49,994)	61,611
Accrued expenses	(14,078)	11,595
Net Cash Provided by Operating Activities	<u>160,091</u>	<u>393,410</u>
Cash Flows From Investing Activities		
Acquisition of property and equipment	(222,567)	(41,242)
Proceeds from the disposal of property	-	19,500
Proceeds from the sale of investments	95,743	92,966
Reinvested dividends	(18,334)	-
Purchase of Securities	(43,528)	(69,347)
Net Cash Provided by (Used in) Investing Activities	<u>(188,686)</u>	<u>1,877</u>
Cash Flows From Financing Activities		
Payments toward line of credit	-	(19,057)
Payments on long-term debt	(7,674)	(1,279)
Net Cash Used in Financing Activities	<u>(7,674)</u>	<u>(20,336)</u>
Net increase (decrease) in cash and equivalents	(36,269)	374,951
Cash and equivalents, January 1	<u>781,841</u>	<u>406,890</u>
Cash and equivalents, December 31	<u>\$ 745,572</u>	<u>\$ 781,841</u>
Supplemental Disclosures:		
Interest Paid	<u>\$ -</u>	<u>\$ 515</u>

The accompanying notes are an integral part of these financial statements.

1. Organization and Operations

Greenagers, Inc. (“Organization”) was incorporated in the Commonwealth of Massachusetts on December 14, 2012 as a not-for-profit educational organization. In addition to support from contributions and grants, Greenagers generates revenue from employment and volunteer opportunities for teens and young adults in the fields of conservation, sustainable farming, and environmental leadership.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared utilizing the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Organization reports information regarding its financial position and activities according to the following net asset classifications:

- Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These assets may be used at the discretion of the Organization’s management and the board of directors.
- Net assets with donor restrictions – Net assets subject to the stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Summarized Comparative Information

The statements of activities include summarized comparative information for the prior year, which is not presented by net asset class and does not include sufficient detail to conform with generally accepted accounting principles. This information should be read in conjunction with the Organization’s financial statements for the year ended December 31, 2020, from which the comparative information was extracted. Certain amounts in the prior year statements have been reclassified for comparison purposes to conform to the current year presentation.

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

Use of Estimates

The preparation of the Organization’s financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Tax Status

The Organization is a not-for-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state taxes under similar provisions of the Massachusetts statutes. Accordingly, no provision for federal and state income taxes has been recorded in the accompanying financial statements.

2. Summary of Significant Accounting Policies (continued)

Cash and Equivalents

For cash flow purposes, cash and equivalents consist of checking, savings, and money market accounts.

Accounts Receivable

Accounts receivable have been adjusted for all known uncollectible accounts. No allowance for doubtful accounts was considered necessary as of December 31, 2021 and 2020. If amounts become uncollectible, they are charged as bad debts in the period in which that determination was made.

Promises to Give

Promises to give represent amounts committed by donors that have not been received by the Organization. The Organization uses the allowance method to determine uncollectible promises to give (receivable). There were no allowances at December 31, 2021 and 2020, as management of the Organization expects all receivables to be collected.

Property and Equipment

Property and equipment are being depreciated using straight-line method over their estimated useful lives, 5 years for vehicles and equipment and 7-39 years for building and improvements. Property and equipment are stated at cost. Donated property is recorded at fair market value as of the date received. Repairs and maintenance are expensed as incurred. When assets are retired, or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income.

Investments

The Organization records investments in marketable securities with readily determinable market values at their fair value. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities. Gains, losses, and investment income derived from investments are accounted for as net assets without donor restrictions or net assets with donor restrictions, if any, imposed by donors. Unrealized gains and losses on the Organization's unrestricted, long-term investments are reflected as increases or decreases in net assets without donor restrictions. Changes in net assets with donor restrictions reflect realized and unrealized gains and losses in the investments of the Organization where there is a specific restriction by the donor.

Investment securities, in general, are exposed to various risks such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term, based upon the markets' fluctuations, and that such changes could materially affect the amounts reported on the statement of financial position and statement of activities.

Revenue Recognition

Contributions and Grants

The Organization derives the majority of its revenue from contributions and grants (recognized as contributions under Topic 958).

Contributions and grants are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

2. Summary of Significant Accounting Policies (continued)

Program Service Income

The Organization also generates revenue from programs such as the Community Work Initiative and School Programs. The revenue associated with these programs are based upon contracts that do not contain variable consideration or contract modifications. There are no warranties or guarantees as any performance issues would be addressed prior to completion of the contract.

Although some contracts may contain multiple performance obligations, they are similar enough to be considered as one performance obligation for revenue recognition purposes, particularly as contracts are short term in nature. Revenue is typically recognized over time. Management considers both input and output measures when recognizing revenue. Such measures may include efforts, costs or time expended (inputs) or percentage of completion based upon contract parameters and management experience (outputs).

Payment terms are based upon each contract and do not include a financing component. The revenue generated from contracts with customers are not subject to sales tax.

Volunteers

Unpaid volunteers have made contributions of their time and services in assisting the Organization in its administration, management, and program activities. The value of this contributed time is not reflected in these statements, as it is not susceptible to objective measurement or valuation, nor does it meet the definition for recognition under generally accepted accounting principles.

In-Kind Donations

The Organization may receive services, equipment, and supplies without payment or compensation. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Supplies and other noncash donations are recorded at cost or estimated fair value determined at the date of donation. For the years ended December 31, 2021 and 2020, donated tools and supplies totaled \$0. These donations are reported as in-kind donations on the statement of activities and as program/ supporting activities on the statement of functional expenses.

Functional Expense Allocation

The costs of the Organization's programs and supporting services have been reported on a functional basis in the Statement of Functional Expenses. Expenses are charged to each program or supporting service based on direct expenses incurred. Estimates have been made by management to allocate wages on a functional basis. Wage based allocations were also made for some insurance and travel expenses.

Advertising

Advertising costs are expensed as incurred. Total advertising and design expense was \$17,531 and \$5,501 for the years ended December 31, 2021 and 2020, respectively.

Recently Issued Accounting Standards Not Yet Adopted

On February 25, 2016 the FASB issued ASU No. 2016-02 Leases (Topic 842). This new standard amends a number of aspects of lease accounting, including requiring operating leases with a term greater than one year to be recorded on the statement of financial position as a right-of-use asset and corresponding lease liability, to be measured at the present value of the lease payments. This ASU is effective for years beginning January 1, 2022.

3. Availability and Liquidity

The following represents the Organization's financial assets at December 31:

	<u>2021</u>	<u>2020</u>
Financial assets at year end:		
Cash and equivalents	\$ 745,572	\$ 781,841
Account receivable	59,881	11,814
Pledges and grants receivable	112,910	31,570
Marketable securities	<u>687,715</u>	<u>659,399</u>
Total financial assets	1,606,078	1,484,624
Less amounts not available to be used within one year:		
Net assets with donor restrictions	<u>-</u>	<u>(96,110)</u>
Total financial assets not available to be used within one year	-	(96,110)
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 1,606,078</u>	<u>\$ 1,388,514</u>

The Organization's goal is generally to maintain financial assets to meet at least 6 months of operating expenses. As part of its liquidity plan, excess cash is deposited into a savings account, and a line of credit can be utilized as needed to increase cash reserves.

4. RevenuesDisaggregation of Revenue

The following table represents revenues recognized based on timing for the years ended December 31:

Timing of Revenue Recognition

	<u>2021</u>	<u>2020</u>
Performance obligations satisfied over time	\$ 407,177	\$ 236,870
Performance obligations satisfied at a point in time	<u>-</u>	<u>-</u>
	<u>\$ 407,177</u>	<u>\$ 236,870</u>

Accounts Receivable

The Organization's receivables from contracts with customers are as follows at December 31:

	<u>2021</u>	<u>2020</u>
Beginning	11,814	27,016
Ending	<u>59,881</u>	<u>11,814</u>

5. Pledges and Grants Receivable

The Organization had the following grants and pledges receivable at December 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Due in less than one year	112,910	31,570
Due in one to five years	<u>-</u>	<u>-</u>
Total	<u>112,910</u>	<u>31,570</u>

6. Investments

The Organization defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. It requires that valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs. It also establishes a fair value hierarchy, which prioritizes the valuation inputs into three broad levels, which are as follows:

Level 1 – Quoted prices in active markets for identical assets or liabilities;

Level 2 – Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities;

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. These include items where the determination of fair value requires significant management judgment of estimation.

The following schedules summarize the Investment asset allocations at fair value at December 31:

	<u>2021</u>	<u>2020</u>
Bond funds	\$ 148,517	\$ 149,831
Equity funds	465,752	444,811
Exchange traded funds	<u>73,446</u>	<u>64,757</u>
Total	<u>\$ 687,715</u>	<u>\$ 659,399</u>

6. Investments (continued)

Investments held in the above investment accounts are reported at market value, using Level 1 inputs consisting of quoted market prices of identical securities.

The following schedules summarize the investment return and its classification in the statement of activities:

	Without Donor Restrictions	With Donor Restrictions	Total
Interest and dividends	\$ 18,471	\$ -	\$ 18,471
Realized gains	11,607	-	11,607
Unrealized gains	50,591	-	50,591
Less: Investment expenses	<u>(2,572)</u>	<u>-</u>	<u>(2,572)</u>
Total	<u>\$ 78,097</u>	<u>\$ -</u>	<u>\$ 78,097</u>

Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Interest and dividends	\$ 10,000	\$ -	\$ 10,000
Realized gains	7,331	-	7,331
Unrealized gains	59,152	-	59,152
Less: Investment expenses	<u>(3,780)</u>	<u>-</u>	<u>(3,780)</u>
Total	<u>\$ 72,703</u>	<u>\$ -</u>	<u>\$ 72,703</u>

7. Property and Equipment

Property and equipment consisted of the following at December 31:

	<u>2021</u>	<u>2020</u>
Land	\$ 142,659	\$ 142,659
Building	98,764	98,764
Improvements	221,003	132,882
Vehicles	68,645	44,058
Equipment	57,468	45,597
Construction in progress	<u>87,295</u>	<u>-</u>
	675,834	463,960
Less: accumulated depreciation	<u>(69,450)</u>	<u>(42,861)</u>
Property and equipment, net	<u>\$ 606,384</u>	<u>\$ 421,099</u>

Depreciation expense was \$32,827 and \$21,605 for the years ended December 31, 2021 and 2020, respectively.

8. Long-Term Debt

The Organization's long-term debt consists of the following at December 31:

	<u>2021</u>	<u>2020</u>
Retail installment contract payable to Kubota Credit Corporation with an original principle balance of \$37,088 and bearing 0% interest. The loan is payable in 58 monthly installments of \$639 and matures on August 18, 2025. The loan is secured by a Kubota utility tractor.	\$ <u>28,135</u>	\$ <u>35,809</u>
Total long-term debt	28,135	35,809
Less: current portion	<u>7,673</u>	<u>7,673</u>
Long-term debt, net of current portion	<u>\$ 20,462</u>	<u>\$ 28,136</u>

The above debt matures during the years ended December 31:

2022	\$ 7,673
2023	7,673
2024	7,673
2025	<u>5,116</u>
Total	<u>\$ 28,135</u>

9. April Hill Acquisition

On January 30, 2019, the Organization purchased property containing land, buildings, tools, and equipment. The property has been designated as the April Hill Conservation and Education Center (April Hill). The property is being used as the primary place of business for the Organization as well as facilitating education, training, and stewardship of the property. The 4-acre headquarters is under a permanent Historic Preservation Restriction and some parcels of land are subject to an Agricultural Preservation Restriction or a Conservation Restriction. As part of the acquisition, the Organization became the beneficiary of a charitable remainder trust. The organization receives monthly payments which are calculated annually and based on the fair market value of the assets held by the trust. The funds from the trust are restricted for use for the maintenance and operations of the property and to fund activities and functions related to the property. The Organization received \$28,661 and \$28,700 from the charitable remainder trust during the years ended December 31, 2021 and 2020, respectively.

10. Line of Credit

In July 2018, the Organization has been granted an open line of credit totaling \$50,000 with interest payable monthly at the Prime Rate plus 1.75%. This note is secured by the assets of the Organization. At December 31, 2021 and 2020, borrowings on the line of credit were \$0.

11. Concentrations of Risk

The Organization maintains deposits at two financial institutions. The U.S. Federal Deposit Insurance Corporation (FDIC) insures up to \$250,000, per institution. The Organization believes that there is no significant risk with respect to such deposits. On December 31, 2021 and 2020, there were excess deposits of \$169,210 and \$257,250, respectively.

12. Special Events

Revenues and expenses associated with special events are as follows at December 31:

	<u>2021</u>	<u>2020</u>
Revenue	\$ 79,174	\$ 373,443
Expenses:		
Payroll and related costs	-	102
Sub-awards	140,900	118,198
Professional fees	66,904	47,338
Supplies and tools	7,736	12,115
Printing and postage	-	1,232
Occupancy costs	28,714	25,333
Advertising and design	10	60
Other expenses	<u>11</u>	<u>1,178</u>
Total Expenses	<u>244,275</u>	<u>205,556</u>
Change in Net Assets from Special Events	<u>\$ (165,101)</u>	<u>\$ 167,887</u>

Expenses pertaining to special events are included in School Program activities on the Statement of Functional Expenses.

13. Net Assets Without Donor Restrictions

Net assets without donor restrictions are comprised of the following at December 31:

	<u>2021</u>	<u>2020</u>
Unrestricted	\$ 2,167,732	\$ 1,704,975
	<u>\$ 2,167,732</u>	<u>\$ 1,704,975</u>

14. Net Assets With Donor Restrictions

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

	<u>2021</u>	<u>2020</u>
Trails and Conservation	\$ -	\$ 12,500
School Programs	<u>-</u>	<u>83,610</u>
	<u>\$ -</u>	<u>\$ 96,110</u>

15. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses and acquiring property satisfying the restricted purposes, or by occurrence of other events as specified by donors. Amounts released for the years ended December 31 are as follows:

	<u>2021</u>	<u>2020</u>
Trails and Conservation	\$ 12,500	\$ 17,404
School Programs	83,610	2,500
April Hill Stewardship	<u>-</u>	<u>74,621</u>
	<u>\$ 96,110</u>	<u>\$ 94,525</u>

16. Grant Income

Paycheck Protection Program

During 2020, the Organization received loan proceeds in the amount of \$72,110 under the Paycheck Protection Program (“PPP”). The PPP was established as part of the Coronavirus Aid, Relief and Economic Security Act (“Cares Act”). Funds from the PPP loans will be forgiven if used within a 24-week period for eligible purposes including payroll, benefits, rent and utilities and the borrower maintains payroll levels. The Organization met all conditions regarding qualification, certification and qualifying expenses and the loan was forgiven.

17. Subsequent Events

Management has evaluated events and transactions after the balance sheet date through October 20, 2022, the date that the financial statements were available to be issued, and determined that all appropriate subsequent event disclosures have been made.