

BLANDFORD NATURE CENTER
GRAND RAPIDS, MICHIGAN
FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2021 AND 2020

MEYAARD TOLMAN & VENLET p.c.
Certified Public Accountants
Zeeland, Michigan

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MEYAARD TOLMAN & VENLET p.c.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Blandford Nature Center
Grand Rapids, MI 49504

Opinion

We have audited the accompanying financial statements of Blandford Nature Center (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of changes in net assets, activities, functional expenses, and cash flows for the years 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 Blandford Nature Center as of December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 Blandford Nature Center and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Blandford Nature Center'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, including omissions, 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 Blandford Nature Center'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 Blandford Nature Center'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.

Meygaard Tolman & Venlet p.c.

Meygaard Tolman & Venlet p.c.
Certified Public Accountants
November 10, 2022

BLANDFORD NATURE CENTER
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	2021	2020
<u>ASSETS</u>		
CURRENT:		
Cash and cash equivalents	\$ 2,103,172	\$ 1,439,981
Cash in endowments	254,326	656,901
Investments	7,355,382	5,263,806
Accounts receivable	28,056	16,426
Promises to give	672,078	715,450
Prepaid insurance	20,129	21,767
Inventory	32,512	34,926
Total Current Assets	10,465,655	8,149,257
PROPERTY AND EQUIPMENT:		
Construction in progress	102,242	52,242
Land	3,049,278	2,764,901
Building	3,179,030	3,179,030
Leasehold improvements, furniture, and equipment	930,368	888,106
Less accumulated depreciation	(835,931)	(668,291)
Net Property and Equipment	6,424,987	6,215,988
PROMISES TO GIVE, NET OF CURRENT PORTION	110,632	727,008
TOTAL ASSETS	\$ 17,001,274	\$ 15,092,253
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 24,689	\$ 25,392
Accrued expenses	55,822	49,215
Short-term borrowings	200,000	200,000
Total Current Liabilities	280,511	274,607
NET ASSETS:		
Without donor restriction	7,888,192	7,187,728
With donor restriction	8,832,571	7,629,918
Total Net Assets	16,720,763	14,817,646
TOTAL LIABILITIES AND NET ASSETS	\$ 17,001,274	\$ 15,092,253

See accompanying notes.

**BLANDFORD NATURE CENTER
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,**

	<u>2021</u>	<u>2020</u>
BALANCE, beginning	\$ 14,817,646	\$ 12,942,057
Change in net assets	<u>1,903,117</u>	<u>1,875,589</u>
BALANCE, ending	<u><u>\$ 16,720,763</u></u>	<u><u>\$ 14,817,646</u></u>

See accompanying notes.

**BLANDFORD NATURE CENTER
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31,**

<u>NET ASSETS WITHOUT DONOR RESTRICTION</u>	2021	2020
REVENUE:		
Public Support:		
Contributions	\$ 577,801	\$ 695,664
In-kind contributions	120,000	120,000
Grants	63,282	69,741
Membership	65,883	47,020
Admissions	17,485	12,247
Total public support	844,451	944,672
Program Revenue:		
Program fees	224,796	77,891
Other:		
Retail sales	74,690	56,431
Interest and dividend income	303,854	83,683
Investment gain/(loss)	448,415	251,206
Miscellaneous income	4,639	11,102
Rent, net of \$32,267 expenses (\$34,743 for 2020)	(15,567)	(18,194)
Forgiveness on Payroll Protection Program loan	174,301	189,915
Total other revenue	990,332	574,143
Net assets released from restrictions	401,859	165,904
TOTAL REVENUE	2,461,438	1,762,610
EXPENSES	1,760,974	1,597,569
Change in Net Assets Without Donor Restriction	700,464	165,041
<u>NET ASSETS WITH DONOR RESTRICTION</u>		
REVENUE:		
Contributions	1,604,512	1,876,452
Net assets released from restrictions	(401,859)	(165,904)
Change in Net Assets With Donor Restriction	1,202,653	1,710,548
CHANGE IN NET ASSETS	\$ 1,903,117	\$ 1,875,589

See accompanying notes.

BLANDFORD NATURE CENTER
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED DECEMBER 31,

	2021			
	Program	Management and General	Fundraising	Total
Salaries and wages	\$ 611,285	\$ 87,327	\$ 174,653	\$ 873,265
Payroll taxes	51,228	7,318	14,636	73,182
Employee benefits	36,295	5,185	10,371	51,851
Contracted services	93,565	27,103	112,729	233,397
Materials and supplies	49,528	4,317	-	53,845
Rent	120,000	-	-	120,000
Utilities	37,197	2,061	-	39,258
Insurance	38,059	-	-	38,059
Telephone	2,317	1,623	232	4,172
Repairs and maintenance	8,963	-	-	8,963
Copier lease	3,500	875	-	4,375
Postage	6,010	-	-	6,010
Marketing and promotional	4,659	-	1,165	5,824
Professional fees	-	17,127	-	17,127
Professional development	754	762	79	1,595
Dues and subscriptions	10,272	-	-	10,272
Travel	2,182	554	-	2,736
Taxes and licenses	4,995	-	-	4,995
Interest	7,591	-	-	7,591
Depreciation	75,210	75,211	-	150,421
Bank service charges	12,400	40,407	-	52,807
Miscellaneous	1,229	-	-	1,229
TOTAL EXPENSES	\$ 1,177,239	\$ 269,870	\$ 313,865	\$ 1,760,974
% of Expenses	66.85%	15.33%	17.82%	100.00%

See accompanying notes.

2020

	Program	Management and General	Fundraising	Total
Salaries and wages	\$ 549,752	\$ 78,536	\$ 157,072	\$ 785,360
Payroll taxes	43,437	6,205	12,410	62,052
Employee benefits	38,591	5,513	11,026	55,130
Contracted services	78,532	23,011	95,709	197,252
Materials and supplies	45,517	4,226	-	49,743
Rent	120,000	-	-	120,000
Utilities	29,054	471	-	29,525
Insurance	38,482	-	-	38,482
Telephone	2,189	1,533	219	3,941
Repairs and maintenance	8,862	-	-	8,862
Copier lease	3,430	857	-	4,287
Postage	1,439	-	-	1,439
Marketing and promotional	3,611	-	903	4,514
Professional fees	-	16,552	-	16,552
Professional development	3,745	3,787	394	7,926
Dues and subscriptions	8,183	-	-	8,183
Travel	1,534	577	-	2,111
Taxes and licenses	1,502	-	-	1,502
Interest	8,409	-	-	8,409
Depreciation	74,484	74,484	-	148,968
Bank service charges	13,499	28,358	-	41,857
Miscellaneous	1,474	-	-	1,474
TOTAL EXPENSES	\$ 1,075,726	\$ 244,110	\$ 277,733	\$ 1,597,569
% of Expenses	67.34%	15.28%	17.38%	100.00%

**BLANDFORD NATURE CENTER
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31,**

	2021	2020
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Change in net assets	\$ 1,903,117	\$ 1,875,589
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Investment (gain)/loss	(448,415)	(251,206)
Depreciation	167,638	166,185
(Increase) decrease in:		
Receivables	648,118	(266,466)
Prepaid expenses	1,638	(425)
Inventory	2,414	(778)
Increase (decrease) in:		
Accounts payable	(703)	(62,192)
Accrued expenses	6,607	3,312
<u>Net Cash Provided (Used) by Operating Activities</u>	<u>2,280,414</u>	<u>1,464,019</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Purchases of investments	(2,810,323)	(2,035,440)
Sale of investments	1,167,162	1,645,885
Purchases of property and equipment	(376,637)	(178,238)
<u>Net Cash Provided (Used) by Investing Activities</u>	<u>(2,019,798)</u>	<u>(567,793)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Net short-term debt (repayments) borrowings	-	40,650
<u>Net Cash Provided (Used) by Financing Activities</u>	<u>-</u>	<u>40,650</u>
Net increase (decrease) in cash and cash equivalents	260,616	936,876
Cash and cash equivalents, beginning	2,096,882	1,160,006
Cash and cash equivalents, ending	<u>\$ 2,357,498</u>	<u>\$ 2,096,882</u>
Other Cash Flow Information:		
Cash paid for interest	<u>\$ 7,591</u>	<u>\$ 8,409</u>

There were no payments for income taxes during the year ended December 31, 2021 and 2020.

**BLANDFORD NATURE CENTER
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2021 AND 2020**

MISSION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

MISSION – Blandford Nature Center (the "Center") is a not-for-profit corporation organized for the purpose of inviting children and the community to connect to the land, to food and their surroundings through hands-on experiences. Educational activities include nature trails, garden maintenance and ecology in the Grand Rapids, Michigan area.

INCOME TAX EXEMPTION – The Center qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision has been made for income taxes in these financial statements. The Center files a federal information return which is subject to audit by the Internal Revenue Service for three years after the filing date.

INVENTORY – Inventory represents merchandise in the gift shop held for sale. Inventory is stated at the lower of cost (first-in, first-out method) or market.

PROPERTY, EQUIPMENT AND DEPRECIATION – Purchased equipment is recorded at cost and donated assets are recorded at fair market value. Depreciation is computed using the straight-line method over the estimated lives of the assets placed into service. When property is deemed held for sale, the Center carries it at the lower of net carrying value or fair value less costs to sell.

ESTIMATES – The preparation of 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 may differ from those estimates.

CASH AND CASH EQUIVALENTS – Cash and cash equivalents consists of five checking accounts, cash balances in six investment accounts, and one certificate of deposit account. The Center may, at times, and in the normal course of business, have deposits in major financial institutions in excess of federally insured amounts. Management does not consider uninsured cash to be a significant risk.

BASIS OF PRESENTATION – The accompanying financial statements have been prepared on the accrual basis of accounting. The Center reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

- a.) Net assets without donor restriction – Net assets that are not subject to or are no longer subject to donor-imposed stipulations.
- b.) Net assets with donor restriction – Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between applicable classes of net assets. The Center has adopted a policy to classify donor restrict contributions as without donor restrictions to the extent that donor restrictions were met in the year the contribution was received.

REVENUE RECOGNITION – Contributions are recognized as revenues in the period unconditional promises to give are received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value at the time of the contribution. Contributions are considered to be available for general purposes unless restricted by the donor for specific purposes.

Performance obligations are determined based on the nature of the goods or services provided by the Center in accordance with the contract. Revenue for performance obligations satisfied over time is recognized ratably over the period based on time elapsed. The Center believes this method provides a faithful depiction of the transfer of services over the term of the performance obligation based on the inputs needed to satisfy the obligation. Receipts received prior to events occurring or before revenues are earned are classified as deferred revenue in the accompanying statements of financial position. Revenue for performance obligations satisfied at a point in time is generally recognized when goods or services are provided to customers at a single point in time and the Center does not believe it is required to provide additional goods or services related to that sale. The Center determines the transaction price based on standard charges for goods and services provided. The Center's revenue streams do not have significant financing components or contract costs. Revenues are recorded net of any sales taxes charged.

FUNCTIONAL ALLOCATION OF EXPENSES – The costs of providing the various services and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the services and supporting activities benefited as detailed in the statement of functional expenses. Dedicated support expenses consist of clerical functions associated with several different services.

INVESTMENTS – Investments are stated at fair value and consist of a publicly traded mutual funds and cash and cash equivalents. Changes in the fair value of the investments have been recorded as revenue without donor restrictions in the statements of activities.

In the absence of donor stipulations to the contrary, losses on investments of donor-restricted endowment funds are classified as decreases in net assets without donor restriction. Gains that restore the fair value of the assets of endowment funds to the level required by the donor are classified as increases in net assets without donor restriction.

FAIR VALUE

The Center utilizes fair value measurements to record fair value adjustments to its investment securities and to determine fair value disclosures. These assets are recorded at fair value on a recurring basis.

Under FASB ASC 820, the Center groups its investments at fair value into three levels (termed the *fair value hierarchy*), based on the markets in which the investments are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1: Valuation is based upon quoted prices for identical instruments traded in active markets. Level 1 securities include those traded on an active exchange, such as the New York Stock Exchange, U.S. Treasury securities that are traded by dealers or brokers in active over-the-counter markets, and money market funds. All of the Center's investments are classified as Level 1.

Level 2: Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market. The Center holds no securities classified as Level 2.

Level 3: Valuation is generated from model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect estimates of assumptions that market participants would use in pricing the asset or liability. The Center holds no securities classified as Level 3.

PROMISES TO GIVE

The following is a schedule of unconditional promises to give as of December 31:

	<u>2021</u>	<u>2020</u>
Receivable in less than one year	\$ 710,271	\$ 749,470
Receivable in one to five years	<u>114,694</u>	<u>751,323</u>
Total unconditional promises to give	824,965	1,500,793
Discount of 3% to net present value	(4,061)	(24,315)
Less allowance for uncollectible pledges	<u>(38,194)</u>	<u>(34,020)</u>
	<u>\$ 782,710</u>	<u>\$ 1,442,458</u>

INVESTMENTS

Publicly traded investments at December 31, whose fair values were determined assuming Level 1 inputs, consisted of the following:

	<u>2021</u>	<u>2020</u>
Publicly traded mutual funds – Rainy Day Fund	\$ 401,555	\$ 368,012
Publicly traded mutual funds – Blandford Legacy Endowment Fund	6,610,994	4,560,982
Publicly traded mutual funds – Quasi Endowment Fund	224,605	225,273
Publicly traded mutual funds – Whitman Summer Camp Endowment Fund	118,228	109,539
Cash and cash equivalents – Rainy Day Fund	1,874	17,701
Cash and cash equivalents – Blandford Legacy Endowment Fund	47,497	434,663
Cash and cash equivalents – Quasi Endowment Fund	203,713	203,640
Cash and cash equivalents – Whitman Summer Camp Endowment Fund	<u>1,242</u>	<u>897</u>
	<u>\$ 7,609,708</u>	<u>\$ 5,920,707</u>

ENDOWMENT FUNDS

The Center's long-term investment endowment fund consists of funds held at an institution and was established to provide income to be used in accordance with the spending policies adopted by the Center. As required by generally accepted accounting principles, net assets associated with the endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Funds with deficiencies – from time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or the State Prudent Management of Institutional Funds Act (SPMIFA) requires the Center to retain.

Spending policy – in accordance with the Center's Investment Policy, distributions shall be in an amount determined by the finance committee with a targeted range of 4.0%-5.5% per annum (5% for the Whitman Summer Camp Endowment Fund) of the average market value of the Endowment's assets calculated as of

December 31 of the immediately ended calendar year on the basis of the last sixteen (16) calendar quarters. Except for the regular distributions authorized above, the assets of the Endowment shall not be otherwise invaded or distributed except if and when the Board of Directors determines that the Center will not be able to continue operating without utilizing the assets from the Endowment.

Changes in donor restricted endowment net assets of the Blandford Legacy Endowment Fund for the year ended December 31, 2021 were as follows:

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, January 1, 2021	\$ 270,694	\$ 4,724,952	\$ 4,995,646
Contributions	-	1,169,270	1,169,270
Investment income	260,821	-	260,821
Realized and unrealized gain on investments	388,824	-	388,824
Appropriation of endowment assets for expenditure	<u>(166,458)</u>	<u>-</u>	<u>(166,458)</u>
Endowment net assets, (deficiency) December 31, 2021	<u>\$ 753,881</u>	<u>\$ 5,894,222</u>	<u>\$ 6,648,103</u>

Changes in donor restricted endowment net assets of the Blandford Legacy Endowment Fund for the year ended December 31, 2020 were as follows:

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, January 1, 2020	\$ 155,046	\$ 3,806,901	\$ 3,961,947
Contributions	-	918,051	918,051
Investment income	63,931	-	63,931
Realized and unrealized gain on investments	205,144	-	205,144
Appropriation of endowment assets for expenditure	<u>(153,427)</u>	<u>-</u>	<u>(153,427)</u>
Endowment net assets, (deficiency) December 31, 2020	<u>\$ 270,694</u>	<u>\$ 4,724,952</u>	<u>\$ 4,995,646</u>

Changes in donor restricted endowment net assets of the Whitman Summer Camp Endowment Fund for the year ended December 31, 2021 were as follows:

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, January 1, 2021	\$ 10,436	\$ 100,000	\$ 110,436
Contributions	-	-	-
Investment income	6,038	-	6,038
Realized and unrealized gain on investments	8,518	-	8,518
Appropriation of endowment assets for expenditure	<u>(5,522)</u>	<u>-</u>	<u>(5,522)</u>
Endowment net assets, (deficiency) December 31, 2021	<u>\$ 19,470</u>	<u>\$ 100,000</u>	<u>\$ 119,470</u>

Changes in donor restricted endowment net assets of the Whitman Summer Camp Endowment Fund for the year ended December 31, 2020 were as follows:

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, January 1, 2020	\$ -	\$ -	\$ -
Contributions	-	100,000	100,000
Investment income	1,359	-	1,359
Realized and unrealized gain on investments	9,077	-	9,077
Appropriation of endowment assets for expenditure	<u>-</u>	<u>-</u>	<u>-</u>
Endowment net assets, (deficiency) December 31, 2020	<u>\$ 10,436</u>	<u>\$ 100,000</u>	<u>\$ 110,436</u>

CITY OF GRAND RAPIDS ENDOWMENT INCOME

The City of Grand Rapids holds an endowment with the Center as the beneficiary. The asset is not recorded on these financial statements. The accumulated income from the endowment assets, if any, is paid to the Center once a year. The fair market value of the endowment fund was \$216,720 and \$226,203 at December 31, 2021 and 2020, respectively.

DONATED MATERIALS AND SERVICES

In-kind donations consist of the following items which have been reflected in these financial statements:

	<u>2021</u>	<u>2020</u>
Use of facilities	<u>\$ 120,000</u>	<u>\$ 120,000</u>
Total in-kind donations	<u>\$ 120,000</u>	<u>\$ 120,000</u>

Use of facilities are valued based on comparative properties' rent in the area.

In addition to the above, a substantial number of volunteers have donated significant amounts of their time to the Center's program services, administration and fundraising efforts. The value of these services is impossible to determine and has not been included in these financial statements.

OPERATING LEASES

The Center leases a 143-acre parcel of land and buildings under an operating lease commencing July 1, 2007 and ending June 30, 2027. The lease will automatically renew for two successive 20-year renewals. The rent for the term of the agreement and any of the referenced extensions will be in the amount of \$1.

NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods at December 31:

	<u>2021</u>	<u>2020</u>
Subject to the Passage of Time or Expenditure for Specified Purpose:		
Funding for specific projects	\$ 2,064,998	\$ 2,523,836
Endowment investment income	<u>773,351</u>	<u>281,130</u>
Total Subject to the Passage of Time or Expenditure for Specified Purpose	<u>2,838,349</u>	<u>2,804,966</u>
Endowment Funds:		
Original gifts and required retained earnings (corpus)		
Blandford Legacy Endowment Fund	5,894,222	4,724,952
Whitman Summer Camp Endowment Fund	100,000	100,000
Accumulated deficit	<u>-</u>	<u>-</u>
Total Endowment Funds	<u>5,994,222</u>	<u>4,824,952</u>
Total Net Assets With Donor Restrictions	<u>\$ 8,832,571</u>	<u>\$ 7,629,918</u>

Income generated from the Blandford Legacy Endowment Fund is expendable for general operations and is invested according to the policy for socially responsible investments.

The primary investment objective of endowment fund is to preserve and protect its assets by earning a total return. The Board approved acceptable ranges of endowment fund investments are as follows:

Domestic equity securities	18% to 28%
Non-US equity securities	4% to 13%
Fixed income securities	41% to 61%
Non traditional asset	Up to 25%
Cash and cash equivalents	Up to 10%

RETIREMENT PLAN

The Center sponsors a SIMPLE IRA plan under Internal Revenue Code Section 408. The plan covers those employees that have been with the Center for at least two of the previous five years, and earned at least \$5,000 in those years, and are reasonably expected to make \$5,000 in the current calendar year. Employee contributions to the plan are based on a percentage of salary and wages of qualified individuals. The Center matches employee contributions up to 3% annually. The Center made contributions in the amount of \$21,903 and \$19,292 for the years ended December 31, 2021 and 2020 respectively.

SHORT TERM BORROWINGS

The Center maintains a \$200,000 revolving line of credit (balance of \$200,000 and \$200,000 at December 31, 2021 and 2020, respectively) with interest charged at 0.25% over the bank's prime rate but not less than 3.75% (effective rate of 3.75% at December 31, 2021). This agreement expires in July 2022. As a condition of credit, the Center is required to maintain its primary deposit account with the lender. In May 2022, the line of credit was paid off (see "SUBSEQUENT EVENTS" footnote).

LIQUIDITY

The following reflects the Center's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. Donor-restricted amounts that are available for use within one year for general purposes include the payment from promises to give.

Financial assets at December 31:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 2,103,172	\$ 1,439,981
Cash in endowments	254,325	656,901
Investments	7,355,382	5,263,806
Accounts receivable	28,056	16,426
Promises to give – current portion	<u>672,078</u>	<u>715,450</u>
Total financial assets at year-end	10,413,013	8,092,564
Less donor-restricted for specific projects – current portion	1,954,366	1,796,829
Less donor-restricted for endowment	<u>6,767,573</u>	<u>5,106,082</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 1,691,074</u>	<u>\$ 1,189,653</u>

COVID-19 / CORONAVIRUS

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. As of the date these financial statements were available to be issued, the Center remains open, subject to restrictions. We cannot reasonably estimate the length or severity of this pandemic, or the extent to which the disruption may materially impact the Center's financial position, results of operations, or cash flows in the future.

During April 2020, the Center received a loan through the SBA Paycheck Protection Program from Old National Bank for \$189,915. The Center applied for and received approval from Old National Bank and the U.S. Small Business Administration to have this loan forgiven.

During March 2021, the Organization received a Second Draw SBA Paycheck Protection Program loan from Old National Bank for \$174,301. The Center applied for and received approval from Old National Bank and the U.S. Small Business Administration to have this loan forgiven.

SUBSEQUENT EVENTS

Subsequent events were evaluated through November 10, 2022, which is the date the financial statements were available to be issued.

In May 2022, the line of credit was paid off in the amount of \$200,000.

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