

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

AUDITED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2022

WITH

INDEPENDENT AUDITORS' REPORT

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

AUDITED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
South Carolina Wildlife Federation, Inc.
455 St. Andrews Road, Suite B1
Columbia, South Carolina 29210

Opinion

We have audited the accompanying financial statements of the South Carolina Wildlife Federation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities and changes in net assets, 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 South Carolina Wildlife Federation and subsidiaries as of December 31, 2022, and the results of their operations and their 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 South Carolina Wildlife Federation 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.

Change in Accounting Principle

As described in *Note 1* to the financial statements, in 2022, the South Carolina Wildlife Federation adopted new accounting guidance, ASC Statement No. 842, Leases. Our opinion is not modified with respect to this matter.

Management's Responsibility 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 South Carolina Wildlife Federation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted 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 the South Carolina Wildlife Federation'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 the South Carolina Wildlife Federation'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.

The Brittingham Group LLP

West Columbia, South Carolina
May 8, 2023

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2022

Assets

Current assets

Cash and cash equivalents	\$ 159,621
Investments	293,105
Accounts receivable	4,783
Prepaid expenses	1,461
Total current assets	<u>458,970</u>

Other assets

Conservation property	32,151
Assets held for sale	806,469
Right to use assets, net of accumulated amortization of \$16,091	19,637
Security deposit	1,120
Total other assets	<u>859,377</u>

Total assets	<u><u>\$ 1,318,347</u></u>
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Liabilities and Net Assets

Current liabilities

Accounts payable	\$ 13,322
Accrued annual leave	4,890
Accrued and withheld payroll liabilities	7,586
Lease liability	19,819
Total current liabilities	<u>45,617</u>

Net assets

Without donor restrictions	849,839
With donor restrictions	422,891
Total net assets	<u>1,272,730</u>

Total liabilities and net assets	<u><u>\$ 1,318,347</u></u>
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See the accompanying notes to the financial statements.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

	Net Assets Without Donor Restrictions	Net Assets With Donor Restricted	Totals
Operating Revenues			
Program revenues and grants	\$ 147,177	\$ 81,764	\$ 228,941
Fundraising and special events	126,166	-	126,166
Advertising, subscriptions, merchandise sales	16,115	-	16,115
Membership fees and general contributions	950,407	-	950,407
Gains on investments	903	-	903
Interest	2,647	-	2,647
Net assets released from restrictions	56,065	(56,065)	-
Total operating revenues	1,299,480	25,699	1,325,179
Operating Expenses			
Program services			
Education	325,762	-	325,762
Advocacy	138,369	-	138,369
Supporting services			
Membership and fundraising	63,140	-	63,140
Management and general	45,902	-	45,902
Total operating expenses	573,173	-	573,173
Increase in net assets	726,307	25,699	752,006
Net assets, beginning of year	123,532	397,192	520,724
Net assets, at end of year	\$ 849,839	\$ 422,891	\$ 1,272,730

See the accompanying notes to the financial statements.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Program Services</u>		<u>Supporting Services</u>		<u>Total</u>
	<u>Education</u>	<u>Advocacy</u>	<u>Membership & Fundraising</u>	<u>Management & General</u>	
Salaries & related expenses	\$ 192,758	\$ 54,407	\$ 28,566	\$ 15,001	\$ 290,732
Other program expenses	33,816	13,419	-	312	47,547
Lobbying services	-	26,400	-	-	26,400
Women's outdoor retreat	24,583	-	-	-	24,583
Contractual services	-	24,000	-	-	24,000
Other event expenses	14,067	4,057	-	-	18,124
Amortization expense	7,241	6,436	1,609	805	16,091
Accounting, audit, and legal	-	-	-	16,060	16,060
Auction event expense	-	-	15,586	-	15,586
Other education programs	12,369	-	-	-	12,369
Health insurance	7,191	1,879	1,625	785	11,480
Office supplies and expenses	2,500	-	5,206	1,163	8,869
bank and credit card fees	3,575	768	3,419	983	8,745
Meetings, travel, conferences, and mea	4,835	788	-	1,471	7,094
Project Wild	5,650	-	-	-	5,650
Copying, brochures and printing	1,866	-	3,551	-	5,417
Postage	10	-	2,363	2,953	5,326
Other operating expenses	1,423	565	-	2,858	4,846
Website and internet	702	624	156	2,640	4,122
Master Naturalist	3,919	-	-	-	3,919
Retirement expense	1,840	1,138	486	217	3,681
Liability insurance	1,139	1,013	253	127	2,532
Pro Birder	2,234	-	-	-	2,234
Interest	978	870	217	109	2,174
Scholarships	2,000	-	-	-	2,000
Advertising	-	1,500	-	-	1,500
Workers compensation	774	-	38	-	812
Telephone	292	260	65	32	649
Registration fees	-	245	-	104	349
Depreciation expense	-	-	-	282	282
	<u>\$ 325,762</u>	<u>\$ 138,369</u>	<u>\$ 63,140</u>	<u>\$ 45,902</u>	<u>\$ 573,173</u>

See the accompanying notes to the financial statements.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

Cash Flows from Operating Activities	
Increase in net assets	\$ 752,006
Depreciation expense	282
Amortization expense	16,091
Change in unrealized gains on investments	(867)
Adjustments to reconcile increase in net assets to net cash provided (used) by operating activities:	
Changes in current assets and current liabilities:	
Accounts receivable	3,924
Prepaid expenses	(495)
Security deposit	222
Assets held for sale	(806,469)
Accounts payable	(1,282)
Accrued liabilities and withholdings	5,729
Net cash used by operating activities	<u>(30,859)</u>
Cash Flows from Investment Activities	
Purchases of investments	<u>(278,786)</u>
Net cash used in investment activities	<u>(278,786)</u>
Cash Flows from Financing Activities	
Payments on lease liability	<u>(15,909)</u>
Net cash used in financing activities	<u>(15,909)</u>
Net change in cash and cash equivalents	(325,554)
Cash and cash equivalents, beginning of year	485,175
Cash and cash equivalents, end of year	<u><u>\$ 159,621</u></u>
Cash paid for interest	<u><u>\$ 2,174</u></u>

See the accompanying notes to the financial statements.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

1. Accounting Policies, Business Description

The summary of significant accounting policies of South Carolina Wildlife Federation, Inc. (the "Federation") is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Federation's management, who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Nature of Operations

South Carolina Wildlife Federation, Inc. was formed in 1931 as a not-for-profit entity to promote effective habitat conservation, natural resources conservation and respect for outdoor traditions through statewide leadership, education, advocacy, and partnerships. The Federation is South Carolina's oldest conservation group and is primarily funded through individual and corporate membership donations, special fundraising activities and events, and national, state, and local grants. The Federation is governed by an elected board of directors and affiliated with the National Wildlife Federation.

Method of Accounting and Basis of Presentation

The Federation also prepares financial statements in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, Not-for-Profit Entities, Presentation of Financial Statements.

Concentration of Membership Fees, Contributions and Grants

Approximately 17% of the Federation's operating revenues are provided from foundations in the form of grants and awards. Approximately 72% of total revenues consist of membership fees and contributions from corporate and individual donors primarily located in the State of South Carolina.

Membership Fees and Contributions

The Federation reports nonrefundable membership dues and contributions as nonexchange transactions, as the value provided by the resource provider is nominal or incidental to the potential public benefit from the resource provided. Consequently, annual revenues from individual and corporate donors are recognized when received and are not classified as exchange transactions, which would be subject to deferral if the earnings process was not completed by year-end. The Federation does not record conditional contributions or membership fees receivable.

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SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

1. Accounting Policies, Business Description (Continued)

Membership Fees and Contributions (Continued)

All revenues, gains, and other support are reported as increases in net assets without donor restrictions, unless they are received with donor restrictions that limit the use of the donated assets. Gifts of cash and other assets received with donor restrictions are reported as increases in net assets without donor restrictions if the stipulated restrictions (time or purpose) are met within the same reporting period.

If gifts of cash or other assets are received with donor restrictions, such as designated support for future periods, the revenue is reported as an increase in net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends, or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from donor restrictions.

Contributed Services

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Cash and Cash Equivalents

The Federation considers all funds in demand deposit accounts and all highly liquid investments with initial maturities of three months or less to be cash equivalents for the purpose of determining and presenting cash flows.

Investments

Investments consist primarily of assets invested in marketable equity and debt securities. The Federation accounts for investments in accordance with the FASB standard for investments held by not-for-profit organizations (ASC 958-320 and subsections). This standard requires that investments in equity securities with readily determinable fair values and all investments in debt securities are based on quoted market prices. The realized and unrealized gain or loss on investments is reflected in the Statement of Activities and Changes in Net assets.

Investments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investment will occur in the near term and that such changes could materially affect the amounts reported in the Statement of Financial Position.

There were \$96 investment advisory fees paid by the Federation for the year ended December 31, 2022.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

1. Accounting Policies, Business Description (Continued)

Prepaid Expenses

Prepaid expenses represent payments of certain expenses, which benefit a future reporting period. These expenses are recognized and included in the appropriate functional expense accounts in the subsequent period.

Furniture and Fixtures

The Federation records capital assets at cost unless they are donated. Capital assets donated are recorded at fair value at the time they are received. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets ranging from 3 to 5 years for small office equipment and furniture. Small office equipment and furniture with an individual cost or fair value when donated of \$500 or more is capitalized and depreciated over the estimated useful life.

Equipment and office repairs and maintenance costs are charged to operations when incurred. When equipment and furniture is sold or no longer in use, the asset and related accumulated depreciation are removed from the accounts and the resulting gain or loss is included in operations.

New Accounting Pronouncements

During the year ended December 31, 2022, the Federation adopted the requirements of ASC 842: Lease (the "Statement"). Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. For more information on the implementation of the Statement, see *Note 8*.

Income Taxes

The Federation has received a determination letter from the Internal Revenue Service stating that it is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "IRC"). However, it would be subject to tax on income unrelated to its exempt purposes (unless that income is otherwise excluded by the IRC). The tax years ending December 31, 2022, 2021, 2020, and 2019 are still open to audit for both federal and state purposes. The Federation is not classified as a private foundation.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

1. Accounting Policies, Business Description (Continued)

Description of Program and Supporting Services

The following program and supporting services are included in the accompanying financial statements:

Program Services

Education: Encourages an understanding of all aspects of wildlife preservation and the development of related skills through such programs as *Wildlife and Industry Together* (WAIT) and *Women's Outdoor Retreat*.

Advocacy: Fosters knowledge, stimulates interest and participation in public and private wildlife preservation through the printing and publication of the Federation's newsletter and electronic communications, as well as workshops and communications with decision makers and opinion leaders.

Supporting Services

Membership and Fundraising: Provides the structure necessary to encourage and secure private financial support from individuals, foundations, corporations, and other nonprofit organizations. Fundraising supporting services include all costs related to membership fee activities.

Management and General: Includes the functions necessary to maintain an equitable employment program; ensure an adequate working environment; provide coordination and articulation of the Federation's program strategy through the Office of the Executive Director; secure proper administrative functioning of the Board of Directors; and manage the financial and budgetary responsibilities of the Federation.

Expense Allocation

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and schedule of functional expenses. Accordingly, certain costs have been allocated among the programs, including grants, and supporting services benefited. Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Federation, such as office and copier rentals, which have been allocated based on a percentage of space used to benefit the service provided. Depreciation is allocated on the basis of usage of the related equipment. All costs under supporting services, other than those directly or indirectly allocated to management and general, are categorized as fundraising activities.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

1. Accounting Policies, Business Description (Continued)

Expense Allocation (Continued)

The Federation achieves some of its programmatic and management and general goals in direct mail campaigns that include requests for membership fees and donations. The costs identifiable with the joint activity/function are allocated based on a method that is rational and systematic, results in a reasonable allocation, and is applied consistently, given similar facts and circumstances. The joint costs of conducting those campaigns not directly attributable to either the program or management and general components or the fundraising component of the activities were not significant.

Net Assets without Donor Restrictions

The Federation reports part of its net assets that have no donor restrictions by externally imposed stipulations as net assets without donor restrictions. Net assets without donor restrictions totaled \$849,839 for the year-ended December 31, 2022.

Net Assets with Donor Restrictions

The Federation reports this part of its net assets resulting from gifts and other inflows of assets whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled or removed by actions of the Federation. Net assets with donor restrictions totaled \$422,891 for the year-ended December 31, 2022.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Compensated Absences

The Federation allows full-time and part-time employees to receive compensation for vacation and sick leave. Compensated absences for unused vacation leave are accrued at year end. Employees may carry forward all hours of unused vacation time from one calendar year to the next. Upon termination of employment, the Federation will compensate a full-time employee for up to 80 hours of accrued, unused vacation time and a part-time employee for up to 40 hours of accrued, unused vacation time.

The Federation allows full-time employees to carry forward a maximum of forty (40) days sick leave and twenty (20) days sick leave for part-time personnel from one year to the next. The Federation is not obligated to pay for unused sick leave when employment with the Federation terminates. Consequently, no accrual for unused sick leave is recorded in the accompanying financial statements.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

2. Liquidity and Availability

Financial assets available for general expenditure, this is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	December 31, 2021	Restricted	Net Available
Cash and cash equivalents	\$ 159,621	(129,786)	\$ 29,835
Accounts receivable	4,783	-	4,783
Investments	293,105	(293,105.00)	-
	\$ 457,509	\$ (422,891)	\$ 34,618

As a part of the Federation’s liquidity management plan, the Federation is to invest cash in excess of daily requirements in their savings account and the Federation has a committed line of credit in the amount of \$20,000 for unanticipated liquidity needs.

3. Conservation Property

Sumter Property

In December 1987, the Federation received a donation of three (3) parcels of wetlands totaling 45.93 acres in Sumter County, South Carolina. An appraisal of the property obtained at the time of the donation calculated the fair value between \$22,965 and \$32,151.

For purposes of financial reporting, \$32,151 was considered an appropriate measurement of the fair value of the property. The property has been designated by the Board of Directors to be used for educational purposes.

Total fair value of conservation property recorded at December 31, 2021 in the statement of financial position	<u>\$ 32,151</u>
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4. Assets Held for Sale

Orangeburg County Property

In June 2022, the Federation received a donation of 100 acres and a house in Orangeburg County, South Carolina. An appraisal of the property obtained values the house and property around \$806,469.

For purposes of financial reporting, \$806,469 was considered an appropriate measurement of the fair value of the property. The property has no restrictions. The Federation put the property up for sale. Subsequent to year-end, the house and 20 acres were sold for \$425,000.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

5. Investments

A summary of investments at fair values as of December 31, 2022 is as follows:

	<u>Cost</u>	<u>Unrealized</u>		<u>Fair Value</u>
		<u>Gains</u>	<u>Losses</u>	
Mutual funds	\$ 287,762	\$ 5,343	\$ -	\$ 293,105

6. Fair Value

Information about the fair value of financial instruments for which it is practical to estimate that value, whether or not recognized in the Statements of Financial Position, is required to be disclosed. Fair value is determined using various methods and assumptions.

The following methods and assumptions were used to estimate the fair value for the classification within the financial statements:

- Cash and investments - fair value approximates the carrying value due to the short maturity of these financial instruments.

When quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. In that regard, the derived fair value estimates cannot be substantiated by comparison to independent markets and, in many cases could not be realized in immediate settlement of the instrument.

The following levels of input for measurement of fair value have been defined to assist the user in evaluating the fair value disclosure information:

- Level 1 Quoted prices in an active market for identical assets or liabilities.
- Level 2 Other quoted prices in active markets for similar assets or liabilities, quoted prices for identical assets or liabilities in markets that are not active for transactions or availability of information, other observable sources of information, and information derived principally from or corroborated from observable sources of information.
- Level 3 Unobservable sources of information, primarily management's assumptions about potential market participants.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

6. Fair Value (Continued)

The estimated fair values of the Federation’s financial instruments are as follows and are included in the statement of financial position under similar descriptions:

	Level	Carrying Value	Fair Value
Financial assets			
Cash	1	\$ 159,621	\$ 159,621
Investments	1	293,105	293,105

Certain financial instruments and all nonfinancial instruments are excluded from the fair value disclosure requirements. Accordingly, the aggregate fair value amounts presented do not necessarily represent the value of the Federation.

7. Furniture and Equipment

Furniture and equipment consist of costs capitalized for computers and related accessories. There were no costs capitalized during the year-ended December 31, 2022. The total amount of capitalized costs for furniture and equipment is \$6,103. The accumulated depreciation on these assets is \$6,103. The Federation recorded depreciation expense in the amount of \$282 for the year ended December 31, 2022.

8. Operating Lease Agreements

The Federation has a rental lease requiring monthly payments of \$1,120, which expires January of 2024. The Federation also has a copier lease requiring monthly payments of \$253, which expires October of 2024. As of December 31, 2022, the total amounts of the right to use lease assets, and the related amortization, disclosed separately from other capital assets is as follows:

	Beginning Balance	Additions	Deduction	Ending Balance
Operating leases being amortized	\$ -	\$ 35,728	\$ -	\$ 35,728
Operating leases accumulated amortization	-	(16,091)	-	(16,091)
Total, net accumulated amortization	\$ -	\$ 19,637	\$ -	\$ 19,637

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

8. Operating Lease Agreements (Continued)

The principal and interest requirements to maturity for the lease liability is as follow:

Year Ended December 31,	Principal	Interest	Net
2023	\$ 16,198	\$ 278	\$ 16,476
2024	3,621	29	3,650
	<u>\$ 19,819</u>	<u>\$ 307</u>	<u>\$ 20,126</u>

9. Line of Credit

In September of 2019, the Federation renewed a \$20,000 revolving line of credit with TD Bank, N.A. The terms of the agreement include interest to be paid monthly at a rate equaling the Wall Street Journal prime rate plus 3.5% with a floor rate of 5.0%, with principal, accrued interest, and other charges due and payable at the request of the lender. The line of credit is renewable annually and is subject to payment upon demand by the bank at any time. As of December 31, 2022, there was no outstanding balance on this line of credit.

10. Retirement Plan

The Federation maintains a SIMPLE plan allowing for deferral of compensation for eligible employees. The Federation matches the employee elective deferral, which cannot exceed 3% of qualified compensation. Participants are 100% vested once accounts are funded. Contributions to the Plan are self-directed. To participate in the retirement plan, an employee must be at least 21 years of age and have been employed for one year of continuous service. Federation matching contributions for the year ended December 31, 2022 totaled \$3,681.

SOUTH CAROLINA WILDLIFE FEDERATION, INC.

NOTES TO FINANCIAL STATEMENTS

-CONTINUED-

11. Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of the following at December 31, 2022:

Subject to expenditure for a specific purpose:	
Scholarships	\$ 9,564
Wildlife Connections	27,500
Milkweed for Monarch & Pollinator Demonstration Garden	15,000
Landfill Expansion	<u>333,334</u>
<i>Total purpose restrictions</i>	<u>385,398</u>
Subject to passage of time:	
WAIT program	<u>37,489</u>
<i>Total passage of time</i>	<u>37,489</u>
Total net assets with restrictions	<u><u>\$ 422,887</u></u>

12. Net Assets Released from Restrictions

Net assets were released from donor restrictions during 2022 by incurring expenses satisfying the restricted purposes or by the occurrence of other events specified by donors. Net assets were released for general purpose use based on a passage of time donor restriction in the amount of \$56,065 and the remaining releases were for scholarships as a specific purpose in the amount of \$7,794.

13. Subsequent Events

Subsequent to year-end, as noted in *Note 4*, the Federation sold 20 acres and a house from the assets held for sale for \$425,000.

Subsequent events were evaluated through May 8, 2023, which is the date the financial statements were available for issue. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.