

GREATER ANDROSCOGGIN HUMANE SOCIETY

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

GREATER ANDROSCOGGIN HUMANE SOCIETY

FINANCIAL STATEMENTS

JUNE 30, 2022

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
Greater Androscoggin Humane Society
Lewiston, Maine

We have reviewed the accompanying financial statements of the Greater Androscoggin Humane Society (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, 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 entity 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

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.

We are required to be independent of the Greater Androscoggin Humane Society and to meet our ethical responsibilities, in accordance with the relevant ethical requirements to our review.

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 conformity with accounting principles generally accepted in the United States of America.

Ouellette & Associates, P.A.
Certified Public Accountants

Lewiston, Maine
February 1, 2023

GREATER ANDROSCOGGIN HUMANE SOCIETY

STATEMENT OF FINANCIAL POSITION

YEAR ENDED JUNE 30, 2022

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	\$ 1,499,682
Grants and Awards Receivable	14,158
Prepaid Expenses	<u>5,607</u>
Total Current Assets	<u>1,519,447</u>

PROPERTY AND EQUIPMENT (NET)

2,081,715

NONCURRENT ASSETS

Beneficial Interest in Assets Held by Others	141,051
Investments	<u>272,575</u>
Total Noncurrent Assets	<u>413,626</u>

TOTAL ASSETS

\$ 4,014,788

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable and Accrued Expenses	\$ 19,917
Accrued Payroll and Related Liabilities	62,803
Refundable Advance	<u>110,000</u>
TOTAL LIABILITIES	<u>192,720</u>

NET ASSETS

Net Assets Without Donor Restrictions	3,691,457
Net Assets With Donor Restrictions	<u>130,611</u>
TOTAL NET ASSETS	<u>3,822,068</u>

TOTAL LIABILITIES AND NET ASSETS

\$ 4,014,788

See accompanying notes and independent accountant's review report.

GREATER ANDROSCOGGIN HUMANE SOCIETY

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2022

	<i>Without Donor Restrictions</i>	<i>With Donor Restrictions</i>	<i>Total</i>
REVENUE AND SUPPORT			
Contributions	\$ 431,763	\$ 1,075,811	\$ 1,507,574
Investment Return	(41,151)	-	(41,151)
Municipal and State Contracts	137,691	-	137,691
Service Fees	424,939	-	424,939
Special Events	52,253	-	52,253
Retail Sales	17,634	-	17,634
Miscellaneous Revenue	2,818	-	2,818
Net Assets Released from Restriction	<u>1,072,823</u>	<u>(1,072,823)</u>	<u>-</u>
TOTAL REVENUE AND SUPPORT	<u>2,098,770</u>	<u>2,988</u>	<u>2,101,758</u>
EXPENSES			
Shelter Services	1,111,683	-	1,111,683
General and Administrative	172,325	-	172,325
Fundraising	<u>256,437</u>	<u>-</u>	<u>256,437</u>
TOTAL EXPENSES	<u>1,540,445</u>	<u>-</u>	<u>1,540,445</u>
CHANGE IN NET ASSETS	558,325	2,988	561,313
NET ASSETS, BEGINNING OF YEAR	<u>3,133,132</u>	<u>127,623</u>	<u>3,260,755</u>
NET ASSETS, END OF YEAR	<u>\$ 3,691,457</u>	<u>\$ 130,611</u>	<u>\$ 3,822,068</u>

See accompanying notes and independent accountant's review report.

GREATER ANDROSCOGGIN HUMANE SOCIETY

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2022

	<i>Shelter Services</i>	<i>General and Administrative</i>	<i>Fundraising</i>	<i>Total</i>
EXPENSES				
Salaries and Wages	\$ 522,420	\$ 101,366	\$ 155,946	\$ 779,732
Payroll Taxes and Benefits	<u>75,360</u>	<u>14,622</u>	<u>22,495</u>	<u>112,477</u>
Total Personnel Expenses	597,780	115,988	178,441	892,209
Advertising	21,049	4,084	6,283	31,416
Animal Medical Treatment	175,384	-	-	175,384
Depreciation	83,835	-	-	83,835
Dues and Subscriptions	5,920	-	-	5,920
Insurance	29,482	5,527	1,843	36,852
Interest Expense - Land Note	918	-	-	918
Licenses and Permits	1,473	-	-	1,473
Maintenance	28,073	-	-	28,073
Merchandise	-	-	9,413	9,413
Office Expense	5,570	38,992	11,141	55,703
Other Expenses	-	521	-	521
Postage and Delivery	-	-	4,865	4,865
Printing and Reproduction	-	-	10,374	10,374
Professional Fees	-	2,750	20,187	22,937
Special Events - Direct Costs	-	-	8,261	8,261
Staff Development	1,811	-	-	1,811
Supplies	87,445	-	-	87,445
Travel	42	-	-	42
Utilities	57,371	4,463	1,912	63,746
Vehicle	14,868	-	3,717	18,585
Volunteer Expense	<u>662</u>	<u>-</u>	<u>-</u>	<u>662</u>
TOTAL EXPENSES	<u>\$ 1,111,683</u>	<u>\$ 172,325</u>	<u>\$ 256,437</u>	<u>\$ 1,540,445</u>

See accompanying notes and independent accountant's review report.

GREATER ANDROSCOGGIN HUMANE SOCIETY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	<u>\$ 561,313</u>
<i>Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities:</i>	
Depreciation	83,835
Change in Fair Value of Beneficial Interest in Trusts	16,954
Realized Gain on Investments	(26,939)
Unrealized Loss on Investments	57,146
<i>(Increase) Decrease in Operating Assets:</i>	
Grants and Awards Receivable	20,762
Prepaid Expenses	(5,607)
<i>Increase (Decrease) in Operating Liabilities:</i>	
Accounts Payable and Accrued Expenses	783
Accrued Payroll and Related Liabilities	12,057
Refundable Advance	110,000
Refundable Advance - Payroll Protection Program	<u>(134,200)</u>
Total Adjustments	<u>134,791</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>696,104</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Investments	(28,844)
Purchases of Property and Equipment	(41,928)
Proceeds from Sale of Investments	<u>63,144</u>
NET CASH FLOWS FROM INVESTING ACTIVITIES	<u>(7,628)</u>

NET CHANGE IN CASH AND CASH EQUIVALENTS 688,476

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR 811,206

CASH AND CASH EQUIVALENTS AT END OF YEAR \$ 1,499,682

Supplemental Disclosures of Cash Flows Information:

Cash Paid During the Year For:	
Interest	<u><u>\$ 918</u></u>

See accompanying notes and independent accountant's review report.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022

NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS

Greater Androscoggin Humane Society was organized on February 20, 1885 as a nonprofit corporation committed to promoting a humane community by providing the best possible care for stray, abandoned, and abused animals. The Organization is located in Lewiston, Maine and derives half of its operating revenue from service fees received from consumers and municipalities. The remainder of the Organization's costs are funded primarily through donations from individuals.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, *Not-For-Profit Entities (Topic 958): Presentation of Financial Statements of Not-For-Profit Entities* and accordingly reflect all significant receivables, payables, and other liabilities. Net assets and revenues, 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 that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

Net Assets with Donor Restrictions - Net assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary in nature or may be based on a particular use. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Assets with permanent restrictions are resources whose use is limited by donor-imposed restrictions that neither expire by being used in accordance with a donor's restriction nor by the passage of time. The portion of the Organization's donor-restricted endowment funds that the Organization is committed to maintaining in perpetuity are classified as net assets with donor restrictions. Generally, the donors of these funds permit the Organization to use all or part of the earnings on the related investments for general or specific purposes.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain 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 revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Promises to Give (Grant Revenue and Support)

Conditional promises to give are not recognized in the financial statements until the conditions are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured at the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. In the absence of donor stipulations, to the contrary, promises with payments due in future periods are restricted to use after the due date. Promises that remain uncollected for more than one year after their due dates are written off unless the donors indicate that payment is merely postponed.

All grants have been recorded at net realizable value as the Organization did not have any contributions that were expected to be collected in more than one year and no discounts have been computed at June 30, 2022.

Unconditional promises to give at June 30, 2022 are as follows:

Municipal Awards	\$ 13,283
Other	<u>875</u>
Total	<u>\$ 14,158</u>

Investments

Investment purchases are initially recorded at cost, or if contributed to the Organization, at their fair values on the date of contribution. Investments are reported at their fair value in the statement of financial position, and unrealized gains and losses are included in the statement of activities. Net investment return consists of the Organization's interest and dividend income and realized, and unrealized capital gains and losses generated from the Organization's investments, less investment management and custodial fees.

Property and Equipment

It is the Organization's policy to capitalize all expenditures for property and equipment more than \$5,000. Purchased property and equipment are recorded at cost, and donated property and equipment are carried at the approximate fair value at the date of donation. Minor additions or repairs that do not extend the useful life of these assets are expensed in the year incurred. Depreciation is calculated on the straight-line method over the estimated useful lives of the respective asset. Depreciation expense was \$83,835 for the year ended June 30, 2022.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Refundable Advance

The Organization received a grant in which the funds are to be used over 24 months for veterinary and clinical staffing costs, including retirement, retention, contract fees, signing bonuses, wages and benefits, equipment and technology, supplies, medications and consumables and outreach and transport costs. Marketing and administrative costs can not exceed more than 10% of the total grant award. The organization must submit reports to the grantor reporting on the use of funds and the impact on the pets and the community. Grant funds will be recorded as revenue once they have been expensed for items meeting the intended grant purpose. As of June 30, 2022, none of grants funds have been expended. There balance in the refundable advance account is \$110,000 at June 30, 2022.

Compensated Absences

The Organization allows employees working over thirty-five hours to receive compensation for vacation leave. Vacation hours begin to accrue after employment for three months and accrue overtime for each pay period worked. The estimate related to compensated absences is based on vacation hours earned and current pay rates, limited to a maximum carryover into the following year of 80 hours per employee (with approved exceptions), and is included in accrued expenses.

Contributions and Private Grants

Contributions and private grants (support) is recognized when the donor makes a promise to give to the Organization that is in substance, unconditional. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires, (that is, when a stipulated time restriction ends or purpose restriction is accomplished), restricted net assets are reclassified to net assets without restrictions and reported in the statements of activities as net assets released from restrictions.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue (IRS) Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose may be subject to taxation as unrelated business income (UBI). The management of the Organization does not believe it is subject to UBI tax and, accordingly, no provision for income taxes is required.

Management has determined that the Organization does not have any uncertain tax positions and associated unrecognized benefits or liabilities that materially impact the financial statements or related disclosures. Since matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, the Organization's tax returns are subject to examination by the IRS for three years after they were filed.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Refundable Advance – Paycheck Protection Program (PPP)

The Organization's policy is to account for forgivable loans received through the Small Business Administration (SBA) under the *Coronavirus Aid, Relief and Economic Security Act (CARES Act)* Paycheck Protection Program (PPP), a refundable advance liability in accordance with Accounting Standards Codification (ASC) 958-605, *Not-for-Profit Entities*. The Organization recognizes contribution income, with donor restrictions once conditions for forgiveness are substantially met or explicitly waived. Forgiveness for the second round of PPP funds was approved on September 8, 2021. As of June 30, 2022, contribution income of \$135,020, including interest of \$820, for the second round of PPP funds was received during the prior year and conditions for forgiveness were substantially met.

Advertising

The Organization expenses advertising expenses as incurred. Advertising costs totaled \$31,416 for the year ended June 30, 2022.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. The statements of functional expenses present the natural classification of expenses by function. Accordingly, certain costs have been charged to program services, general and administrative, and fundraising expenses on a combination of specific identification and allocation by management.

Recent Accounting Pronouncements

Leases

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which will require leases to be recorded as an asset on the balance sheet for the right to use the leased asset and a liability for the corresponding lease obligation for leases with terms of more than twelve months. ASU 2016-02 is effective for non-public companies for fiscal years beginning after December 15, 2021, with early adoption permitted. The Organization is evaluating the impact the pronouncement may have on the financial statements.

Evaluation of Subsequent Events

Management has made an evaluation of subsequent events through February 1, 2023, the date the financial statements were available to be issued and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 3: CONCENTRATION OF CREDIT RISK

The Organization maintains cash balances with three financial institutions that are members of the Federal Deposit Insurance Corporation (FDIC) and the National Credit Union Administration (NCUA). Combined cash balances are insured by the FDIC and NCUA up to \$250,000 at each financial institution. At times, the Organization's cash balances may exceed federally insured limits. The Organization has not experienced any losses in such accounts. Management monitors the soundness of these financial institutions and believes that there is no significant risk with respect to these deposits.

NOTE 4: PROPERTY AND EQUIPMENT

The following is a summary of property and equipment as of June 30, 2022:

Land and Land Improvements	\$ 475,030
Building and Building Improvements	2,531,169
Office Equipment	71,317
Shelter Equipment	247,032
Vehicles	<u>149,800</u>
	3,474,348
Less: Accumulated Depreciation	<u>1,392,633</u>
Property and Equipment, Net	<u>\$2,081,715</u>

NOTE 5: BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

The Organization maintains four agency funds with the Maine Community Foundation (the "Foundation") with the Organization named as beneficiary. These funds are reported in the statement of financial position as a beneficial interest in assets held by others and consists of the following funds:

General Androscoggin Humane Society Fund – unrestricted funds for the general support of the Organization.

Frances Linnell Fund – donor-restricted funds in perpetuity with distributions of income for the general support of the Organization.

Timothy Gutmann Fund - donor-restricted funds in perpetuity with distributions of income for the use of placement of homeless dogs.

Daisy Mae Fund – donor-restricted funds for the use of life saving medical care of pets. The Organization can spend more than the annual income amount.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 5: BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS (Continued)

The Organization has adopted an investment policy that attempts to maximize total return, including both capital appreciation and current income. Due to the infinite life of two of the agency funds and the Organization, the agency funds should generate income sufficient to sponsor the predetermined level of distributions each year. The principal in the Frances Linnell fund is permanently restricted while the earnings are not restricted. The principal in the Timothy Gutmann fund is permanently restricted while the earnings are temporarily restricted and are to be used in the placement of homeless dogs. The Organization may distribute funds at an annual rate not to exceed 4% of the total fund assets in these funds.

As required by generally accepted accounting principles net assets are reported based on the existence of donor-imposed restrictions. As required by the donor stipulations, the original gift is preserved at its fair value on the date of the donor-restricted endowment fund. The Organization classifies as donor restricted net assets (a) the original value of gifts donated to the permanent endowment and (b) the original value of subsequent gifts to the permanent endowment. The Organization considers the following factors when making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, and (3) general economic conditions.

Changes in the Beneficial Interest in Assets Held by Others as of June 30, 2022 are as follows:

Balance, Beginning of Year	\$ 158,005
Contributions	1,767
Investment Income	(13,851)
Amounts Appropriated for Expenditure	<u>(4,870)</u>
Balance, End of Year	<u>\$ 141,051</u>

NOTE 6: INVESTMENTS

Investments are currently available to fund operations and are carried at fair value. Cost and fair value as of June 30, 2022 are summarized as follows:

Fair Value:	
Common Stocks	\$ 193,837
Mutual Funds	<u>78,738</u>
Total Fair Value	<u>\$ 272,575</u>
Aggregate Cost	<u>\$ 211,627</u>

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 6: INVESTMENTS (Continued)

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2022:

Dividend and Interest Income	\$ 6,100
Investment Fees	(5,466)
Net Realized and Unrealized (Loss)	<u>(41,785)</u>
Investment Return	<u>\$ (41,151)</u>

NOTE 7: FAIR VALUE MEASUREMENTS

FASB Accounting Standards Codification (ASC) 820, *Fair Value Measurements*, provides a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820, are described as follows:

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

Level 2: Observable inputs other than Level 1 process, such as quoted process for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2022.

Common Stocks and Mutual Funds

Valued at the closing price reported on the active market on which the individual securities are traded.

Beneficial Interest in Assets Held by Maine Community Foundation

The beneficial interest in assets held by Maine Community Foundation in named funds is valued based on statements received from the trustee, market conditions, and other relevant data.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 7: FAIR VALUE MEASUREMENTS (Continued)

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

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	Total
Common Stocks	\$ 193,837	\$ -	\$ -	\$ 193,837
Mutual Funds	78,738	-	-	78,738
Beneficial Interest	<u>141,051</u>	<u>-</u>	<u>-</u>	<u>141,051</u>
Total	<u>\$ 413,626</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 413,626</u>

NOTE 8: NET ASSETS WITH DONOR RESTRICTIONS

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

Care and Prevention of Cruelty to Homeless Animals	\$ 122,400
Pavers	7,100
Cat Room	<u>1,111</u>
Net Assets with Donor Restrictions	<u>\$ 130,611</u>

Net assets of \$1,072,823 were released from restrictions in 2022, by incurring expenses satisfying the restricted purpose or by the occurrence of time or other events specified by the donors. Donor restricted net assets at June 30, 2022 to be maintained in perpetuity totaled \$112,560.

NOTE 9: EMPLOYER RETIREMENT PLAN

The Organization maintains a Simple IRA which covers employees who have received at least \$5,000 in compensation for two consecutive calendar years. The Organization will contribute a matching contribution to each employee's Simple IRA equal to the employee's salary reduction of up to 2% of the employee's compensation for the calendar year. Contributions to the Simple IRA for the year ended June 30, 2022 were \$8,202.

GREATER ANDROSCOGGIN HUMANE SOCIETY

NOTES TO FINANCIAL STATEMENTS

(Continued)

JUNE 30, 2022

NOTE 10: LIQUIDITY

The Organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows at June 30, 2022:

Cash and Cash Equivalents	\$ 1,499,682
Grants Receivable	14,158
Donor and Other Restrictions	<u>(8,211)</u>
Total Financial Assets Available within One Year	<u>\$ 1,505,629</u>

None of the financial assets, except as noted for donor restrictions, are subject to any other contractual restrictions. Accordingly, all such funds are available to meet the needs of the Organization in the next 12 months.

The Organization manages its liquidity by developing and adopting annual operating budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due.

NOTE 11: RISKS AND UNCERTAINTIES

An outbreak of a novel strain of coronavirus (COVID-19) has spread to the U.S. and in March 2020, the World Health Organization characterized COVID-19 as a pandemic. There has been no immediate impact on the Organization's operations, but the extent of the future impact of COVID-19 on the Organization's operational and financial performance is not known as of the date these financial statements were issued. Management will continue to monitor current conditions as the COVID-19 pandemic continues and will make further adjustments if considered necessary.