

**GLEN HELEN ASSOCIATION
INDEPENDENT AUDITORS' REPORT
June 30, 2021 and 2020**

**GLEN HELEN ASSOCIATION
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June 30, 2021 and 2020**

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Glen Helen Association
Yellow Springs, Ohio

Opinion

We have audited the accompanying financial statements of Glen Helen Association (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021 and 2020, 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 Glen Helen Association as of June 30, 2021 and 2020, 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 Glen Helen Association 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 ABC Organization'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 Glen Helen Association '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 ABC Organization'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.

Stuckey & Troutwine CPAs LLC

Stuckey & Troutwine CPA's LLC
October 24, 2022

GLEN HELEN ASSOCIATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021

| Assets | Without Donor Restrictions | With Donor Restrictions | Total |
|---|----------------------------------|----------------------------|---------------------|
| Current Assets | | | |
| Cash and Cash Equivalents | \$ 289,917 | \$ - | \$ 289,917 |
| Promises to Give (Current Portion net of allowance) | - | 257,231 | 257,231 |
| Inventory | 20,294 | - | 20,294 |
| Prepaid Expenses and Other Receivables | 23,222 | - | 23,222 |
| Investments | 78,035 | - | 78,035 |
| Total Current Assets | <u>411,468</u> | <u>257,231</u> | <u>668,699</u> |
| Property and Equipment | | | |
| Land | 2,380,617 | - | 2,380,617 |
| Buildings and Leasehold Improvements | 1,003,910 | - | 1,003,910 |
| Equipment | 26,970 | - | 26,970 |
| Construction in Process | 185,149 | - | 185,149 |
| Accumulated Depreciation | (179,569) | - | (179,569) |
| Net Property and Equipment | <u>3,417,077</u> | <u>-</u> | <u>3,417,077</u> |
| Non Current Assets | | | |
| Cash and Cash Equivalents | - | 1,034,373 | 1,034,373 |
| Promises to Give - Long-Term | - | 456,746 | 456,746 |
| Interest in assets held by community foundations | 80,899 | 1,678,764 | 1,759,663 |
| Total Non Current Assets | <u>80,899</u> | <u>3,169,883</u> | <u>3,250,782</u> |
| Total Assets | <u>\$ 3,909,444</u> | <u>\$ 3,427,114</u> | <u>\$ 7,336,558</u> |
| Liabilities | | | |
| Current Liabilities: | | | |
| Accounts Payable | \$ 23,956 | \$ - | \$ 23,956 |
| Accrued Expenses and Payroll Liabilities | 49,470 | - | 49,470 |
| Camp Deposits | 40,614 | - | 40,614 |
| Current Portion of Long Term Debt | 50,000 | - | 50,000 |
| Total Liabilities | <u>164,040</u> | <u>-</u> | <u>164,040</u> |
| Long Term Liabilities | | | |
| Promissory Note Payable | 1,907,336 | - | 1,907,336 |
| Total Liabilities | <u>2,071,376</u> | <u>-</u> | <u>2,071,376</u> |
| Net Assets | <u>\$ 1,838,068</u> | <u>\$ 3,427,114</u> | <u>\$ 5,265,182</u> |
| Total Liabilities and Net Assets | <u>\$ 3,909,444</u> | <u>\$ 3,427,114</u> | <u>\$ 7,336,558</u> |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2020

| Assets | Without Donor Restrictions | With Donor Restrictions | Total |
|---|----------------------------------|----------------------------|---------------------|
| Current Assets | | | |
| Cash and Cash Equivalents | \$ 283,077 | \$ - | \$ 283,077 |
| Pledges Receivable | - | 85,300 | 85,300 |
| Inventory | 21,184 | - | 21,184 |
| Prepaid Expenses | 5,303 | - | 5,303 |
| Total Current Assets | <u>309,564</u> | <u>85,300</u> | <u>394,864</u> |
| Property and Equipment | | | |
| Land | 955,901 | - | 955,901 |
| Buildings and Leasehold Improvements | 448,835 | - | 448,835 |
| Equipment | 26,970 | - | 26,970 |
| Accumulated Depreciation | <u>(114,381)</u> | <u>-</u> | <u>(114,381)</u> |
| Net Property and Equipment | <u>1,317,325</u> | <u>-</u> | <u>1,317,325</u> |
| Non Current Assets | | | |
| Cash and Cash Equivalents | - | 400,281 | 400,281 |
| Interest in assets held by community foundations | <u>68,494</u> | <u>1,087,455</u> | <u>1,155,949</u> |
| Total Non Current Assets | <u>68,494</u> | <u>1,487,736</u> | <u>1,556,230</u> |
| Total Assets | <u>\$ 1,695,383</u> | <u>\$ 1,573,036</u> | <u>\$ 3,268,419</u> |
| Liabilities | | | |
| Current Liabilities: | | | |
| Accounts Payable | \$ 17,395 | \$ - | \$ 17,395 |
| Rent Deposits | 3,325 | - | 3,325 |
| Total Liabilities | <u>20,720</u> | <u>-</u> | <u>20,720</u> |
| Net Assets | <u>\$ 1,674,663</u> | <u>\$ 1,573,036</u> | <u>\$ 3,247,699</u> |
| Total Liabilities and Net Assets | <u>\$ 1,695,383</u> | <u>\$ 1,573,036</u> | <u>\$ 3,268,419</u> |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2021

| | Without Donor Restrictions | With Donor Restrictions | Totals |
|---|----------------------------------|----------------------------|---------------------|
| Public support and revenue | | | |
| Donations, Gifts and Grants | \$ 574,726 | \$ 1,732,560 | \$ 2,307,286 |
| Special Events | 894 | - | 894 |
| Membership Dues | 111,122 | - | 111,122 |
| Program Revenue | 121,653 | - | 121,653 |
| Gift shop sales | 12,463 | - | 12,463 |
| Investment Income | - | 92,569 | 92,569 |
| Rental Income | 64,619 | - | 64,619 |
| Net assets released from restriction | 136,450 | (136,450) | - |
| | <u>1,021,927</u> | <u>1,688,679</u> | <u>2,710,606</u> |
| Expenses | | | |
| Program Expenses | 408,734 | - | 408,734 |
| Management and General Expenses | 412,418 | - | 412,418 |
| Fundraising Expenses | 52,377 | - | 52,377 |
| | <u>873,529</u> | <u>-</u> | <u>873,529</u> |
| Other Changes in Net Assets: | | | |
| Changes in Value of Interest in Assets Held by Community Foundations | 15,007 | 244,150 | 259,157 |
| | <u>15,007</u> | <u>244,150</u> | <u>259,157</u> |
| Change in Net Assets | 163,405 | 1,932,829 | 2,096,234 |
| Net Assets, Beginning of Year | <u>1,674,663</u> | <u>1,573,036</u> | <u>3,247,699</u> |
| Prior Period Adjustment | - | (78,751) | (78,751) |
| Net Assets, End of the Year | <u>\$ 1,838,068</u> | <u>\$ 3,427,114</u> | <u>\$ 5,265,182</u> |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2020

| | Without Donor Restrictions | With Donor Restrictions | Totals |
|---|----------------------------------|----------------------------|---------------------|
| Public support and revenue | | | |
| Donations, Gifts and Grants | \$ 214,751 | \$ 118,931 | \$ 333,682 |
| Special Events | 23,495 | - | 23,495 |
| Membership Dues | 69,594 | - | 69,594 |
| Gift shop sales | 41,618 | - | 41,618 |
| Investment Income | 37,878 | 9,456 | 47,334 |
| Rental Income | 37,550 | - | 37,550 |
| Net assets released from restriction | 23,250 | (23,250) | - |
| | <u>448,136</u> | <u>105,137</u> | <u>553,273</u> |
| Expenses | | | |
| Program Expenses | 340,191 | - | 340,191 |
| Management and General Expenses | 51,938 | - | 51,938 |
| Fundraising Expenses | 11,514 | - | 11,514 |
| | <u>403,643</u> | <u>-</u> | <u>403,643</u> |
| Other Changes in Net Assets: | | | |
| Changes in Value of Interest in Assets Held by Community Foundations | - | 8,176 | 8,176 |
| | <u>-</u> | <u>8,176</u> | <u>8,176</u> |
| Change in Net Assets | 44,493 | 113,313 | 157,806 |
| Net Assets, Beginning of Year | <u>1,630,170</u> | <u>1,459,723</u> | <u>3,089,893</u> |
| Net Assets, End of the Year | <u>\$ 1,674,663</u> | <u>\$ 1,573,036</u> | <u>\$ 3,247,699</u> |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
JUNE 30, 2021

| | <u>Program</u> | <u>Management & General</u> | <u>Fundraising</u> | <u>Total</u> |
|-------------------------------|----------------|-------------------------------------|--------------------|----------------|
| Compensation | \$ 122,530 | \$ 106,148 | 35,965 | \$ 264,643 |
| Payroll Taxes | 13,744 | 11,906 | 4,034 | 29,684 |
| Benefits | 14,822 | 20,058 | 4,083 | 38,963 |
| Stipends Awards | 24,850 | - | - | 24,850 |
| Advertising | 872 | - | - | 872 |
| Design Services | 3,499 | - | - | 3,499 |
| Gift Shop Expenses | 5,527 | - | - | 5,527 |
| GHEI Support | 63,292 | - | - | 63,292 |
| Supplies & Materials | 2,779 | - | - | 2,779 |
| Student Meal Expense | 4,059 | - | - | 4,059 |
| Animal Care | 2,283 | - | - | 2,283 |
| Instructional Supplies | 1,142 | - | - | 1,142 |
| Employee Search Expense | 1,069 | - | - | 1,069 |
| Training & Development | 458 | - | - | 458 |
| Dues and Subscriptions | 599 | - | - | 599 |
| License and Permit Fees | 928 | - | - | 928 |
| Program Expenses - Misc. | 172 | - | - | 172 |
| Facility & Equipment Expenses | 56,036 | 97,231 | - | 153,267 |
| Contracted Services | - | 79,803 | - | 79,803 |
| Contract Administration Labor | - | 62,979 | - | 62,979 |
| Investment Management Fees | - | 15,783 | - | 15,783 |
| Depreciation | 65,188 | - | - | 65,188 |
| Bank Fees | - | 4,583 | - | 4,583 |
| Copier Lease & Expense | - | 1,375 | - | 1,375 |
| Software Expense | - | 9,776 | - | 9,776 |
| Office Supplies | - | 2,776 | - | 2,776 |
| Postage | 14,398 | - | 4,799 | 19,197 |
| Printing | 10,487 | - | 3,496 | 13,983 |
| | <u>408,734</u> | <u>412,418</u> | <u>52,377</u> | <u>873,529</u> |
| Total Expenses | \$ | \$ | \$ | \$ |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
JUNE 30, 2020

| | <u>Program</u> | <u>Management & General</u> | <u>Fundraising</u> | <u>Total</u> |
|----------------------------|-------------------|-------------------------------------|--------------------|-------------------|
| Contracted Services | \$ - | \$ 33,076 | \$ - | \$ 33,076 |
| Investment Management Fees | - | 13,201 | - | 13,201 |
| Gift Shop Expenses | 26,195 | - | - | 26,195 |
| GHEI Support | 170,563 | - | - | 170,563 |
| Ground Maintenance | 6,000 | - | - | 6,000 |
| Office Supplies | - | 302 | - | 302 |
| Depreciation | 27,176 | 291 | - | 27,467 |
| Insurance | - | 3,389 | - | 3,389 |
| Raptor Center | 53,436 | - | - | 53,436 |
| Scholarships | 13,635 | - | - | 13,635 |
| Bank Fees | - | 1,679 | - | 1,679 |
| Camp Greene | 11,040 | - | - | 11,040 |
| Case Woods | 18,541 | - | - | 18,541 |
| Sutton Farm | 13,605 | - | - | 13,605 |
| Special Events | - | - | 6,703 | 6,703 |
| Membership Costs | - | - | 2,667 | 2,667 |
| Promotion | - | - | 2,144 | 2,144 |
| | <u>-</u> | <u>-</u> | <u>2,144</u> | <u>2,144</u> |
| Total Expenses | \$ <u>340,191</u> | \$ <u>51,938</u> | \$ <u>11,514</u> | \$ <u>403,643</u> |

See accompanying notes to the financial statements

GLEN HELEN ASSOCIATION
STATEMENTS OF CASH FLOWS
JUNE 30, 2021 and 2020

| | 2021 | 2020 |
|--|--------------|----------|
| Cash flows from Operating Activities: | | |
| Change in Net Assets | \$ 2,096,234 | 157,806 |
| Adjustment to Reconcile Change in Net Assets to Cash Provided by Operating Activities: | | |
| Prior Period Adjustment | (78,751) | - |
| Depreciation Expense | 65,188 | 27,465 |
| Donation of Non Cash Items | (63,028) | - |
| Net Realized (Gain)/Loss on Investments | (83,511) | (7,527) |
| Change in Value of Assets held at Community Foundations | (244,150) | (8,176) |
| Changes in Operating Assets and Liabilities: | | |
| Promises to give | (628,677) | (85,300) |
| Prepaid Expenses | (17,919) | (4,050) |
| Accounts Payable and other Current Liabilities | 93,320 | 3,070 |
| Inventory | 890 | (1,986) |
| Net Cash Provided in Operating Activities | 1,139,596 | 81,302 |
| Cash Flows From Investing Activities: | | |
| Purchase of Investments | (746,917) | (25,894) |
| Distributions from Beneficial Interest Held by Community Foundations | 49,314 | 25,721 |
| Proceed from Sale of Investments | - | 130,000 |
| Purchase of Land, Buildings and Equipment | (2,164,940) | - |
| Net Cash Provided (Used) in Investing Activities | (2,862,543) | 129,827 |
| Cash Flows From Financing Activities: | | |
| Proceeds from loan | 1,957,336 | - |
| Contributions restricted for endowments | 406,543 | 6,710 |
| Net Cash Provided (Used) in Financing Activities | 2,363,879 | 6,710 |
| Net Change in Cash | 640,932 | 217,839 |
| Cash and Cash Equivalents, Beginning of Year | 683,358 | 465,519 |
| Cash and Cash Equivalents, End of Year | \$ 1,324,290 | 683,358 |
| Cash and Cash Equivalents by Net Assets Group | | |
| Without Donor Restrictions | \$ 289,917 | 283,077 |
| With Donor Restrictions | 1,034,373 | 400,281 |
| | \$ 1,324,290 | 683,358 |

See accompanying notes to the financial statements

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 1: DESCRIPTION OF THE ORGANIZATION AND NATURE OF ACTIVITIES:

The Glen Helen Association (the Association) is a not-for-profit organization. The primary mission of the Association is the stewardship of Glen Helen as a natural area, and use of Glen Helen for environmental learning programs and activities which enhance the public's use, enjoyment, and knowledge of nature, and to do all things incidental to the foregoing. The Association is a membership-based Association that receives gifts, grants and bequests, and operates several fundraising events and a gift shop called the Nature Shop.

NOTE NO. 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting

The financial statements of the Association have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. A summary of significant accounting policies follow and are described below to enhance the usefulness of the financial statements to the reader.

Basis of Presentation

The financial statements of the Association have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Association to report 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 net assets may be used at the discretion of the Association's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of The Association or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Measure of operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Association's ongoing operations and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Cash and cash equivalents

Cash and cash equivalents without donor restrictions include all monies in checking accounts, savings accounts, money markets and certificates of deposits with original maturity dates of less than one year. Cash and cash equivalents with donor restrictions include all monies in checking accounts, savings accounts, money markets and certificates of deposits with original maturity dates of less than two years and have been restricted by the donor for a specific purpose. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Inventory

Inventory held for the Nature Shop is carried at the lower of cost or net realizable value on a first in first out basis.

Pledges receivable

Pledges receivables represent unconditional promises to give support over a period of time. Unconditional promises to give are reported as an increase in net assets with or without donor restrictions, depending on the nature of the donor-imposed restriction, if any. The Association recognizes pledges receivable at estimated net realizable value for pledges due within one year. Pledges receivable that are expected to be collected in future years are recorded at the present value of their net realizable value. No allowance was deemed necessary for pledges receivable as they were deemed fully collectible by management.

Functional Allocation of Expenses

The cost of operating activities at the nature preserve along with administrative costs, are reported on a functional basis. Expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include depreciation, and amortization, which are allocated based on the use of the asset, as well as administrative expenses such as professional services, office expenses, insurance, and other, which are allocated on the basis of estimates of time and effort.

Concentration of Credit Risk

The Federal Deposit Insurance Corporation (FDIC) currently insures up to \$250,000 of substantially all depository accounts held at each financial institution. At various times during the year, the Association's cash deposits may exceed the federally insured limits and on June 30, 2021 and 2020 its uninsured deposits totaled \$832,148 and \$184,875 respectively. The Association has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on its cash and cash equivalents, respectively.

Contributions, Donated Materials and Services

Under the ASC topic Accounting for Contributions Received and Contributions Made, contributions are recognized as revenue when received. Contributions are recognized as revenues in the period granted at their fair market value. Contributions are recorded as without donor restriction or with donor restrictions support depending on the existence and/or nature of any donor restrictions. It is the Association policy to record temporarily restricted contributions received and expensed in the same accounting period as unrestricted net assets.

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Property: Land and Buildings

Land and Buildings are recorded at cost or fair value at the time of the gift in the case of donated items. Depreciation is provided using the straight-line method over the estimated useful lives for the assets which ranges from five to thirty-nine years. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in changes in net assets for the period. The cost of maintenance and repairs is charged to expense as incurred; significant renewals and betterments are capitalized. Depreciation expense for the years ended June 30, 2021 and 2020 was \$65,190 and \$27,470, respectively.

Endowment Funds

The provisions of the ASC topic Endowments of Not-for-Profits Association: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) apply to Associations in states that have adopted the UPMIFA, but also requires all Associations with endowment funds, whether or not subject to UPMIFA, to provide additional disclosures about their endowments. The disclosures include a description of the governing board's interpretation of the laws underlying the Association's net asset classifications, a description of the Association's endowment spending policy and a description of the Association's investment policy. The endowment funds of the Association are subdivided into appropriate net asset classifications. The with restriction, in perpetuity, in endowment funds represent gifts received under circumstances indicating a stipulation of the donor that principal is not to be expended as well as one-fifth of the interest and dividend income. With specified purpose restriction and unrestricted endowment funds represent funds received under circumstances where there is no requirement to maintain the principal and which the Association has designated for long-term investment purposes.

Income taxes and uncertain tax positions

The Association is exempt from federal income tax as an Association described in Section 501(c)(3) of the Internal Revenue Code. The provisions of the ASC standard, Accounting for Uncertainty in Incomes Taxes, clarifies the accounting for the recognition and measurement of uncertainties in income taxes for all entities, including not-for-profit Associations. Uncertain tax positions are evaluated on whether they meet the "more likely than not" standard for sustainability on examination by tax authorities. The Association does not believe its financial statements include any uncertain tax positions.

NOTE 3: CONTRIBUTED SERVICES:

The Association pays for most services requiring specific expertise. However, many individuals donate their time in performing a variety of tasks, including assistance with the Nature Shop, fundraising events, and the general mission of the Association. The value of these contributed services has not been recorded on the accompanying financial statements as they do not qualify to be recorded under generally accepted accounting principles.

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 4 – LIQUIDITY AND AVAILABILITY:

Financial assets available for general expenditure, that is without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, are comprised of the following:

| | 2021 | 2020 |
|--|------------|------------|
| Cash and Cash Equivalents | \$ 285,746 | \$ 320,998 |
| Endowment held at community foundation | 92,668 | 68,494 |
| | \$ 378,414 | \$ 389,492 |

The Association is substantially supported by restricted contributions. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, the Association must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year. As part of the Association’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE NO. 5 – PROMISES TO GIVE:

Promises to Give at June 30, 2021 are scheduled to be collected as follows: Year ending June 30,

| | | |
|------------|----|---------|
| 2022 | \$ | 257,231 |
| 2023 | | 332,933 |
| 2024 | | 44,643 |
| 2025 | | 35,650 |
| 2026 | | 11,067 |
| Thereafter | | 32,454 |

The Association has not discounted the promises to give to be collected in future years as the related discount is not considered material to the financial statements.

NOTE NO. 6: RELATED PARTY:

Prior to purchasing Glen Helen (see note 11) The Executive Director of Glen Helen Ecology Institute, a program of a related entity, also serves as the Glen Helen Association Executive Director on a volunteer basis.

A board trustee is on the staff at Yellow Springs Foundation where The Association has an interest in assets held. (See note 8).

The Association provided \$63,292 and \$170,563 in support to the Glen Helen Ecology Institute, a program of a related entity mentioned above, for the years ended June 30, 2021 and 2020, respectively.

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 7 – FAIR VALUE MEASUREMENTS AND INVESTMENTS:

The Association follows the provision of Fair Value Measurements and Disclosures as required by the ASC standards. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The topic provides guidance on various methods used to measure fair value including market, income, and cost approaches. These approaches require the Council to utilize certain assumptions about risk. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The Council attempts to utilize valuation techniques that maximize the use of observable inputs and minimizes the use of unobservable inputs. Based on the inputs used in the valuation techniques, the Council is required to classify the inputs under a fair value hierarchy that ranks the inputs based on their quality and reliability. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (which are considered “level 1” measurements) and the lowest priority to unobservable inputs (which are considered “level 3” measurements.) The three levels of the fair value hierarchy are as follows:

Level 1—Quoted prices in active markets for identical assets.

Level 2—Quoted prices for similar assets in active or inactive markets, or inputs derived from observable market data by correlation such as appraisals or other means such as calculations based on contractual rates and published tables.

Level 3—Significant unobservable inputs that reflect an entity’s own assumptions about the assumptions that market participants would use in pricing an asset or liability.

NOTE NO. 8: INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATIONS:

The Association has established endowment funds at three local community foundations as follows:

The Glen Helen Association Endowment Fund (the Dayton Fund) was established for the purpose of providing annual unrestricted operating revenue for Glen Helen Association. The investments are held at **The Dayton Foundation, Inc.** The Glen Helen Association has transferred all rights, title and interest to the assets donated to establish this Fund and to all future donations of the fund. The net income only of the Dayton Fund will be made available to Glen Helen Association. Net income from the Dayton Fund is distributed not less than annually, and Glen Helen Association may choose to reinvest into principal of the Dayton Fund. In the event of an extreme financial emergency, the governing board of the Glen Helen Association may request a distribution of principal from the Dayton Fund, which is subject to approval by the Foundation's Governing Board. In the event that the Governing Board of the Foundation finds that circumstances and conditions shall exist such as to render it unnecessary, undesirable, impractical or impossible to comply with the above use of Dayton Fund assets, any money or property in the Dayton Fund at that time shall be devoted by the Governing Board of the Foundation for charitable purposes as most nearly approximates the purposes of the Dayton Fund as contained in the Endowment agreement.

Glen Helen Association
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NOTE NO. 8: INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATIONS: (Continued)

The Glen Helen Association Building Maintenance Fund (the Building Fund) was established for providing support to Glen Helen Association for building maintenance, which can include but not limited to, building repairs, aesthetic upkeep and improvement, renovations, and other building improvements. The investments are held at **The Dayton Foundation, Inc.** The Glen Helen Association has transferred all rights, title and interest to the assets donated to establish this Fund and to all future donations of the fund. The net income only of the Fund will be made available to Glen Helen Association. Net income from the Building Fund is distributed when requested by the Treasurer of the Association, and Glen Helen Association may choose to reinvest into principal of the Fund. In the event that the Governing Board of the Foundation finds that circumstances and conditions shall exist such as to render it unnecessary, undesirable, impractical or impossible to comply with the above use of Building Fund assets, any money or property in the Fund at that time shall be devoted by the Governing Board of the Foundation for charitable purposes as most nearly approximates the purposes of the Building Fund as contained in the Endowment agreement.

The Glen Helen Association Land Stewardship Fund was established for the purpose of providing annual operating revenue for Glen Helen Association, restricted to land stewardship activity in Glen Helen. The investments are held at **The Dayton Foundation, Inc.** The Foundation has ultimate authority and control over all property in the Land Stewardship Fund, and the income derived there from. Distributions from the fund will take place annually, or as designated by the Dayton Foundation, and Glen Helen Association may elect to request fund principal in addition to income and appreciated growth. Variance power gives the Dayton Foundation unilateral power to change the charitable purpose of a fund if circumstances have sufficiently changed to make the original restriction inappropriate; or in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served.

The Glen Helen Association Endowment Fund (the Springfield Fund) was established for the purpose of providing annual unrestricted operating revenue for Glen Helen Association. The investments are held at the **Springfield Foundation, Inc.** The Foundation has ultimate authority and control over all property in the Springfield Fund, and the income derived there from. Distributions of income from the fund will take place at least annually, and Glen Helen Association may elect to transfer to principal any or the entire distribution amount. Variance power gives the Community Foundation unilateral power to change the charitable purpose of a fund if circumstances have sufficiently changed to make the original restriction inappropriate; or in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served.

The Glen Helen Association Raptor Center Endowment Fund (the Raptor Endowment Fund) was established for the purpose of providing annual unrestricted operating revenue to the benefit of the Raptor Center of the Glen Helen Ecological Institute. The investments are held at the **Springfield Foundation, Inc.** The Foundation has ultimate authority and control over all property in the Fund, and the income derived there from. Distributions of income from the fund will take place at least annually, and Glen Helen Association may elect to transfer to principal any or the entire distribution amount. Variance power gives the Community Foundation unilateral power to change the charitable purpose of a fund if circumstances have sufficiently changed to make the original restriction inappropriate; or in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served.

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 8: INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATIONS: (Continued)

The Glen Helen Fund Endowment (the YS Fund) was designed to provide a permanent fund, the income from which will produce a source of revenue to benefit Glen Helen and the educational programs of Glen Helen. Glen Helen Association is the beneficiary of the fund. The investments are held at the **Yellow Springs Community Foundation**. All money placed in the endowment fund becomes the property of the Foundation. Income of the fund is distributed to Glen Helen Association. Glen Helen Association may choose to return the income of the fund to become part of the principle of the fund.

The Glen Helen Association Fund for the Raptor Center (the Raptor Center Fund) was designed by Glen Helen Association (Association) and the Yellow Springs Community Foundation (YSCF) to provide a permanent fund, the income from which will produce a source of revenue to the benefit of the Raptor Center of the Glen Helen Ecological Institute. The investments are held at the **Yellow Springs Community Foundation**. All money placed in the endowment fund becomes the property of the Foundation. Distribution of the income produced will be made annually to Glen Helen Association. If, in the judgment of the Trustees of YSCF, the Raptor Center of the Glen Helen Ecological Institute has substantially ceased to exist, the YSCF Trustees may merge the Glen Helen Association Fund for the Raptor Center with the Glen Helen Fund Endowment, supporting Glen Helen Association. If, in the judgment of the Trustees of the YSCF, the Association has substantially ceased to exist, the YSCF Trustees may declare the fund supporting the Association to be an unrestricted fund and the YSCF is free to use the income from this fund to benefit Glen Helen or another Association whose mission the trustees of YSCF deem similar to that of Association.

The Village Natural Area Endowment Fund was designated by the Village of Yellow Springs and is held at the **Yellow Springs Community Foundation (YSCF)**, for benefit of the Glen Helen Association. Its purpose is to provide a permanent fund, the income from which will produce a source of revenue to fund ongoing land stewardship activities in the Yellow Springs Creek watershed.

The Antioch Environmental Education Center Agency Endowment (the AOEC Fund) was designed to provide a permanent fund, the income from which will produce a source of revenue to benefit the Glen Helen Environmental Education Center. The Glen Helen Association acquired control of the fund with the September 2020 acquisition of Glen Helen. The investments are held at the **Yellow Springs Community Foundation**. All money placed in the endowment fund becomes the property of the Foundation. Income of the fund is distributed to Glen Helen Association. Glen Helen Association may choose to return the income of the fund to become part of the principle of the fund.

The Glen Helen Acquisition Fund (the Acquisition Fund) was established April 2021 as a term fund, to provide a source of revenue toward the mortgage obligation for the 2020 purchase of Glen Helen. The investments are held at the **Yellow Springs Community Foundation**. All money placed in the endowment fund becomes the property of the Foundation. The Glen Helen Association may request up to \$50,000 in appreciated income or principal, annual through 2030, and may access the remaining balance in 2031 to finance any remaining balloon payment.

Glen Helen Association
Notes to the Financial Statements
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NOTE NO. 8: INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATIONS: (Continued)

The following summarizes the values of the interests in assets held by community foundations on June 30:

| Interest in Assets held at: | <u>2021</u> | <u>2020</u> |
|--|---------------------|---------------------|
| The Dayton Foundation: | | |
| Dayton Fund | \$ 252,297 | \$ 205,928 |
| Building Fund | 37,479 | 30,593 |
| Glen Helen Association Land Stewardship Fund | 251,514 | 184,999 |
| | | |
| The Springfield Foundation: | | |
| Springfield Fund | 183,368 | 153,039 |
| Raptor Endowment Fund | 67,843 | 56,732 |
| | | |
| The Yellow Springs Community Foundation: | | |
| YS Fund | 235,900 | 194,011 |
| Raptor Center Fund | 284,038 | 232,791 |
| G & T Restricted Endowment | - | 78,514 |
| Village Natural Area Endowment Fund | 23,492 | 19,342 |
| AOEC Fund | 237,381 | - |
| Acquisition Fund | 186,351 | - |
| | <u>\$ 1,759,663</u> | <u>\$ 1,155,949</u> |

| Interest in Assets held at Community Foundation: | <u>2021</u> | <u>2020</u> |
|--|---------------------|---------------------|
| Without Donor Restrictions | \$ <u>80,899</u> | \$ <u>68,494</u> |
| With Donor Restriction for a Purpose | 502,734 | 188,362 |
| With Donor Restriction for Perpetuity | <u>1,176,030</u> | <u>899,093</u> |
| | <u>1,678,764</u> | <u>1,087,455</u> |
| | <u>\$ 1,759,663</u> | <u>\$ 1,155,949</u> |

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 8: INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATIONS: (Continued)

The following summarizes the changes in the interests in assets held by community foundations for the years ended June 30, 2021 and 2020:

| | Total |
|---|---------------------|
| Interest in assets held by community foundations, July 1, 2020 | \$ 1,155,949 |
| Contributions | 406,543 |
| Transfers | (49,235) |
| Net change in market value | 244,150 |
| Investment income | 94,804 |
| Prior Period Adjustment | (78,751) |
| Fees | <u>(13,797)</u> |
| Interest in assets held by community foundations, June 30, 2021 | <u>\$ 1,759,663</u> |
| | |
| Interest in assets held by community foundations, July 1, 2019 | \$1,146,782 |
| Contributions | 6,710 |
| Transfers | (25,721) |
| Net change in market value | 8,176 |
| Investment income | 32,288 |
| Fees | <u>(12,286)</u> |
| Interest in assets held by community foundations, June 30, 2020 | <u>\$ 1,155,949</u> |

NOTE NO. 9: INVESTMENTS:

The Association's investments are maintained in commingled accounts at three area foundations. Income, expenses, gains and losses are allocated based upon ownership percentages. Investments, carried at fair value based on quoted prices in active markets, (all Level 3 Measurements) consist of equities, fixed income holdings and cash and cash equivalents. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

Listed below are the fair value measurements as of June 30:

| | 2021 | |
|-----------------------------------|---------------------|---------------------|
| | Cost | Fair Value |
| Pooled Investments at Foundations | <u>\$ 1,515,434</u> | <u>\$1,759,663</u> |
| | | |
| | 2020 | |
| | Cost | Fair Value |
| Pooled Investments at Foundations | <u>\$ 1,119,292</u> | <u>\$ 1,155,949</u> |

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 9: INVESTMENTS: (continued)

Investment Spending Policy

The Association has adopted investment and spending policies for the Endowments that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the Endowment investments. The target minimum rate of return is the Consumer Price Index plus 5 percent on an annual basis. Actual returns in any given year may vary from this amount. To satisfy this long-term rate-of-return objective, the investment portfolio is structured on a total-return approach through which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). All the funds are invested to seek growth of principal over time.

Additionally, the Association received a donation in 2012 of 5,000 shares of a stock in a privately held corporation. Due to the nature of the stock and the lack of observable inputs, management has deemed the fair value of the stock to be zero.

NOTE NO. 10: NET ASSETS WITH DONOR RESTRICTIONS:

The Association has classified its net assets in accordance with generally accepted accounting principles as to donor restrictions. The Association maintains net assets with donor restrictions balances as follows as of June 30,

| Subject to expenditure for specified purpose: | <u>2021</u> | <u>2020</u> |
|---|---------------------|---------------------|
| Glen Helen projects | \$ 164,962 | \$ 162,860 |
| Building fund | 11,864 | 4,891 |
| Director's fund | 51,704 | 51,463 |
| Scholarship | 24,657 | 33,472 |
| Camp Greene | 40,331 | 40,169 |
| Land Stewardship | 264,569 | 175,121 |
| Health Projects | 3,620 | 3,620 |
| Raptor Center | 119,410 | 113,066 |
| Glen Helen Environmental Education Ctr | 42,118 | - |
| Save the Glen | 1,527,849 | 85,300 |
| Other | - | 3,981 |
| | <u>\$ 2,221,655</u> | <u>\$ 673,943</u> |
| Subject to Restricted in Perpetuity | | |
| Perpetual trusts held by others | <u>1,193,954</u> | <u>899,093</u> |
| Total Net Assets with donor restrictions | <u>\$ 3,415,609</u> | <u>\$ 1,573,036</u> |

Glen Helen Association
Notes to the Financial Statements
June 30, 2021 and 2020

NOTE NO. 11: PROMISSORY NOTE PAYABLE:

During the year ended June 30, 2021, the Association entered into a loan for the purchase of Glen Helen Nature Preserve dated September 4, 2020, in the amount of \$2,500,000 from Antioch College (the College). The loan is for 11 years with the following terms.

Beginning on September 4, 2021 and continuing on September 4 in each year thereafter until the outstanding principal of the Note is paid in full, the Association directs the College to retain the mandatory yearly distributions from the Birch Endowment to be made on such date as payment of interest on this Note.

Unless payments are earlier received or credited in accordance with the other provisions of this Note, the principal amount outstanding under this Note shall be payable as follows. Upon the College's receipt of the Term Endowment Proceeds, the amount thereof shall be credited to the principal balance of this note. Thereafter, on September 4, 2021 and continuing on September 4 in each of the next nine years through and including September 4, 2031, the Association shall pay to the College the sum of Fifty thousand dollars (\$50,000). On September 4, 2031, the Association shall pay to the College the then remaining outstanding principal balance of this Note.

Notes Payable consist of the following at June 30, 2021

| | |
|--------------------------------------|---------------------|
| | <u>2021</u> |
| Loan Payable at June 30 | \$ 1,957,336 |
| Less: Current Portion | <u>(50,000)</u> |
| Loan Payable, net of current portion | \$ <u>1,907,336</u> |

NOTE NO. 12: PRIOR PERIOD ADJUSTMENT:

The G & T Restricted Endowment was recorded as a donation to the Association in a prior year and the income was recorded as investment income. However, the funds are recorded with the Yellow Springs Community Foundation as designated fund and should not have been listed as an asset of the Association.

NOTE NO. 13: SUBSEQUENT EVENTS:

In conformity with the ASC standards, the Association has evaluated for disclosure all subsequent events and transactions through October 24, 2022 the date that the financial statements were available to be issued.