

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

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INDEPENDENT AUDITOR'S REPORT

To The Board of Directors of  
Awbury Arboretum Association, Inc. and Affiliates  
Philadelphia, Pennsylvania

Opinion

We have audited the accompanying financial statements of Awbury Arboretum Association, Inc., and Affiliates (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2023, and the related statements of activities and changes in net assets, cash flows, and functional expenses 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 Awbury Arboretum Association, Inc. and Affiliates as of June 30, 2023, and the changes in their net assets 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 Awbury Arboretum Association, Inc., and Affiliates and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Awbury Arboretum Association, Inc., and Affiliates' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in 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 Awbury Arboretum Association, Inc. and Affiliates' 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 Awbury Arboretum Association, Inc. and Affiliates' 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.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Report on Summarized Comparative Information

We have previously audited Awbury Arboretum Association, Inc., and Affiliates' 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 26, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The consolidating statement of financial position as of June 30, 2023, the consolidating statement of activities and changes in net assets - fiscal year ended June 30, 2023, and consolidating statement of activities and changes in net assets - fiscal year ended June 30, 2022, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Philadelphia, Pennsylvania  
May 6, 2024

AWBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

ASSETS

	<u>2023</u>	<u>2022</u>
Current assets:		
Cash	\$ 389,790	\$ 381,660
Accounts receivable	7,204	10,023
Grants receivable	63,000	29,114
Prepaid expenses	<u>1,253</u>	<u>3,775</u>
Total current assets	<u>461,247</u>	<u>424,572</u>
Cash restricted for projects	<u>313,724</u>	<u>          </u>
Property and equipment, net of accumulated depreciation of \$656,562 for 2023 and \$559,303 for 2022	<u>1,367,804</u>	<u>1,261,047</u>
Other assets:		
Investment at market		
Donor restricted	574,277	768,951
Board designated	<u>254,276</u>	<u>199,401</u>
Total investment at market	<u>828,553</u>	<u>968,352</u>
Total assets	<u>\$ 2,971,328</u>	<u>\$ 2,653,971</u>

LIABILITIES AND NET ASSETS

Current liabilities:		
Accounts payable	\$ 59,245	\$ 29,271
Accrued expenses	25,640	40,617
Payroll liabilities	12,674	4,962
Deferred revenue	416,960	86,180
Security deposit	1,500	1,060
Line of credit	<u>9,017</u>	<u>9,811</u>
Total current liabilities	<u>525,036</u>	<u>171,901</u>
Net assets		
Net assets, without donor restrictions	773,792	971,928
Net assets, without donor restrictions - Board designated	254,276	199,401
Net assets, with donor restrictions	<u>1,418,224</u>	<u>1,310,741</u>
Total net assets	<u>2,446,292</u>	<u>2,482,070</u>
Total liabilities and net assets	<u>\$ 2,971,328</u>	<u>\$ 2,653,971</u>

See accompanying notes  
to consolidated financial statements

AWBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

	2023		2022	
	Without Donor Restrictions	With Donor Restrictions	Total	
Revenue and Support				
Support				
Administrative				
Trust income (loss):				
Cope trust	\$ 30,343		\$ 30,343	\$ 38,366
Awbury trust		\$ (38,907)	(38,907)	34,510
Interest and dividends	3,748		3,748	4,820
Capital gain (loss)				467
Unrealized gain (loss)	58,316	78,306	136,622	(188,850)
Rental income	207,378		207,378	163,234
PPP forgiveness				206,265
SBA advance				10,000
Other	4,421		4,421	11,890
Development				
Contributions and memberships	71,583	82,742	154,325	226,049
Stock Gift	10,694		10,694	30,282
Sponsorship	8,370		8,370	1,040
Sales of product	8,901		8,901	10,340
Grants	56,853	199,353	256,206	155,803
In-Kind Contribution		2,874	2,874	
Programs				
Education	137,074		137,074	111,767
Community events	9,839		9,839	7,670
Landscape services	69,003		69,003	70,097
Others	19,297		19,297	
Net assets released from restrictions	216,885	(216,885)		
Total support	912,705	107,483	1,020,188	893,750
Expenses				
Programs:				
Education	208,416		208,416	105,065
Community events	61,136		61,136	41,912
Rental	65,490		65,490	48,778
Landscaping	40,781		40,781	144,568
Ground	230,225		230,225	284,629
Others - educational	116,246		116,246	71,911
Total programs	722,294		722,294	696,863
Supporting:				
Administrative	256,613		256,613	167,372
Fundraising	84,059		84,059	34,552
Total supporting	340,672		340,672	201,924
Total expenses	1,062,966		1,062,966	898,787
Change in net assets before other income (expenses)	(150,261)	107,483	(42,778)	(5,037)
Other income (expenses)				
Miscellaneous (expenses)				(11,919)
Loss from auto sale				(5,699)
Total other income (expenses)	-	-	-	(17,618)
Change in net assets	(150,261)	107,483	(42,778)	(22,655)
Net assets, beginning of the year	1,171,329	1,310,741	2,482,070	2,504,725
Adjustment	7,000	-	7,000	-
Net assets, end of year	\$1,028,068	\$1,418,224	\$2,446,292	\$2,482,070

See accompanying notes to consolidated financial statements

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Change in net assets	\$ (42,778)	\$ (22,655)
Adjustments to reconcile change in net assets to cash provided by operating activities		
Depreciation	97,259	97,910
PPP loan principal forgiveness		(206,265)
PPP loan interest forgiveness		(2,025)
Unrealized (gain) loss	(136,622)	188,850
Realized gain - included in trust income		(467)
Stock gift	(10,694)	(30,282)
Charitable remainder trust value adjustment		(6,859)
Loss from auto sale		5,699
(Increase) decrease in:		
Accounts receivable	2,819	3,809
Grants receivable	(33,886)	29,281
Prepaid expenses	2,522	10,333
Increase (decrease) in:		
Accounts payable	29,974	(20,382)
Accrued expenses	(14,977)	7,954
Payroll liabilities	7,712	213
Deferred revenue	330,780	20,508
Security deposit	440	(3,940)
Net cash provided by operating activities	<u>232,549</u>	<u>71,682</u>
Cash flows from investing activities:		
Purchase of property and equipment	(204,016)	(85,975)
Proceeds from redemptions of investments	234,073	376
Proceeds from stock sales	63,790	40,376
Purchases of investments	(3,748)	(67,694)
Proceeds from redemption of Awbury Arboretum Trust	194,674	171,594
Net cash provided by investing activities	<u>90,099</u>	<u>58,677</u>
Cash flows from financing activities:		
Repayments of line of credit	(794)	-
Net cash used in financing activities	<u>(794)</u>	<u>-</u>
Net increase in cash	321,854	130,359
Cash, beginning of year	381,660	251,301
Cash, end of year	<u>\$ 703,514</u>	<u>\$ 381,660</u>
Cash:		
Unrestricted cash	\$ 389,790	\$ 381,660
Restricted cash	313,724	
Total cash	<u>\$ 703,514</u>	<u>\$ 381,660</u>
Supplementary disclosures:		
Interest paid	<u>\$ 688</u>	<u>\$ 2,400</u>
Tax paid	<u>\$ -0-</u>	<u>\$ -0-</u>

See accompanying notes  
to consolidated financial statements

AMBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

	Community				Programs				Supporting			
	Education	Events	Rental	Landscaping	Ground	Other Programs	Total	Administrative	Fundraising	Total	Total	Total
Salaries	\$ 109,273	\$ 28,787	\$ 35,455	\$ 2,751	\$ 143,736	\$ 39,075	\$ 359,077	\$ 18,735	\$ 63,560	\$ 82,295	\$ 441,372	\$ 367,576
Payroll taxes	6,844	2,271	1,646	255	11,403	2,479	24,898	21,945	3,411	25,356	50,254	38,215
Benefits								18,925		18,925	18,925	20,521
Professional fees	12,972	15,420			76,165	47,773		43,019	9,337	52,356	128,521	74,499
Advertising/marketing	1,152	48			1,358	158		1,297		1,297	1,655	1,284
Bank service charges	4,767	455	1,193		6,438	23		9,333	1,868	11,201	17,639	7,572
Building maintenance		2,374	10,506		510	1,658	15,048	6,013		6,013	21,061	17,302
Continuing education								455		455		
Custodial service												
and supplies		30			26		56	7,740		7,740	7,796	5,803
Insurance						397	397	48,959		48,959	49,356	40,678
Depreciation	58,356		11,671		17,507		87,534	9,725		9,725	97,259	97,910
Dues and subscriptions	115				225	615	955	11,015		11,015	11,970	9,793
Equipment leases								2,509		2,509	2,509	2,202
Equipment repairs					4,956		4,956	92		92	5,048	7,386
Finance charges								688		688	688	2,400
and interest expense												
Landscape client												
supplies and services					1,965		39,740				39,740	34,425
Landscape equipment												
and supplies	554		42		11,732		12,328	10,300		10,300	12,328	4,973
Landscape services					28,350		28,350	496	150	646	38,650	40,107
Meeting hospitality		18			33	126	177	754	595	1,349	2,291	648
Miscellaneous		950			11	(19)	942	2,464	297	2,761	2,761	4,781
Office supplies								4,642		4,642	5,042	3,781
Portable restroom rental	200				200		400	136	1,818	1,954	1,954	1,581
Postage and delivery								3,137	1,850	4,987	4,987	5,805
Printing and design												
Program supplies												
and materials	13,184	10,783	581		740	13,097	38,385	177	1,173	1,350	39,735	15,490
Real estate tax								2,408		2,408	2,408	6,320
Security expenses								1,427		1,427	1,427	1,902
Telephone and internet								3,870		3,870	3,870	3,660
Transportation	999		2,040		4,604		3,039			3,039	3,039	5,700
Trash removal					1,842	10,864	12,706	7,528		7,528	4,604	3,024
Utilities											20,234	16,343
Web maintenance												
and IT support								1,175		1,175	1,175	1,042
Project expense			2,356		2,385		4,741	17,649		17,649	22,390	56,064
Total expenses	\$ 208,416	\$ 61,136	\$ 65,490	\$ 40,781	\$ 230,225	\$ 116,246	\$ 722,294	\$ 256,613	\$ 84,059	\$ 340,672	\$ 1,062,966	\$ 898,787
							<u>68.0%</u>				<u>32.0%</u>	<u>100.0%</u>

See accompanying notes  
to consolidated financial statements

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 1      Nature of Organization

Awbury Arboretum Association, Inc. and Affiliates (Awbury) is a Pennsylvania not-for-profit association organized to maintain and preserve the Francis Cope House and the surrounding park and arboretum. The mission of the Awbury Arboretum is to preserve and interpret Awbury Arboretum's historic house and landscape thereby connecting an urban community with nature and history.

The City Parks Association of Philadelphia (City Parks) is a trustee of Francis Cope House and Grounds. City Parks also provides financial support to Awbury through Cope Trusts. City Parks and Awbury Arboretum Trust are under one joint board and Awbury charges are Awbury Arboretum Trust and City Parks a management fee. Awbury Arboretum Trust is a Pennsylvania Trust which was created as a part of a land easement granted by City Parks.

Note 2      Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements of Awbury Arboretum Association, Inc. include the accounts of Awbury Arboretum Association, Inc., City Parks Association of Philadelphia, and Awbury Arboretum Trust. The Organization consolidates affiliates in which it holds, directly or indirectly, more than 50 percent of the voting rights or where it exercises control.

Awbury Arboretum Association, Inc. and City Parks Association of Philadelphia have the same board of directors. Awbury Arboretum is the co-trustee of the Awbury Arboretum Trust. Accordingly, these financial statements are presented on a consolidated basis.

All significant inter-company accounts and transactions have been eliminated from the accompanying consolidated financial statements.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide").

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 2      Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Net Assets without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate net assets without restrictions for specific operational purposes from time to time.

Net Assets with Donor Restrictions

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

Grants and Accounts Receivable

Awbury assesses the financial strength of its receivables based upon prior history and experience and determined that no allowances for collectability were deemed necessary as of June 30, 2023 or 2022.

Investments

Investments in marketable securities are reported at their fair value in the statement of financial position pursuant to FASB ASC 820 Fair Value Measurements and Disclosures. Fair value is defined as the price that the Organization would receive to sell an investment with an independent buyer in the principal market, or in the absence of a principal market, the most advantageous market. FASB ASC 820 establishes a three-tier hierarchy based on quoted prices in the active markets (Level 1), other observable inputs (Level 2), or unobservable inputs (Level 3).

On June 30, 2023 and June 30, 2022, marketable securities consisting of common stock, bonds, and money market funds are all at Level 1.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires the use of estimates based on management's knowledge and experience. Accordingly, actual results could differ from those estimates.

Reclassification

Certain amounts in the 2022 financial statements have been reclassified to agree with the 2023 presentation.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and Equipment are stated at cost. Depreciation is provided over the estimated useful lives of the related assets using the straight-line method. Awbury capitalizes all equipment expenditures over \$1,000. Major renewals and betterments are charged to the capital accounts while maintenance and repairs which do not improve or extend the life of the respective asset are expensed.

Contributions

Contributions, including unconditional promises to give, are recognized when received. All donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires or the conditions have been substantially met, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reported at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are to be received.

Tax Status

The Organization is incorporated in the Commonwealth of Pennsylvania and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is registered as required with the Pennsylvania Bureau of Charitable Organizations.

The Tax years from 2021 through 2023 remain subject to examination by major tax jurisdictions.

Credit and Market Risk

Financial instruments which subject the Organization to concentrations of credit and market risk consist principally of cash and receivables. From time to time, the Organization may have amounts on deposit in excess of the federally insured deposit limit at one bank. The Organization places its cash with high quality financial institutions. Receivables are subject to the risk that donors might renege on their commitments; the Organization periodically reminds donors of their commitments.

Advertising Expense

Advertising costs are expensed as incurred. Advertising expenses for the years ended June 30, 2023, and 2022 were \$2,655 and \$1,284, respectively.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 2023  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Methods Used for Allocation of Expenses from Management and General Activities

The financial statements report certain categories of expenses that are attributed to one or more programs or supporting functions. Those expenses include payroll, payroll taxes, benefits, professional fees, advertising, custodial service and supplies, insurance, dues and subscriptions, office supplies, postage and delivery, printing, telephone, and utilities. Payroll, payroll taxes and benefits are allocated based on estimates of time and efforts, professional fees are allocated based on estimates of cost of specific task, insurance expenses are allocated based on estimates of cost of specific coverage and advertising expenses are allocated based on estimates of cost of specific purpose, custodial service and supplies, dues and subscriptions, office supplies, postage and delivery, printing, telephone, and utilities are allocated based on estimates of cost of specific usage.

Contributed Nonfinancial Assets

FASB Accounting Standards Codification (ASC) 958-205, Not-for-Profit Entities – Presentation of Financial Statements, requires not-for-profits (NFPs) to present contributed nonfinancial assets as a separate line item in the statement activities and provide additional disclosures about contributions of nonfinancial assets. Contributed nonfinancial assets, commonly referred to as gifts-in-kind, include fixed assets (such as land, buildings, and equipment), use of fixed assets or utilities, materials and supplies, intangible assets, services, and unconditional promises of those assets.

For the years ended June 30, 2023, and 2022, contributed nonfinancial assets recognized within the statement of activities included:

	2023	2022
Building maintenance materials	2,874	\$ -
Total	<u>\$ 2,874</u>	<u>\$ -</u>

The Organization recognized contributed nonfinancial assets within revenue, including building maintenance material. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

Contributed building maintenance materials are utilized in the ground program. The Organization estimated the fair value based on estimates of retail values of selling similar products in the United States.

Prior-Year Summarized Comparative Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022, from which the summarized information was derived.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 2023  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 3 INVESTMENTS

Investments consist of the following as of June 30, 2023, and June 30, 2022:

	<u>2023</u>		<u>2022</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Vanguard board designated	\$ 209,753	\$ 254,276	\$ 199,678	\$ 199,401
Truist Financial	633,255	574,277	867,328	768,951
Total	<u>\$ 843,008</u>	<u>\$ 828,553</u>	<u>\$ 1,067,006</u>	<u>\$ 968,352</u>

Vanguard - board designated:

	<u>2023</u>	<u>2022</u>
Stocks	\$ 215,416	\$ 132,045
Stock bequests	10,694	30,282
Money market funds	28,166	37,074
Total	<u>\$ 254,276</u>	<u>\$ 199,401</u>

Truist Financial:

	<u>2023</u>	<u>2022</u>
Short-term investments	\$ 1,939	\$ 23,285
Bonds	186,048	163,392
Stocks	367,872	495,721
Cash	359	448
Others	18,059	86,105
Total	<u>\$ 574,277</u>	<u>\$ 768,951</u>

Note 4 LINE OF CREDIT

The Organization has available a \$100,000 bank line of credit for operating purposes. The effective interest rates were 4.99% and 4.99% on June 30, 2023 and 2022 and the outstanding balances on both June 30, 2023 and 2022 was \$9,017 and \$9,811, respectively. The line of credit was collateralized by the Center's assets. The expiration date is June 30, 2023.

Note 5 PROPERTY AND EQUIPMENT

Fixed assets consist of the following as of June 30, 2023, and June 30, 2022:

	<u>2023</u>	<u>2022</u>
Land	\$ 51,536	\$ 51,536
Building	1,818,470	1,752,787
Equipment	154,360	16,027
Total	2,024,366	1,820,350
Less: accumulated depreciation	(656,562)	(559,303)
Property and equipment, net	<u>\$ 1,367,804</u>	<u>\$ 1,261,047</u>

Depreciation expenses for the years ended June 30, 2023 and June 30, 2022 was \$97,259 and \$97,910, respectively.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 2023  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 6      COPE TRUST

City Parks is the sole income beneficiary of the Clementine and Annette Cope Memorial Trust managed by BNY Mellon and the trust's income is distributed to the Organization. The value of the trust and its market value activity, which are not reflected in Awbury's consolidated financial statements for the years ended June 30, 2023, and June 30, 2022, is as follows:

	<u>2023</u>	<u>2022</u>
Fair value, beginning of the year	\$ 612,730	\$ 735,249
Change in total value during year	26,576	(122,519)
Fair value, end of year	<u>\$ 639,306</u>	<u>\$ 612,730</u>

Note 7      AWBURY ARBORETUM TRUST

City Parks formed the Awbury Arboretum Trust from proceeds of \$1,000,000 from the sale of the Conservation Easement on 38 acres of the Arboretum on January 20, 2015. Awbury Arboretum is the beneficiary of this Trust and entitled to take annual income for operating purposes and entitled to take principal to purchase adjoining property. Awbury Arboretum took income of \$234,073 and \$40,376, respectively, for the fiscal years ended June 30, 2023, and 2022.

	<u>2023</u>	<u>2022</u>
Fair value, beginning of the year	\$ 768,951	\$ 901,707
Distribution to Awbury Arboretum	(34,073)	(40,376)
Contribution to Awbury Arboretum	(200,000)	
Net trust income (loss)	(38,907)	34,510
Change in total value during year	78,307	(159,440)
Deposit in transit		32,550
Fair value, end of year	<u>\$ 574,277</u>	<u>\$ 768,951</u>
Trust income		
Interest and dividends	\$ 29,263	\$ 33,550
Realized gain (loss)	(60,656)	9,247
Fees	(7,514)	(8,287)
Net trust income	<u>\$ (38,907)</u>	<u>\$ 34,510</u>

Note 8      SUBSEQUENT EVENTS

In preparing these financial statements, Awbury's management has evaluated events and transactions for potential recognition and disclosure through May 6, 2024, the date on which the financial statements were available to be issued.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 2023  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 9 DEFERRED REVENUE

On June 30, 2023, and 2022, Awbury had the following deferred revenue:

	<u>2023</u>	<u>2022</u>
Grants	\$ 313,724	
Camp fees (education)	97,225	\$ 74,295
Other programs	6,011	11,885
Total deferred revenue	<u>\$ 416,960</u>	<u>\$ 86,180</u>

Note 10 GRANTS RECEIVABLE

On June 30, 2023 and 2022, Awbury had the following grants receivable:

	<u>2023</u>	<u>2022</u>
Claneil Foundation	\$ 60,000	
Children's Hospital of Philadelphia		\$ 20,000
Philadelphia Culture Fund		6,114
PA Department of Environmental Protection	3,000	3,000
Total	<u>\$ 63,000</u>	<u>\$ 29,114</u>

Note 11 LIQUIDITY

Financial assets available for general expenditure within one year are as follows as of June 30, 2023, and 2022:

	<u>2023</u>	<u>2022</u>
Cash	\$389,790	\$ 381,660
Accounts receivable	7,204	10,023
Grants receivable	63,000	29,114
Total	<u>\$ 459,994</u>	<u>\$ 420,797</u>

As part of the Organization's liquidity management, the Organization's goal is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization has a line of credit of \$100,000 available to assist with liquidity management.

Note 12 NET ASSETS WITHOUT DONOR RESTRICTIONS

Net assets without donor restriction were \$1,028,068 and \$1,171,329 as of June 30, 2023 and 2022, respectively.

Awbury's Board of Directors has designated a portion of Awbury's net assets without donor restrictions for long-term investment with the investment income from such investments available primarily for operations. Net assets without donor restriction - board designated amount was \$254,276 and \$199,401 as of June 30, 2023 and 2022, respectively.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 13      NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were \$1,418,224 and \$1,310,741 as of June 30, 2023 and 2022, respectively.

	<u>2023</u>	<u>2022</u>
Professional development	\$ 10,000	
Time restriction	63,000	\$ 23,000
Roof restoration	59,000	
Endowment fund	20,000	
Carriage House project	173,157	
City Parks - land and building	418,790	418,790
Awbury Arboretum Trust - investment	<u>674,277</u>	<u>868,951</u>
Total	<u>\$1,418,224</u>	<u>\$1,310,741</u>

Note 14      SIGNIFICANT EVENTS

1. In November 2022, the William Penn Foundation approved a \$342,661 grant to the Organization for designing and installing a signage and wayfinding system for the Arboretum's entrance, grounds, paths, and points of interest. The Organization received \$231,857, spent and recognized the revenue of \$24,186 on the project, and deferred the unused fund of \$207,671. In December 2023, the Organization received the remaining \$110,804.
2. In September 2022, the Community Conservation Partnership Program, administered by the Department of Conservation and Natural Resources (DCNR), awarded the Organization an Environmental Stewardship Fund of \$135,000 for developing and implementing a Nature Rx Program, which is developing and conducting physical training. The Organization received \$121,500, spent and recognized the revenue of \$14,447 on the project, and deferred the unused fund of \$106,053. In addition to the \$135,000, the local matching fund of \$54,000 was awarded to the Organization. The Organization received a \$5,970 grant from the US Forest Services for a prescribed outside project as one of the local matching funds.
3. During the fiscal year 2023, the Claneil Foundation awarded the Organization a \$100,000 grant for the purpose of professional development and unrestricted use. The Organization received \$40,000, which was consisted with the \$10,000 restricted for professional development and \$30,000 unrestricted. The Organization recorded the \$60,000 as unrestricted grants receivable for the fiscal years ended June 30, 2024 and 2025.
4. During fiscal year 2023, the Organization received a \$50,000 grant from McLean Contributions that was restricted for the roof replacement project. Since the Organization hasn't started the project, the full balance of the \$50,000 grant remains.

AWBURY ARBORETUM ASSOCIATION, INC., AND AFFILIATES  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

Note 14      SIGNIFICANT EVENTS (Continued)

5. During the fiscal year 2023, Awbury Arboretum Association, Inc. received a \$200,000 gift from Awbury Arboretum Trust that is restricted for the Awbury Arboretum Association, Inc.'s carriage house maintenance and repairs. The Organization spent \$26,843 and a balance of \$173,157 remains.

SUPPLEMENTARY INFORMATION

AWBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATING STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

ASSETS						
	Awbury Arboretum Association Inc.	City Parks Association of Philadelphia	Awbury Arboretum Trust	Eliminations	2023 Consolidated Balances	2022
Current assets:						
Cash	\$ 389,790				\$ 389,790	\$ 381,660
Accounts receivable	7,204				7,204	10,023
Grants receivable	63,000				63,000	29,114
Prepaid expenses	1,253				1,253	3,775
Due from Awbury Arboretum Association			\$ 100,000	\$ (100,000)		
Total current assets	<u>461,247</u>	<u>          </u>	<u>100,000</u>	<u>(100,000)</u>	<u>461,247</u>	<u>424,572</u>
Cash restricted for projects	<u>313,724</u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>313,724</u>	<u>          </u>
Property and equipment:						
Land, building and equipment, net of accumulated depreciation	<u>949,014</u>	<u>\$ 418,790</u>	<u>          </u>	<u>          </u>	<u>1,367,804</u>	<u>1,261,047</u>
Other assets:						
Investment at market						
Donor restricted			574,277		574,277	768,951
Board designated	254,276				254,276	199,401
Total investment at market	<u>254,276</u>	<u>          </u>	<u>574,277</u>	<u>          </u>	<u>828,553</u>	<u>968,352</u>
Total assets	<u>\$1,978,261</u>	<u>\$ 418,790</u>	<u>\$ 674,277</u>	<u>\$ (100,000)</u>	<u>\$2,971,328</u>	<u>\$ 2,653,971</u>
LIABILITIES AND NET ASSETS						
Current liabilities:						
Accounts payable	\$ 59,245				\$ 59,245	\$ 29,271
Accrued expenses	25,640				25,640	40,617
Payroll liabilities	12,674				12,674	4,962
Deferred revenue	416,960				416,960	86,180
Security deposit	1,500				1,500	1,060
Line of credit	9,017				9,017	9,811
Due to Awbury Arboretum Association	100,000			\$ (100,000)		
Total current liabilities	<u>625,036</u>	<u>          </u>	<u>          </u>	<u>(100,000)</u>	<u>525,036</u>	<u>171,901</u>
Net assets:						
Net assets, without donor restrictions	773,792				773,792	971,928
Net assets, without donor restrictions, board designated	254,276				254,276	199,401
Net assets, with donor restrictions	<u>325,157</u>	<u>\$ 418,790</u>	<u>\$ 674,277</u>	<u>          </u>	<u>1,418,224</u>	<u>1,310,741</u>
Total net assets	<u>1,353,225</u>	<u>418,790</u>	<u>674,277</u>	<u>          </u>	<u>2,446,292</u>	<u>2,482,070</u>
Total liabilities and net assets	<u>\$1,978,261</u>	<u>\$ 418,790</u>	<u>\$ 674,277</u>	<u>\$ (100,000)</u>	<u>\$2,971,328</u>	<u>\$ 2,653,971</u>

AWBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2023

	Awbury Arboretum Association <u>Inc.</u>	City Parks Association of Philadelphia	Awbury Arboretum Trust	<u>Eliminations</u>	<u>Total</u>
Revenue and Support					
Support					
Administrative					
Trust income (loss):					
Cope trust, distributions received		\$ 30,343			\$ 30,343
Awbury trust, net investment activities			\$ (38,907)		(38,907)
Interest and dividends	\$ 3,748				3,748
Unrealized gain	58,316		78,306		136,622
Rental income	207,378				207,378
Management fees	64,416			\$(64,416)	
Other	4,421				4,421
Development					
Contributions and memberships	354,325			(200,000)	154,325
Stock gift	10,694				10,694
Sponsorship	8,370				8,370
Sales of product	8,901				8,901
Grants	256,206				256,206
In-kind contribution	2,874				2,874
Programs					
Education	137,074				137,074
Community events	9,839				9,839
Landscaping services	69,003				69,003
Others	19,297				19,297
Total support and net landscaping revenue	<u>1,214,862</u>	<u>30,343</u>	<u>39,399</u>	<u>(264,416)</u>	<u>1,020,188</u>
Expenses					
Programs:					
Education	208,416				208,416
Community events	61,136				61,136
Rental	65,490				65,490
Landscaping	40,781				40,781
Ground	230,225		200,000	(200,000)	230,225
Other programs	116,246				116,246
Management fees		30,343	34,073	(64,416)	
Total programs	<u>722,294</u>	<u>30,343</u>	<u>234,073</u>	<u>(264,416)</u>	<u>722,294</u>
Supporting:					
Administrative	256,613				256,613
Fundraising	84,059				84,059
Total supporting	<u>340,672</u>				<u>340,672</u>
Total expenses	<u>1,062,966</u>	<u>30,343</u>	<u>234,073</u>	<u>(264,416)</u>	<u>1,062,966</u>
Change in net assets before other expenses	151,896		(194,674)		(42,778)
Other expenses:					
Miscellaneous expenses					
Loss from auto sale					
Total other expenses					
Change in net assets	151,896		(194,674)		(42,778)
Net assets, beginning	1,194,329	418,790	868,951		2,482,070
Adjustment	7,000				7,000
Net assets, ending	<u>\$1,353,225</u>	<u>\$ 418,790</u>	<u>\$ 674,277</u>	<u>\$</u>	<u>\$2,446,292</u>

AWBURY ARBORETUM ASSOCIATION, INC. AND AFFILIATES  
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2022

	Awbury Arboretum Association Inc.	City Parks Association of Philadelphia	Awbury Arboretum Trust	Eliminations	Total
Revenue and Support					
Support					
Administrative					
Trust income:					
Cope trust, distributions received		\$ 38,366			\$ 38,366
Awbury trust, net investment activities			\$ 34,510		34,510
Interest and dividends	\$ 4,820				4,820
Capital gain	467				467
Unrealized loss	(29,410)		(159,440)		(188,850)
Rental income	163,234				163,234
Management fees	78,742			\$ (78,742)	
PPP forgiveness	206,265				206,265
SBA advance	10,000				10,000
Other	11,890				11,890
Development					
Contributions and memberships	193,499		32,550		226,049
Stock gift	30,282				30,282
Sponsorship	1,040				1,040
Sales of product	10,340				10,340
Grants	155,803				155,803
Programs					
Education	111,767				111,767
Community events	7,670				7,670
Landscaping service	70,097				70,097
Total support and net landscaping revenue	<u>1,026,506</u>	<u>38,366</u>	<u>(92,380)</u>	<u>(78,742)</u>	<u>893,750</u>
Expenses					
Programs:					
Education	105,065				105,065
Community events	41,912				41,912
Rental	48,778				48,778
Landscaping	144,568				144,568
Ground	284,629				284,629
Other programs	71,911				71,911
Management fees		38,366	40,376	(78,742)	
Total programs	<u>696,863</u>	<u>38,366</u>	<u>40,376</u>	<u>(78,742)</u>	<u>696,863</u>
Supporting:					
Administrative	167,372				167,372
Fundraising	34,552				34,552
Total supporting	<u>201,924</u>				<u>201,924</u>
Total expenses	<u>898,787</u>	<u>38,366</u>	<u>40,376</u>	<u>(78,742)</u>	<u>898,787</u>
Change in net assets before other expenses	127,719		(132,756)		(5,037)
Other expenses:					
Miscellaneous expenses	11,919				11,919
Loss from auto sale	5,699				5,699
Total other expenses	<u>17,618</u>				<u>17,618</u>
Change in net assets	110,101		(132,756)		(22,655)
Net assets, beginning	<u>1,084,228</u>	<u>418,790</u>	<u>1,001,707</u>		<u>2,504,725</u>
Net assets, ending	<u>\$1,194,329</u>	<u>\$ 418,790</u>	<u>\$ 868,951</u>	<u>\$</u>	<u>\$2,482,070</u>