

CAMP FIRE GREEN COUNTRY, INC.

Financial Statements

Years Ended December 31, 2019 and 2018

With

Independent Auditor's Report



CAMP FIRE GREEN COUNTRY, INC.

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Independent Auditor's Report

Board of Directors
Camp Fire Green Country, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Camp Fire Green Country, Inc., which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to 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 Camp Fire Green Country, Inc. as of December 31, 2019 and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Effect of Adopting New Accounting Standard

As discussed in Note 1, the Organization adopted the Financial Accounting Standards Board's Accounting Standards updated ("ASU") 2014-09, Revenue from Contracts with Customers (Topic 606) as of and for the year ended December 31, 2019. Our opinion is not modified with respect to this matter.

MORSE & CO., PLLC

Tulsa, Oklahoma
November 18, 2020

CAMP FIRE GREEN COUNTRY, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2019 AND 2018

ASSETS

	2019	2018
Assets		
Cash and cash equivalents	\$ 97,766	\$ 22,618
Cash and cash equivalents - restricted	215,957	138,403
Accounts receivable, net	26,894	10,188
Pledges receivable, net	30,000	-
Prepaid expenses	3,000	-
Beneficial interest in assets held by Tulsa Community Foundation	100,544	88,184
Property and equipment, net	263,756	359,349
Total assets	\$ 737,917	\$ 618,742

LIABILITIES AND NET ASSETS

Liabilities		
Accounts payable	\$ 22,957	\$ 20,244
Deferred income	1,500	5,550
Total liabilities	24,457	25,794
Net assets		
Without donor restrictions	396,959	366,361
With donor restrictions	316,501	226,587
Total net assets	713,460	592,948
Total liabilities and net assets	\$ 737,917	\$ 618,742

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Contributions and grants	\$ 662,507	\$ 442,921	\$ 1,105,428
Camp and program fees	112,061	-	112,061
Special events	32,238	-	32,238
Sales to public	2,369	-	2,369
Membership dues	1,732	-	1,732
Outside rent	23,440	-	23,440
Investment income	3,947	1,078	5,025
Other revenue	65,682	-	65,682
Unrealized gain on investments	10,108	2,953	13,061
Net assets released from restrictions			
Satisfaction of program restrictions	357,038	(357,038)	-
Total public support and revenue	1,271,122	89,914	1,361,036
Expenses			
Program services	1,006,235	-	1,006,235
Management and general	122,322	-	122,322
Fundraising	111,967	-	111,967
Total expenses	1,240,524	-	1,240,524
Increase (decrease) in net assets	30,598	89,914	120,512
Net assets, beginning of year	366,361	226,587	592,948
Net assets, end of year	\$ 396,959	\$ 316,501	\$ 713,460

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Public support and revenue			
Contributions and grants	\$ 458,587	\$ 460,555	\$ 919,142
Camp and program fees	118,393	-	118,393
Special events	40,745	-	40,745
Sales to public	5,719	-	5,719
Membership dues	2,816	-	2,816
Outside rent	13,930	-	13,930
Investment income	3,901	4,852	8,753
Shared services	600	-	600
Other revenue	3,458	-	3,458
Unrealized loss on investments	(2,514)	(6,883)	(9,397)
Net assets released from restrictions			
Satisfaction of program restrictions	432,067	(432,067)	-
Total public support and revenue	<u>1,077,702</u>	<u>26,457</u>	<u>1,104,159</u>
Expenses			
Program services	930,075	-	930,075
Management and general	127,583	-	127,583
Fundraising	104,681	-	104,681
Total expenses	<u>1,162,339</u>	<u>-</u>	<u>1,162,339</u>
Increase (decrease) in net assets	(84,637)	26,457	(58,180)
Net assets, beginning of year	<u>450,998</u>	<u>200,130</u>	<u>651,128</u>
Net assets, end of year	<u>\$ 366,361</u>	<u>\$ 226,587</u>	<u>\$ 592,948</u>

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Operating activities		
Change in net assets	\$ 120,512	\$ (58,180)
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities:		
Depreciation	37,802	40,225
Unrealized (gain) loss on investment	(13,061)	9,753
Realized (gain) loss on investment	701	(3,526)
Gain on disposal of fixed assets	(64,549)	-
Donated property	(40,000)	-
Changes in assets and liabilities:		
Accounts receivable, net	(16,706)	11,388
Pledges receivable	(30,000)	-
Prepaid	(3,000)	-
Accounts payable	2,713	1,217
Deferred income	(4,050)	5,550
Total adjustments	<u>(130,150)</u>	<u>64,607</u>
Net cash provided by (used for) operating activities	<u>(9,638)</u>	<u>6,427</u>
Investing activities		
Purchase of property and equipment	(11,803)	(1,401)
Proceeds from disposal of equipment	174,143	-
Net cash provided by (used for) investing activities	<u>162,340</u>	<u>(1,401)</u>
Change in cash and cash equivalents	152,702	5,026
Cash and cash equivalents, beginning of year	<u>161,021</u>	<u>155,995</u>
Cash and cash equivalents, end of year	<u>\$ 313,723</u>	<u>\$ 161,021</u>
Supplemental disclosure of cash flows		
Cash paid for interest	<u>\$ 2,857</u>	<u>\$ 1,408</u>

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2019

	Program Services	Supporting Services			Total
	Youth Development Programs	Management and General	Fundraising	Total Supporting Services	
Employee compensation					
Salaries	\$ 570,182	\$ 79,002	\$ 63,187	\$ 142,189	\$ 712,371
Payroll taxes and employee benefits	95,755	13,267	10,611	23,878	119,633
Total employee compensation	665,937	92,269	73,798	166,067	832,004
National charter fee	33,181	4,597	3,677	8,274	41,455
Occupancy expenses	92,624	8,140	6,510	14,650	107,274
Supplies	82,682	3,181	2,746	5,927	88,609
Contract services	26,120	3,149	4,769	7,918	34,038
Travel and transportation	33,232	1,311	1,049	2,360	35,592
Telephone	9,956	822	658	1,480	11,436
Postage	720	86	300	386	1,106
Conference expenses	1,470	155	124	279	1,749
Equipment repair and maintenance	4,837	485	388	873	5,710
Printing	2,765	143	1,262	1,405	4,170
Interest	2,286	317	253	570	2,856
Cost of special events	-	-	12,093	12,093	12,093
Special assistance to individuals	9,290	-	-	-	9,290
Other	10,878	3,475	987	4,462	15,340
Total functional expenses before depreciation	975,978	118,130	108,614	226,744	1,202,722
Depreciation of property and equipment	30,257	4,192	3,353	7,545	37,802
Total functional expenses	\$ 1,006,235	\$ 122,322	\$ 111,967	\$ 234,289	\$ 1,240,524

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2018

	Program Services	Supporting Services			Total
	Youth Development Programs	Management and General	Fundraising	Total Supporting Services	
Employee compensation					
Salaries	\$ 521,915	\$ 72,314	\$ 57,838	\$ 130,152	\$ 652,067
Payroll taxes and employee benefits	98,404	13,634	10,905	24,539	122,943
Total employee compensation	620,319	85,948	68,743	154,691	775,010
National charter fee	32,408	4,490	3,592	8,082	40,490
Occupancy expenses	99,471	8,126	6,499	14,625	114,096
Supplies	67,787	2,707	1,753	4,460	72,247
Contract services	10,946	15,481	3,639	19,120	30,066
Travel and transportation	27,007	1,766	1,412	3,178	30,185
Telephone	10,585	918	734	1,652	12,237
Postage	899	92	225	317	1,216
Conference expenses	1,234	166	133	299	1,533
Equipment repair and maintenance	4,617	463	370	833	5,450
Printing	2,078	269	215	484	2,562
Interest	1,127	156	125	281	1,408
Cost of special events	-	-	12,916	12,916	12,916
Special assistance to individuals	10,943	-	-	-	10,943
Other	8,458	2,540	757	3,297	11,755
Total functional expenses before depreciation	897,879	123,122	101,113	224,235	1,122,114
Depreciation of property and equipment	32,196	4,461	3,568	8,029	40,225
Total functional expenses	\$ 930,075	\$ 127,583	\$ 104,681	\$ 232,264	\$ 1,162,339

See independent auditor's report and accompanying notes to financial statements.

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Organization

As the council serving northeastern Oklahoma, Camp Fire Green Country, Inc. (the Organization) engages young people in high-quality youth development programs. As a contemporary, inclusive organization, Camp Fire welcomes all youth and families regardless of race, religion, gender, socioeconomic status, disability, sexual orientation or other aspect of diversity. Across all programming Camp Fire delivers on its promise (mission) to each youth we serve:

Our Promise

Young people want to shape the world.

Camp Fire provides the opportunity to:

find their spark,

lift their voice and

discover who they are.

In Camp Fire, it begins *now*.

In Camp Fire, youth learn self-confidence and gain the social emotional and life skills they need to thrive in today's diverse and changing world. Across formats and programs, youth are connected with well-trained, safe adults who champion their full potential. Youth in Pre-K through 12th grade are provided age appropriate, youth development and mentoring in small group settings through three core programs: In-school and out-of-school time clubs, Youth leadership clubs, and Camp and Outdoor.

Camp Fire Green Country intentionally focuses its resources and efforts to reach low-income children and underserved youth who may not have access to quality youth development out-of-school opportunities. Camp Fire's culture of inclusion helps children develop pro-social skills and create a community of social competence, shown to be predictive of key young adult outcomes across multiple domains of education, employment, criminal activity, substance use, and mental health.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with United States generally accepted accounting principles. 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 stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (continued)

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions which can be fulfilled, either by actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions in the period such restrictions are satisfied and reported in the statement of activities as net assets released from restrictions. Payments that are received in advance for future program services are not recognized as net assets with donor restrictions due to their deferred nature. The recognition of revenue will occur simultaneously with the release of the restricted purpose and is disclosed separately in Note 7.

Fair Value Measurements

The Organization records certain financial assets and liabilities at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial assets and liabilities are classified based on the lowest level of input that is significant to the fair value measurement. Inputs into valuation techniques are categorized into three levels, with the highest priority given to Level 1 and the lowest priority given to Level 3, as described below.

Level 1 - Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 - Quoted prices in markets that are not active, or inputs which are observable, either directly or indirectly, for substantially the full term of the asset or liability.

Level 3 - Generally unobservable inputs, which are developed based on the best information available and may include the Organization's own internal data.

Cash and Cash Equivalents

The Organization defines cash and cash equivalents to be all cash on hand and cash in bank accounts with original maturities of three months or less. Cash and cash equivalents include donor restricted deposits that are readily available and will be consumed during the next operating cycle.

Revenue Recognition

Prior to the adoption of Topic 606, the Organization's revenue recognition policy was in accordance with ASC Topic 605, Revenue Recognition. Effective January 1, 2019, the Organization adopted Topic 606 using the modified retrospective transition method. The adoption of Topic 606 did not have a material impact on the Organization's financial statements. The Organization considers camp fees and outside rentals to be contracts with a customer.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Contributions are recorded when the donor makes an unconditional promise to give to the Organization. Donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. All contributions are considered without donor restrictions unless specifically restricted by the donor or subject to other legal restrictions.

Revenue is recognized from services at the time the services are performed. Revenue is measured as the amount of consideration the Organization expects to receive in exchange for services performed. The Organization estimates different forms of variable consideration at the time of sale based on historical experience, current conditions and contractual obligations. Revenue is recorded net of any discounts. This adjustment is made in the same period as the underlying transactions.

Accounts Receivable

Accounts receivable are short-term, noninterest bearing, and uncollateralized; and are reflected in the statement of financial position net of the allowance for doubtful accounts. Management's assessment of the allowance for doubtful accounts is based on the overall creditworthiness of the individual accounts, existing economic conditions, and the amount and age of past due accounts. Past due accounts are generally written off against the allowance for doubtful accounts only after all collection attempts have been exhausted. The Organization considers accounts receivable at December 31, 2019, and December 31, 2018, to be fully collectible. Accordingly, no allowance for doubtful accounts is recorded.

Pledges Receivable

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in with or without donor restriction. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization has elected the fair value option for valuing pledges receivable. Pledges are recorded at their estimated fair value when received, and they are revalued annually.

The Organization uses the allowance method to determine uncollectible pledges receivable. The allowance is based on historical experience and management's analysis of specific promises made. There was one outstanding pledge as of December 31, 2019. Management believes the amount to be fully collectible; no allowance for doubtful accounts is considered necessary. There were no outstanding pledges receivable as of December 31, 2018.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Donations of property and equipment are recorded as support at the estimated fair value and depreciated over the estimated useful lives using the straight-line method. Such donations are reported as net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service, as instructed by the donor. The Organization reclassifies such net assets with donor restrictions to net assets without donor restrictions at that time.

Property and equipment purchased by the Organization is recorded at cost and depreciated over estimated useful lives ranging from 3 to 30 years, using the straight-line method. The Organization follows the practice of capitalizing expenditures in excess of \$1,000.

The Organization records impairment to property and equipment when it becomes probable that the carrying value of the assets will not be fully recovered over their estimated lives. Impairments are recorded to reduce the carrying value of the assets to their estimated fair values determined by the Organization, based on facts and circumstances in existence at the time of the determination, estimates of probable future economic conditions, and other information. No impairments were recorded during the years ended December 31, 2019 and 2018.

Contributed Services

During the years ended December 31, 2019 and 2018, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include occupancy and building depreciation which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, insurance, equipment depreciation, and other expenses which are allocated on the basis of estimates of time and effort. The percentage allocation is based on interviews with administrative personnel regarding time spent on various functions on certain test dates and is reviewed biennially by management.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes

The Organization is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code and comparable state law, and contributions to it are tax deductible within limitations prescribed by the Code. The Organization has been classified as a publicly-supported organization, which is not a private foundation under Section 509(a) of the code.

The Organization has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740-10-25, Accounting for Uncertainty in Income Taxes. The Organization will record a liability for uncertain tax positions when it is more likely than not that a tax position would not be sustained if examined by the taxing authority.

The Organization's evaluation as of December 31, 2019 and 2018, revealed no uncertain tax positions that would have a material impact on the financial statements. The Organization will recognize future accrued interest and penalties related to unrecognized tax benefits in income tax expense, if incurred. The Organization is no longer subject to tax examinations by taxing authorities for years before 2016.

Reclassification of Prior Year Presentation

Certain prior year amounts have been reclassified for consistency with the current period presentation. These reclassifications had no effect on the reported results of operations.

Advertising Costs

The Organization expenses advertising costs as incurred. Advertising expense for the years ended December 31, 2019 and 2018, was \$452 and \$896, respectively.

Change in Accounting Principle

On January 1, 2019, the Organization adopted Accounting Standards Codification (ASC) Topic 606, Revenue from Contracts with Customers (ASC 606). ASC 606 provides a new model for accounting for revenue arising from contracts with customers that supersedes most revenue recognition guidance. Under the new guidance, entities are required to recognize revenue at an amount that reflects the consideration to which the entity expects to be entitled upon transferring the benefit to a customer. As part of adoption of ASC 606, the Organization applied the modified retrospective method to contracts that were not completed as of January 1, 2019. Further, results for reporting periods beginning on or after January 1, 2019 are presented under ASC 606, while prior period amounts were not adjusted and continue to be reported under the previous accounting standards. The adoption of ASC 606 had no impact on opening net assets.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Change in Accounting Principle (Continued)

The Organization recognizes revenue upon the transfer of promised benefit to its customers in an amount that reflects the consideration to which the Organization expects to be entitled by applying the following five-step process specified in ASC 606:

- 1) Identify the contract(s) with a customer
- 2) Identify the performance obligations
- 3) Determine the transaction price
- 4) Allocate the transaction price
- 5) Recognize revenue when the performance obligations are met

NOTE 2 - BENEFICIAL INTEREST IN ASSETS HELD BY TULSA COMMUNITY FOUNDATION

During 2000, the Organization transferred an initial contribution of trust investments to the Tulsa Community Foundation ("Foundation") and named itself the beneficiary. The Organization executed an "Agency Fund Agreement" with the Foundation, creating an agency fund. The Board of Trustees of the Foundation shall have the power to modify any restriction or condition on distributions from the fund for any specific charitable purposes or to specific organizations, if in the sole judgment of the Board of Trustees the restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs served by the Foundation. All contributions to this fund shall be irrevocable once accepted by the Foundation. Funds held by the Foundation have been recorded as an asset at fair market value.

The funds held by the Foundation represent the Organization's only endowment, which includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

(Continued)

**CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018**

**NOTE 2 - BENEFICIAL INTEREST IN ASSETS HELD BY TULSA COMMUNITY FOUNDATION
(CONTINUED)**

Interpretation of Relevant Law

The Board of Directors of the Organization has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate net assets with donor restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the Organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and appreciation of investments
6. Other resources of the Organization
7. The investment policies of the Organization

The composition of beneficial interest in assets held by the Foundation by fund type at December 31, was as follows:

2019	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$ -	\$ 32,792	\$ 21,544	\$ 54,336
Board-designated endowment funds	46,208	-	-	46,208
Total	<u>\$ 46,208</u>	<u>\$ 32,792</u>	<u>\$ 21,544</u>	<u>\$ 100,544</u>

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

**NOTE 2 - BENEFICIAL INTEREST IN ASSETS HELD BY TULSA COMMUNITY FOUNDATION
(CONTINUED)**

Interpretation of Relevant Law (Continued)

<u>2018</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 28,761	\$ 21,544	\$ 50,305
Board-designated endowment funds	37,879	-	-	37,879
Total	<u>\$ 37,879</u>	<u>\$ 28,761</u>	<u>\$ 21,544</u>	<u>\$ 88,184</u>

Investments at December 31, 2019, are summarized as follows:

	<u>Fair Value</u>	<u>Cost</u>
Tulsa Community Foundation	<u>\$ 100,544</u>	<u>\$ 79,942</u>

Investments at December 31, 2018, are summarized as follows:

	<u>Fair Value</u>	<u>Cost</u>
Tulsa Community Foundation	<u>\$ 88,184</u>	<u>\$ 80,643</u>

Changes in the beneficial interest in assets held by the Foundation for the years ending December 31, 2019 and 2018, were as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, December 31, 2017	\$ 42,075	\$ 30,792	\$ 21,544	\$ 94,411
Investment return: Net realized and unrealized appreciation	<u>(4,196)</u>	<u>(2,031)</u>	<u>-</u>	<u>(6,227)</u>
Endowment net assets, December 31, 2018	37,879	28,761	21,544	88,184
Investment return: Net realized and unrealized depreciation	<u>8,329</u>	<u>4,031</u>	<u>-</u>	<u>12,360</u>
Endowment net assets, December 31, 2019	<u>\$ 46,208</u>	<u>\$ 32,792</u>	<u>\$ 21,544</u>	<u>\$ 100,544</u>

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

**NOTE 2 - BENEFICIAL INTEREST IN ASSETS HELD BY TULSA COMMUNITY FOUNDATION
(CONTINUED)**

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Organization to retain as a fund of perpetual duration. In accordance with generally accepted accounting principles, deficiencies of this nature are reported in net assets without donor restrictions. There were no such deficiencies as of December 31, 2019 and 2018.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation to achieve its long-term return objectives within prudent risk constraints.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding for programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500 index while assuming a moderate level of investment risk.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization has a policy of appropriating its endowment fund for distribution as needed. Distribution requires an affirmative vote of two-thirds of the Board of Directors of the Organization. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

NOTE 3 - FAIR VALUE OF ASSETS AND LIABILITIES

Financial assets and liabilities measured at fair value on a recurring basis consist of pledges receivable and beneficial interest in assets held by the Foundation. The following tables summarize the balances of the Organization's assets at December 31:

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 3 - FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

2019	Fair Value Measurements Using		
	Quoted Prices in Active Markets For Identical Assets/Liabilities (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Beneficial interest in assets held by Tulsa Community Foundation	\$ -	\$ 100,544	\$ -
Pledges receivable	-	-	30,000
Total	<u>\$ -</u>	<u>\$ 100,544</u>	<u>\$ 30,000</u>

2018	Fair Value Measurements Using		
	Quoted Prices in Active Markets For Identical Assets/Liabilities (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Beneficial interest in assets held by Tulsa Community Foundation	<u>\$ -</u>	<u>\$ 88,184</u>	<u>\$ -</u>

The beneficial interest in assets held by Tulsa Community Foundation is valued using quoted market prices of the underlying securities that comprise the interest.

Pledges receivable were as follows at December 31:

	2019	2018
Balance, beginning of year	\$ -	\$ -
New pledges received	45,000	
Outstanding pledges collected	<u>(15,000)</u>	
Balance, end of year	<u>\$ 30,000</u>	<u>\$ -</u>

Pledges receivable are reported at net realizable value measured using present value techniques and historical discount rates, if at the time the promise is made, payment is expected to be received in one year or more. Pledges receivable that are expected to be collected within one year are reported at fair value in accordance with authoritative guidance. Management believes that the use of fair value reduces the cost of measuring pledges receivable in periods subsequent to their receipt and provides equal or better information to users of its financial statements.

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 3 - FAIR VALUE OF ASSETS AND LIABILITIES (CONTINUED)

When estimating the fair value of pledges receivable, management considers the historical trends of collection, the type of donor (individual or corporation/foundation), general economic conditions in the geographic area in which the majority of the Organization's donors live, and market interest rate assumptions for individuals and corporations/foundations. The discount rate utilized by management is currently 1.5%. The interest resulting from amortization of the discount for the time value of money, computed using the effective interest rate method, is reported as contribution revenue over the term of the pledge.

NOTE 4 - PROPERTY AND EQUIPMENT

At December 31, property and equipment were as follows:

	2019	2018
Buildings and improvements	\$ 1,219,464	\$ 1,294,066
Office furniture and equipment	155,413	155,413
Camp equipment	136,285	124,782
Automotive equipment	47,611	47,611
Land	59,500	64,475
Total	1,618,273	1,686,347
Accumulated depreciation	(1,354,517)	(1,326,998)
Property and equipment, net	\$ 263,756	\$ 359,349

Depreciation in the amount of \$37,802 and \$40,225 for the years ended December 31, 2019 and 2018, respectively, has been allocated to program and supporting activities in the statements of activities.

NOTE 5 - DEBT

The Organization maintains a revolving line of credit with a local financial institution. The line of credit allows for maximum borrowings of \$125,000. The line is collateralized by assets of the Organization and requires monthly interest payments of 5.75% until maturity on October 24, 2020, at which time, all unpaid principle and interest is due. Nothing was owed on the line as of December 31, 2019 and 2018.

NOTE 6 - LEASES

The Organization leases office space in Tulsa under a noncancelable lease agreement, which expired in August, 2020. See the subsequent events footnote for details of the updated agreement. Rent expense for the years ended December 31, 2019 and 2018, was \$36,513 and \$36,293, respectively. The following is a schedule of future minimum lease payments through the terms of the lease agreements:

Minimum future lease payments for the years ending December 31, are as follows:

2020	\$ 23,742
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(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 7 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by the occurrence of events specified by the donors for the years ended December 31:

Purpose and time restrictions:

	<u>2019</u>	<u>2018</u>
Programs	\$ 313,407	\$ 398,444
Creek County projects	25,000	25,000
Other	18,631	8,623
Total	<u>\$ 357,038</u>	<u>\$ 432,067</u>

Net assets with donor restrictions, including cash and pledges receivable balances, were available for the following purposes or restricted for time at December 31:

	<u>2019</u>	<u>2018</u>
Programs	\$ 230,837	\$ 131,212
Creek County projects	25,000	25,000
Equipment purchases	257	257
Earnings on net assets with donor restrictions	32,792	28,761
Other	27,615	41,357
Total	<u>\$ 316,501</u>	<u>\$ 226,587</u>

NOTE 8 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$ 97,766	\$ 22,618
Accounts receivable	26,894	10,188
Pledges receivable	15,000	-
	<u>\$ 139,660</u>	<u>\$ 32,806</u>

(Continued)

CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 8 - LIQUIDITY AND AVAILABILITY (CONTINUED)

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization depends on donations from corporations and foundations, as well as grants from certain government entities, to fund its normal day-to-day operations. Donation levels vary in response to fundraising campaigns throughout the year. The organization also maintains an investment account which is primarily intended to fund long-term obligations. To manage liquidity, the company maintains a credit line in the event of a temporary cash shortage.

For purposes of analyzing resources available to meet general expenditures over a twelve month period, the Organization considers all expenditures related to its ongoing program service activities as well as the conduct of services undertaken to support those activities, to be general expenditures.

In addition to financial assets available to meet general expenditures over the next twelve months, the Organization operates within a balanced budget and anticipates collecting sufficient revenues and grants to cover general expenditures.

NOTE 9 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially expose the Organization to concentrations of credit risk consist primarily of cash equivalents. Cash equivalents are maintained at high-quality financial institutions and credit exposure is limited to any one institution. There were no uninsured cash balances at December 31, 2019 or 2018.

During 2019 and 2018, the Organization received contributions from one donor which approximated 24% and 31% of revenue, respectively.

NOTE 10 - RELATED PARTY

The Organization makes monthly charter fee payments to Camp Fire National Headquarters, a national affiliate. During the years ended December 31, 2019 and 2018, the Organization paid fees to the affiliate of \$41,455 and \$40,490, respectively.

NOTE 11 - SUBSEQUENT EVENTS

In December 2019, an outbreak of a novel strain of coronavirus (COVID-19) originated in Wuhan, China and has since spread to other countries, including to the U.S. On March 11, 2020, the World Health Organization characterized COVID-19 as a pandemic. In addition, multiple jurisdictions in the U.S. have declared states of emergency. It is anticipated that these impacts will continue for some time. Future potential impacts to the Organization include disruptions or restrictions on the Organization's ability to operate. The future effects of these issues are unknown.

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CAMP FIRE GREEN COUNTRY, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2019 AND 2018

NOTE 11 - SUBSEQUENT EVENTS (CONTINUED)

On April 7, 2020, the Organization was granted a loan in the amount of \$159,300 under the Paycheck Protection Program (“PPP”). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the allowable period.

In the event any portion of the PPP loan is not forgiven interest is accrued at 1% requiring payments of \$8,920 beginning in November 2020. The Organization believes its use of the loan proceeds will meet the conditions for forgiveness of the loan.

During August 2020, the Organization signed a lease agreement extending through August 2021. In relation to the extension, future minimum lease payments are \$12,126 and \$24,253, for the years ended December 31, 2020 and 2021, respectively.

The Organization has evaluated subsequent events through November 18, 2020, the date the financial statements were available to be issued.

NOTE 12 - NEW ACCOUNTING PRONOUNCEMENTS

In February 2016, the FASB issued Accounting Standards Update ASU 2016-02, Leases (Topic 842), which provides more transparency and comparability among organizations by recognizing leased assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements. ASU 2016-02 is effective for annual reporting periods beginning after December 15, 2020, with early adoption permitted.

In 2018, the FASB issued ASU 2018-08 Clarifying the Scope and Accounting Guidance for Contributions Received and Made to address difficulty and diversity in practice among not-for-profit entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) Subject to Topic 958, Not-for-Profit Entities, or as exchanges (reciprocal transactions) subject to Topic 606 and (2) determining between conditional and unconditional contributions. This ASU applies to all entities that receive or make contributions. The term used in the presentation of financial statements to label revenue (for example, contribution, grant, donation) that is accounted for within Topic 958 is not a factor for determining whether an agreement is within the scope of that guidance. The standard is effective for annual periods beginning after December 15, 2019, for the majority of not-for-profit entities. The changes in this standard should generally be applied on a retrospective basis in the year that it is first applied.

The Organization will be evaluating the impact this standard will have on its financial statements and related disclosures.