Cupersmith, Wilensky, Stempler & Company, LLP

CERTIFIED PUBLIC ACCOUNTANTS

MID-STATES HABONIM CAMPING ASSOCIATION, INC.

REVIEWED FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Cupersmith, Wilensky, Stempler & Company, LLP

CERTIFIED PUBLIC ACCOUNTANTS

MID-STATES HABONIM CAMPING ASSOCIATION, INC.

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FOR THE YEAR ENDED SEPTEMBER 30, 2021

Cupersmith, Wilensky, Stempler & Company, LLP
CERTIFIED PUBLIC ACCOUNTANTS

Neal A. Cupersmith, CPA (PA, NJ)
Martin B. Wilensky, CPA (PA, NJ, FL)
Alex Zaslow, CPA (PA, NJ)

Stephen J. Stempler, CPA (PA, NJ) - Retired

To the Board of Directors
Mid-States Habonim Camping Association, Inc.
PO Box 2159
Philadelphia, PA 19103

We have reviewed the accompanying financial statements of MID-STATES HABONIM CAMPING ASSOCIATION, INC. (a non-profit organization), which comprise the statement of financial position as of September 30, 2021, 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. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Cupersmith, Wilensky, Stempler & Company, LLP

CUPERSMITH, WILENSKY, STEMPLER & COMPANY, LLP
Certified Public Accountants
Pennsauken, New Jersey

August 9, 2022

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MID-STATES HABONIM CAMPING ASSOCIATION, INC.
STATEMENT OF FINANCIAL POSITION
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF SEPTEMBER 30, 2020)

ASSETS

	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	$ 405,810	$ 300,687
Certificates of deposit	52,192	51,737
Accounts receivable, less allowance for doubtful accounts of $0 in both 2021 and 2020	44,053	121,116
Prepaid expenses	-	6,220
TOTAL CURRENT ASSETS	502,055	479,760
PROPERTY AND EQUIPMENT		
Land	30,000	30,000
Building and improvements	3,488,742	2,979,876
Machinery, equipment, furniture and fixtures	508,406	398,135
Vehicles	22,212	22,212
	4,049,360	3,430,223
Accumulated depreciation	1,677,707	1,588,815
	2,371,653	1,841,408
OTHER ASSETS		
Certificates of deposit	51,587	51,340
Marketable securities	105,351	102,713
	156,938	154,053
	$ 3,030,646	$ 2,475,221

LIABILITIES AND NET ASSETS

	2021	2020
CURRENT LIABILITIES		
Note payable - Paycheck Protection Program, current portion	$ 194,089	$ 9,578
Accounts payable and accrued expenses	108,153	43,180
Deferred revenue	3,881	69,454
TOTAL CURRENT LIABILITIES	306,123	122,212
LONG-TERM LIABILITIES		
Note payable - Paycheck Protection Program, net of current portion	-	76,092
CONTINGENCY		
NET ASSETS		
Without donor restrictions	2,724,523	2,276,917
With donor restrictions	-	-
	2,724,523	2,276,917
	$ 3,030,646	$ 2,475,221

See notes to financial statements.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020)

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
OPERATING ACTIVITIES				
REVENUES, GAINS AND OTHER SUPPORT				
Program Service Fees:				
Tuition income	$ 607,750	$ -	$ 607,750	$ -
Less scholarships and discounts	(61,750)	-	(61,750)	-
Total Program Service Fees	546,000		546,000	-
HDNA dues	3,450	-	3,450	-
Contributions and donations	73,890	-	73,890	158,434
Grant income	230,421	-	230,421	123,597
Miscellaneous income	21,567	-	21,567	8,924
Interest income	1,069	-	1,069	1,759
TOTAL REVENUES, GAINS AND OTHER SUPPORT	876,397	-	876,397	292,714
EXPENSES				
Program services	860,839	-	860,839	429,553
Management and general	168,218	-	168,218	131,642
Fundraising	24,534	-	24,534	23,972
TOTAL EXPENSES	1,053,591	-	1,053,591	585,167
CHANGE IN NET ASSETS FROM OPERATIONS	(177,194)	-	(177,194)	(292,453)
NON-OPERATING ACTIVITIES				
Investment return, net	2,644	-	2,644	5,913
Other income	84,053	-	84,053	-
Gain from insurance proceeds	538,103	-	538,103	-
TOTAL NON-OPERATING ACTIVITIES	624,800	-	624,800	5,913
CHANGE IN NET ASSETS	447,606	-	447,606	(286,540)
BEGINNING NET ASSETS	2,276,917	-	2,276,917	2,563,457
ENDING NET ASSETS	$ 2,724,523	$ -	$ 2,724,523	$ 2,276,917

See notes to financial statements.

Cupersmith, Wilensky, Stempler & Company, LLP

CERTIFIED PUBLIC ACCOUNTANTS

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020

	2021				2020
	Program Services	Management and General	Fundraising	Total	Total
Advertising	$ 2,053	$ -	$ -	$ 2,053	$ 616
Bad debt expense	32,927	-	-	32,927	-
Bank and credit card charges	12,681	-	3,170	15,851	11,044
Board expenses	-	147	-	147	-
Camp rental expenses	-	-	-	-	135
Camper supplies and equipment	14,511	-	-	14,511	2,936
Camper recruitment	5,560	-	-	5,560	-
Computer and internet expenses	-	14,906	2,631	17,537	21,555
Depreciation expense	98,791	-	-	98,791	88,903
Dues, fees and inspections	7,696	-	-	7,696	3,621
Employee benefits	9,015	9,015	2,003	20,033	22,448
Food	59,045	-	-	59,045	2,110
Fundraising	-	-	805	805	79
Grounds maintenance	31,239	-	-	31,239	-
HDNA dues	25,710	-	-	25,710	1,185
Insurance	70,038	-	-	70,038	38,023
Interest	2,463	-	-	2,463	357
Kupah expenses	4,972	-	-	4,972	-
Cleaning and laundry services	24,202	-	-	24,202	-
Medical supplies and services	20,673	-	-	20,673	-
Miscellaneous expenses	-	1,053	-	1,053	2,215
Office expenses	-	1,244	-	1,244	1,363
Outside services	61,984	-	-	61,984	82,767
Payroll	162,247	117,998	14,749	294,994	213,027
Payroll service fees	993	722	90	1,805	1,980
Payroll taxes	11,950	8,691	1,086	21,727	16,518
Postage and delivery expenses	1,415	-	-	1,415	653
Printing and reproduction	-	407	-	407	11
Professional fees	-	3,025	-	3,025	3,100
Program costs	41,753	-	-	41,753	9,447
Rent	-	7,142	-	7,142	6,239
Repairs and maintenance - Covid	29,091	-	-	29,091	-
Repairs and maintenance - General	46,229	-	-	46,229	26,120
Repairs and maintenance - Pool	11,669	-	-	11,669	-
Repairs and maintenance - Ropes Course	10,827	-	-	10,827	-
Seminars and meetings	529	-	-	529	5,864
Staff training and procurement fees	7,111	-	-	7,111	2,694
Supplies	2,973	-	-	2,973	-
Telephone	5,120	856	-	5,976	4,205
Travel	12,047	3,012	-	15,059	1,271
Utilities	27,447	-	-	27,447	13,113
Vehicle expenses	5,878	-	-	5,878	1,568
	$ 860,839	$ 168,218	$ 24,534	$ 1,053,591	$ 585,167

See notes to financial statements.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
STATEMENT OF CASH FLOWS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020)

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 447,606	($ 286,540)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	98,791	88,903
Unrealized (gain) loss on marketable securities	819	(3,020)
Extinguishment of debt	(138,635)	-
Gain from insurance proceeds	(538,103)	-
(Increase) decrease in:		
Accounts receivable	77,063	14,614
Prepaid expenses	6,220	(3,305)
Increase (decrease) in:		
Accounts payable and accrued expenses	64,973	16,021
Deferred insurance proceeds	-	(142,303)
Deferred revenue	(65,573)	68,254
Total adjustments	(494,445)	39,164
Net cash used by operating activities	(46,839)	(247,376)
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings on note payable - Paycheck Protection Program	247,054	85,670
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditures	(629,036)	-
Purchase of marketable securities	(3,457)	(1,794)
Proceeds from insurance	538,103	-
Net cash used by investing activities	(94,390)	(1,794)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	105,825	(163,500)
CASH AND CASH EQUIVALENTS - BEGINNING	403,764	567,264
CASH AND CASH EQUIVALENTS - ENDING	$ 509,589	$ 403,764

Supplemental Disclosures of Cash Flow Information

	2021	2020
Cash paid during the year for:		
Interest	$ -	$ -
Income taxes	$ -	$ -

See notes to financial statements.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE A. Organization and Funding

Nature of Activities

Mid-States Habonim Camping Association, Inc. ("Organization") was organized on August 17, 1950 as a private, non-profit corporation to operate a camp, athletic fields and swimming pools, recreational, lodging and boarding facilities for children and to conduct an educational, recreational and social organization for promotion and propagation of the ideals of American Jews. The Organization's revenue and support is primarily derived through tuition, private and corporate donations, government and other type grants.

NOTE B. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

The financial statement presentation follows the recommendation of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, "Not-for-Profit Entities" updated for ASU 2016-14. Under (ASC) 958, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

The financial statements include certain prior year summarized comparative information in total but not by asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with Mid-States Habonim Camping Association, Inc.'s financial statements for the year ended September 30, 2020, from which the summarized information was derived.

Support and Revenue

In accordance with ASU 2018-08, grants and contributions awarded to the Organization which are generally considered nonreciprocal transactions restricted by funders/supporters for certain purposes, are recognized as revenue when qualifying expenditures are incurred and conditions under the grant agreements are met. Unconditional promises to give cash and other assets to the Organization are reported as contributions and recorded at fair value on the date the promise is received. All contributions are considered to be available for use without restriction unless specifically restricted by the donor. Contributions received for specific purposes or with donor stipulations are reported as increases in net assets with donor restrictions.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE B. Summary of Significant Accounting Policies (continued)

Support and Revenue *(continued)*

When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions. Contributions that are restricted by the donor are recorded as increases in nets assets without donor restrictions if the restrictions are met or expire within the fiscal year in which the contributions are received.

Program revenue is recognized in accordance with ASC 606. Program fees are for summer camp. Program fees are recognized over time as the services are performed over the course of the registered period.

Estimates

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 and 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.

Accounts Receivable

Accounts receivable are presented on the balance sheet, net of estimated uncollectible amounts for camp tuition and related fees. Management estimates an allowance for doubtful accounts when there is an indication amounts due the Organization may not be paid in full.

Net Assets Without Donor Restrictions

These net assets are resources available to support operations. The only limits on the use of these net assets are the broad limits resulting for the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Periodically, the Board of Directors may pass resolutions for self-imposed limits on net assets for specific projects and purposes. Since these self-imposed limits are not based upon donor restrictions, the net assets are included in net assets without donor restriction.

NOTE B. Summary of Significant Accounting Policies (continued)

Net Assets With Donor Restrictions

Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. The Organization's unspent contributions are classified in this class if the donor limited their use.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from donor restricted to net assets without restrictions. Net assets restricted for acquisition of buildings or equipment (or less commonly, the contribution of those assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization, unless the donor provides more specific directions about the period of its use.

Classification of Transactions

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities and changes in net assets unless the use of the related resources is subject to temporary or permanent donor restrictions. All expenses and net losses are reported as decreases in net assets without donor restrictions.

Expense Recognition and Allocation

The cost of providing the Organization's programs and other activities is summarized on a functional basis in the statement of activities and changes in net assets, and statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited on the basis of periodic time or usage studies.

General and administrative expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Organization.

Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. The Organization generally does not conduct its fundraising activities in conjunction with its other activities. In the few cases in which it does, such as when the annual report or donor acknowledgements contain requests for contributions, joint costs have been allocated between fundraising and general and administrative expenses in accordance with standards for accounting for costs of activities that include fundraising.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE B. Summary of Significant Accounting Policies (continued)

Contributions

Contributions received and promises to give are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions upon satisfaction of the time or purpose restrictions. Contributions of donated non-cash assets are recorded at their estimated fair values in the period received. Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. The Organization uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents are considered to be all highly liquid funds with a maturity of 90 days or less maintained in checking, money market, certificate of deposit and investment accounts.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Property and equipment are depreciated over their estimated useful lives using the straight-line method. Repairs and maintenance are expensed as incurred. Gains or losses on disposition of property and equipment are included as a change to net assets.

The estimated useful lives of property and equipment for depreciation purposes are:

Buildings and improvements	27½-39 years
Machinery, equipment, furniture and fixtures	5-7 years
Vehicles	5 years

Depreciation expense amounted to $98,791 for the year ended September 30, 2021. Costs of assets acquired with useful lives greater than one year are generally capitalized if the costs exceeds $2,500. Lesser amounts are expensed.

Investments

The Organization follows the Not-For-Profit Entities subtopic of the FASB Accounting Standards Codification with respect to investments. Under this subtopic, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the statement of activities and changes in net assets. Net investment return is reported in the statement of activities and changes in net assets, which consists of interest and dividend income, realized and unrealized capital gains and losses, less investment expenses. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized.

**MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021**

NOTE B. Summary of Significant Accounting Policies (continued)

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist those attending the camp and the Organization, but these services do not meet the criteria for recognition as contributed services.

Deferred Revenue

Deferred revenue includes deposits and tuition payments collected in advance of the summer camp season. The amount will be recognized ratably over the summer camp season periods.

Advertising

Advertising costs are expensed as incurred. Total advertising cost was $2,053 for the year ended September 30, 2021.

Income Tax Status

The Organization is a non-profit organization exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization has been classified as a publicly supported charitable organization under Section 509(a)(2) of the Internal Revenue Code and qualifies for the maximum allowable charitable contribution deduction by donors.

Concentration of Credit Risk

The Organization maintains its cash balances with various financial institutions, which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash and cash equivalents.

Date of Management's Review

Management has evaluated subsequent events through August 9, 2022, the date on which the financial statements were available to be issued.

Financial Aid

Financial aid are board-approved reductions in tuition given to certain campers. Tuition financial aid is reflected in the accompanying statement of activities and changes in net assets as a reduction in program service fee income since there is no incremental cost associated with this financial aid.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE C. Certificate of Deposit

Certificates of deposit totaled $103,779 at September 30, 2021. Initial maturities of purchases of those certificates range from six to twenty-four months with penalties for early withdrawal. At the date of purchase, interest rates ranged from .79% to 1.39%. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a combined total of $250,000.

NOTE D. Investments

The Organization carries investments in marketable securities with readily determinable fair values at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities and changes in net assets.

The market values and original cost of marketable securities available for sale as of September 30, 2021 are as follows:

	Market Value	Cost
Mutual funds	$ 102,907	$ 101,425
Domestic equity securities	2,444	5,878
	$ 105,351	$ 107,303

Investment return at September 30, 2021 consisted of the following:

Dividends	$ 3,463
Unrealized loss on investments	(819)
	2,644
Less: Investment expenses	-
	$ 2,644

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE E. Fair Value Measurements and Disclosures

The Organization reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 - Quoted prices in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, the Organization develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Organization's assessment of the quality, risk, or liquidity profile of the asset or liability.

The Organization's investment assets are classified within Level 1 because they comprise of equities and fixed income funds with readily determinable fair values based on daily redemption values.

The fair value measurements by level within the fair value hierarchy at September 30, 2021 are as follows:

	Total	Level 1	Level 2	Level 3
Marketable securities	$ 105,351	$ 105,351	$ -	$ -

NOTE F. Note Payable

The Organization has a revolving line of credit with a bank with a total borrowing capacity of $250,000. Interest is payable monthly at the Wall Street Journal prime rate, with a floor of 4.25%. The note is secured by a mortgage on real property in Ottsville, Pennsylvania. At September 30, 2021, the rate was 3.25%. Interest expense amounted to $0 for the year ended September 30, 2021. There were no outstanding advances at September 30, 2021.

NOTE G. Note Payable - Paycheck Protection Program

On April 18, 2020, the Organization received loan proceeds in the amount of $85,670 and on March 15, 2021 received additional loan proceeds in the amount of $52,965 for the first draw under the Paycheck Protection Program ("PPP"). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll and specified other expenses of the qualifying business. The loans and accrued interest are forgivable after a covered period of eight weeks (or twenty-four weeks), as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the eight (or twenty-four) week period.

The unforgiven portion of the PPP loan is payable over two (or five years) at an interest rate of 1%, with a deferral of payments for ten months after the covered period. Interest expense amounted to $1,368 for the year ended September 30, 2021. The Organization used the proceeds for purposes consistent with the PPP.

On July 12, 2021, the Small Business Association (SBA) notified the Organization that this loan had met the conditions for forgiveness and it has no obligation to repay the loan. For the Organization, the amount forgiven is included in government grants on the financial statements per not-for-profit entities revenue recognition guidance.

NOTE H. Loan Payable – Paycheck Protection Program II

On April 20, 2021, the Organization received loan proceeds in the amount of $194,089 for the second draw under the PPP, which contains the same criteria as the first draw. The Organization used the proceeds for purposes consistent with the PPP. On November 9, 2021, the SBA notified the Organization that the loan had met the conditions for forgiveness and it had no obligation to repay the loan. For the Organization, it will be included in government grants on the fiscal year ended September 30, 2022 financial statements per not- for-profit entities revenue recognition guidance.

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT
SEPTEMBER 30, 2021

NOTE I. Income Taxes

In accordance with accounting pronouncements, the Organization has adopted the recognition requirements for uncertain income tax positions. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return only when it is determined that the income tax position will more likely than not be sustained upon examination by taxing authorities. The Organization has analyzed tax positions taken for filings with federal and state jurisdictions where it operates. The Organization believes that the income tax filing positions will be sustained upon examination and does not anticipate any material adjustments that would result in a material effect on the Organization's financial statements. Accordingly, the Organization has not recorded any reserves or related accruals for interest and penalties for uncertain income tax positions at September 30, 2021. The forms 990, *Returns of Organizations Exempt From Income Tax*, are subject to examination by federal and state taxing authorities, generally three years for federal and varying periods for states. The Organization's policy is to record income tax related interest and penalties, if any, in operating expenses.

NOTE J. Liquidity and Availability of Financial Assets

The Organization has $502,055 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of cash and cash equivalents of $458,002 and accounts receivable of $44,053. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the balance sheet date. The accounts receivable are expected to be collected within one year. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE K. Reconciliation of Cash and Cash Equivalents

The following table provides a reconciliation of cash and cash equivalents reported within the statement of financial position that sum to the total of the same such amounts shown in the statement of cash flows.

	September 30, 2021
Cash	$ 405,810
Certificates of Deposit	103,779
Total cash and cash equivalents shown in the Statement of Cash Flows	$ 509,589

MID-STATES HABONIM CAMPING ASSOCIATION, INC.
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NOTE L. Risk and Uncertainties

During March 2020, a global pandemic was declared by the World Health Organization related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic has significantly impacted the economic conditions in the U.S. as federal, state and local governments react to the public health crisis, creating significant uncertainties in the U.S. economy. The Organization decided as a result of the pandemic to close its camp operations for the 2020 summer season. As a result of these developments, the Organization experienced a material adverse impact on its revenues, results of operations, and cash flows. While the disruption is expected to affect the 2021 summer season, there is uncertainty about the duration. The ultimate impact of the pandemic on the Organization's results of operations, financial position, liquidity or capital resources cannot be reasonably estimated at this time.

NOTE M. Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements. The reclassifications have no effect on the previously reported change in net assets.

NOTE N. Employee Retention Tax Credit

Included in the CARES Act was the Employee Retention Tax Credit ("ERTC"). The 2020 ERTC provided for a fully refundable federal payroll tax credit for certain wages paid in 2020. The December 2020 Consolidated Appropriations Act ("CAA") of 2021 further extended and expanded the 2021 ERTC for the first two quarters of 2021 while also allowing an employer who received a PPP loan to also be eligible for the ERTC in which the qualified wages are not treated as payroll costs in obtaining forgiveness of the PPP loan. The ARPA further extended the 2021 ERTC to the third quarter of 2021. To qualify for the 2020 and 2021 ERTC, a qualified employer is one who:

(1) Fully or partially suspends its operations due to a governmental order limiting commerce, travel, or group meetings due to COVID-19, or
(2) Has gross receipts for any such quarter or for the immediately preceding quarter that are less than 50% of its gross receipts for the same quarter in 2019.

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NOTE N. Employee Retention Tax Credit (continued)

For 2020, an employer can receive a 50% credit of the first $10,000 of qualified wages paid per employee from March 12, 2020 through December 31, 2020. The maximum ERTC for 2020 would be $5,000 per employee receiving qualified wages. For 2021, an employer can receive a 70% credit of the first $10,000 of qualified wages paid per employee in each qualifying quarter. The maximum ERTC for each such quarter would be $7,000 per employee receiving qualified wages, and the maximum ERTC for 2021 would be $21,000 per employee receiving qualified wages. The Organization's total ERTC for the year ended September 30, 2021 was $71,726 and was included in other income on the statement of activities and changes in net assets. The amount due to the Organization as of September 30, 2021 of $12,327 is included in accounts receivable and was received in December 2021.

NOTE O. Contingency

The SBA has the right to audit the good faith certification of eligibility and expenditures related to the PPP loans received by the Organization for up to six years from the date the loans are forgiven or repaid in full. The Organization received forgiveness of their PPP loan draw 1 on July 12, 2021 and draw 2 on November 9, 2021.

NOTE P. Involuntary Conversion

During the fiscal year ended September 30, 2019, the Organization experienced a fire which caused the loss of building structures, their contents, and trees. The assessment of the damage and settlement with the insurance company was during the fiscal year ended September 30, 2021. The Organization received proceeds from the insurance company totaling $538,103 and spent $548,712 to replace the damaged building structures, contents, and trees. Of that amount, the Organization spent a total of $517,271 on capital expenditures which are being depreciated over their useful lives. The remaining balance was expensed to supplies and equipment, repairs, and landscaping in accordance with the Organization's capitalization policy. The proceeds are included in non-operating activities on the statement of activities and changes in net assets.