

DUNWOODY NATURE CENTER, INC.

AUDITED FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

DUNWOODY NATURE CENTER, INC.

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BLAD & HEZLEP, LLC

CERTIFIED PUBLIC ACCOUNTANTS

1832 INDEPENDENCE SQ., STE. A DUNWOODY, GA, 30338
770-512-5600 WWW.BLADHEZLEPCPA.COM

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Dunwoody Nature Center, Inc.
Dunwoody, Georgia

Opinion

We have audited the accompanying financial statements of Dunwoody Nature Center, Inc., which comprise the statements of financial position, as of December 31, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related summary of accounting policies and notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Dunwoody Nature Center, Inc. as of December 31, 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 the Dunwoody 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.

Management's Responsibility 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; this includes 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 Dunwoody 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 Audits 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 audits.
- 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.

Auditor's Responsibilities for the Audits of the Financial Statements, continued

- Obtain an understanding of internal control relevant to the audits 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 Dunwoody 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 Dunwoody 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 audits, significant audit findings, and certain internal control related matters that we identified during the audits.

Bled & Hegler, PC

Dunwoody, Georgia
June 25, 2024

**DUNWOODY NATURE CENTER, INC.
STATEMENTS OF FINANCIAL POSITION**

	As of December 31,	
<u>ASSETS</u>	2023	2022
CURRENT:		
Cash and cash equivalents	\$ 1,218,885	\$ 872,907
Investments (Note 5)	2,099	-
Contributions and grants receivable	5,000	-
Other receivable	2,800	6,678
Prepaid expenses	5,424	4,288
TOTAL CURRENT ASSETS	1,234,208	883,873
CASH AND CONTRIBUTIONS RECEIVABLE RESTRICTED FOR LONG TERM PURPOSES (Note 2)	226,963	315,539
LEASEHOLD IMPROVEMENTS UNDER CONSTRUCTION (Note 4)	172,978	78,606
PROPERTY AND EQUIPMENT:		
Furniture and fixtures	36,179	36,179
Leasehold improvements	1,283,994	1,283,994
	1,320,173	1,320,173
Less accumulated depreciation	(314,629)	(261,226)
TOTAL PROPERTY AND EQUIPMENT	1,005,544	1,058,947
TOTAL ASSETS	\$ 2,639,693	\$ 2,336,965
	<u>LIABILITIES AND NET ASSETS</u>	
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 90,194	\$ 46,241
Deferred revenue	40,857	32,491
TOTAL LIABILITIES	131,051	78,732
NET ASSETS:		
Without donor restrictions (Note 3)	2,204,933	1,877,019
With donor restrictions (Note 2)	303,709	381,214
Total Net Assets	2,508,642	2,258,233
	\$ 2,639,693	\$ 2,336,965

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Net Assets</u>
PUBLIC SUPPORT AND REVENUE:			
Contributions	\$ 135,744	\$ 45,782	\$ 181,526
Membership dues	110,441	-	110,441
Program fees	553,961	-	553,961
Rental income	143,358	-	143,358
Fundraising, net of costs of direct benefits to donors of \$76,393	64,385	33,350	97,735
Employee retention credit (Note 1)	237,749	-	237,749
Contributed nonfinancial assets	139,473	-	139,473
Interest and dividend income	46,824	-	46,824
	<hr/>	<hr/>	<hr/>
Total Public Support and Revenue before Transfers	1,431,935	79,132	1,511,067
Net Assets Released from Restrictions Due to Satisfaction of Donor-imposed Requirements	<hr/> 156,637	<hr/> (156,637)	<hr/> -
Total Public Support and Revenue	<hr/> 1,588,572	<hr/> (77,505)	<hr/> 1,511,067
EXPENSES:			
Program	940,659	-	940,659
Fundraising	144,495	-	144,495
Management and general	175,504	-	175,504
	<hr/>	<hr/>	<hr/>
Total Expenses	1,260,658	-	1,260,658
CHANGES IN NET ASSETS	327,914	(77,505)	250,409
NET ASSETS:			
Beginning of year	<hr/> 1,877,019	<hr/> 381,214	<hr/> 2,258,233
End of year	<hr/> <u>\$ 2,204,933</u>	<hr/> <u>\$ 303,709</u>	<hr/> <u>\$ 2,508,642</u>

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Net Assets</u>
PUBLIC SUPPORT AND REVENUE:			
Contributions	\$ 67,660	\$ 51,397	\$ 119,057
Membership dues	111,711	-	111,711
Program fees	541,584	-	541,584
Rental income	99,621	-	99,621
Fundraising, net of costs of direct benefits to donors of \$63,202	68,503	17,050	85,553
Contributed nonfinancial assets	170,087	-	170,087
Interest and dividend income	1,272	-	1,272
	<hr/>	<hr/>	<hr/>
Total Public Support and Revenue before Transfers	1,060,438	68,447	1,128,885
Net Assets Released from Restrictions Due to Satisfaction of Donor-imposed Requirements	<hr/>	<hr/>	<hr/>
	97,522	(97,522)	-
	<hr/>	<hr/>	<hr/>
Total Public Support and Revenue	1,157,960	(29,075)	1,128,885
	<hr/>	<hr/>	<hr/>
EXPENSES:			
Program	885,679	-	885,679
Fundraising	98,269	-	98,269
Management and general	111,586	-	111,586
	<hr/>	<hr/>	<hr/>
Total Expenses	1,095,534	-	1,095,534
	<hr/>	<hr/>	<hr/>
CHANGES IN NET ASSETS	62,426	(29,075)	33,351
	<hr/>	<hr/>	<hr/>
NET ASSETS:			
Beginning of year	<hr/>	<hr/>	<hr/>
	1,814,593	410,289	2,224,882
	<hr/>	<hr/>	<hr/>
End of year	<u>\$ 1,877,019</u>	<u>\$ 381,214</u>	<u>\$ 2,258,233</u>

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.
STATEMENT OF FUNCTIONAL ALLOCATION
For the Year Ended December 31, 2023

	<u>Program</u>	<u>Fundraising</u>	<u>Management and General</u>	<u>Total</u>
Compensation and related	\$ 542,942	\$ 94,751	\$ 74,644	\$ 712,337
Outside services	38,114	17,596	80,651	136,361
Environmental improvements	23,835	700	536	25,071
Marketing	11,974	1,806	2,324	16,104
Office	24,460	8,756	4,950	38,166
Supplies	58,287	-	-	58,287
Occupancy	43,186	5,467	4,270	52,923
Travel	356	5	79	440
Insurance	9,468	1,629	1,247	12,344
Depreciation and amortization	52,320	614	470	53,404
Telecommunications	7,432	1,092	1,187	9,711
Postage and printing	1,233	208	111	1,552
Other	5,820	8,307	2,308	16,435
Contributed goods and services	121,232	3,564	2,727	127,523
	<u>\$ 940,659</u>	<u>\$ 144,495</u>	<u>\$ 175,504</u>	<u>\$ 1,260,658</u>
Total expenses	<u>\$ 940,659</u>	<u>\$ 144,495</u>	<u>\$ 175,504</u>	<u>\$ 1,260,658</u>

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.
STATEMENT OF FUNCTIONAL ALLOCATION
For the Year Ended December 31, 2022

	<u>Program</u>	<u>Fundraising</u>	<u>Management and General</u>	<u>Total</u>
Compensation and related	\$ 487,886	\$ 74,460	\$ 70,525	\$ 632,871
Outside services	26,307	3,256	16,954	46,517
Environmental improvements	36,726	138	131	36,995
Marketing	10,106	1,203	710	12,019
Office	40,219	3,759	4,155	48,133
Supplies	31,363	-	-	31,363
Occupancy	43,018	3,173	2,770	48,961
Travel	220	-	3	223
Insurance	9,357	1,387	1,314	12,058
Depreciation and amortization	52,021	283	268	52,572
Telecommunications	7,512	923	974	9,409
Postage and printing	550	393	57	1,000
Other	3,396	6,189	3,282	12,867
Bad Debt	-	-	7,500	7,500
Contributed goods and services	136,998	3,105	2,943	143,046
Total expenses	<u>\$ 885,679</u>	<u>\$ 98,269</u>	<u>\$ 111,586</u>	<u>\$ 1,095,534</u>

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.
STATEMENTS OF CASH FLOWS

	For the Year Ended December 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ 250,409	\$ 33,351
Adjustment to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	53,403	52,573
Bad debt expense	-	7,500
Contributions of construction in progress	(94,372)	(16,789)
Contributions restricted for long term purpose	(10,000)	(22,750)
Decrease (increase) in receivables	(1,122)	12,301
Decrease (increase) in prepaid expenses	(1,136)	(4,288)
Increase (decrease) in accounts payables and accrued expenses	43,953	4,231
Increase (decrease) in deferred revenue	8,366	(2,596)
	249,501	63,533
CASH FLOWS FROM INVESTING ACTIVITIES:		
Property and equipment purchases	-	(49,516)
Marketable security proceeds (stock donations) - net	(2,099)	-
	(2,099)	(49,516)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Collection of contributions restricted for long-term purpose	30,000	3,500
	30,000	3,500
NET INCREASE IN CASH AND CASH EQUIVALENTS	277,402	17,517
CASH AND CASH EQUIVALENTS:		
Beginning of year	1,142,196	1,124,679
End of year	\$ 1,419,598	\$ 1,142,196
RECONCILIATION OF CASH BALANCE:		
Cash and cash equivalents	\$ 1,218,885	\$ 872,907
Cash with donor restrictions for capital campaign	200,713	269,289
	\$ 1,419,598	\$ 1,142,196

See accompanying summary of accounting policies and notes to financial statements.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

ORGANIZATION

Dunwoody Nature Center, Inc. (the "Organization"), is a Georgia nonprofit organization established in 1990 and incorporated in January 1992. Its mission is to inspire the love of nature and cultivate environmental understanding and stewardship by conserving and enhancing Dunwoody Park, educating children, families and adults of all ages about the natural world and our place in it and motivating environmental awareness and responsible action. The Organization serves visitors and program participants across the state.

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The net assets, revenue, support, and expenses are classified based on the existence or absence of donor-imposed restrictions into two classes:

Net assets without donor restrictions are currently available for purposes under the direction of the board, designated by the board for specific use (Note 2), or resources invested in furniture and equipment.

Net assets with donor restrictions are contributed with donor stipulations for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

USE OF ESTIMATES

The preparation of financial statements in accordance with GAAP requires reliance on accounting information based on estimates which may or may not come true in the near term. Significant estimates include the functional allocation of expenses, the fair value of donated facilities and depreciation and amortization.

INCOME TAXES

The Organization is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code. Accordingly, no income taxes are reflected in the accompanying financial statements. In addition, the Organization has been classified as an entity that is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

The Organization recognizes the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by the taxing authority, based on the technical merits of the position. As of December 31, 2023 and 2022, there are no known items which would result in a material accrual related to where the Organization has federal or state attributable tax positions. Generally, a taxing authority has three years to examine a tax return from the later of the filing date or extended due date.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents of the Organization consist of cash in the bank and shares of a money market fund. The Organization maintains its cash and cash equivalents with high credit, quality financial institutions, which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts, and management believes it is not exposed to any significant credit risk on cash and cash equivalents.

INVESTMENTS

Investments are recorded at fair value with gains and losses reported in the statement of activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized. The balance of investments may, at times, exceed federally insured limits. Management believes it is not exposed to any significant credit risk on these accounts.

FAIR VALUE MEASUREMENTS

Fair value for investments is based on 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. In order to increase consistency and comparability in fair value measurements, generally accepted accounting principles established a fair value hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three broad levels. These levels, in order of highest priority to lowest priority, are described as follows:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

Level 2 - Other significant observable inputs not quoted on active markets, but corroborated by market data.

Level 3 - Inputs are unobservable inputs for the asset that are supported by little or no market activity and that are significant to fair value of the underlying assets.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2023 and 2022.

Equities: Valued at the daily closing price as reported by the respective market. Equities held by the Organization are registered with the SEC. The equities held by the Organization are deemed to be actively traded.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

FAIR VALUE MEASUREMENTS, continued

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in different fair value measurements at the reporting date.

The value on a recurring basis as of December 31, 2023, is as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Equities	\$ 2,099	\$ 2,099	\$ -	\$ -
Total investments at fair value	\$ 2,099	\$ 2,099	\$ -	\$ -

CONTRIBUTIONS AND GRANTS RECEIVABLES

Contributions and grants receivables are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions with payment dates in future periods, restricted by the donor for specific purposes or designated for future periods are reported as net assets with donor restrictions. Management reviews amounts past due and provides an allowance for those amounts deemed uncollectible. Factors used to determine whether an allowance should be recorded include the age of the receivable, history of past write-offs and a review of payments subsequent to year end. Management deems contributions receivable fully collectible.

PROPERTY AND EQUIPMENT

Property and equipment in excess of \$5,000 are recorded at cost, or if donated, at estimated fair value at the date of donation. Any donations of property or equipment are also recorded as support in the statement of activities at their estimated fair value. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Furniture and equipment	5 to 7 years
Leasehold improvements	10 to 35 years

Acquisitions of furniture and equipment or repairs, maintenance or betterments that materially prolong useful lives of assets are capitalized if over \$5,000.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

CAPITALIZED WEBSITE COSTS

Website costs incurred during the planning, training and operation stages are expensed as incurred. Website application and infrastructure development costs are capitalized. The capitalized website costs are amortized over the estimated useful life of the website (3 years). At December 31, 2023 and 2022, the website costs were fully amortized.

DEFERRED REVENUE

Income from dues, rental fees and day camp tuition is deferred and recognized in the period to which it relates.

PUBLIC SUPPORT AND REVENUE RECOGNITION

Support is recognized in the year received at its fair market value. Contributions with donor-imposed restrictions are reported as restricted-support. The satisfaction or expiration of donor-imposed restrictions is recorded as a transfer from net assets with restrictions to net assets without restrictions in the year the satisfaction or expiration occurs.

Pledges to give payments in future years are recorded as support in the year the pledge is made.

The Organization recognizes revenue from contracts in accordance with Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* (Topic 606) using the five-step approach. Revenues are recognized at a point in time.

EXPENSE RECOGNITION

All expenses are recognized in the statement of activities as decreases in net assets without donor restrictions. The Organization allocates its expenses on a functional basis among their various programs and support services. Expenses that can be identified with a specific program and support services are allocated directly according to their natural expenditure classification. Indirect expenses have been allocated based primarily on salary expenditures.

MEMBERSHIP REVENUE

The Organization has tiered memberships: \$75, \$125, \$250, \$500, and \$1,100 membership levels. Membership expires one year from the date of purchase.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

CONTRIBUTED NONFINANCIAL ASSETS

The Organization's facilities are owned by the City of Dunwoody, Georgia. The building is leased by the Organization at no charge, excluding certain operating expenses. The financial statements include donated services of \$27,000 reflecting the estimated fair market value for the use of the facilities during 2023 and 2022. During January 2018, the lease was renewed for 40 years. The lease can be cancelled by either party with six month written notice.

During the years ended December 31, 2023 and 2022, the Organization received additional donated services from the City of Dunwoody. These donated services consisted of landscaping and maintenance services with an estimated fair market value of \$100,523 and \$116,046, respectively.

An HR consulting company donated \$11,000 in services during the year ended December 31, 2023. During the year ending December 31, 2022, a local contractor donated \$16,789 in labor and materials during the Organization's office renovation.

Many individuals volunteer time and perform a variety of tasks that assist the Organization with various administrative tasks. The values of these services have not been reflected in the financial statements since they do not meet the criteria for recognition in accordance with GAAP.

ADVERTISING

Advertising costs are expensed when incurred. Advertising costs for the years ended December 31, 2023 and 2022 were \$16,105 and \$12,019, respectively.

RELATED PARTY TRANSACTIONS

During the year ended December 31 2023, the Organization paid approximately \$9,200 for facility and grounds maintenance improvements to a company that is owned by two board members. In the year ended December 31, 2022, the Organization paid approximately \$43,000 for consulting services for the design of a new education building. These services were provided by a company for which one of its board members is an associate.

SUBSEQUENT EVENTS

Subsequent events have been evaluated through the audit report date, which is the date the financial statements were available to be issued.

DUNWOODY NATURE CENTER, INC.

SUMMARY OF ACCOUNTING POLICIES

RECENTLY ADOPTED ACCOUNTING POLICIES

Leases

In February 2016, the Financial Accounting Standards Board (FASB) issued a new accounting standard, ASU No. 2016-02, *Leases* (Topic 842), which requires companies to recognize the assets and liabilities for the rights and obligations created by leased assets, initially measured at the present value of the lease payments. As of the year ended December 31, 2023, the Organization held no leases. Therefore, the provisions of the new standard did not impact the financial statements of the Organization.

Contributed Nonfinancial Assets

In September 2020, the FASB issued a new accounting standard, ASU No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (Topic 958). The new guidance requires organizations to present contributed nonfinancial assets as a separate line item in the statements of activities, separate from contributions of cash or other financial assets. The standard also requires increased disclosure requirements related to contributed nonfinancial assets. The provisions of the new standard did not have a material impact on the financial statements of the Organization aside from increased disclosure.

Financial Instruments – Credit Losses

In June 2016, the FASB issued a new accounting standard, ASU 2016-13, *Financial Instruments – Credit Losses* (Topic 326), which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the company that are subject to the guidance in ASU 2016-13, *Financial Instruments – Credit Losses* (Topic 326) were trade accounts receivable.

The Organization adopted the standard effective January 1, 2023. All outstanding trade receivables have been received by the Organization as of the report date. Therefore, management has determined there are no potential credit losses for any outstanding receivables as of December 31, 2023. No additional disclosures are considered necessary.

DUNWOODY NATURE CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – ECONOMIC UNCERTAINTY DUE TO COVID-19 PANDEMIC AND ERC

Since the year ended December 31, 2020, the United States economy was negatively impacted as a result of the COVID-19 pandemic. Vaccines became widely available and restrictions eased during the year ended December 31, 2022, and as a result, the Organization has seen significant improvements in a participation of the its camps, festivals and other program services.

The Organization applied for the Employee Retention Credit (ERC) and received the funds during the year ended December 31, 2023. Revenue includes ERC related amounts totaling \$237,749

NOTE 2 – NET ASSETS WITH DONOR RESTRICTIONS

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

	2023	2022
Capital Campaign	\$ 143,238 *	\$ 241,734 *
Pollinator Initiatives	68,725 *	63,805 *
Title 1 scholarships	33,810	21,908
Dunwoody Bookkeepers Club	16,488	-
Eco Classroom/Deck project	15,000 *	10,000 *
Dave Adams award	12,323	12,323
Educational Signs	6,996	11,826
Summer Camp Scholarships	2,075	6,839
Other	5,754	13,479
Total	<u>\$ 304,409</u>	<u>\$ 381,914</u>

* Represents cash and contributions receivables restricted for long term use:

Cash	\$ 200,713	\$ 269,289
Grants receivable	11,250	11,250
Contributions receivable	15,000	35,000
	<u>\$ 226,963</u>	<u>\$ 315,539</u>

During the year ended December 31, 2017, the Organization launched a \$4.75 million capital campaign for the construction of a new pavilion and a new education building. During the year ended December 31, 2018, the construction of the Crean Eco Classroom was added to the capital campaign. All contributions received under the campaign are considered net assets with donor restrictions until they are used for construction costs of the pavilion, education building and the Crean Eco Classroom. The pavilion was completed in August 2018. The completion of the Crean Eco Classroom was completed in December 2019.

DUNWOODY NATURE CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – NET ASSETS WITH DONOR RESTRICTIONS, continued

During the year ended December 31, 2019, DeKalb County completed construction of a new elementary school adjacent to the entrance of the Organization. Because of the long construction process and the prominence of the new school, the capital campaign was paused.

The Organization paused the capital campaign during the year ended December 31, 2021. The unspent funds were designated for future capital needs. No capital campaign funds were solicited during the years ended December 31, 2023 and 2022. Solicitation resumed in 2024, to cover costs associated with building the Learning Lab. The Organization received a grant from the City of Dunwoody during the year ended December 31, 2022. The City will fund 50% of the construction of the Learning Lab up to \$1,000,000. During the year ended December 31, 2023 and 2022, the Organization used capital campaign funds for the design of the Learning Lab. The construction of this building is estimated to begin in 2024.

NOTE 3 – BOARD DESIGNATED NET ASSETS

As of December 31, 2023 and 2022, unrestricted net assets include \$115,314 and \$109,444, respectively, designated by the board for facility construction/renovation and board approved expenses.

NOTE 4 – LEASEHOLD IMPROVEMENTS UNDER CONSTRUCTION

During the year ended December 31, 2021, the Organization began a stormwater remediation project which included construction of boardwalk. As of the year ended December 31, 2023, the project was not complete. These construction costs paid by the Organization along with donated construction costs donated by the City of Dunwoody have been included in leasehold improvements under construction.

During the year ended December 31, 2022, the Organization began the planning phase of the construction of a new education building (the “Learning Lab”). As of the end of the year, the project was not complete. Construction of this building is expected to begin during the year ended December 31, 2024.

Depreciation of the asset will begin once the project is complete, and total costs will be reclassified to leasehold improvements.

DUNWOODY NATURE CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – INVESTMENTS

The Organization's policy is to immediately sell donated stock upon receipt. The Organization received donated stock during the year. This stock was sold upon receipt. Most of the investments are held in a money market accounts. These funds are considered cash equivalents. The Organization received a stock donation in late December 2023 that had not been sold as of the year ended December 31, 2023.

Investments consist of the following as of December 31,

	<u>2023</u>	<u>2022</u>
Equities	<u>\$2,099</u>	<u>\$ -</u>

NOTE 6 – LIQUIDITY AND FUNDS AVAILABLE

The following table reflects the Organization's financial assets as of December 31, 2023 and 2022, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year of the contractual or donor-imposed restrictions.

	<u>December 31</u>	
	<u>2023</u>	<u>2022</u>
Financial assets		
Cash and cash equivalents	\$ 1,218,885	\$ 872,907
Investments	2,099	-
Contributions and grants receivable	5,000	-
Other current receivables	<u>2,800</u>	<u>6,678</u>
Total financial assets	1,228,784	879,585
Less those unavailable for general expenditures within one year, due to:		
Donor-imposed purpose restrictions	<u>(77,446)</u>	<u>(66,375)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,151,338</u>	<u>\$ 813,210</u>

The Organization has a goal to maintain financial assets, which consist of cash and short-term investments on hand to meet six to nine months of normal operating expenses.