

**THE BLACK ROCK FOREST
CONSORTIUM, INC.
d/b/a
BLACK ROCK FOREST**

**Financial Statements
for the years ended
September 30, 2021
and
September 30, 2020**

Independent Auditor's Report

To the Board of Directors of
The Black Rock Forest Consortium, Inc.
d/b/a Black Rock Forest

We have audited the accompanying financial statements of The Black Rock Forest Consortium, Inc. d/b/a Black Rock Forest which comprise the statement of financial position as of September 30, 2021 and September 30, 2020 and the related statements of activities, functional expenses and cash flows for the years then ended and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Black Rock Forest Consortium, Inc. d/b/a Black Rock Forest as of September 30, 2021 and September 30, 2020 and the results of its activities and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Condon O'Meara McGinty & Donnelly LLP

May 17, 2022

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Statement of Financial Position

Assets

	September 30	
	2021	2020
Current assets		
Cash	\$ 1,016,620	\$ 971,041
Investments, at fair value	15,715,423	13,994,811
Accounts receivable	23,301	13,193
Contributions receivable, net	165,475	247,266
Prepaid expenses	26,314	22,153
Total current assets	16,947,133	15,248,464
Contributions receivable, net of current portion	-	39,896
Property and equipment, net	1,453,116	1,515,659
Total assets	\$ 18,400,249	\$ 16,804,019

Liabilities and Net Assets

Current liabilities		
Accounts payable and accrued expenses	\$ 8,153	\$ 21,704
Deferred revenue	232,214	38,640
Total current liabilities	240,367	60,344
PPP Loan	-	168,304
Total liabilities	240,367	228,648
Net assets		
Without donor restrictions		
Undesignated	7,704,142	5,273,094
Board-designated funds		
William T. Golden Fund	2,946,504	3,320,904
Educator Fund	1,850,325	1,945,602
David N. Redden Conservation		
Science Fund	288,317	305,561
Postdoctoral Fellowship and Higher		
Education Fund	1,009,310	1,174,255
Total without donor restrictions	13,798,598	12,019,416
With donor restrictions		
Temporary	2,173,398	2,368,069
Perpetual	2,187,886	2,187,886
Total with donor restrictions	4,361,284	4,555,955
Total net assets	18,159,882	16,575,371
Total liabilities and net assets	\$ 18,400,249	\$ 16,804,019

See notes to financial statements.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Statement of Activities

	For the Years Ended September 30					
	2021			2020		
	Without Donor Restrictions			Without Donor Restrictions		
	Undesignated	Board-Designated	Total	Undesignated	Board-Designated	Total
Support and revenue						
Program contributions						
Education and research	\$ 9,252	\$ -	\$ 9,252	\$ 55,833	\$ -	\$ 55,833
Natural Heritage	32,653	-	32,653	-	-	-
Conservation	-	-	-	-	-	-
Other contributions	282,416	250	282,666	334,403	2,500	336,903
Government grant – PPP	168,304	-	168,304	-	-	-
Bequest	-	-	-	-	4,680,638	4,680,638
Fundraising events	174,730	-	174,730	128,765	-	128,765
Membership dues	207,900	-	207,900	355,209	-	355,209
Lodging and other	30,375	-	30,375	22,200	-	22,200
Interfund transfer	(70,000)	70,000	-	-	-	-
Interest and dividends	305,881	-	305,881	200,108	-	200,108
Released from designation	722,116	(722,116)	-	486,327	(486,327)	-
Net assets released from restrictions	250,504	-	250,504	160,491	-	160,491
Total support and revenue	2,114,131	(651,866)	1,462,265	1,267,594	4,196,811	5,986,528
Expenses						
Program services	1,308,151	-	1,308,151	1,211,861	-	1,211,861
Supporting activities						
Management and general	263,070	-	263,070	296,682	-	296,682
Fundraising	160,225	-	160,225	131,207	-	131,207
Total supporting activities	423,295	-	423,295	427,889	-	427,889
Total expenses	1,731,446	-	1,731,446	1,639,750	-	1,639,750
Increase (decrease) in net assets before other addition	382,685	(651,866)	(269,181)	(194,671)	4,196,811	21,983
Realized and unrealized gain on investments	2,048,363	-	2,048,363	494,778	-	494,778
Increase (decrease) in net assets	2,431,048	(651,866)	1,779,182	1,584,511	4,196,811	21,983
Net assets, beginning of year	5,273,094	6,746,322	12,019,416	16,575,371	2,549,511	7,199,843
Net assets, end of year	\$7,704,142	\$6,094,456	\$13,798,598	\$18,159,882	\$6,746,322	\$12,019,416
						\$4,555,955
						\$16,575,371

See notes to financial statements.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Statement of Functional Expenses

	For the Years Ended September 30							
	2021				2020			
	Supporting Activities				Supporting Activities			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Personnel services								
Payroll	\$ 609,111	\$ 137,043	\$ 91,511	\$ 837,665	\$ 585,873	\$ 146,358	\$ 85,524	\$ 817,755
Payroll taxes and employee benefits	226,041	50,878	33,974	310,893	213,148	53,245	31,115	297,508
Total payroll and payroll taxes and employee benefits	835,152	187,921	125,485	1,148,558	799,021	199,603	116,639	1,115,263
Other than personnel services								
Grants	24,127	-	-	24,127	33,563	-	-	33,563
Utilities	30,001	3,342	-	33,343	22,053	2,450	-	24,503
Telephone	8,448	2,253	563	11,264	8,437	2,250	562	11,249
Office and administrative services	25,502	8,500	-	34,002	21,673	7,224	-	28,897
Maintenance, equipment, repairs and supplies	45,811	-	-	45,811	49,605	-	-	49,605
Postage and delivery	1,381	1,381	-	2,762	1,172	1,172	-	2,344
Building and grounds maintenance	37,763	4,196	-	41,959	54,417	6,046	-	60,463
Professional fees	143,600	15,956	-	159,556	51,303	35,097	-	86,400
Education	21,957	-	-	21,957	32,498	-	-	32,498
Insurance	47,613	5,290	-	52,903	44,975	4,997	-	49,972
Newsletter	-	-	-	-	3,965	-	-	3,965
Conferences	1,951	-	-	1,951	1,140	-	-	1,140
Travel and meals	5,548	-	-	5,548	9,878	-	-	9,878
Bank charges	-	7,811	-	7,811	-	6,781	-	6,781
Fundraising event	3,797	-	34,177	37,974	1,555	-	14,006	15,561
Payroll services fees	-	18,388	-	18,388	-	22,194	-	22,194
Interest expense	-	-	-	-	-	756	-	756
Website	3,213	-	-	3,213	3,600	-	-	3,600
Depreciation and amortization	72,287	8,032	-	80,319	73,006	8,112	-	81,118
Total other than personnel services	472,999	75,149	34,740	582,888	412,840	97,079	14,568	524,487
Total	\$1,308,151	\$ 263,070	\$ 160,225	\$1,731,446	\$1,211,861	\$ 296,682	\$ 131,207	\$1,639,750

See notes to financial statements.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Statement of Cash Flows

	Years Ended September 30	
	<u>2021</u>	<u>2020</u>
Cash flows from operating activities		
Increase in net assets	\$1,584,511	\$4,841,556
Adjustments to reconcile increase in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization	80,319	81,118
Forgiveness of PPP loan	(168,304)	-
Realized and unrealized (gain) on investments	(2,048,363)	(494,778)
(Increase) decrease in current assets		
Accounts receivable	(10,108)	5,528
Contributions receivable	121,687	61,715
Prepaid expenses	(4,161)	(12,398)
Increase (decrease) in current liabilities		
Accounts payable and accrued expenses	(13,551)	(28,993)
Deferred revenue	<u>193,574</u>	<u>(112,937)</u>
Net cash provided by (used in) operating activities	<u>(264,396)</u>	<u>4,340,811</u>
Cash flows from investing activities		
Purchases of property and equipment	(17,776)	(262,634)
Proceeds from sale of securities, net	327,751	-
Purchase of securities	<u>-</u>	<u>(3,748,823)</u>
Net cash provided by (used in) investing activities	<u>309,975</u>	<u>(4,011,457)</u>
Cash flows from financing activities		
Proceeds from PPP loan	<u>-</u>	<u>168,304</u>
Net increase in cash	45,579	497,658
Cash, beginning of year	<u>971,041</u>	<u>473,383</u>
Cash, end of year	<u>\$1,016,620</u>	<u>\$ 971,041</u>

See notes to financial statements.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements
September 30, 2021 and September 30, 2020

Note 1 – Nature of organization

The Black Rock Forest Consortium, Inc. (the “Consortium”), is a New York not-for-profit corporation formed in 1989 that advances scientific understanding of the natural world through research, education and conservation. The Consortium manages and operates the Black Rock Forest, a 3,914 acre forest and scientific field station in the Hudson Highlands, 60 miles north of New York City, pursuant to a lease with the The Black Rock Forest Preserve, Inc. (the “Preserve”). The Consortium collaborates with its members – universities, schools, scientific and cultural institutions – to pursue and foster scientific inquiry and create education programs for K-16 students.

In December 2017, New York State Department of State approved the Consortium’s application to use Black Rock Forest as its business name.

In July 2016, the Preserve requested that the IRS reclassify the Preserve as a Type I supporting organization, as described in Section 509(a)(3) of the Code, of the Consortium. On March 31, 2017, the Preserve’s request was approved by the IRS and it is now a supporting organization of the Consortium.

A merger between the Consortium and Preserve is planned in which the Preserve will be incorporated into the Consortium.

Note 2 – Summary of significant accounting policies

Financial reporting

The Consortium classifies its net assets as follows:

Net assets without donor restrictions consist of amounts that can be spent at the discretion of the Consortium to support operations.

Net assets with donor restrictions consists of the following:

- Net assets with temporary donor restrictions consist of contributions restricted for a particular purpose or that relate to future periods.
- Net assets with perpetual donor restrictions consist of contributions that are restricted by the donor in perpetuity.

Revenue recognition

The Consortium receives substantially all of its revenue from individual and corporate contributors, educational institutions, public and private foundations, state and local governments and not-for-profit organizations.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 2 – Summary of significant accounting policies (continued)

Revenue recognition (continued)

Contributions are recorded as without or with temporary or perpetual donor restrictions support depending on the existence and/or nature of any donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions upon satisfaction of time or purpose restrictions.

Bequests are recorded as revenue when a legally binding obligation is received and when a fair value can reasonably be determined.

The Consortium submits claims for reimbursement for government contracts as expenses are incurred. Cost reimbursement under government contracts are subject to audit and adjustment by the government agency. The effects of any potential audit disallowances are not reflected in this report and management does not believe that any potential audit disallowances would have a material effect on the financial statements.

Cash and cash equivalents

The Consortium considers all highly liquid investments with original maturities of 90 days or less to be cash equivalents, other than cash held in the investment portfolio.

Investments

Investments are recorded at fair value. The fair value of the investments is based on publicly quoted market prices. The cost of investments sold is determined using the first-in, first-out method. Interest and dividends earned on perpetually restricted net assets are without donor restrictions. Realized gains or losses on the sale of investments are recorded in the undesignated fund.

Fair value measurements

Fair value refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. The fair value hierarchy gives the highest priority to quoted market prices in active markets and the lowest priority to unobservable data. Fair value measurements are required to be separately disclosed by level within the fair value hierarchy. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Observable inputs other than level 1 prices such as quoted prices of similar assets; quoted prices in markets with insufficient volume or infrequent transactions (less than active markets).

Level 3 – Unobservable inputs to the valuation methodology that are significant to the measurement of fair value of assets.

THE BLACK ROCK FOREST CONSORTIUM, INC.
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Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 2 – Summary of significant accounting policies (continued)

Allowance for doubtful accounts

As of September 30, 2021 and September 30, 2020, the Consortium's management has determined that there are potentially no uncollectible receivables and thus, an allowance for doubtful accounts is not necessary. Such estimate is based on management's experience, the aging of receivables, subsequent receipts and current economic conditions.

Property and equipment

Property and equipment are carried at cost if purchased or, if donated, they are carried at fair value as of the date of the donation. The Consortium capitalizes items over a nominal amount and with an estimated useful life greater than one year. Depreciation and amortization are provided using the straight-line method over the estimated useful lives of the respective assets, which range from five to thirty-nine years. During the 2021 and 2020 fiscal years, fully depreciated assets totaling \$38,289 and \$24,789, respectively, were deleted from the accounts of the Consortium.

Deferred revenue

Membership dues are recognized ratably as revenue over the membership period. Amounts not yet earned as of the statement of financial position date are reported as deferred revenue.

Functional expenses

The costs of providing the various programs and activities are summarized on a functional basis in the statement of activities. Expenses that are incurred for a specific program are classified as an expense of that program. Indirect expenses, such as the cost of the Consortium's staff, have been allocated based on time spent in conjunction with a specific program or supporting service.

Concentrations of credit risk

The Consortium's financial instruments that are potentially exposed to concentrations of credit risk consist primarily of cash, investments and accounts and contributions receivable. The Consortium invests its cash in financial instruments issued by financial institutions that it believes to be of a high quality. The Consortium has not experienced any losses in such accounts to date. The Consortium's investments are exposed to various risks such as interest rate, market volatility, liquidity and credit. Due to the level of uncertainty related to the foregoing risks, it is reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statement of financial position as of September 30, 2021. The Consortium's accounts and contributions receivable consist principally of amounts due from various donors. The Consortium believes no significant concentrations of credit risk exist with respect to its cash, investments and accounts and contributions receivable.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 2 – Summary of significant accounting policies (continued)

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. The estimates and assumptions affect the reported amounts of assets and liabilities, the 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. Actual results could differ from those estimates.

Risks and uncertainties

The economic impact of the ongoing coronavirus pandemic on the Consortium's future financial operations is not readily determinable.

Subsequent events

The Consortium has evaluated events and transactions for potential recognition or disclosure through May 17, 2022, which is the date the financial statements were available to be issued.

Note 3 – Liquidity and availability of financial assets

The Consortium's working capital and cash flows have seasonal variations during the year attributable to the annual cash receipts from membership dues, contributions and other revenue items.

The following is a summary of the Consortium's financial assets as of September 30, 2021 and September 30, 2020 that are available for general use within one year of the statement of financial position date:

	<u>2021</u>	<u>2020</u>
Cash	\$ 1,016,620	\$ 971,041
Investments, at fair value	15,715,423	13,994,811
Accounts receivable	23,301	13,193
Contributions receivable net – current portion	<u>165,475</u>	<u>247,266</u>
Sub-total	16,920,819	15,226,311
Less: Board-designated funds	(6,094,456)	(6,746,322)
Net assets with perpetual donor restrictions	<u>(2,187,886)</u>	<u>(2,187,886)</u>
Total financial assets	<u>\$ 8,638,477</u>	<u>\$ 6,292,103</u>

The Board-designated funds can be used upon approval of the Board of Directors.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 3 – Liquidity and availability of financial assets (continued)

The cash amount listed for 2021 and 2020 includes \$600,000 that the Board designated for use as a Reserve fund in potential future cases when there may be a pressing need for cash when market conditions make it undesirable to liquidate invested funds.

Note 4 – Investments, at fair value

Investments consist of the following as of September 30, 2021 and September 30, 2020:

	2021		Fair Value Level
	Cost	Fair Value	
Cash	\$ 305,784	\$ 305,784	
Mutual funds			
Equities			
U.S. Large Cap	2,152,373	3,717,220	1
U.S. Mid Cap	685,469	1,147,102	1
U.S. Small Cap	501,491	816,514	1
Global	3,116,774	3,842,908	1
Fixed income	4,941,960	5,073,489	1
Index Fund			
Real estate investment trust	641,230	812,406	1
Total	<u>\$ 12,345,081</u>	<u>\$ 15,715,423</u>	
	2020		Fair Value Level
	Cost	Fair Value	
Cash	\$ 3,061,924	\$ 3,061,924	
Mutual funds			
Equities			
U.S. Large Cap	1,759,243	2,573,800	1
U.S. Mid Cap	588,688	781,184	1
U.S. Small Cap	439,007	525,995	1
Global	2,589,835	2,687,697	1
Fixed income	3,559,170	3,849,098	1
Index Fund			
Real estate investment trust	528,521	515,113	1
Total	<u>\$ 12,526,388</u>	<u>\$ 13,994,811</u>	

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 5 – Contributions receivable, net (continued)

The Consortium has contribution receivables due in installments through fiscal 2022. The long-term receivables have been discounted to a net present value using interest rates ranging from 1.61% to 1.63%. Contributions receivable are due as follows as of September 30, 2021 and September 30, 2020:

	<u>2021</u>	<u>2020</u>
Current	\$ 165,475	\$ 247,266
Long-term		
2021-2022 fiscal year	-	40,000
Less: present value discount	<u>-</u>	<u>104</u>
Sub-total	<u>-</u>	<u>39,896</u>
Total	<u>\$ 165,475</u>	<u>\$ 287,162</u>

Note 6 – Property and equipment, net

Property and equipment consist of the following:

	<u>September 30</u>	
	<u>2021</u>	<u>2020</u>
Leasehold improvements		
Sibyl's Pathway	\$ 774,837	\$ 774,837
Moretti Center	333,186	333,186
Transportation, grounds and other operating equipment	414,102	399,602
Forest field equipment, Mesh Network and computers	<u>355,487</u>	<u>352,211</u>
Total	1,877,612	1,859,836
Less: accumulated depreciation and amortization	<u>424,496</u>	<u>344,177</u>
Net property and equipment	<u>\$1,453,116</u>	<u>\$1,515,659</u>

Note 7 – Board-designated funds

The following is a summary of the Consortium's Board-designated funds:

William T. Golden Fund

In the 2016 fiscal year, the Consortium established the Board-designated William T. Golden Fund to ensure a balanced annual operations budget and to build fiscal security. For the 2021 and 2020 fiscal years, the Board released from designation \$444,400 and \$329,000, respectively, from the William T. Golden Fund to operations. In 2021, \$70,000 was transferred to the William T. Golden Fund from undesignated funds.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 7 – Board-designated funds (continued)

Educator Fund

In the 2017 fiscal year, the Consortium established the Educator Fund, which is to be used to hire a master science educator to co-develop and broaden curriculum, creating a regional center dedicated to increasing science proficiency and educational innovation. During the 2021 and 2020 fiscal years, the Board of Directors approved the release of \$95,277 and \$54,398, respectively, from the Educator fund to operations. During June 2020, the Board of Directors approved an increase in the fund balance to \$2,000,000.

David N. Redden Conservation Science Fund

In the 2018 fiscal year, the Consortium established the David N. Redden Conservation Science Fund, which will be directed primarily toward conservation research and training in Black Rock Forest and the surrounding Hudson Highlands and lower Hudson Valley regions. During the 2021 and 2020 fiscal years, the Board of Directors approved the release of \$17,244 and \$60,184, respectively, from the fund to operations.

Postdoctoral Fellowship and Higher Education Fund

The Postdoctoral Fellowship and Higher Education Fund was established in 2013 with a goal of ensuring robust future forest and sustainability science research by hiring for successive two-year terms a series of Postdoctoral Fellows in forest ecology. A number of individuals and foundations contributed to the successful, multi-year campaign to reach a funding level capable of sustaining such a program. A sufficient fund balance was reached by the fall of 2018 to officially announce the program and hire the first Postdoctoral Fellow who started in 2020. During the 2021 and 2020 fiscal years, the Board of Directors approved the release of \$165,195 and \$42,745, respectively, from this fund to operations. During September 2020, a portion of the Fund was designated to support higher education and thus the Fund name was changed accordingly.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 7 – Board-designated funds (continued)

The following is a summary of the activity of the Board-designated funds for the years ended September 30, 2021 and September 30, 2020:

	2021				Balance, September 30, 2021
	Balance, September 30, 2020	Contributions	Released from Designation	Fund Transfers	
William T. Golden Fund	\$ 3,320,904	\$ -	\$ (444,400)	\$ 70,000	\$ 2,946,504
Educator Fund	1,945,602	-	(95,277)	-	1,850,325
David N. Redden Conservation Science Fund	305,561	-	(17,244)	-	288,317
Postdoctoral Fellowship and Higher Education Fund	<u>1,174,255</u>	<u>250</u>	<u>(165,195)</u>	<u>-</u>	<u>1,009,310</u>
	<u>\$ 6,746,322</u>	<u>\$ 250</u>	<u>\$ (722,116)</u>	<u>\$ 70,000</u>	<u>\$ 6,094,456</u>

	2020				Balance, September 30, 2020
	Balance, September 30, 2019	Contributions/ Bequest	Released from Designation		
William T. Golden Fund	\$ 1,303,766	\$ 2,346,138	\$ (329,000)		\$ 3,320,904
Educator Fund	800,000	1,200,000	(54,398)		1,945,602
David N. Redden Conservation Science Fund	365,745	-	(60,184)		305,561
Postdoctoral Fellowship and Higher Education Fund	<u>80,000</u>	<u>1,137,000</u>	<u>(42,745)</u>		<u>1,174,255</u>
	<u>\$ 2,549,511</u>	<u>\$ 4,683,138</u>	<u>\$ (486,327)</u>		<u>\$ 6,746,322</u>

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 8 – Net assets with temporary donor restrictions

The following is a summary of the activity of the net assets with temporary donor restrictions for the years ended September 30, 2021 and September 30, 2020:

		2021		
	Balance, September 30, 2020	Contributions	Net Assets Released	Balance, September 30, 2021
Research	\$ 2,368,069	\$ 55,833	\$ (250,504)	\$ 2,173,398

		2020		
	Balance, September 30, 2019	Contributions	Net Assets Released	Balance, September 30, 2020
Research	\$ 2,346,086	\$ 182,474	\$ (160,491)	\$ 2,368,069

As of September 30, 2021 and September 30, 2020, the following is a summary of the Postdoctoral fellowship program.

	2021	2020
Board-designated fund	\$ 1,009,310	\$ 1,174,255
Temporary donor restrictions	2,173,398	2,368,069
Total	\$ 3,182,708	\$ 3,542,324

Note 9 – Net assets with perpetual donor restrictions

The Consortium is required to act prudently when making decisions to spend or accumulate donor restricted endowment assets and in doing so to consider a number of factors including the duration and preservation of its donor restricted endowment funds. The Consortium classifies as net assets with perpetual donor restrictions the original value of gifts donated to the perpetual endowment. The investment return on such endowment funds is expendable for the purpose of maintaining and operating the Forest.

Funds with deficiencies

There were no endowment fund deficiencies as of September 30, 2021 and September 30, 2020.

THE BLACK ROCK FOREST CONSORTIUM, INC.
d/b/a BLACK ROCK FOREST

Notes to Financial Statements (continued)
September 30, 2021 and September 30, 2020

Note 9 – Net assets with perpetual donor restrictions (continued)

The following is a summary of the net assets with perpetual donor restrictions as of September 30, 2021 and September 30, 2020:

	<u>2021</u>	<u>2020</u>
Support Endowment - Consortium	<u>\$2,187,886</u>	<u>\$2,187,886</u>

Note 10 – Related party transactions

The Consortium and the Preserve have four common officers of the Board of Directors. The Consortium leases the Forest, Center and Lodge from the Preserve pursuant to a 20-year lease, which requires an annual rental payment of \$1 and expires on October 9, 2029. The Consortium is required to pay certain operating costs of the property, as outlined in the agreement.

In addition, an officer of the Board of Directors in is a member of the Board of Trustees for Open Space Institute Land Trust, Inc. (“OSILT”) that is a holder of a note for the Preserve.

Note 11 – 401(k) plan

The Consortium maintains a 401(k) plan for all eligible employees. Participants may defer a portion of their annual compensation in accordance with the limits established by the Internal Revenue Code. The Consortium made contributions to the plan totaling \$61,739 and \$53,900 for the 2021 and 2020 fiscal years, respectively.

Note 12 – Paycheck Protection Program loan payable

On April 13, 2020, the Consortium received \$168,304 under the Paycheck Protection Program (“PPP”) from the Small Business Administration (“SBA”) which was a business loan program established under the Coronavirus Aid, Relief and Economic Security Act. The Consortium had elected to record the proceeds as a liability until the loan was, in part or wholly, forgiven and the Consortium was released from having to repay the loan. During 2021, the Consortium expended all of the PPP funds received on qualified expenses and filed an application for PPP loan forgiveness. During August 2021, the PPP loan forgiveness application was approved by the SBA and as a result, the Consortium recorded grant revenue of \$168,304.

Note 13 – Tax status

The Consortium is a not-for-profit organization and qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. In addition, the Consortium has been determined by the Internal Revenue Service to be a publicly supported organization, and not a private foundation, under the meaning of 509(a)(2) of the Code. The Consortium qualifies for the maximum charitable contribution deduction by donors.