

EAGLE ISLAND, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021



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EAGLE ISLAND, INC.

DECEMBER 31, 2022 AND 2021

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Eagle Island, Inc.
Livingston, New Jersey

Opinion

We have audited the accompanying financial statements of Eagle Island, Inc., 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 Eagle Island, Inc. as of December 31, 2022, and the results of its operations and its 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Eagle Island, Inc., and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 Eagle Island, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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.

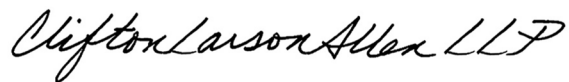
In performing an audit in accordance with generally accepted auditing standards, we:

- 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 Eagle Island, Inc. 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 Eagle Island, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matter

The financial statements of Eagle Island, Inc., as of December 31, 2021 were audited by Sobel & Co., LLC, whose shareholders and professional staff joined CliftonLarsonAllen LLP as of February 1, 2023, and has subsequently ceased operations. Sobel & Co., LLC's report dated November 3, 2022, expressed an unmodified opinion on those statements.



CliftonLarsonAllen LLP

Livingston, New Jersey
October 24, 2023

EAGLE ISLAND, INC.
STATEMENTS OF FINANCIAL POSITION

	December 31,	
	2022	2021
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 512,498	\$ 555,820
Investments	58,704	8,029
Pledges receivable, short-term	3,725	4,366
Grant receivable	60,027	-
Accounts receivable	-	512
Prepaid expense	31,244	8,207
Inventory	5,499	2,872
Total Current Assets	<u>671,697</u>	<u>579,806</u>
PROPERTY AND EQUIPMENT, Net	5,247,965	4,650,399
PLEDGES RECEIVABLE, LONG-TERM, NET	<u>-</u>	<u>2,367</u>
Total Assets	<u>\$ 5,919,662</u>	<u>\$ 5,232,572</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 46,032	\$ 44,485
Deferred revenue	54,090	7,867
Current portion of loan payable	-	67,000
Line of credit	60,000	-
Total Current Liabilities	<u>160,122</u>	<u>119,352</u>
LONG-TERM LIABILITIES		
Loan payable	<u>-</u>	<u>67,000</u>
Total Long-term Liabilities	<u>-</u>	<u>67,000</u>
NET ASSETS:		
Without donor restriction	5,637,586	4,929,746
With donor restriction	<u>121,954</u>	<u>116,474</u>
Total Net Assets	<u>5,759,540</u>	<u>5,046,220</u>
Total Liabilities and Net Assets	<u>\$ 5,919,662</u>	<u>\$ 5,232,572</u>

The accompanying notes are an integral part of these financial statements.

EAGLE ISLAND, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

	Year Ended December 31, 2022			Year Ended December 31, 2021		
	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
SUPPORT AND REVENUE:						
Contributions and gifts	\$ 291,653	\$ 184,714	\$ 476,367	276,307	\$ 192,254	\$ 468,561
Grants	706,501	-	706,501	437,473	-	437,473
Gifts-in-kind	18,752	-	18,752	23,130	-	23,130
Camp revenue	134,370	-	134,370	124,440	-	124,440
Special events, net	5,539	-	5,539	7,125	-	7,125
Sales revenue, net	326	-	326	1,993	-	1,993
Realized loss	(1,255)	-	(1,255)	(1,241)	-	(1,241)
Interest income	32	-	32	31	-	31
Other revenue	440	-	440	505	-	505
Net assets released from restriction	179,234	(179,234)	-	183,990	(183,990)	-
Total Support, Gains, and Revenue	1,335,592	5,480	1,341,072	1,053,753	8,264	1,062,017
EXPENSES:						
Program services	467,287	-	467,287	385,228	-	385,228
Management and general	127,035	-	127,035	140,954	-	140,954
Fundraising	33,430	-	33,430	33,463	-	33,463
Total Expenses	627,752	-	627,752	559,645	-	559,645
CHANGES IN NET ASSETS	707,840	5,480	713,320	494,108	8,264	502,372
Beginning of year	4,929,746	116,474	5,046,220	4,435,638	108,210	4,543,848
End of year	\$ 5,637,586	\$ 121,954	\$ 5,759,540	\$ 4,929,746	\$ 116,474	\$ 5,046,220

The accompanying notes are an integral part of these financial statements.

EAGLE ISLAND, INC.
STATEMENTS OF FUNCTIONAL EXPENSES

	Year Ended December 31, 2022				Year Ended December 31, 2021			
	Program Services	Management and General	Fundraising	Total Expenses	Program Services	Management and General	Fundraising	Total Expenses
Salaries and related expenses	\$ 204,679	\$ 37,999	\$ 27,692	\$ 270,370	\$ 161,205	\$ 54,051	\$ 28,085	\$ 243,341
Professional fees	2,382	25,929	-	28,311	-	31,341	-	31,341
Office supplies and expense	881	4,996	5,190	11,067	349	5,717	5,378	11,444
Bank and processing fees	-	3,367	-	3,367	-	2,893	-	2,893
Insurance	-	29,588	-	29,588	-	24,569	-	24,569
Repairs and maintenance	46,834	-	-	46,834	44,678	-	-	44,678
Furniture and equipment	8,916	-	-	8,916	22,895	-	-	22,895
Camp	79,864	12,788	-	92,652	37,744	7,239	-	44,983
Depreciation	116,815	-	-	116,815	113,935	-	-	113,935
Interest	-	7,340	-	7,340	-	10,023	-	10,023
Travel	1,939	-	-	1,939	2,362	-	-	2,362
Miscellaneous	4,977	5,028	548	10,553	2,060	5,121	-	7,181
Total Functional Expenses	\$ 467,287	\$ 127,035	\$ 33,430	\$ 627,752	\$ 385,228	\$ 140,954	\$ 33,463	\$ 559,645

EAGLE ISLAND, INC.
STATEMENTS OF CASH FLOWS

	Year Ended December 31,	
	2022	2021
CASH FLOWS USED FOR:		
<u>OPERATING ACTIVITIES:</u>		
Change in net assets	\$ 713,320	\$ 502,372
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	116,815	113,935
Changes in operating assets and liabilities:		
Pledges receivable	3,008	6,223
Grant receivable	(60,027)	72,198
Accounts receivable	512	12,308
Prepaid expense	(23,037)	(648)
Inventory	(2,627)	(1,320)
Accounts payable	1,547	32,415
Deferred revenue	46,223	-
Net Cash Provided by Operating Activities	<u>795,734</u>	<u>737,483</u>
<u>INVESTING ACTIVITIES:</u>		
Purchases of investments	(50,675)	(8,029)
Purchases of fixed assets	(714,381)	(428,733)
Net used for Investing Activities	<u>(765,056)</u>	<u>(436,762)</u>
<u>FINANCING ACTIVITIES:</u>		
Net paydowns on line of credit	60,000	(20,749)
Payments on loan payable	(134,000)	(66,000)
Refundable advance	-	(27,055)
Net Cash Used for Financing Activities	<u>(74,000)</u>	<u>(113,804)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(43,322)	186,917
Beginning of year	<u>555,820</u>	<u>368,903</u>
End of year	<u>\$ 512,498</u>	<u>\$ 555,820</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION:		
Cash paid during the year for interest	<u>\$ 7,340</u>	<u>\$ 10,023</u>

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 - NATURE OF THE ORGANIZATION:

Eagle Island, Inc. (“Organization”), is a New York nonprofit corporation, exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code. The Organization was established to acquire Eagle Island, in Upper Saranac Lake, New York, to conserve and preserve its natural and historic character, and to provide an environmentally responsible Adirondack island camping experience for diverse youth, as well as to provide a destination for those who wish to engage in an exceptional outdoor experience.

Funding is provided primarily by contributions from the general public and grants. The Organization does produce revenue based on camp tuition in 2022 and 2021 the Organization generated approximately \$134,000 and \$124,000 respectively.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting:

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Adoption of New Accounting Standard:

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2016-02, *Leases (ASC 842)*. The new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the statement of financial position. Most prominent of the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the requirements of the guidance effective January 1, 2022 and has elected to apply the provisions of this standard to the beginning of the period of adoption, with certain practical expedients available.

Practical Expedient Elected at Initial Adoption

The Project has elected to adopt the following practical expedients in the year of adoption:

- Package of three:
 - To use hindsight in determining the lease term.
 - Combination of lease and non-lease components identified in lease contracts. Revenue from lease payments includes consideration received for common area maintenance services provided by the Company.
 - Short-term lease exception

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Financial Statement Presentation:

Net assets and revenue, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets not subject to donor-imposed stipulations.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. Also, other net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets released from restrictions.

Cash and Cash Equivalents:

Cash and cash equivalents include cash on-hand, and in banks and money market funds.

Pledges, Grants, and Accounts Receivable:

Accounts receivable generally represent amounts due under terms of grants and pledges or services provided prior to year-end. Accounts and contributions receivable are recorded at net realizable value if expected to be collected within one year, and at net present value if expected to be collected in future years. An allowance for uncollectible accounts is estimated based on historical collection trends, type of customer, the age of the outstanding receivables, and existing economic conditions. As of December 31, 2022 and 2021, allowance for uncollectible receivables was \$4,620 and \$4,682, respectively.

Property, Plant and Equipment:

The Organization's capitalization threshold is \$500 with a useful life of three years or more. Fixed assets are stated at cost, or in the case of donated assets, at fair market value at the date of the gift. Depreciation is computed using the straight-line basis over the estimated useful lives of the assets as follows:

Equipment, furniture and fixture – 3 to 7 years
Buildings and improvements – 40 years
Building and infrastructure equipment – 5 to 20 years
Land improvements – 10 to 40 years

When assets are retired, or otherwise disposed of, the cost and accumulated depreciation are removed from the accounts, and any resulting gain or loss is reflected in income for the period. Property and equipment are reviewed each year for impairment or whenever events or changes in business circumstances indicate that the carrying value of the assets may not be recoverable. Impairment losses are recognized if expected future cash flows from the assets are less than their carrying values. No losses were recognized during the years ended December 31, 2022 and 2021.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Investments:

Investment income is presented net of investment advisory/management fees and is reflected as unrealized gain on investment securities in the statements of activities and changes in net assets. All investment income is credited directly to unrestricted net assets unless otherwise restricted by the donor. All capital appreciation/depreciation earned on investments is reported as a change in net assets without donor restriction unless otherwise restricted by the donor. All investments are carried at fair value with the related gains and losses in the statements of activities and changes in net assets.

Fair Value:

Fair value measurements are defined as the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. There are three defined hierarchical levels based on the quality of inputs used that directly relate to the amount of subjectivity associated with the determination of fair value. The fair value hierarchy defines the three levels as follows:

- Level 1** Valuations based on quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.
- Level 2** Valuations based on observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from, or corroborated by, observable market data.
- Level 3** Valuations based on unobservable inputs when little or no market is available. The fair value hierarchy gives lowest priority to Level 3 inputs.

The fair value of investments is summarized as follows:

Mutual funds - Valued at the net asset value of shares held by the Organization at year-end.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Fair Value (continued):

FAIR VALUE MEASUREMENTS				
AS OF DECEMBER 31, 2022				
	Level 1	Level 2	Level 3	Total
Mutual funds:				
Stocks	\$ 17,434	\$ -	\$ -	\$ 17,434
Bonds	11,003	-	-	11,003
Short-term reserves	30,267	-	-	30,267
Investments at Fair Value	<u>\$ 58,704</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,704</u>

FAIR VALUE MEASUREMENTS				
AS OF DECEMBER 31, 2021				
	Level 1	Level 2	Level 3	Total
Mutual funds:				
Stocks	\$ 4,903	\$ -	\$ -	\$ 4,903
Bonds	2,950	-	-	2,950
Short-term reserves	176	-	-	176
Investments at Fair Value	<u>\$ 8,029</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,029</u>

Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are reflected in the statements of activities and changes in net assets as increases or decreases in net assets without donor restriction unless the use was restricted by explicit donor stipulations or by law.

Revenue Recognition:

Contributions, including unconditional promises to give, are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor. 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 statements of activities and changes in net assets as net assets released from restrictions.

Conditional contributions are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Revenue Recognition (continued):

The Organization derives a portion of its revenue from camp revenue. Camp revenue includes day camp, overnight camp, family camp and adult program camp, this revenue is recognized over time as services are provided to a client, in an amount that reflects the consideration the Organization expects to be entitled to in exchange for providing the services.

There are no significant financing components or variable considerations provided to clients.

Income Taxes:

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not liable for federal and state income taxes. The Organization follows standards that provide clarification on accounting for uncertainty in income taxes recognized in the Organization's financial statements. The guidance prescribes a recognition threshold and measurement attribute for the recognition and measurement of a tax position taken, or expected to be taken, in a tax return, and also provides guidance on derecognition, classification, interest and penalties, disclosure, and transition. The Organization's policy is to recognize interest and penalties on unrecognized tax benefits in income tax expense. No interest and penalties were recorded during 2022 and 2021. At December 31, 2022 and 2021, there were no significant income tax uncertainties.

Use of 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.

Reclassifications:

Certain reclassifications have been made to the 2022 financial statements in order for them to conform to the 2023 financial statement presentation.

Subsequent Events:

The Organization has evaluated its subsequent events and transactions occurring after December 31, 2022, and through October 24, 2023, the date the financial statements were available to be issued.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 3 - PLEDGES RECEIVABLE:

Pledges receivable consists of the following:

	December 31,	
	2022	2021
Time restriction:		
Unconditional promises expected to be collected in:		
Less than one year	\$ 3,725	\$ 4,366
One to five years	4,858	7,571
Subtotal	8,583	11,937
Less: Allowance for uncollectable pledges	(4,597)	(4,682)
Less: Unamortized discount	(261)	(522)
	<u>\$ 3,725</u>	<u>\$ 6,733</u>

NOTE 4 - GRANT RECEIVABLE:

The grant award from the state of New York Office of Parks, Recreation & Historic Preservation was formalized in 2022 for \$499,994. The purpose of the grant is to provide funds for the preservation and rehabilitation of six historic buildings on Eagle Island. It is structured as a reimbursable grant where funds are disbursed as the project is completed. The Organization began executing the project in 2022 and the work on the project is completed as of December 31, 2022. At December 31, 2022 and 2021, the Organization had receivables from the state of New York totaling approximately \$60,000 and \$-0-, respectively.

New York State does not have a single audit or government auditing standards requirement for grants that fall under these purposes, therefore, a Yellow Book audit is not required by the funding agencies.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 5 - PROPERTY, PLANT, AND EQUIPMENT:

A summary of plant assets are as follows:

	December 31,	
	2022	2021
Land and land improvements	\$ 1,411,005	\$ 1,411,005
Buildings and improvements	2,977,748	2,958,708
Furniture, fixtures and equipment	331,898	320,295
Total fixed assets	<u>4,720,651</u>	<u>4,690,008</u>
Less: Accumulated depreciation	(536,512)	(420,976)
Construction in progress	1,063,826	381,367
	<u>\$ 5,247,965</u>	<u>\$ 4,650,399</u>

Construction in progress consists of preservation and rehabilitation of the historic buildings on Eagle Island with funds provided by the state of New York. The project was placed into service on January 1, 2023.

NOTE 6 - LINE OF CREDIT:

The Organization obtained a \$200,000 line of credit with Cloudsplitter Foundation that expired July 28, 2023. Borrowing under the line of credit carries interest at 2.5%. There is \$60,000 and \$-0- outstanding as of December 31, 2022 and 2021, respectively. The line is secured by expected payments under a grant with the state of New York Office of Parks, Recreation & Historic Preservation and the business assets of the Organization.

NOTE 7 - DEFERRED REVENUE:

Deferred revenue consists of advances of camp session payments made for the following year's camp sessions. Revenue will be recognized in future periods when the performance criteria are met or when services are performed. At December 31, 2022 and 2021, deferred revenue amounted to \$56,090 and \$7,867, respectively. The balance on January 1, 2021 was \$7,415.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 8 - LOAN PAYABLE:

During 2019, the Organization obtained a \$200,000 loan payable with the Preservation League of New York State, Inc., secured by a first mortgage lien on Eagle Island Property, which was due to mature on September 30, 2022, with an interest rate of 5%. On October 14, 2020, the term of the loan was modified to reflect the maturity date of September 27, 2023, and with an interest of 5.25%. The outstanding balance on the loan as of December 31, 2022 and 2021, was \$0- and \$134,000, respectively. The loan was secured by all business assets of the Organization. The loan was paid off during 2022.

NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions are available for the following purposes:

	December 31,	
	2022	2021
Purpose Restrictions		
Camping staffing and marketing grant funds	\$ -	\$ 55,099
Life jacket fund	63	63
Easement	5,000	5,000
Camperships	37,298	33,489
Camp supplies	2,140	502
Capital improvements	68,512	1,080
ADK Washhouse	5,216	14,508
Handicap accessible bathroom	-	-
Time restriction- pledges	3,725	6,733
	<u>\$ 121,954</u>	<u>\$ 116,474</u>

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS: (Continued)

Net assets were released for the following purposes:

	December 31,	
	2022	2021
Handicap accessible bathroom	\$ -	\$ 20,000
Camperships	56,190	33,390
ADK Washhouse	34,292	10,492
Camp supplies	9,443	800
Capital improvements	21,204	32,865
Camp director funds	55,098	80,221
Architectural drawings	-	-
Time restriction- pledges	3,007	6,222
	<u>\$ 179,234</u>	<u>\$ 183,990</u>

NOTE 10 - FUNCTIONAL EXPENSES:

The costs of program and supporting services activities have been summarized on a functional basis on the statements of functional expenses. The statements of functional expenses present the natural classification detail of expenses by function. 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 Organization.

NOTE 11 - CONCENTRATION:

For the year ended December 31, 2022 , the Organization received approximately 47% of its revenue from 2 grantors. For the year ended December 31, 2021, the Organization received approximately 17% of its revenue from 3 donors.

NOTE 12 - RELATED-PARTY TRANSACTIONS:

An entity that provides maintenance, and transportation services to the Organization is owned by an individual who is family-related to a Board member. For the years ended December 31, 2022 and 2021, the Organization paid approximately \$-0- and \$8,933, respectively, to the vendor.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 13 - DONATED GOODS AND SERVICES:

Donated services are recognized as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The Organization recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value at the time of donation.

During the fiscal year ended December 31, 2022 and 2021, the Organization received donated services for legal services. The Organization also received donations of paddles and laptops.

	December 31,	
	2022	2021
Miscellaneous goods	671	3,860
Probono legal services	18,081	19,270
	<u>\$ 18,752</u>	<u>\$ 23,130</u>

Numerous volunteers donate their time to the Organization's fundraising activities during the year. However, these donated services are not reflected in the financial statements since the services do not require specialized skills.

All donated services and assets were utilized by the Organization's programs and supporting services. There were no donor-imposed restrictions associated with the donated services and assets.

EAGLE ISLAND, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 14 - LIQUIDITY:

The following represents the Organization's financial assets as of December 31, 2022 and 2021, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations.

	December 31,	
	2022	2021
Cash and cash equivalents	\$ 512,498	\$ 555,820
Pledges receivable	3,725	4,366
Grant receivable	60,027	-
Accounts receivable	-	512
Investments	58,704	8,029
	<u>634,954</u>	<u>568,727</u>
Net assets with donor restrictions	<u>(121,954)</u>	<u>(116,474)</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 513,000</u>	<u>\$ 452,253</u>

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization also has a secured \$200,000 line of credit, of which \$140,000 is available to be drawn upon at December 31, 2022.