



wellsreserve
Wells National Estuarine
Research Reserve

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

AUDIT OF FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

AUDIT OF FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

	<u>PAGE</u>
<u>FINANCIAL STATEMENTS</u>	
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis (Unaudited)	3 - 6
Statement of Net Position	7 - 8
Statement of Revenues, Expenses, and Changes in Net Position	9 - 10
Statement of Cash Flows	11
Notes to Financial Statements	12 - 20
<u>ADDITIONAL INFORMATION</u>	
Schedule of Functional Expenses	21



Independent Auditor's Report

Board of Directors
Wells National Estuarine Research
Reserve Management Authority
Wells, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the enterprise fund of the Wells National Estuarine Research Reserve Management Authority (the Authority) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The Authority's 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the component unit Laudholm Trust, which represent 68 percent, 72 percent, and 41 percent, respectively, of the assets, net position, and revenues of the Authority. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Laudholm Trust, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the enterprise fund of the Authority, as of June 30, 2020, and the respective changes in financial position and, where applicable, the cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The Schedule of Functional Expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Schedule of Functional Expenses is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Functional Expenses is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2021, on our consideration of Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.



Berry Talbot Royer
Certified Public Accountants
Falmouth, Maine
June 30, 2021

Management's Discussion and Analysis (Unaudited)

The following discussion and analysis of the Wells National Estuarine Research Reserve Management Authority's (the Authority's) financial performance provides an overview of the Authority's financial activities for the year ended June 30, 2020 and is intended to serve as an introduction to the Authority's basic financial statements. Please read it in conjunction with the financial statements and the accompanying notes to those financial statements, which follow this section.

The Authority's financial statements include a separate legal entity, Laudholm Trust. Although legally separate, Laudholm Trust is included as a discretely presented component unit because of the significance of its financial relationship with the Authority.

Financial Highlights

- The Authority's net position increased by \$10,566 from the prior fiscal year-end balance. Of this amount, the plant fund had a decrease in net position of \$41,818, and the operating fund had an increase of \$52,384.
- The assets of the Authority exceeded its liabilities and deferred inflows of resources at the close of the current fiscal year by \$3,294,506 (net position). Of this amount, \$2,828,112 was invested in capital assets, and the remaining \$466,394 was unrestricted and may be used for the Authority's general operations. Of the unrestricted net position, \$193,480 was board-designated for education, research and stewardship, and \$272,914 was undesignated.
- Capital assets decreased by \$41,818 which is the net result of \$170,762 in additions and \$212,580 in current depreciation.

Overview of the Basic Financial Statements

The basic financial statements are comprised of the following:

- Independent Auditors' Report – This report is issued by the Authority's independent auditors. In it, the auditors explain that they audited the Authority's basic financial statements in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. It also expresses that, in the opinion of the auditors, the Authority's financial statements present fairly the Authority's financial position and the results of its operations and cash flows for the year ended June 30, 2020 in conformity with accounting principles generally accepted in the United States of America.
- Statement of Net Position – This statement presents information on all of the Authority's assets, liabilities and deferred inflows of resources, with the sum of assets, liabilities and deferred inflows of resources reported as net position.
- Statement of Revenues, Expenses, and Change in Net Position – This statement reports the operating and nonoperating revenues and expenses of the Authority as well as capital grants and contributions for the year ended June 30, 2020. It also shows how the Authority's net position changed during the fiscal year.
- Statement of Cash Flows – The statement of cash flows reports the sources and uses of the Authority's cash from operating activities, noncapital financing activities, capital and related financing activities, and investing activities. Sources and uses of cash are netted on the statement to show the Authority's net increase or decrease in cash for the year ended June 30, 2020.
- Notes to Financial Statements – The notes to the financial statements provide information about the Authority, its accounting policies, and additional information on amounts reported in other parts of the financial statements.
- Additional Information – This portion of the Authority's financial statements includes additional financial information that is not required to be included in the Authority's basic financial statements. The information is presented in the form of a schedule and is meant to assist the reader by providing additional information that the Authority believes would be useful to the readers of the financial statements. As with the basic financial statements, the Authority's auditors have also issued a report on this additional information. Their report states that the additional information is fairly stated in relation to the basic financial statements.

As explained in the independent auditors' report on the basic financial statements, the Authority's auditors have also issued a "Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*". This report is not a part of the basic financial statements but is considered an integral part of the audit of the Authority's financial statements in accordance with *Government Auditing Standards* and should be read in conjunction with the auditors' report on the basic financial statements.

Financial Analysis of the Authority

A summary of the Authority's net position at June 30, 2020 and 2019 follows:

	Net Position (in thousands)					
	Operating Fund		Plant Fund		Total	
	2020	2019	2020	2019	2020	2019
CURRENT ASSETS						
Cash	\$ 365	\$ 300	\$ -	\$ -	\$ 365	\$ 300
Other current assets	(13)	2	24	4	11	6
NONCURRENT ASSETS						
Restricted grants receivable	849	737	74	5	923	742
Capital assets	<u>-</u>	<u>-</u>	<u>2,828</u>	<u>2,870</u>	<u>2,828</u>	<u>2,870</u>
Total Assets	<u>1,201</u>	<u>1,039</u>	<u>2,926</u>	<u>2,879</u>	<u>4,127</u>	<u>3,918</u>
CURRENT LIABILITIES						
Accounts payable and accrued expenses	<u>137</u>	<u>74</u>	<u>19</u>	<u>4</u>	<u>156</u>	<u>78</u>
Total liabilities	<u>137</u>	<u>74</u>	<u>19</u>	<u>4</u>	<u>156</u>	<u>78</u>
DEFERRED INFLOWS OF RESOURCES						
Unearned revenue	<u>597</u>	<u>551</u>	<u>79</u>	<u>5</u>	<u>676</u>	<u>556</u>
Total deferred inflows of resources	<u>597</u>	<u>551</u>	<u>79</u>	<u>5</u>	<u>676</u>	<u>556</u>
NET POSITION						
Unrestricted	467	414	-	-	467	414
Invested in capital assets	<u>-</u>	<u>-</u>	<u>2,828</u>	<u>2,870</u>	<u>2,828</u>	<u>2,870</u>
Total net position	\$ <u>467</u>	\$ <u>414</u>	\$ <u>2,828</u>	\$ <u>2,870</u>	\$ <u>3,295</u>	\$ <u>3,284</u>

At June 30, 2020 the Authority had restricted grants receivable of \$922,753 restricted to research, education, stewardship and general operations. Grants are recorded on the books when awarded to the Authority but revenue is not recognized until all eligibility requirements imposed by the provider have been met, generally when qualifying expenditures are incurred. Grant funds are generally drawn down from the granting agency once these requirements are met. Of the \$922,753 in grants receivable, \$247,040 has been earned and can be drawn down and the remaining \$675,713 has not been earned and is included in unearned revenue and is separately reported in the Statement of Net Position as deferred inflows of resources at June 30, 2020.

By far the largest portion of the Authority's Net Position reflects investment in capital assets. These assets have been acquired using grants and other funds of the Authority. The Authority uses these capital assets in its program and supporting services; consequently these assets are not available for future spending. Unrestricted net position may be used to meet the Authority's ongoing obligations to its creditors.

The Statement of Revenues, Expenses, and Changes in Net Position presents information showing how the Authority's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. A condensed version of the Statement for the years ended June 30, 2020 and 2019 follows:

Results of Operations
(in thousands)

	<u>Operating Fund</u>		<u>Plant Fund</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
OPERATING REVENUES	\$ <u>100</u>	\$ <u>85</u>	\$ <u>20</u>	\$ <u>23</u>	\$ <u>120</u>	\$ <u>108</u>
OPERATING EXPENSES						
Education	459	389	-	-	459	389
Research	363	298	-	-	363	298
Stewardship	286	202	-	-	286	202
General and administrative	438	476	-	-	438	476
Depreciation	<u>-</u>	<u>-</u>	<u>213</u>	<u>212</u>	<u>213</u>	<u>212</u>
OPERATING INCOME (LOSS)	(1,446)	(1,280)	(193)	(189)	(1,639)	(1,469)
NONOPERATING REVENUES (EXPENSES)						
Federal grants	1,144	922	-	-	1,144	922
State grants	9	6	-	-	9	6
Laudholm Trust grants and support	380	358	-	-	380	358
Other nonoperating revenues	(34)	1	-	-	(34)	1
CAPITAL GRANTS AND CONTRIBUTIONS						
Federal grants	-	-	75	42	75	42
Laudholm Trust grants	-	-	69	21	69	21
Other grants	<u>-</u>	<u>-</u>	<u>7</u>	<u>6</u>	<u>7</u>	<u>6</u>
CHANGE IN NET POSITION	\$ <u>53</u>	\$ <u>7</u>	\$ (<u>42</u>)	\$ (<u>120</u>)	\$ <u>11</u>	\$ (<u>113</u>)

The Authority's operations are funded mainly by grants and other support which are considered to be nonoperating revenues in the financial statements. After including nonoperating revenues, the Operating Fund had an increase in net position of \$52,384 which increased unrestricted net position. For the year ended June 30, 2020 depreciation expense of the Plant Fund exceeded capital grants and contributions resulting in a decrease in net position of \$41,818.

Capital Assets

As of June 30, 2020 the Authority had \$2,828,112 invested in capital assets consisting of leasehold improvements, land, buildings, furniture and fixtures, equipment, trails and boardwalks, library and exhibits, and vehicles. The largest category, leasehold improvements, consists of improvements to historic Laudholm Farm where the Reserve facilities are situated which is owned by the Town of Wells, Maine. Capital assets decreased by \$41,818 which is the net result of \$170,762 in additions and \$212,580 in current depreciation.

This year's major additions included:

Leasehold improvements	\$	121,723
Furniture and fixtures		1,187
Equipment		31,400
Trails and boardwalks		2,093
Vehicles		<u>14,359</u>
	\$	<u>170,762</u>

COVID-19

During the year our operations were affected by the pandemic resulting from the outbreak of COVID-19, a new disease caused by a novel (or new) coronavirus that spread across the country in March of 2020. We took steps to ensure that our visitors and employees remained safe and healthy during the pandemic. Our actions included: Cancelling some programs and events; placing restrictions such as requiring masks and social distancing for programs and events that did take place as well as for visitors using the grounds and trails; closing or modifying access to our visitor center and other areas of the property open to the public; intensifying our cleaning and sanitizing routines; and encouraging our employees to work from home. While the changes to our operations have been significant, there has not been a significant impact on the operating and nonoperating revenues and expenses of the Authority.

Requests for information

This financial report is intended to provide an overview of the finances of the Authority for those with an interest in this organization. Questions concerning any information within this report may be directed to the Executive Director, 342 Laudholm Farm Road, Wells, Maine 04090.

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

STATEMENT OF NET POSITION

JUNE 30, 2020

	Primary Government			Component Unit
	Operating Fund	Plant Fund	Total	
ASSETS				
CURRENT ASSETS				
Cash	\$ 365,241	\$ -	\$ 365,241	\$ 232,898
Accounts receivable	10,723	-	10,723	17,225
Investments	-	-	-	7,439,667
Asset held for resale	-	-	-	30,900
Internal balances	(24,055)	24,055	-	-
Inventory	-	-	-	2,475
Total Current Assets	351,909	24,055	375,964	7,723,165
NONCURRENT ASSETS				
Restricted assets:				
Grants receivable	848,543	74,210	922,753	30,000
Beneficial interest in charitable trusts	-	-	-	1,103,214
Total Restricted Assets	848,543	74,210	922,753	1,133,214
Capital assets:				
Leasehold improvements	-	3,539,185	3,539,185	-
Land and buildings	-	2,610,994	2,610,994	97,950
Furniture and fixtures	-	76,372	76,372	10,247
Equipment	-	339,341	339,341	4,205
Trails and boardwalks	-	198,462	198,462	-
Library and exhibits	-	910,164	910,164	-
Vehicles	-	94,476	94,476	-
Less accumulated depreciation	-	(4,940,882)	(4,940,882)	(8,026)
Total Capital Assets	-	2,828,112	2,828,112	104,376
Total Noncurrent Assets	848,543	2,902,322	3,750,865	1,237,590
Total Assets	1,200,452	2,926,377	4,126,829	8,960,755

See Notes to Financial Statements

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

STATEMENT OF NET POSITION

JUNE 30, 2020

	Primary Government		Total	Component Unit
	Operating Fund	Plant Fund		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION				
CURRENT LIABILITIES				
Accounts payable	93,377	19,588	112,965	3,074
Accrued salaries	10,079	-	10,079	-
Accrued compensated absences	33,566	-	33,566	15,798
Total Current Liabilities	137,022	19,588	156,610	18,872
Total Liabilities	137,022	19,588	156,610	18,872
DEFERRED INFLOWS OF RESOURCES				
Unearned revenue	597,036	78,677	675,713	84,875
Total Deferred Inflows of Resources	597,036	78,677	675,713	84,875
NET POSITION				
Unrestricted:				
Board-designated for Education	103,341	-	103,341	-
Board-designated for Research	35,587	-	35,587	-
Board-designated for Stewardship	54,552	-	54,552	-
Board-designated Endowment	-	-	-	2,129,063
Undesignated	272,914	-	272,914	165,939
Restricted for:				
Endowment fund	-	-	-	2,355,232
Charitable trusts	-	-	-	1,103,214
Other purposes (spendable)	-	-	-	2,999,184
Invested in capital assets	-	2,828,112	2,828,112	104,376
Total Net Position	\$ 466,394	\$ 2,828,112	\$ 3,294,506	\$ 8,857,008

See Notes to Financial Statements

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2020

	Primary Government			Total	Component Unit
	Operating Fund		Plant Fund		
	Unrestricted	Restricted			
OPERATING REVENUES					
Charges for services	\$ 98,028	\$ -	\$ 20,219	\$ 118,247	\$ -
Fundraising events, net	-	-	-	-	130,875
Facility rentals, net	-	-	-	-	15,137
Other income	2,358	-	-	2,358	1,105
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Revenues	100,386	-	20,219	120,605	147,117
OPERATING EXPENSES					
Program services					
Education	127,926	331,333	-	459,259	-
Research	5,227	358,230	-	363,457	-
Stewardship	9,825	275,806	-	285,631	-
Contributions to Primary Government	-	-	-	-	444,395
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Program Services	142,978	965,369	-	1,108,347	444,395
Supporting services					
General and administrative	189,678	248,585	-	438,263	147,475
Fundraising	-	-	-	-	184,649
Depreciation	-	-	212,580	212,580	1,504
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Supporting Services	189,678	248,585	212,580	650,843	333,628
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Expenses	332,656	1,213,954	212,580	1,759,190	778,023
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
OPERATING INCOME (LOSS)	(232,270)	(1,213,954)	(192,361)	(1,638,585)	(630,906)
NONOPERATING REVENUES (EXPENSES)					
Federal grants	-	1,143,768	-	1,143,768	-
State grants	-	8,809	-	8,809	-
Laudholm Trust grants	166,174	97,088	-	263,262	-
Laudholm Trust indirect support	116,299	-	-	116,299	-
Other grants	-	60,804	-	60,804	-
Contributions	2,019	-	-	2,019	259,910
Memberships	-	-	-	-	119,722
Interest and dividends, net	162	-	-	162	82,427
Gains (losses) on investments	-	-	-	-	522,671
Gains (losses) on charitable trusts	-	-	-	-	(8,818)
Change in annuity obligations	-	-	-	-	(6,000)
Grants to others	-	(96,515)	-	(96,515)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Nonoperating Revenues (Expenses)	284,654	1,213,954	-	1,498,608	969,912

See Notes to Financial Statements

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2020

	Primary Government			Total	Component Unit
	Operating Fund		Plant Fund		
	Unrestricted	Restricted			
INCOME (LOSS) BEFORE CAPITAL GRANTS AND CONTRIBUTIONS	52,384	-	(192,361)	(139,977)	339,006
CAPITAL GRANTS AND CONTRIBUTIONS					
Federal grants	-	-	74,933	74,933	-
Laudhom Trust grants	-	-	68,610	68,610	-
Other grants	-	-	7,000	8,000	-
Total Capital Grants and Contributions	-	-	150,543	150,543	-
CHANGE IN NET POSITION	52,384	-	(41,818)	10,566	339,006
NET POSITION, BEGINNING OF YEAR	414,010	-	2,869,930	3,283,940	8,518,002
NET POSITION, END OF YEAR	\$ 466,394	\$ -	\$ 2,828,112	\$ 3,294,506	\$ 8,857,008

See Notes to Financial Statements

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2020

	Primary Government		
	Operating Fund	Plant Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 92,914	\$ 20,219	\$ 113,133
Payments to employees	(832,703)	-	(832,703)
Payments to suppliers for goods and services	(650,618)	-	(650,618)
Internal activity - payments to other funds	19,973	(19,973)	-
Other receipts (payments)	2,358	-	2,358
Net cash provided by (used in) operating activities	(1,368,076)	246	(1,367,830)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Noncapital grants, contributions and other support	1,529,785	-	1,529,785
Grants to others	(96,515)	-	(96,515)
Net cash provided by (used in) noncapital financing activities	1,433,270	-	1,433,270
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Capital grants and contributions	-	155,010	155,010
Acquisitions of capital assets	-	(155,256)	(155,256)
Net cash provided by (used in) capital and related financing activities	-	(246)	(246)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	162	-	162
Net cash provided by (used in) investing activities	162	-	162
NET INCREASE (DECREASE) IN CASH BALANCE	65,356	-	65,356
CASH BALANCE, BEGINNING OF YEAR	299,885	-	299,885
CASH BALANCE, END OF YEAR	\$ 365,241	\$ -	\$ 365,241
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (1,446,224)	\$ (192,361)	\$ (1,638,585)
Adjustments:			
Depreciation expense	-	212,580	212,580
Change in assets and liabilities:			
Internal balances	19,973	(19,973)	-
Accounts receivable	(5,114)	-	(5,114)
Accounts payable	47,873	-	47,873
Accrued salaries	5,920	-	5,920
Accrued compensated absences	9,496	-	9,496
Net cash provided by (used in) operating activities	\$ (1,368,076)	\$ 246	\$ (1,367,830)

See Notes to Financial Statements

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1 – Summary of Accounting Policies

The Wells National Estuarine Research Reserve Management Authority (the Authority) was established in 1990 as an instrumentality of the State of Maine to support and promote the interests of the Wells National Estuarine Research Reserve.

The Authority operates to: manage and sustain the coastal lands and other resources within the Reserve; further coordination and cooperation among state agencies, the National Oceanic and Atmospheric Administration, the Town of Wells, the United States Fish and Wildlife Service and the Laudholm Trust; develop and implement programs for estuarine research, monitoring, education and training; and provide public access and opportunities for public enjoyment compatible with the protection of the Reserve's natural resources.

The accounting policies used by the Authority conform to generally accepted accounting principles (GAAP) as applicable to governmental units. Significant policies are described below:

Reporting Entity – The Authority meets the criteria established by the Governmental Accounting Standards Board to be considered a primary governmental entity for financial reporting purposes. As required by GAAP, these financial statements present the Wells National Estuarine Research Reserve Management Authority (the Primary Government) and its component unit. Component units are legally separate organizations that are either financially accountable to the primary government or must be included to keep the financial statements from being misleading or incomplete because of the nature or significance of their relationships to the primary government. The component unit discussed below has been included in the Authority's financial reporting entity because of the significance of its financial relationship with the Authority.

Discretely Presented Component Unit – Laudholm Trust – Laudholm Trust, a not-for-profit organization, is a fund-raising organization providing support for estuarine ecosystems, primarily the Wells National Estuarine Research Reserve and the historic site of Laudholm Farm. Laudholm Trust is included in the Authority's financial statements because of the significance of its financial relationship with the Authority.

Laudholm Trust has issued separate financial statements for the fiscal year ended June 30, 2020. Complete financial statements may be obtained at the Trust's administrative offices: Laudholm Trust, 342 Laudholm Farm Road, Wells, Maine 04090 or at www.laudholm.org.

Financial Reporting – The Authority follows the provisions of the Governmental Accounting Standards Board (GASB): Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus*, and Statement No. 38, *Certain Financial Statement Note Disclosures*, which establish the financial reporting standards for all state and local government entities.

The accompanying financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting and reflect transactions on behalf of the Authority, the reporting entity. As allowed by GASB Statement No. 34, the Authority accounts for its operations using enterprise fund accounting and reporting.

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met, generally when qualifying expenditures are incurred.

Under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Government Entities that Use Proprietary Fund Accounting*, the Authority has adopted the option to apply only those Financial Accounting Standards Board (FASB) statements and interpretations issued before November 30, 1989, that do not conflict with or contradict GASB pronouncements. Only GASB pronouncements issued after this date will be followed.

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1 – Summary of Accounting Policies (continued)

Financial Reporting (continued) – Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with an enterprise fund’s ongoing operations. The principal operating revenues of the Authority’s enterprise funds are charges to customers for services. Operating expenses for enterprise funds include the cost of services provided, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Authority’s policy to use restricted resources first, then unrestricted resources, as they are needed.

Fund Accounting – To ensure observance of limitations and restrictions placed on the use of the resources available to the Authority, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

The assets, liabilities, and fund balances of the Authority are reported in two self-balancing fund groups as follows:

- Operating funds, which include unrestricted and restricted resources, represent the portion of expendable funds that are available for support of Authority operations and program services.
- Plant funds represent all property, plant and equipment owned by the Authority.

Capital Assets – Purchased assets are carried at cost. Contributed assets are carried at their estimated fair market value at the time of the gift. For the Authority, major additions over \$5,000 are included in the property accounts while maintenance and repairs which do not improve or extend the life of the assets are expensed currently. For the Authority’s discretely presented component unit, Laudholm Trust, the policy is to capitalize costs for major additions over \$1,000. Depreciation is computed by the straight-line method based on the estimated useful lives of the assets. See Note 4.

Capital Grants and Contributions – Funds provided by grants from federal and state governments, and Laudholm Trust, which are restricted to the construction and improvement of the Authority’s capital assets are recorded as income from capital grants and contributions.

Net Position – Net position comprises the various net earnings from operating income, nonoperating revenues and expenses, and capital grants and contributions. Net position is classified in the following three components:

Invested in capital assets – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings, if any, that are attributable to the acquisition, construction or improvement of those assets.

Restricted – This component of net position consists of constraints imposed by grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 1 – Summary of Accounting Policies (continued)

Financial Reporting (continued) – Unrestricted net position – This component of net position consists of assets that do not meet the definition of “restricted” or “invested in capital assets.”

Cash and Cash Equivalents – For the purposes of the Statement of Cash Flows, the Authority considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Internal Balances – During the course of operations numerous transactions occur between funds that may result in amounts owed between funds. Interfund receivables and payables outstanding are referred to as “internal balances” and normally arise from differences in the timing of expenditures and related grant drawdowns.

Compensated Absences – Under certain circumstances, employees of the Authority are allowed to accumulate annual leave. This amount is included as a liability in the financial statements.

Investments – The Authority’s discretely presented component unit, Laudholm Trust, carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Net Position. Unrealized gains and losses are included in the change in net position in the accompanying Statement of Revenues, Expenses, and Changes in Net Position.

Fair Value of Financial Instruments – For the Authority’s discretely presented component unit, Laudholm Trust, the fair value of all reported assets and liabilities which represent financial instruments, none of which are held for trading purposes, approximates the carrying value of such amounts unless otherwise indicated.

Inventory – The Authority’s discretely presented component unit, Laudholm Trust, values inventory at the lower of cost or market determined by the first-in, first-out method.

Income Taxes – The Authority’s discretely presented component unit, Laudholm Trust, is exempt from Federal income taxes under the provisions of the Internal Revenue Service Code as an entity described in Section 501(c)(3). The Trust has been classified as a publicly supported Trust that is not a private foundation under Section 509(a) of the Internal Revenue Service Code. Therefore, no provision for income taxes has been made.

Donated Assets and Services – For the Authority’s discretely presented component unit, Laudholm Trust, donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation. Contributed professional services are recognized if the services received (a) create or enhance long-lived assets or (b) require specialized skills and are provided by individuals possessing those skills that would typically need to be purchased if not provided by donation.

Use of Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Expense Allocation – The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Revenues, Expenses, and Changes in Net Position. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 2 – Memorandums of Understanding

The Authority has entered into memorandums of understanding with the Town of Wells, the State of Maine Department of Agriculture, Conservation and Forestry/Bureau of Parks and Lands, the National Oceanic and Atmospheric Administration, the United States Fish and Wildlife Service and Laudholm Trust. These agreements outline each entity's responsibilities in relation to the operation of the Reserve and the management of the property included within the boundaries of the Reserve. The Authority's responsibilities in these agreements are generally to manage the Reserve consistent with the Wells National Estuarine Research Reserve Management Plan 2019 - 2024.

Note 3 – Cash Deposits and Investments

The Authority has no formal investment policy. The Authority makes all deposits pursuant to State of Maine Statutes. The Authority's discretely presented component unit, Laudholm Trust, has an investment policy which complies with State of Maine Statutes.

Deposits

At June 30, 2020, the carrying amount of the Authority's deposits with financial institutions was \$364,841 and the bank balance was \$378,607. The difference between the carrying amount and the bank balance is due primarily to outstanding checks and deposits in transit. Of the bank balance, \$346,067 was covered by federal depository insurance and \$32,540 was uninsured.

At June 30, 2020, the carrying amount of the discretely presented component unit's deposits with financial institutions was covered by federal depository insurance, the Securities Investor Protection Corporation, or by additional insurance.

Investments

The Authority's discretely presented component unit, Laudholm Trust, records investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Net Position. Unrealized gains and losses are included in the change in net position in the accompanying Statement of Revenue, Expenses, and Changes in Net Position. Investments include gifts that are subject to donor or legal restrictions as well as other unrestricted gifts and funds, which are invested to provide support for Trust activities in accordance with Trustee direction. Investments, at fair value, are classified in the Statement of Net Position at June 30, 2020 as follows:

Cash and cash equivalents	\$ 74,119
U.S. government treasuries	1,140,801
Mutual funds	155,572
Corporate equities	<u>6,069,175</u>
Total investments	\$ <u>7,439,667</u>

Note 4 – Capital Assets

Depreciation is computed by the straight-line method using the following estimated useful lives:

Leasehold improvements	25 years
Buildings	25 years
Furniture and fixtures	10 years
Equipment	5-10 years
Trails and boardwalks	15 years
Library and exhibits	7 years
Vehicles	5 years

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 4 – Capital Assets (continued)

Leasehold improvements consist of improvements to land and buildings owned by the Town of Wells, Maine. The land consists of historic Laudholm Farm on 240 acres where the Reserve facilities are situated. The Authority has certain rights, including the rights to use, manage, and improve the property, as outlined in an easement deed granted to the Authority by the Inhabitants of the Town of Wells on August 7, 1992.

Land and buildings of the primary government consist of two parcels. The first one consists of approximately 37 acres of land and buildings situated on Laudholm Farm Road in the Town of Wells, Maine. The property is used for dormitories for visiting scientists and educators. The deed transferring this property to the Authority prohibits the Authority from mortgaging or selling this property. The property is to be held intact. In the event that the provisions of the deed are violated, title will automatically pass to the Catholic Church Extension Society of the United States of America which would be free to dispose of the property at a public or private sale. The second parcel consists of approximately 5 acres of land and buildings located adjacent to the Reserve facilities.

Land of the component unit consists of 4 parcels of land which are unrestricted and expendable.

Capital asset activity of the primary government for the year ended June 30, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 1,053,519	\$ -	\$ -	\$ 1,053,519
Furniture and fixtures	<u>23,300</u>	<u>-</u>	<u>-</u>	<u>23,300</u>
Total capital assets not being depreciated	<u>1,076,819</u>	<u>-</u>	<u>-</u>	<u>1,076,819</u>
Other capital assets:				
Leasehold improvements	3,417,462	121,723	-	3,539,185
Buildings	1,557,475	-	-	1,557,475
Furniture and fixtures	51,885	1,187	-	53,072
Equipment	356,528	31,400	(48,587)	339,341
Trails and boardwalks	196,369	2,093	-	198,462
Library and exhibits	910,164	-	-	910,164
Vehicles	<u>111,349</u>	<u>14,359</u>	(<u>31,232</u>)	<u>94,476</u>
Total other capital assets	<u>6,601,232</u>	<u>170,762</u>	(<u>79,819</u>)	<u>6,692,175</u>
Less accumulated depreciation:				
Leasehold improvements	(2,558,461)	(96,631)	-	(2,655,092)
Buildings	(832,516)	(62,299)	-	(894,815)
Furniture and fixtures	(50,608)	(503)	-	(51,111)
Equipment	(288,253)	(27,429)	48,587	(267,095)
Trails and boardwalks	(118,460)	(7,735)	-	(126,195)
Library and exhibits	(887,778)	(4,477)	-	(892,255)
Vehicles	(<u>72,045</u>)	(<u>13,506</u>)	<u>31,232</u>	(<u>54,319</u>)
Total accumulated depreciation	(<u>4,808,121</u>)	(<u>212,580</u>)	<u>79,819</u>	(<u>4,940,882</u>)
Total other capital assets, net	<u>1,793,111</u>	(<u>41,818</u>)	<u>-</u>	<u>1,751,293</u>
Total capital assets, net	\$ <u>2,869,930</u>	\$ (<u>41,818</u>)	\$ <u>-</u>	\$ <u>2,828,112</u>

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 4 – Capital Assets (continued)

Capital asset activity of the discretely presented component unit for the year ended June 30, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 97,950	\$ -	\$ -	\$ 97,950
Furniture and fixtures	<u>1,300</u>	<u>-</u>	<u>-</u>	<u>1,300</u>
Total capital assets not being depreciated	<u>99,250</u>	<u>-</u>	<u>-</u>	<u>99,250</u>
Other capital assets:				
Furniture and fixtures	8,947	-	-	8,947
Equipment	<u>10,961</u>	<u>-</u>	(<u>6,756</u>)	<u>4,205</u>
Total other capital assets	<u>19,908</u>	<u>-</u>	(<u>6,756</u>)	<u>13,152</u>
Less accumulated depreciation:				
Furniture and fixtures	(5,010)	(900)	-	(5,910)
Equipment	(<u>8,269</u>)	(<u>603</u>)	<u>6,756</u>	(<u>2,116</u>)
Total accumulated depreciation	(<u>13,279</u>)	(<u>1,503</u>)	<u>6,756</u>	(<u>8,026</u>)
Total other capital assets, net	<u>6,629</u>	(<u>1,503</u>)	<u>-</u>	<u>5,126</u>
Total capital assets, net	\$ <u>105,879</u>	\$ (<u>1,503</u>)	\$ <u>-</u>	\$ <u>104,376</u>

Note 5 – Deferred Amounts

Grants receivable represent the balances of unrestricted and restricted grants, all of which are due to be received during the year ending June 30, 2021.

Grants receivable which are subject to restrictions are included in unearned revenue. The following is a summary of the changes in unearned revenue:

Balance at beginning of period	\$ 556,076
Additional restricted grants	<u>1,580,649</u>
	2,136,725
Less - funds expended during the period	<u>1,461,012</u>
Balance at end of period	\$ <u>675,713</u>

The unearned revenue amounts are more fully described as follows:

Restricted to education	\$ 87,336
Restricted to research	227,632
Restricted to stewardship	198,953
Restricted to general and administrative	83,115
Restricted to capital asset additions	<u>78,677</u>
	\$ <u>675,713</u>

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 6 – Support and Revenue

The Authority's major sources of revenue are federal grants and Laudholm Trust grants as follows:

- Federal grants are received from the National Oceanic and Atmospheric Administration within the U.S. Department of Commerce, the U.S. Department of the Interior Fish and Wildlife Service and National Park Service, the U.S. Department of Agriculture and the U.S. Environmental Protection Agency. Various grant awards are utilized by the Authority for operations, development, research, education, stewardship and monitoring purposes.
- Laudholm Trust provides the local matching funds required by the federal grants and additional support needed for operations and capital improvements. The Trust is a not-for-profit organization which raises money through membership dues, donations, facility rentals and fundraising activities and events with the primary goal to support the Authority.

The Authority also receives state, municipal, and private grants to support its operations, programs and capital improvements.

Note 7 – Pension Plan

The Authority has established a defined contribution pension plan for the benefit of its employees. Under this plan the Authority matches dollar for dollar up to 6.5% of each eligible employee's salary. Employees must have one year of service with the Authority before they can participate in the plan. The related pension expense of the primary government was \$29,817 for the year ended June 30, 2020. The Authority's discretely presented component unit, Laudholm Trust, has a similar plan with a related pension expense of \$13,656 for the year ended June 30, 2020.

Note 8 – Beneficial Interest in Charitable Trusts

The Authority's discretely presented component unit, Laudholm Trust, is the beneficiary of two perpetual trusts created by donors, the assets of which are not in possession of the Trust. The Trust has legally enforceable rights and claims relating to such assets, including the sole right to income therefrom. At June 30, 2020 the Trust has recorded its beneficial interest in these trusts of \$1,103,214. Net realized and unrealized gains (losses) and undistributed investment income, net of trust management fees related to the beneficial interests are reported as changes in restricted net position based on explicit donor stipulations. Distributions received from the trusts during 2020 amounted to \$43,815. Distributions are included in contributions.

Note 9 – Charitable Gift Annuity Agreements

For the Authority's discretely presented component unit, Laudholm Trust, amounts due to others under charitable gift annuity agreements represent guarantees to pay a fixed amount to the donor for the life of the donor. At June 30, 2020 the Trust had obligations under two separate agreements. The assets received have generally been invested in savings accounts, the earnings from which are used to offset the payments required under one of the agreements. An annuity has been purchased from an insurance company, the payments from which are used to offset the payments required under the other agreement. In the year of a new gift, the difference between the amount received and the present value of the future annuity payments is recorded as a contribution. The present value of future annuity payments is determined based on the ages and life expectancies of the donors as of the date of the gift, using a discount rate that approximates the Trust's rate of return on invested assets.

WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 10 – Line of Credit

The Authority's discretely presented component unit, Laudholm Trust, has a line of credit with a commercial bank which provides for borrowings of up to \$50,000. The line of credit is unsecured. There were no borrowings under the line of credit as of June 30, 2020. This line of credit has been extended through July 22, 2022.

Note 11 – Donated Materials and Services

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. Contributed professional services are recognized if the services received (a) create or enhance long-lived assets or (b) require specialized skills and are provided by individuals possessing those skills that would typically need to be purchased if not provided by donation.

Note 12 – Assets Measured at Fair Value on a Recurring Basis

The Authority's discretely presented component unit, Laudholm Trust, follows FASB ASC 820-10 Fair Value Measurements, whereby the Trust is required to disclose for its assets and liabilities measured at fair value on a recurring basis the inputs used to determine those fair value measurements. The guidance 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 and liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are as follows:

- *Level 1:* Level 1 inputs are quoted prices in active markets for identical assets and liabilities that an entity has the ability to access at a measurement date.
- *Level 2:* Level 2 inputs are inputs other than quoted prices that are observable for the specific asset or liability, either directly or indirectly.
- *Level 3:* Level 3 inputs are unobservable inputs for the asset or liability in which little or no market activity is available for the asset or liability at the measurement date.

The following is a description of the valuation methodologies used for Level 2 assets measured at fair value:

- *Beneficial interest in charitable trusts:* Valued using readily available quoted market prices of the asset's underlying investments.

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 Trust's management 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.

At June 30, 2020 the Trust calculated fair value measurements using inputs corresponding to the following levels:

- *Level 1:* Cash and Investments.
- *Level 2:* Beneficial interest in charitable trusts.

Note 13 – Restricted Net Assets

Restricted net position of the Authority's discretely presented component unit, Laudholm Trust, at June 30, 2020 consisted of the following:

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020

Note 13 – Restricted Net Assets (continued)

Endowment fund net position consists of various donor restricted permanent endowments with the primary goal to support the Wells National Estuarine Research Reserve with income restricted as follows:

Unrestricted	\$ 394,000
Restricted to educational programs	341,885
Restricted to research programs	1,423,240
Restricted to library support	97,675
Restricted to junior research programs	50,949
Restricted to landscape beautification	5,000
Restricted to support of historic buildings	<u>42,483</u>
Total endowment fund	\$ <u>2,355,232</u>

Charitable trusts more fully described in a separate footnote with the primary goal to support the Wells National Estuarine Research Reserve with income restricted as follows:

Unrestricted	\$ <u>1,103,214</u>
Total charitable trusts	\$ <u>1,103,214</u>

Other amounts temporarily restricted to be spent as follows:

Accumulated endowment earnings restricted to:	
Restricted to research programs	\$ 1,305,431
Restricted to educational programs	579,175
Other restricted amounts	1,077,078
Pledges receivable	30,000
Other grants	<u>7,500</u>
Total restricted for other purposes (spendable)	\$ <u>2,999,184</u>

Note 14 – Lease of Office Space

The Authority has entered into two separate agreements to lease office space to other organizations. The first lease, entered into on March 6, 2019, provides 225 square feet of office space to a state university. The term of the lease is for the three years ending June 30, 2022, and may be extended upon agreement of both parties. The lease calls for annual rent of \$6,000 for the fiscal year ended June 30, 2020, with \$500 increases for the remaining two years. The second lease was entered into on December 12, 2019 and provides 225 square feet of office space to a not-for-profit organization. The term of the lease is for the three years ending June 30, 2022, and may be extended upon agreement of both parties. The lease calls for annual rent of \$6,000 plus an annual overhead fee of \$1,500 for access to, and use of, additional meeting spaces and certain office equipment.

Note 15 – Subsequent Events

Subsequent events have been evaluated by management through June 30, 2021. June 30, 2021 is the date the financial statements were available to be issued. There are no subsequent events that were material to the financial statements at June 30, 2021.

ADDITIONAL INFORMATION

**WELLS NATIONAL ESTUARINE RESEARCH
RESERVE MANAGEMENT AUTHORITY**

SCHEDULE OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2020

	Primary Government				Component Unit	
	Program Services			Supporting Services	Supporting Services	
	Education	Research	Stewardship	General and Administrative	General and Administrative	Fundraising
EXPENSES						
Salaries	\$ 269,422	\$ 211,948	\$ 144,413	\$ 222,336	\$ 82,765	\$ 118,084
Payroll taxes and benefits	84,678	68,178	30,225	39,913	30,875	43,579
Contracted services	27,508	1,500	81,410	39,931	-	-
Docent and volunteer expenses	8,032	-	-	-	-	-
Insurance	-	-	-	11,465	7,424	-
Miscellaneous	665	1,685	2,240	5,877	46	-
Postage	-	-	-	786	633	5,699
Printing	11,370	-	-	38	-	-
Professional fees	-	-	-	45,409	23,202	7,734
Recognition	-	-	-	-	-	2,150
Repairs and maintenance	-	-	-	63,208	384	-
Staff development	1,525	150	1,748	6,175	341	341
Subscriptions and memberships	-	788	-	4,050	191	382
Supplies	21,937	52,564	3,775	15,949	1,479	5,918
Travel	21,132	7,894	4,490	2,829	135	762
Utilities and telephone	-	-	-	29,367	-	-
Indirect allocation	12,990	18,750	17,330	(49,070)	-	-
Total Expenses	\$ 459,259	\$ 363,457	\$ 285,631	\$ 438,263	\$ 147,475	\$ 184,649