

AUDUBON COMMUNITY NATURE CENTER, INC.

**REPORT ON
FINANCIAL STATEMENTS**

**YEARS ENDED
SEPTEMBER 30, 2023 AND 2022**

AUDUBON COMMUNITY NATURE CENTER, INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Audubon Community Nature Center, Inc.
Jamestown, New York

Opinion

We have audited the accompanying financial statements of ***Audubon Community Nature Center, Inc.*** (a nonprofit organization), which comprise the statements of financial position as of September 30, 2023 and 2022, and the related statements of 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 ***Audubon Community Nature Center, Inc.*** as of September 30, 2023 and 2022, 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 ***Audubon Community Nature Center, Inc.*** 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 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 ***Audubon Community Nature Center, 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 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 opinions. 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 **Audubon Community Nature Center, 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 **Audubon Community Nature Center, 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.

Buffamante Whipple Buttafaro PC

BUFFAMANTE WHIPPLE BUTTAFARO, P.C.

**Jamestown, New York
February 7, 2024**

AUDUBON COMMUNITY NATURE CENTER, INC.
STATEMENTS OF FINANCIAL POSITION

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<i>As of September 30,</i>	2023	2022
Assets		
Current assets		
Cash and cash equivalents	\$ 107,536	\$ 125,144
Accounts receivables	1,614	55,341
Inventory	14,495	30,650
Prepaid expenses	3,180	4,247
Total current assets	126,825	215,382
Long-term assets		
Investments	2,197,501	1,920,873
Property and equipment, net	422,313	410,107
Beneficial interest in assets held by others	197,309	183,095
Total long-term assets	2,817,123	2,514,075
Total assets	\$ 2,943,948	\$ 2,729,457
Liabilities and Net Assets		
Current liabilities		
Accounts payable	\$ 15,001	\$ 7,600
Accrued expenses	28,966	25,077
Deferred revenue	56,086	63,006
Funds held for others	-	2,500
Total current liabilities	100,053	98,183
Net assets		
Without donor restrictions		
Undesignated	588,428	652,085
Board designated	1,996,244	1,748,462
Total net assets without donor restrictions	2,584,672	2,400,547
With donor restrictions	259,223	230,727
Total net assets	2,843,895	2,631,274
Total liabilities and net assets	\$ 2,943,948	\$ 2,729,457

See accompanying independent auditor's report and notes to financial statements.

AUDUBON COMMUNITY NATURE CENTER, INC.
STATEMENTS OF ACTIVITIES

Years ended September 30,

	2023			2022		
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Support and revenue						
Contributions and grants	\$ 51,584	208,212	\$ 259,796	\$ 11,744	\$ 185,634	\$ 197,378
Program fees	168,621	--	168,621	161,389	--	161,389
Special services and projects, net	55,972	--	55,972	45,118	--	45,118
Annual fund drive	80,251	--	80,251	86,941	5,000	91,941
Friends of Nature Center	53,719	--	53,719	54,187	--	54,187
Book store, less cost of sales	(1,460)	--	(1,460)	24,713	--	24,713
Community Foundations	--	14,725	14,725	--	12,041	12,041
Realized gain on investments	4,781	--	4,781	115,684	--	115,684
Unrealized gain (loss) on investments	233,013	--	233,013	(561,128)	--	(561,128)
Investment income, net of fees	45,034	--	45,034	42,836	--	42,836
Other income	41,929	--	41,929	34,698	--	34,698
Change in beneficial interest	--	14,214	14,214	--	(47,570)	(47,570)
National Audubon Society membership dues share	1,574	--	1,574	1,574	--	1,574
Net assets released from restrictions	208,655	(208,655)	--	179,664	(179,664)	--
Total support and revenue	943,673	28,496	972,169	197,420	(24,559)	172,861
Expenses						
Program services	545,859	--	545,859	525,462	--	525,462
Administrative and general	196,551	--	196,551	181,826	--	181,826
Fundraising	17,138	--	17,138	17,619	--	17,619
Total expenses	759,548	--	759,548	724,907	--	724,907
Change in net assets	184,125	28,496	212,621	(527,487)	(24,559)	(552,046)
Net assets, beginning of year	2,400,547	230,727	2,631,274	2,928,034	255,286	3,183,320
Net assets, end of year	\$ 2,584,672	\$ 259,223	\$ 2,843,895	\$ 2,400,547	\$ 230,727	\$ 2,631,274

See accompanying independent auditor's report and notes to financial statements.

AUDUBON COMMUNITY NATURE CENTER, INC.
STATEMENTS OF FUNCTIONAL EXPENSES

Years ended September 30,

	2023				2022			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Expenses								
Salaries and benefits	\$ 397,561	\$ 135,551	\$ 13,924	\$ 547,036	\$ 378,806	\$ 132,083	\$ 13,943	\$ 524,832
Insurance	--	12,963	--	12,963	--	13,736	--	13,736
Office expense	2,518	14,269	--	16,787	1,314	7,447	--	8,761
Professional fees	--	11,851	--	11,851	--	8,513	--	8,513
Administrative	1,324	11,920	--	13,244	1,495	13,451	--	14,946
Nature center building	43,851	--	--	43,851	43,227	--	--	43,227
Staff development	--	4,012	--	4,012	--	1,591	--	1,591
Education committee	45,023	5,003	--	50,026	37,769	4,197	--	41,966
Grounds	7,071	--	--	7,071	11,257	--	--	11,257
Operating committee	5,150	--	--	5,150	4,509	--	--	4,509
Annual fund	--	--	3,214	3,214	--	--	3,676	3,676
Depreciation	43,361	--	--	43,361	47,085	--	--	47,085
Miscellaneous	--	982	--	982	--	808	--	808
Total expenses	\$ 545,859	\$ 196,551	\$ 17,138	\$ 759,548	\$ 525,462	\$ 181,826	\$ 17,619	\$ 724,907

See accompanying independent auditor's report and notes to financial statements.

AUDUBON COMMUNITY NATURE CENTER, INC.
STATEMENTS OF CASH FLOWS

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Years ended September 30,	2023	2022
Cash flows from operating activities:		
Change in net assets	\$ 212,621	\$ (552,046)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	43,361	47,085
Realized gain on investments	(4,781)	(115,684)
Unrealized (gain) loss on investments	(233,013)	561,128
Reinvested investment income	(39,303)	(37,294)
Support received for capital purposes	(56,526)	(40,732)
Decrease (increase) in accounts receivable	53,727	(42,026)
Decrease (increase) in inventory	16,155	(2,521)
Decrease (increase) in prepaid expenses	1,067	(758)
(Increase) decrease in beneficial interest in assets held by others	(14,214)	47,570
Increase (decrease) in accounts payable	7,401	(5,115)
Increase in accrued expenses	3,889	1,719
(Decrease) increase in deferred revenue	(6,920)	11,820
Decrease in funds held for others	(2,500)	--
Net cash used in operating activities	(19,036)	(126,854)
Cash flows from investing activities:		
Capital expenditures	(55,567)	(38,273)
Net sales (purchases) of investments	469	(3,254)
Board designated endowment distribution	--	81,290
Net cash (provided by) used in investing activities	(55,098)	39,763
Cash flows from financing activities:		
Support restricted for capital purposes	56,526	40,732
Net cash provided by financing activities	56,526	40,732
Change in cash and cash equivalents	(17,608)	(46,359)
Cash and cash equivalents, beginning of year	125,144	171,503
Cash and cash equivalents, end of year	\$ 107,536	\$ 125,144

AUDUBON COMMUNITY NATURE CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2023 AND 2022

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Background

Audubon Community Nature Center, Inc. (Audubon), a chapter of the National Audubon Society, is a nonprofit corporation dedicated to connecting people to nature and promoting environmentally responsible practices through education at its Center, sanctuary, and in the community. Audubon's support comes primarily from grants, program fees, special projects, and fundraisers.

Basis of Accounting

The financial statements of Audubon have been prepared on the accrual basis of accounting. Audubon 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.

Net Assets Without Donor Restriction - Net assets that are not subject to or are no longer subject to donor-imposed stipulations.

Net Assets With Donor Restriction - Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Cash and Cash Equivalents

Audubon maintains its cash balances in two financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At September 30, 2023 and 2022, Audubon's cash balances were fully insured.

Cash and cash equivalents in the amount of \$157,236 and \$85,816 invested with financial institutions were classified as investments as of September 30, 2023 and 2022, respectively.

Accounting for Investments

Audubon has adopted Financial Accounting Standards Codification Topic 958-320, *Accounting for Certain Investments Held by Not-for-Profit Organizations*. Topic 958-320 requires nonprofit organizations to record certain investments at fair value with unrealized gains and losses being recorded in the Statements of Activities.

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the Statements of Financial Position. The cost of specific securities sold is used to compute realized gains or losses on sales.

Revenue Recognition

Revenue is recognized when performance obligations under the terms of a contract with the customer are satisfied based on the transfer of control of promised goods or services.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition from Exchange Transactions

The Audubon has multiple revenue streams that are accounted for as exchange transactions including membership dues, friends of Nature Center program fees, and special services and projects.

Membership dues, program revenues, and special services and projects consist of amounts that families and individuals pay to visit the Nature Center building, participate in various programs, and use the Audubon facilities for various events. Members join for period of one year pay annually. The Audubon offers a variety of programs and special service projects including day camp, public programming, birthday parties, youth programs, monarch butterfly, nature festival, enchanted forest, bird seed savings day, and other programs and special service projects. Fee-based programs are available to the general public. Programs typically require a 50% non-refundable deposit paid in advance, and remaining balance is required to be paid at the start of the program. Special services and projects are usually one-time events in which the revenue is recorded at the time cash is received. The revenue is earned and received during the same fiscal year for these events. During the fiscal year Enchanted forest and the bird seed savings day monies received in advance of event or sale are recorded as deferred revenue at September 30. Refunds may be available for services not provided.

Annual membership dues are recognized ratably over the membership period.

Support and Revenue

Support and revenue that is restricted by the donor/grantor is reported as an increase in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized.

All other donor/grantor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities as net assets released from restrictions.

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could differ from those estimates.

AUDUBON COMMUNITY NATURE CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Inventories

Inventories are valued at lower of cost or market. Cost is determined by the first-in, first-out (FIFO) method.

Property and Equipment

Acquisitions of non-expendable property are treated as capital additions of Audubon in the period in which they are acquired and asset values are recorded at that time. Property and equipment are carried at cost. Depreciation on fixed assets is recorded on a straight-line basis over the assets estimated useful lives ranging from five to twenty years.

It is Audubon's policy to capitalize assets purchased that cost \$5,000 or more individually.

Reclassifications

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

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the Statements of Functional Expenses. Accordingly, certain costs have been allocated by management based on estimates among the programs and supporting services benefited.

Income Tax Status

Audubon is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from New York State income taxes under Article 7-A of the Executive Law and the New York Estates, Powers, and Trusts Law. Therefore, no provision has been made for federal or New York State income taxes in the accompanying financial statements. In addition, Audubon qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an Agency other than a private foundation under Section 509(a)(2).

Tax filings that remain subject to examination by taxing authorities include years 2019 and later.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services and Equipment

Donated services are recognized as contributions in accordance with the Financial Accounting Standards Board in the Financial Accounting Standards Codification Topic 958-605, *Contributions Received*, if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and otherwise would be purchased by Audubon. Volunteers also provide services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria under Financial Accounting Standards Codification Topic 958-605 were not met. Volunteers provided 7,992 and 8,819 hours of service valued at approximately \$254,000 and \$264,000, respectively, to Audubon during the years ended September 30, 2023 and 2022, respectively.

NOTE 2- LIQUIDITY

The following reflects Audubon'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. Also, Audubon may receive yearly distributions from investment funds held in its board designated endowment fund.

	<u>2023</u>	<u>2022</u>
Financial assets at year end:		
Cash	\$ 107,536	\$ 125,144
Accounts receivables	1,614	55,341
Beneficial interest	197,309	183,095
Investments	<u>2,197,501</u>	<u>1,920,873</u>
Total financial assets	2,503,960	2,284,453
Less amounts not available for general expenditures within one year, due to:		
Net assets with donor restrictions	<u>(259,223)</u>	<u>(230,727)</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 2,244,737</u>	<u>\$ 2,053,726</u>

If necessary, the Audubon has access to investments without donor restrictions that are board designated for endowment. Although, Audubon does not intend to spend from these amounts, other than annual distribution to support operations, the assets could be made available if necessary through approval of the Board of Directors.

AUDUBON COMMUNITY NATURE CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 3 - INVESTMENTS

Investments are presented at fair value in the financial statements. The cost and fair value at September 30, 2023 and 2022 is summarized as follows:

	2023	
	Fair Value	Cost
Cash and cash equivalents	\$ 157,236	\$ 157,236
Mutual funds	1,921,104	1,634,590
Bonds	85,044	84,865
Common Stock	34,117	33,469
	<u>\$ 2,197,501</u>	<u>\$ 1,791,826</u>
	2022	
	Fair Value	Cost
Cash and cash equivalents	\$ 85,816	\$ 85,816
Mutual funds	1,835,057	1,780,646
	<u>\$ 1,920,873</u>	<u>\$ 1,866,462</u>

NOTE 4 – FAIR VALUE

Certain assets of Audubon are reported at fair value in the accompanying Statements of Financial Position. A fair value hierarchy exists that prioritizes the inputs to valuation techniques used to measure fair value. As presented in the table below, this hierarchy consists of three broad levels. Level 1 inputs on the hierarchy consist of unadjusted quoted prices in active markets and have the highest priority. Level 2 inputs consist of quoted prices in active markets for similar assets or liabilities or quoted prices in inactive markets for identical or similar assets or liabilities. Level 3 inputs have the lowest priority. Audubon uses appropriate valuation techniques based on available inputs to measure the fair value of assets and liabilities.

	2023		
	Level 1	Level 2	Level 3
Cash, mutual funds, bonds and common stock	\$ 2,197,501	\$ --	\$ --
Beneficial interest in assets held by others	197,309	--	--
	<u>\$ 2,394,810</u>	<u>\$ --</u>	<u>\$ --</u>
	2022		
	Level 1	Level 2	Level 3
Cash and mutual funds	\$ 1,920,873	\$ --	\$ --
Beneficial interest in assets held by others	183,095	--	--
	<u>\$ 2,103,968</u>	<u>\$ --</u>	<u>\$ --</u>

NOTE 5 - PROPERTY AND EQUIPMENT

At September 30, 2023 and 2022 property and equipment consist of the following:

	2023	2022
Land	\$ 52,772	\$ 52,772
Building	1,828,724	1,803,724
Sanctuary and site improvements	160,543	154,276
Vehicles and machinery	76,871	70,771
Building equipment and furniture	296,319	278,119
	<u>2,415,229</u>	<u>2,359,662</u>
Less: accumulated depreciation	<u>(1,992,916)</u>	<u>(1,949,555)</u>
	<u>\$ 422,313</u>	<u>\$ 410,107</u>

Depreciation expense amounted to \$43,361 and \$47,085 for the years ended September 30, 2023 and 2022, respectively.

During the years ended 2023 and 2022 Audubon received grants for capital purchases totaling \$56,526 and \$40,732 respectively. This income was included in contributions and grants on the Statements of Activities. The purchases were capitalized in accordance with generally accepted accounting principles rather than shown as expenses to match the grant income directly.

NOTE 6 - RETIREMENT PLAN

Audubon sponsors a SEP/IRA retirement plan which provides benefits to all employees who meet an hours of service requirement. Employees can contribute to the plan, and employer contributions can be made up to 3% at the discretion of the Board of Directors, based on wages paid during the year.

Pension expense for the years ended September 30, 2023 and 2022 was \$10,328 and \$8,681, respectively.

NOTE 7 – PROGRAM FEES

Program fees are detailed as follows for the years ended September 30, 2023 and 2022:

	2023	2022
Education programs with BOCES	\$ 44,586	\$ 38,441
Day camp	58,372	49,047
Other programs	65,663	73,901
	<u>\$ 168,621</u>	<u>\$ 161,389</u>

AUDUBON COMMUNITY NATURE CENTER, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 8 - SPECIAL SERVICES AND PROJECTS

Special services and projects are detailed as follows for the years ended September 30, 2023 and 2022:

2023	Revenues	Expenses	Net
Auction	\$ 25,179	\$ 6,924	\$ 18,255
Monarch Butterfly	5,452	431	5,021
Nature festival	-	-	-
Enchanted forest	5,121	254	4,867
Bird seed savings day	15,865	11,312	4,553
Wild 5K	2,885	1,619	1,266
Audubon lights	21,342	2,345	18,997
Other	16,977	13,964	3,013
	<u>\$ 92,821</u>	<u>\$ 36,849</u>	<u>\$ 55,972</u>
2022	Revenues	Expenses	Net
Auction	\$ 25,213	\$ 7,487	\$ 17,726
Monarch Butterfly	5,406	316	5,090
Nature festival	3,069	85	2,984
Enchanted forest	4,734	420	4,314
Bird seed savings day	15,414	10,313	5,101
Wild 5K	3,790	2,186	1,604
Audubon lights	8,382	1,539	6,843
Other	11,500	10,044	1,456
	<u>\$ 77,508</u>	<u>\$ 32,390</u>	<u>\$ 45,118</u>

NOTE 9 - NET ASSETS

Board Designated Net Assets without Donor Restrictions

As of September 30, 2023 and 2022, board designated net assets without donor restrictions are detailed as follows:

	2023	2022
Board designated endowment	\$ 1,909,973	\$ 1,656,091
Special fund	69,244	69,244
Equipment and improvements	17,027	23,127
	<u>\$ 1,996,244</u>	<u>\$ 1,748,462</u>

Distributions from the board designated endowment are made in accordance with the "Endowment Fund Investment Policy" which was modified by the Board of Directors in July, 2015. This Policy states that distributions shall equal 5% of the average market value of the Endowment funds over the prior twenty quarters.

\$0 and \$81,290 was distributed from the endowment in 2023 and 2022, respectively, to be used towards operations. During October 2023, \$87,647 was distributed from the endowment.

NOTE 10 - NET ASSETS (CONTINUED)

Changes in Board Designated Endowment Net Assets without Donor Restrictions

	2023	2022
Endowment net assets, beginning of year	\$ 1,748,462	\$ 2,207,827
Allocated investment income	32,908	143,799
Net allocated appreciation (depreciation)	214,874	(521,874)
Distribution towards operations	--	(81,290)
Endowment net assets, end of year	<u>\$ 1,996,244</u>	<u>\$ 1,748,462</u>

NOTE 11 - BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

Audubon executed an agreement in a previous year with the Chautauqua Region Community Foundation (CRCF) which established an endowment fund for their benefit at CRCF. The value of the fund at September 30, 2023 and 2022 was \$58,564 and \$55,309, respectively. In 2015 Audubon established a second endowment fund at (CRCF) for providing internships at Audubon. The value of the fund at September 30, 2023 and 2022 was \$101,190 and \$94,382, respectively. In 2017 Audubon established a third endowment fund at (CRCF) for providing science scholarships at Audubon. The value of the fund at September 30, 2023 and 2022 was \$11,895 and \$9,784, respectively. A similar agreement was executed between Audubon and the Northern Chautauqua Community Foundation (NCCF). The value of the fund at September 30, 2023 and 2022 was \$25,660 and \$23,620 respectively.

The total value of these interests is shown in the Statements of Financial Position as a Beneficial Interest in Assets Held by Others. The agreements state that the transfer of assets is irrevocable. However, Audubon will receive annual distributions of income earned on the endowment funds, subject to the respective Foundation's spending policies. This income is reported in the Statements of Activities as change in beneficial interest. The agreements also grant variance power to the respective Foundations.

Net Assets with Donor Restrictions

At September 30, 2023 and 2022, net assets with donor restrictions are available for the following purposes:

	2023	2022
General education program and equipment purchases for future periods	\$ 41,683	\$ 27,401
Beneficial interest in assets held by others	197,309	183,095
Permanently restricted	20,231	20,231
	<u>\$ 259,223</u>	<u>\$ 230,727</u>

NOTE 12 - REVENUES

Disaggregation of revenue

As disclosed in Note 1, Audubon is dedicated to connecting people to nature and promoting environmentally responsible practices through education at its Center, sanctuary, and in the community. As a result, that Audubon is dependent on the strength of the economy and its ability to collect amounts owed. Disaggregated revenues of Audubon are presented in the Statements of Activities (page 3).

Contract balances

Accounts receivable represent Audubon's unconditional right to receive consideration from a customer. There is no allowance for uncollectible accounts at September 30, 2023 and 2022.

The Audubon has no contract assets as of September 30, 2023 and 2022. Contract liabilities consists of deferred membership and events of \$56,086 and \$63,006 as of September 30, 2023 and 2022.

Performance Obligations

The Audubon's performance obligations are generally satisfied when the related expenditures are incurred over the service period and the services have been performed.

Significant Judgments

There were no significant judgments affecting the determination of the amount and timing of revenue from contracts with customers during the years ended September 30, 2023 and 2022.

NOTE 13 – SUBSEQUENT EVENTS

Subsequent events were evaluated through February 7, 2024, which is the date that the financial statements were available to be issued.