

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

YEARS ENDED JUNE 30, 2022 AND 2021

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

YEARS ENDED JUNE 30, 2022 AND 2021

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Young Women's Christian Association of Gettysburg and Adams County
Gettysburg, Pennsylvania

Opinion

We have audited the accompanying financial statements of Young Women's Christian Association of Gettysburg and Adams County (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, changes in net assets, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Young Women's Christian Association of Gettysburg and Adams County as of June 30, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Young Women's Christian Association of Gettysburg and Adams County and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



To the Board of Directors
Young Women's Christian Association of Gettysburg and Adams County

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Young Women's Christian Association of Gettysburg and Adams County's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Young Women's Christian Association of Gettysburg and Adams County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Young Women's Christian Association of Gettysburg and Adams County's ability to continue as a going concern for a reasonable period of time.

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

To the Board of Directors
Young Women's Christian Association of Gettysburg and Adams County

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of program service expenses on pages 34-35 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Boles Metzger Brosius & Walborn PC

Harrisburg, Pennsylvania

January 25, 2023

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2022 AND 2021

ASSETS	2022	2021
Current assets:		
Cash and cash equivalents	\$472,101	\$903,487
Cash and cash equivalents, temporarily restricted	104,770	72,590
Accounts receivable, net of allowance of none (2022) and \$30,800 (2021)	247,755	69,865
Payroll tax credits receivable	387,037	387,037
Unconditional promises to give, net	30,283	44,594
Prepaid expenses	39,529	35,990
Total current assets	<u>1,281,475</u>	<u>1,513,563</u>
Property and equipment, net	<u>3,587,959</u>	<u>3,569,970</u>
Non-current assets:		
Unconditional promises to give, net	11,000	13,000
Intangible assets, loan origination fees, net	25,451	26,440
Investments	1,146,023	1,273,117
Beneficial interest in Adams County Community Foundation	78,315	92,918
Beneficial interest in perpetual trusts	<u>1,726,112</u>	<u>2,009,427</u>
Total non-current assets	<u>2,986,901</u>	<u>3,414,902</u>
Total assets	<u><u>\$ 7,856,335</u></u>	<u><u>\$8,498,435</u></u>

(Continued)

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF FINANCIAL POSITION (continued)

JUNE 30, 2022 AND 2021

LIABILITIES AND NET ASSETS

	2022	2021
Current liabilities:		
Long-term debt - current portion	\$163,601	\$207,870
Accounts payable	23,268	44,851
Accrued payroll and vacation	124,399	198,973
Accrued expenses and interest	13,610	15,620
Deferred revenue	85,260	89,716
Total current liabilities	410,138	557,030
Total long-term liabilities, net of current portion	3,208,581	3,764,758
Total liabilities	3,618,719	4,321,788
Net assets:		
Without donor restrictions:		
Undesignated	889,323	841,603
Designated	254,388	173,799
Total without donor restrictions	1,143,711	1,015,402
With donor restrictions:		
Perpetual in nature	2,857,885	3,088,655
Purpose restrictions	236,020	72,590
Total with donor restrictions	3,093,905	3,161,245
Total net assets	4,237,616	4,176,647
Total liabilities and net assets	\$7,856,335	\$8,498,435

See notes to financial statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2022

	Without donor restriction	With donor restriction	Total	
			2022	(memo only) 2021
Support:				
Contributions	\$144,639	\$153,637	\$298,276	\$707,070
Grants	659,784	405,525	1,065,309	146,921
Fundraising	90,822	-	90,822	28,871
In-kind contributions	8,850	-	8,850	-
Paycheck Protection Program loan forgiveness	453,530	-	453,530	453,500
Payroll tax credits	16,377	-	16,377	780,350
Net assets released from restriction	332,413	(332,413)	-	-
Total support	1,706,415	226,749	1,933,164	2,116,712
Revenue:				
Child care	1,703,690	-	1,703,690	1,437,204
Rec passes	356,628	-	356,628	402,945
Program Income	211,221	-	211,221	102,953
Membership dues	119,781	-	119,781	50,422
Miscellaneous income	20,432	-	20,432	15,767
Rental income	18,882	-	18,882	30,281
Investment income (loss)	(185,515)	3,829	(181,686)	306,377
Change in perpetual trusts	61,895	(283,315)	(221,420)	334,051
Change in value of community foundation	2,525	(14,603)	(12,078)	19,936
Loss on disposal of assets	-	-	-	(3,744)
Total revenue	2,309,539	(294,089)	2,015,450	2,696,192
Total support and revenue	4,015,954	(67,340)	3,948,614	4,812,904
Expenses:				
Program services	3,141,163	-	3,141,163	3,096,126
Management and general	730,875	-	730,875	493,952
Fundraising	15,607	-	15,607	13,898
Total expenses	3,887,645	-	3,887,645	3,603,976
Change in net assets	\$128,309	(\$67,340)	\$60,969	\$1,208,928

(Continued)

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENT OF ACTIVITIES (continued)

YEAR ENDED JUNE 30, 2021

	Without donor restriction	With donor restriction	Total
Support:			
Contributions	\$168,668	\$538,402	\$707,070
Grants	32,201	114,720	146,921
Employee Retention Credit	780,350	-	780,350
Fundraising	28,871	-	28,871
Paycheck Protection Program loan forgiveness	453,500	-	453,500
Net assets released from restriction	593,729	(593,729)	-
Total support	2,057,319	59,393	2,116,712
Revenue:			
Child care	1,437,204	-	1,437,204
Rec passes	402,945	-	402,945
Program Income	102,953	-	102,953
Membership dues	50,422	-	50,422
Miscellaneous income	15,767	-	15,767
Rental income	30,281	-	30,281
Investment income	306,377	-	306,377
Change in perpetual trusts	58,458	275,593	334,051
Change in value of community foundation	1,785	18,151	19,936
Gain (loss) on disposal of assets	(3,744)	-	(3,744)
Total revenue	2,402,448	293,744	2,696,192
Total support and revenue	4,459,767	353,137	4,812,904
Expenses:			
Program services	3,096,126	-	3,096,126
Management and general	493,952	-	493,952
Fundraising	13,898	-	13,898
Total expenses	3,603,976	-	3,603,976
Change in net assets	\$855,791	\$353,137	\$1,208,928

See notes to financial statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2022

	Program services	Management and general	Fundraising expenses	Total	
				2022	(memo only) 2021
Salaries and wages	\$1,814,763	\$287,679	\$717	\$2,103,159	\$2,045,818
Payroll taxes	148,476	25,359	204	174,039	200,268
Benefits	154,512	20,780	-	175,292	221,850
Advertising	2,645	13,799	122	16,566	6,232
Board expense	-	414	-	414	3
Contracted services	9,933	34,651	5	44,589	72,835
Depreciation and amortization	203,860	11,319	347	215,526	264,809
Dues and subscriptions	17,530	6,644	5	24,179	25,561
Education	6,815	125	20	6,960	454
Fees and licenses	24,380	17,623	107	42,110	36,119
Food and consumerables	108,088	-	-	108,088	85,409
Fundraising events	7,598	3,838	4,106	15,542	18,628
Insurance	14,027	49,078	-	63,105	55,732
Interest	141,602	4,843	160	146,605	148,003
Miscellaneous	551	15,647	-	16,198	332
Postage	777	1,762	156	2,695	3,029
Printing	1,201	1,080	354	2,635	5,015
Professional fees	22,710	115,842	-	138,552	68,980
Program expenses	154,587	23,537	901	179,025	30,627
Rent	890	85	-	975	780
Repairs and maintenance	156,799	32,723	126	189,648	105,048
Supplies	49,877	9,026	7,866	66,769	44,629
Telephone	6,835	5,050	72	11,957	11,965
Travel	1,123	195	56	1,374	357
Utilities	91,584	49,776	283	141,643	151,493
Total expenses	\$3,141,163	\$730,875	\$15,607	\$3,887,645	\$3,603,976

(Continued)

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2021

	Program services	Management and general	Fundraising expenses	Total
Salaries and wages	\$1,728,396	\$315,971	\$1,451	\$2,045,818
Payroll taxes	169,222	30,950	96	200,268
Benefits	187,797	34,053	-	221,850
Advertising	3,339	1,869	1,024	6,232
Board expense	-	3	-	3
Contracted services	52,093	20,742	-	72,835
Depreciation and amortization	249,640	15,169	-	264,809
Dues and subscriptions	21,793	3,768	-	25,561
Education	185	269	-	454
Fees and licenses	23,278	12,841	-	36,119
Food and consumerables	85,106	273	30	85,409
Fundraising events	8,062	25	10,541	18,628
Insurance	48,604	7,128	-	55,732
Interest	144,412	3,591	-	148,003
Miscellaneous	191	141	-	332
Postage	280	2,595	154	3,029
Printing	2,751	2,264	-	5,015
Professional fees	49,107	19,873	-	68,980
Program expenses	30,525	56	46	30,627
Rent	780	-	-	780
Repairs and maintenance	96,328	8,720	-	105,048
Supplies	41,716	2,357	556	44,629
Telephone	9,984	1,981	-	11,965
Travel	140	217	-	357
Utilities	142,397	9,096	-	151,493
Total expenses	<u>\$3,096,126</u>	<u>\$493,952</u>	<u>\$13,898</u>	<u>\$3,603,976</u>

See notes to financial statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF CHANGES IN NET ASSETS

YEARS ENDED JUNE 30, 2022 AND 2021

	Without donor restriction	With donor restriction	Totals
Net assets, June 30, 2020	\$159,611	\$2,808,108	\$2,967,719
Changes in net assets	<u>855,791</u>	<u>353,137</u>	<u>1,208,928</u>
Net assets, June 30, 2021	1,015,402	3,161,245	4,176,647
Changes in net assets	<u>128,309</u>	<u>(67,340)</u>	<u>60,969</u>
Net assets, June 30, 2022	<u><u>\$1,143,711</u></u>	<u><u>\$3,093,905</u></u>	<u><u>\$4,237,616</u></u>

See notes to financial statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Change in net assets	\$60,969	\$1,208,928
Adjustments to reconcile change in net assets to net cash from operating activities:		
Amortization expense	4,289	4,151
Depreciation expense	211,237	260,658
Donated securities	(18,978)	(2,956)
(Gain) loss on sale of investments	(29,724)	(74,722)
Unrealized (gain) loss on investment	273,239	(197,417)
(Gain) loss on disposition of assets	-	3,744
Contributions restricted for long-term purposes	68,610	50,874
Change in cash held with purpose restrictions	(32,180)	(17,509)
Change in perpetual trusts	283,315	(275,593)
Change in Community Foundations	14,603	(18,151)
Paycheck Protection Program Loan Forgiveness	(453,530)	(453,500)
Change in operating assets and liabilities:		
(Increase) decrease in current assets:		
Unconditional promises to give - sponsorships	14,850	(2,500)
Accounts receivable	(177,890)	(383,280)
Grants receivable	-	9,800
Prepaid expenses	(3,539)	4,051
Increase (decrease) in current liabilities:		
Accounts payable	(21,583)	(13,357)
Accrued expenses	(76,584)	63,687
Deferred revenue	(4,456)	(33,204)
Net cash provided (used) by operating activities	<u>112,648</u>	<u>133,704</u>
Cash flows from investing activities:		
Purchase of investments	(605,964)	(398,657)
Proceeds from the sale of investments	508,521	374,802
Proceeds from the sale of assets	-	5,250
Capital expenditures	<u>(232,526)</u>	<u>(24,885)</u>
Net cash provided (used) by investing activities	<u>(329,969)</u>	<u>(43,490)</u>

(Continued)

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

STATEMENTS OF CASH FLOWS (continued)

YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash flows from financing activities:		
Payments on long-term debt	(146,916)	(130,380)
Proceeds from contributions restricted for investment in permanent endowment	(67,149)	(43,125)
Proceeds from issuance of long-term debt	-	40,000
Proceeds from Paycheck Protection Program loan	-	453,530
Net cash provided (used) by financing activities	<u>(214,065)</u>	<u>320,025</u>
Net change in cash and cash equivalents	(431,386)	410,239
Cash and cash equivalents, beginning	<u>903,487</u>	<u>493,248</u>
Cash and cash equivalents, ending	<u><u>\$472,101</u></u>	<u><u>\$903,487</u></u>

Supplemental disclosure of cash flow information:

Cash paid during the year for:

Interest	<u>\$146,605</u>	<u>\$148,003</u>
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Income taxes

<u>None</u>	<u>None</u>
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Supplemental disclosure of noncash activities:

The Association received donated stock with a market value of \$18,979 and \$2,956 in 2022 and 2021, respectively.

See notes to financial statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - PURPOSE AND ORGANIZATION

The Young Women's Christian Association of Gettysburg and Adams County (the Association) is a community organization founded by women. We are dedicated to eliminating racism, empowering women and promoting peace, justice, freedom and dignity for all. The Association will be the center for personal and community growth – a place to learn, to play, and to improve emotional and physical well-being. By connecting cultures, encouraging healthy lifestyles, and empowering all who walk through our doors, we will guide Adams County to positive change.

The Association's primary sources of support and revenue are program fees, grants, and contributions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies of Young Women's Christian Association of Gettysburg and Adams County is presented to assist in understanding the Association's financial statements. The financial statements and notes are representations of the Association's management who is responsible for their integrity and objectivity. The accounting policies conform to U.S. generally accepted accounting principles and have been consistently applied in the preparation of these financial statements.

Basis of accounting:

The accompanying financial statements are presented on the accrual basis of accounting, with revenue recognized when earned and expenses recognized when incurred. The Association recognized grants and contract revenues to the extent that eligible costs are incurred.

Use of estimates:

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

Cash and cash equivalents:

The Association considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounts receivable:

Accounts receivable are stated at outstanding balances less an allowance for doubtful accounts. Management provides for probable uncollectible accounts through a provision for bad debt expense and an adjustment to the allowance based on its assessment of the current status of individual accounts. Unpaid balances remaining after the stated payment terms are considered past due. Recoveries of previously charged off accounts will be recorded when received.

Unconditional promises to give:

Promises to give are stated at outstanding balances. Promises to give are recognized when the Association is notified of the promises. The Association considers promises to give to be fully collectible. If collections become doubtful, an allowance for uncollectible promises to give will be established, or the accounts will be charged to expense when that determination is made by management. Unpaid balances remaining after the stated payment terms are considered past due. Recoveries of previously charged off accounts are recorded when received. Promises to give that are receivable more than one year from the statement of financial position date are recorded at present value, if the related discount is considered significant.

Property and equipment:

Property and equipment are recorded at cost when purchased and at the estimated fair market value when contributed. Depreciation is provided by the straight-line method over the estimated average useful lives of the assets as follows:

Building and improvements, pool renovations and fitness center	15-40 years
Equipment and furniture	3-10 years

Maintenance, repairs, and minor renewals which do not significantly improve or extend the lives of the respective assets are charged against revenue when incurred. Additions, improvements, and major renewals are capitalized.

The Association's policy is to capitalize property and equipment expenditures of \$1,000 or more.

Intangible assets:

Intangible assets are recorded and capitalized when incurred. Amortization of loan origination fees is based on the life of the loan. The Association's policy is to capitalize intangible assets of \$1,000 or more.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments:

Investments in debt and equity securities with readily determinable fair values are reported at fair value. Unrealized gains and losses are reported as increases or decreases in unrestricted net assets unless their use is temporarily or permanently restricted by explicit donor stipulation or by law. Realized gains and losses, if any, on the sale or disposal of investments are computed on a specific identification basis and are also included as increases or decreases in unrestricted net assets unless their use is temporarily or permanently restricted by explicit donor stipulation or by law.

Beneficial interest in perpetual trusts:

Beneficial interest in perpetual trusts is reported at fair value, as determined by the Association's beneficiary interest percentage in the trusts. The change in fair value is reported as increases and decreases in permanently restricted net assets.

Net assets classification:

The Association's net assets are classified as net assets with donor restrictions and net assets without donor restrictions. The net assets without donor restrictions classification is used to account for the portion of expendable funds that are available for support of the Association's general operations. The net assets with donor restrictions classification is used to account for contributions and grants restricted by the donor. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue recognition:

Revenue from contracts with customers includes membership dues, rec passes, child care, and revenue from other special events and programs.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition (continued):

Membership dues and rec passes consists of revenue earned from customers to gain access to and use the Association and its equipment for a specified period of time based on the type of membership or rec pass. Memberships allow members to participate in some of the Association's programs including child care and fitness classes. Rec passes allow for unlimited access to the entire fitness facility, including group water and fitness and indoor cycle classes. Rec pass members are also granted preferential pricing on most programs. Customers pay for the right to access the Association and an access card is issued to allow the customer to access the Association. Customers pay for memberships and rec passes in advance. The Association also provides unlimited access to the facilities to seniors whose insurance pays a per visit fee with a cap on the number of visits per month. Revenue is recognized at the end of each month after the customers have used the Association in that month.

Performance obligations for membership dues and rec passes consists of allowing access and use of the Association and its facilities to those whose memberships and rec passes are still active and have not yet expired.

Child care revenue consists of revenue earned from the Association's two child enrichment locations including its Adams Commerce Center and 909 Fairfield Road. These locations provide full-day, half-day, before school, and after school care for infants, toddlers, preschool, and school-age children. Breakfast, snacks, and family-style lunches are included in full-day childcare programs. Customers pay in advance to have the Association provide child care services to their children for an upcoming specified time period. Revenue is recognized at the end of each month after the child care services have been performed.

Performance obligations for child care consists of performing the child care services and access to specific child care programs, for which the customer has paid for. Customers pay before the beginning of each week, before a bi-weekly period, or before the month for the upcoming care.

Revenue from other special events consists from revenue from events such as the 5K race, Dancing With the Local Stars, and other special events in the fiscal year. Customers either pay in advance or at the point of sale to participate in or attend the event at a specified future date. Revenue is recognized at the end of each event.

Performance obligations for the special events consist of allowing participation and access to each customer who has paid for the event.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition (continued):

Revenue from contracts with customers recognized at a point in time is as follows:

	<u>2022</u>	<u>2021</u>
Child care	\$1,703,690	\$1,437,207
Special events and programs	<u>33,865</u>	<u>11,609</u>
Total	<u>\$1,737,555</u>	<u>\$1,448,816</u>

Revenue from contracts with customers recognized over time is as follows:

	<u>2022</u>	<u>2021</u>
Membership dues	\$119,781	\$50,422
Outdoor pool	-	14,699
Rec passes	<u>356,628</u>	<u>402,945</u>
Total	<u>\$476,409</u>	<u>\$468,066</u>

Contributions:

Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Grant revenue deemed to be a contribution is classified as net assets with donor restrictions when received or receivable. Such grant revenue is not deemed to be in respect of exchange transactions, since the proceeds thereof are non-reciprocal, unconditional and voluntary.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions (continued):

The Association also receives grant revenue which is deemed to be in respect of exchange transactions and is classified as net assets without donor restrictions or deferred revenue, as appropriate, when received or receivable. Such grant revenue is not deemed to be a contribution since the proceeds thereof are used to pursue objectives of the grantor.

In-kind contributions:

Donated in-kind contributions are recorded at fair market value at the time of receipt. These contributions are recognized as both support and expenses in the statement of activities, or as an asset on the statement of financial position. Only those contributed services that create or enhance non-financial assets, require skills and are provided by such individuals possessing those skills and would typically need to be purchased, if not provided by donation, are so recognized in the financial statements. Accordingly, many volunteers contribute a significant amount of their time and efforts in support of the Association. The Association does not recognize any support, revenue or expense from these services.

Functional expenses:

The cost of providing the various programs and other activities are summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Supporting services consist of management and general expenses and fundraising expenses.

Income taxes:

The Internal Revenue Service has determined that the Association is exempt from federal income taxes under Section 501 (a) of the Internal Revenue Code as an organization described in Section 501(c)(3). Accordingly, contributions to the Association are deductible for Federal income tax purposes. In addition, the Association has been classified as an organization that is not a private foundation under Section 509(a)(2).

Subsequent events:

The Association has evaluated subsequent events through January 25, 2023, the date which the financial statements were available to be issued.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 3 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Financial assets at year end:	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$576,871	\$976,077
Unconditional promises to give, net	30,283	44,594
Accounts receivable	634,792	456,902
Estimated distributions from beneficial interests in assets held by others	<u>65,000</u>	<u>65,000</u>
	1,306,946	1,542,573
Available line of credit	125,000	125,000
Less financial assets unavailable for general expenditures:		
Restricted by donor with purpose restrictions	(104,770)	(72,590)
Less receivables restricted for endowments	(30,283)	(29,744)
Less board designations	<u>(254,388)</u>	<u>(173,799)</u>
Financial assets available within one year to meet cash needs for general expenditures	<u>\$1,042,505</u>	<u>\$1,391,440</u>

NOTE 4 - CONCENTRATION OF CREDIT RISK

The Association maintains monies at banks. Cash accounts at each bank are insured by the Federal Deposit Insurance Corporation up to \$250,000. At times during the years ended June 30, 2022 and 2021, the Association's cash balances may have exceeded the federally insured limit of \$250,000. As of June 30, 2022 and 2021, the Association had balances in excess of this federally insured limit of approximately \$94,000 and \$459,000, respectively.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 5 - FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value hierarchy prioritizes the inputs to valuation methods used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1: Unadjusted quoted prices in active market that are accessible at the measurement date for identical assets or liabilities.

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

Level 3: Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (i.e. supported with little or no market activity).

An asset or liability's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

The following valuation techniques were used to measure fair value of assets in the table below on a recurring basis:

Investments in cash and cash equivalents, equity securities, and debt securities - The carrying amounts of cash and cash equivalents approximate fair value because of the short-term nature of those investments. Fair value of equity and debt securities was based on quoted market prices for the identical security.

Beneficial interest in perpetual trusts - The beneficial interest in perpetual trusts are valued at fair value based on the Association's interest in the fair values of the underlying assets, which approximate the present value of estimated cash flows to be received from the trusts. The present value measure is utilized as the underlying assets of each individual trust are not in the control of the Association.

Beneficial interest in Community Foundations - The beneficial interest in Community Foundations is valued at fair value based on the Association's interest in the fair values of the underlying assets, which approximate the present value of estimated cash flows to be received from the Foundations. The present value measure is utilized as the underlying assets of the Foundations are not in the control of the Association.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 5 - FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

For assets measured at fair value on a recurring basis, the fair value measurements by level within the fair value hierarchy used as of June 30, 2022 and 2021, are as follows:

	2022		
	<u>Total</u>	<u>Level 1</u>	<u>Level 3</u>
Investments held in perpetuity	\$1,146,023	\$1,146,023	\$ -
Beneficial interest in perpetual trusts	1,726,112	-	1,726,112
Beneficial interests in Community Foundations	78,315	-	78,315
Total investments	<u>\$2,950,450</u>	<u>\$1,146,023</u>	<u>\$1,804,427</u>

	2021		
	<u>Total</u>	<u>Level 1</u>	<u>Level 3</u>
Investments held in perpetuity	\$1,273,117	\$1,273,117	\$ -
Beneficial interest in perpetual trusts	2,009,427	-	2,009,427
Beneficial interests in Community Foundations	92,918	-	92,918
Total investments	<u>\$3,375,462</u>	<u>\$1,273,117</u>	<u>\$2,102,345</u>

For assets falling within Level 3 in the fair value hierarchy, the activity recognized during the years ended June 30, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
Beneficial interest in perpetual trusts:		
Balance, beginning	\$2,009,427	\$1,733,834
Distributions	(61,895)	(58,458)
Unrealized gains (losses)	<u>(221,420)</u>	<u>334,051</u>
Balance, ending	<u>\$1,726,112</u>	<u>\$2,009,427</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 5 - FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The unrealized gain for beneficial interest in perpetual trusts, classified as Level 3, is included as change in perpetual trusts in the statement of activities.

	<u>2022</u>	<u>2021</u>
Beneficial interest in community foundations:		
Balance, beginning	\$92,918	\$74,767
Distributions	(2,526)	(1,785)
Unrealized gains (losses)	<u>(12,077)</u>	<u>19,936</u>
Balance, ending	<u><u>\$78,315</u></u>	<u><u>\$92,918</u></u>

NOTE 6 - UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give at June 30, 2022 and 2021 consists of the following:

	<u>2022</u>	<u>2021</u>
Endowment receivable	\$41,283	\$42,744
Sponsorship receivable	<u>-</u>	<u>14,850</u>
Total unconditional promises to give	<u><u>\$41,283</u></u>	<u><u>\$57,594</u></u>
Less than one year	\$30,283	\$44,594
One year to five years	<u>11,000</u>	<u>13,000</u>
Total unconditional promises to give	41,283	57,594
Less unamortized discount, at 2.8% (2022) and 0.07% (2021)	<u>-</u>	<u>-</u>
Total	<u><u>\$41,283</u></u>	<u><u>\$57,594</u></u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 7 - PROPERTY AND EQUIPMENT, NET

Major classifications of property and equipment as of June 30, 2022 and 2021 are summarized below:

	<u>2022</u>	<u>2021</u>
Building and improvements	\$7,589,141	\$7,400,475
Furniture and equipment	634,324	652,560
Pool renovations	<u>602,823</u>	<u>562,263</u>
	8,826,288	8,615,298
Less accumulated depreciation	<u>(5,238,329)</u>	<u>(5,045,328)</u>
Net property and equipment	<u>\$3,587,959</u>	<u>\$3,569,970</u>

Depreciation expense amounted to \$211,237 and \$260,658 for the years ended June 30, 2022 and 2021, respectively.

NOTE 8 - INTANGIBLE ASSETS, NET

Major classifications of intangible assets as of June 30, 2022 and 2021 are summarized below:

	<u>2022</u>	<u>2021</u>
Loan origination fees	\$44,816	\$41,516
Less accumulated amortization	<u>(19,365)</u>	<u>(15,076)</u>
Net intangible assets	<u>\$25,451</u>	<u>\$26,440</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 - INVESTMENTS

Investments consist of funds held in an endowment. The cost, unrealized gains and losses, and fair values of investments consist of the following at June 30, 2022 and 2021:

	2022		
	<u>Market Value</u>	<u>Cost</u>	<u>Unrealized gain (loss)</u>
Cash equivalents	\$75,106	\$75,106	\$ -
Mutual funds	789,116	761,905	27,211
Fixed income	268,896	289,512	(20,616)
Stocks	12,905	6,388	6,518
Total investments	<u>\$1,146,023</u>	<u>\$1,132,911</u>	<u>\$13,113</u>

	2021		
	<u>Market Value</u>	<u>Cost</u>	<u>Unrealized gain (loss)</u>
Cash equivalents	\$9,186	\$9,186	\$ -
Mutual funds	980,630	704,189	276,441
Fixed income	271,109	267,004	4,105
Stocks	12,192	6,388	5,804
Total investments	<u>\$1,273,117</u>	<u>\$986,767</u>	<u>\$286,350</u>

The following schedule summarizes the investment return in the statement of activities for the years ended June 30, 2022 and 2021. The amounts include interest earned on checking and savings accounts.

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$61,829	\$34,238
Realized and unrealized gain (loss)	<u>(243,515)</u>	<u>272,139</u>
Total investment return	<u><u>(\$181,686)</u></u>	<u><u>\$306,377</u></u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 - INVESTMENTS (continued)

The Association's endowments consist of several funds established for a variety of purposes. Its endowment includes donor-restricted endowment funds. As required by U.S. generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant law:

The Board of Directors of the Association has interpreted the relevant state law 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 Association 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 unrestricted or temporarily restricted net assets until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by the relevant state law. Unless specifically defined by a donor-restricted endowment fund required by donor stipulation, the Association considers the following factors in making a determination to accumulate or appropriate 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

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 - INVESTMENTS (continued)

The following schedule represents the endowment net asset composition by type of endowment fund as of June 30:

	<u>2022</u>	<u>2021</u>
With donor restrictions - held in perpetuity	\$1,000,658	\$943,510
Less endowment pledges receivable	<u>(41,283)</u>	<u>(42,744)</u>
Total restricted net assets held in endowment	<u>\$959,375</u>	<u>\$900,766</u>

The following schedule represents the changes in endowment funds for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Endowment funds, beginning of year	\$1,273,117	\$974,167
Investment return:		
Interest and dividends	61,829	34,238
Realized and unrealized gains (losses)	(243,515)	272,139
Contributions	63,396	50,875
Withdrawals	-	(50,000)
Fees	<u>(8,804)</u>	<u>(8,302)</u>
Endowment funds, end of year	<u>\$1,146,023</u>	<u>\$1,273,117</u>

Return Objectives and Risk Parameters:

The Association has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowments while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Association must hold in perpetuity or for a donor-specified period. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results and allow the Association to fund the appropriate programs while assuming a moderate level of investment risk.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 - INVESTMENTS (continued)

Strategies Employed for Achieving Objectives:

The Association 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 Association targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Endowment Spending Policy and How the Investment Objectives Relate to the Spending Policy:

The general spending policy of the Endowment Funds is based on a total return policy in which capital gains, interest and dividends are reinvested in the Endowment. The Spending Rate shall be based upon the moving average of the fair market values reported for previous years. A not-to-exceed spending rate of 5% is recommended and approved by the Board of Directors. Each year, the Finance Committee will recommend to the Board of Directors the spending rate considering the size, growth, and performance (past and projected) of the Endowment Funds and the needs of the operating budget.

For the years ended June 30, 2022 and 2021, the Board of Directors accepted the recommendation of the Finance Committee for a 0% spending policy for the Endowment Funds.

NOTE 10 - BENEFICIAL INTEREST IN PERPETUAL TRUSTS

The Association is named as a beneficiary under several perpetual trusts. The Association's beneficiary interest allocation ranges from 12.50% to 16.667% as of June 30, 2022 and 2021.

The cost, gross unrealized gains and losses, and fair value of the beneficial interest in perpetual trusts consist of the following as of June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Market value	\$1,726,112	\$2,009,427
Cost	<u>1,701,535</u>	<u>1,698,215</u>
Unrealized gain (loss)	<u>\$24,577</u>	<u>\$311,212</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 11 - BENEFICIAL INTEREST IN COMMUNITY FOUNDATION

Adams County Community Foundation (ACCF) is a community foundation made up of several component funds, which includes the YWCA of Gettysburg and Adams County Endowment Fund. The Board of Trustees of ACCF shall have the power to modify any restriction or condition on the distribution of funds for any specified charitable purposes or to a specified organization if, in the sole judgment of the Board, such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community serviced. At June 30, 2022 and 2021, the total market value of this endowment fund was \$78,315 and \$92,918, respectively.

NOTE 12 - NOTES PAYABLE, BANK

The Association has a line-of-credit available of \$125,000. Interest is payable on the outstanding balance at the bank's prime rate plus 0.5%. The line is secured by the property and the Association's assets. As of June 30, 2022 and 2021, there were no outstanding balances on this line-of-credit.

NOTE 13 - LONG-TERM DEBT

Long-term debt consists of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Financial Institution; \$1,584,763 loan dated August 15, 2017; Loan payable in monthly installments of \$7,327 including interest of 2.74% for 119 months with a balloon payment of \$1,084,740 to be made in August 2027; maturity date of August 1, 2027. The loan is secured by the \$1,866,077 building and the Association's assets.	\$1,368,548	\$1,417,711
Financial Institution; Loan payable in monthly installments of \$1,152 including interest of 3.75%. The loan is secured by inventory, accounts receivable, and equipment and is scheduled to mature in 2022.	59,771	69,806

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 13 - LONG-TERM DEBT (continued)

	<u>2022</u>	<u>2021</u>
Financial Institution; \$1,394,175 loan dated January 14, 2022; Loan payable in monthly installments of \$7,894.64 including interest of 4% for 88 months with a balloon payment of \$1,075,255 to be made in June 2029; maturity date of June 25, 2029. The loan is secured by the \$1,724,959 building and the Association's assets.	1,377,486	1,409,877
Financial Institution; \$513,041 loan dated January 14, 2022; Loan payable in monthly installments of \$2,904.18 including interest of 4% for 88 months with a balloon payment of \$395,551 to be made in June 2029; maturity date of June 25, 2029. The loan is secured by the \$1,724,959 building and the Association's assets.	506,905	518,819
Financial Institution; \$453,500 loan dated April 22, 2021; Loan payable made under the Paycheck Protection Program. Entire loan was forgiven in June 2022 by the Small Business Administration.	-	453,530
Financial Institution; Loan payable in monthly installments of \$2,670 including interest of 3.85%. The loan is scheduled to mature in December 2025 and is secured by the Association's buildings and land.	33,916	63,996
Financial Institution; Loan payable in monthly installments of \$1,111 including interest of 0%. The loan is scheduled to mature in April 2024 and is secured by the Association's buildings and land.	25,556	38,889
	3,372,182	3,972,628
	(163,601)	(207,870)
Less current portion		
Total long-term debt, net of current portion	<u>\$3,208,581</u>	<u>\$3,764,758</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 13 - LONG-TERM DEBT (continued)

Principal maturities of long-term debt during subsequent years are as follows:

<u>Year</u>	<u>Amount</u>
2021	\$163,601
2022	137,910
2023	127,479
2024	131,958
2025	125,029
Thereafter	<u>2,686,205</u>
Total	<u><u>\$3,372,182</u></u>

NOTE 14 - DEFERRED REVENUE

Deferred revenue consists of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Recreation passes	\$85,160	\$67,316
Special programs	100	-
Program income	<u>-</u>	<u>22,400</u>
Total deferred revenue	<u><u>\$85,260</u></u>	<u><u>\$89,716</u></u>

The above items of deferred income will be recognized as income when the expenditures for such designated purposes are incurred and/or are allocated over the respective terms of service, all of which are expected to occur during the next fiscal year.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 15 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of June 30, 2022 and 2021 consisted of the following:

Net assets subject to purpose restrictions:	<u>2022</u>	<u>2021</u>
Pre K program	\$ -	\$29,323
Racial justice program	5,184	3,915
Other	53,539	13,700
Scholarship program	-	8,382
Child care programs	177,297	17,270
Total net assets subject to purpose restrictions	<u>\$236,020</u>	<u>\$72,590</u>
Net assets, perpetual in nature:		
Beneficial interest in perpetual trusts	\$1,726,112	\$2,009,427
General purpose endowment:		
Investments and pledges receivable	957,758	943,510
Beneficial interest in community foundation	78,315	92,918
Other endowments:		
Janet Dewar Memorial	52,800	42,800
Pool endowment	42,900	-
Total net assets, perpetual in nature	<u>\$2,857,885</u>	<u>\$3,088,655</u>

Net assets were released from donor restrictions by incurring expenses satisfying the purpose restrictions specified as follows:

	<u>2022</u>	<u>2021</u>
Pre K program	\$29,323	\$15,577
Racial justice program	1,416	10,700
Other	113,848	71,053
Scholarship program	8,382	7,725
Child care programs	179,444	385,451
Covid 19 grants	-	103,223
Totals	<u>\$332,413</u>	<u>\$593,729</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
GETTYSBURG AND ADAMS COUNTY**

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 15 - NET ASSETS WITH DONOR RESTRICTIONS (continued)

Designated net assets without donor restrictions are funds from various programs that are to be used for those programs in the subsequent year. These net assets consist of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Encore	\$18,917	\$18,967
Racial Justice	5,087	14,185
Scholarship Program	16,274	18,532
Sharks Swim Team	10,016	10,086
Operating reserve	164,612	85,612
Other	39,482	26,417
Totals	<u>\$254,388</u>	<u>\$173,799</u>

NOTE 16 - PROGRAM INCOME

Program income consists of fees earned during the years ended June 30, 2022 and 2021 in the following programs:

	<u>2022</u>	<u>2021</u>
Aquatics	\$78,603	\$78,466
Other	6,734	3,707
Sports and fitness	14,519	20,780
Road Scholar	111,365	-
Total program income	<u>\$211,221</u>	<u>\$102,953</u>

NOTE 17 - RETIREMENT PLAN

The Association sponsors a defined contribution retirement plan for qualified employees. The pension plan expense charged against operations amounted to \$49,736 and \$57,837 for the years ended June 30, 2022 and 2021, respectively. Contributions to the retirement plan are based on compensation.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 18 - PAYCHECK PROTECTION PROGRAM

In May 2020, the Association secured and received funding totaling \$453,500 from the Paycheck Protection Program, a government program authorizing loans to small businesses and non-profit organizations to cover payroll costs, rent and utility costs over a twenty-four week period. The loan was forgiven in June 2021 by the Small Business Administration.

In April 2021, the Association secured and received a second round of funding totaling \$453,530 from the Paycheck Protection Program to cover payroll costs, rent and utility costs over a twenty-four week period. The loan was forgiven in June 2022 by the Small Business Administration.

NOTE 19 - EMPLOYEE RETENTION CREDIT

The Coronavirus Aid, Relief, and Economic Security Act (CARES Act) created the Employee Retention Credit, which is a fully refundable payroll tax credit to encourage employers to retain their employees during the COVID-19 pandemic. Originally, the credit was for qualified wages paid by eligible employers from March 13 to December 31, 2020.

The Taxpayer Certainty and Disaster Tax Relief Act of 2020 (TCDRA), extended the credit to include qualified wages paid during the period of January 1 to June 30, 2021. The American Rescue Plan Act of 2021 (ARPA) further extended the credit to wages paid during the period of July 1 to September 30, 2021.

The Association applied for the Employee Retention Credit for the amount totaling \$780,350 for the year ended June 30, 2021.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF
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SCHEDULES OF PROGRAM SERVICE EXPENSES

YEARS ENDED JUNE 30, 2022 AND 2021

	2022					
	Child Care	Membership	Road Scholar	Aquatics	Sports and Fitness	Advocacy and Mission
	Child Care	Membership	Road Scholar	Aquatics	Sports and Fitness	Advocacy and Mission
Salaries and wages	\$1,357,921	\$100,985	\$806	\$165,433	\$169,882	\$19,736
Payroll taxes	110,691	8,447	83	13,968	13,649	1,638
Benefits	130,374	4,867	3,001	10,564	3,853	1,853
Advertising	388	1,272	45	392	161	387
Contracted services	7,139	547	10	1,012	1,077	148
Depreciation and amortization	79,220	12,278	358	69,117	42,277	610
Dues and subscriptions	12,009	955	18	2,504	1,797	247
Education	5,833	-	-	982	-	-
Fees and licenses	16,416	1,206	364	3,931	2,156	307
Food and consumerables	107,403	-	66	-	619	-
Fundraising events	5,498	20	1,543	169	326	42
Insurance	10,381	836	92	1,163	1,404	151
Interest	124,695	1,615	113	7,660	7,182	337
Miscellaneous	1	-	-	550	-	-
Postage	-	-	-	-	64	713
Printing	656	246	1	164	122	12
Professional fees	15,273	1,965	30	2,394	2,690	358
Program expenses	87,512	1,319	41,258	10,906	8,902	4,690
Rent	-	-	-	890	-	-
Repairs and maintenance	52,715	7,218	103	84,743	11,641	379
Supplies	26,211	1,990	7,801	6,177	6,695	1,003
Telephone	4,564	513	7	744	815	192
Travel	-	-	500	623	-	-
Utilities	32,314	6,355	163	23,211	28,908	633
	<u>\$2,187,214</u>	<u>\$152,634</u>	<u>\$56,362</u>	<u>\$407,297</u>	<u>\$304,220</u>	<u>\$33,438</u>
						<u>\$3,141,163</u>

(Continued)

YEARS ENDED JUNE 30, 2022 AND 2021

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