
WOODLANDS CONSERVANCY

FINANCIAL STATEMENTS

DECEMBER 31, 2023

RICHARD  CPAS

WOODLANDS CONSERVANCY

FINANCIAL STATEMENTS

DECEMBER 31, 2023

WOODLANDS CONSERVANCY

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Independent Accountant's Review Report

The Board of Directors
Woodlands Conservancy
Belle Chasse, Louisiana

We have reviewed the accompanying financial statements of Woodlands Conservancy (the Organization, a nonprofit corporation), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Woodlands Conservancy and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information included in the schedule of compensation, benefits, and other payments to the agency head is presented of additional analysis and is not required part of the basic 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 supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Richard CPAS

Metairie, Louisiana
November 6, 2024

WOODLANDS CONSERVANCY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2023

ASSETS

ASSETS

Cash and cash equivalents	\$ 118,069
Accounts receivable	56,462
Certificate of deposit	5,000
Inventory	<u>8,514</u>
Total current assets	<u>188,045</u>

NON-CURRENT ASSETS

Property and equipment, net	3,866,319
Beneficial interest in assets held by community foundation	<u>92,970</u>
Total non-current assets	<u>3,959,289</u>

<u>TOTAL ASSETS</u>	<u>\$ 4,147,334</u>
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LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	<u>\$ -</u>
Total current liabilities	<u>-</u>
 Total liabilities	 <u>-</u>

NET ASSETS

Without donor restrictions	3,971,022
With donor restrictions	<u>176,312</u>
Total net assets	<u>4,147,334</u>

<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 4,147,334</u>
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See accompanying notes and independent accountants' review report.

WOODLANDS CONSERVANCY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
<u>REVENUES AND OTHER SUPPORT</u>			
Government grants	\$ 314,746	\$ -	\$ 314,746
Contributions	27,126	104,652	131,778
Investment income	-	10,516	10,516
Special events revenue, net	7,817	-	7,817
Other income	(9,078)	-	(9,078)
	<u>340,611</u>	<u>115,168</u>	<u>455,779</u>
Net assets released from restrictions	<u>91,697</u>	<u>(91,697)</u>	<u>-</u>
Total revenues and other support	<u>432,308</u>	<u>23,471</u>	<u>455,779</u>
 <u>EXPENSES</u>			
Program services	372,578	-	372,578
Management and general	48,182	-	48,182
Fundraising	14,376	-	14,376
Total expenses	<u>435,136</u>	<u>-</u>	<u>435,136</u>
 <u>CHANGE IN NET ASSETS</u>	<u>(2,828)</u>	<u>23,471</u>	<u>20,643</u>
 <u>NET ASSETS, BEGINNING OF THE YEAR</u>	<u>3,973,850</u>	<u>152,841</u>	<u>4,126,691</u>
 <u>NET ASSETS, END OF THE YEAR</u>	<u>\$ 3,971,022</u>	<u>\$ 176,312</u>	<u>\$ 4,147,334</u>

See accompanying notes and independent accountants' review report.

WOODLANDS CONSERVANCY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

	2023			
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Totals</u>
Salaries and benefits	\$ 124,186	\$ 28,816	\$ 12,134	\$ 165,136
Restoration projects	104,460	-	-	104,460
Program supply expenses	1,283	-	-	1,283
Fundraising expense	-	-	2,242	2,242
Advertising	-	203	-	203
Legal & professional expenses	-	2,850	-	2,850
Insurance	5,158	5,493	-	10,651
Construction and planning	111,549	-	-	111,549
Occupancy	6,072	2,024	-	8,096
Office supplies	1,751	584	-	2,334
Dues & subscriptions	2,996	-	-	2,996
Board Meetings	-	3,171	-	3,171
Travel and Meals	2,175	725	-	2,900
Website	1,062	354	-	1,416
Depreciation	10,141	3,380	-	13,521
Other expenses	1,746	582	-	2,328
	<u>\$ 372,578</u>	<u>\$ 48,182</u>	<u>\$ 14,376</u>	<u>\$ 435,136</u>

See accompanying notes and independent accountants' review report.

WOODLANDS CONSERVANCY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 20,643
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:	
Depreciation expense	13,521
Change in beneficial interest in assets	(10,516)
Changes in operating assets and liabilities	
Accounts receivable	(39,147)
Inventory	(501)
Accounts payable	-
Net cash used in operating activities	<u>(16,000)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Purchase of equipment	<u>(15,388)</u>
Net cash used in financing activities	<u>(15,388)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of certificate of deposit	<u>(5,000)</u>
Net cash used in investing activities	<u>(5,000)</u>

Net change in cash and cash equivalents	<u>(36,388)</u>
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Cash and cash equivalents, beginning of year	<u>154,457</u>
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Cash and cash equivalents, end of year	<u><u>\$ 118,069</u></u>
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WOODLANDS CONSERVANCY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Significant Accounting Policies

Organization

Woodlands Conservancy (the Organization) is a 501(C)(3), nonprofit land trust organization created with the mission to preserve and restore forested wetlands and other ecologically or historically significant lands in Louisiana. The vision of Woodlands Conservancy is to be the regional model for the conservation of hardwood forests, and a leader in the advocacy and preservation of Louisiana's coastal forest ecosystems.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and accordingly reflect all significant receivables, payables, and other liabilities.

Financial Statement Presentation

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 available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve or board-designated endowment.

Net assets with donor restrictions – Net assets subject to donor (or certain grantor) imposed restrictions. 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 those 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.

Cash and Cash Equivalents

Cash includes amounts on deposit with a local financial institution. Cash equivalents are all highly liquid investments with maturities of three months or less at the date of acquisition.

Certificate of deposit

Certificates of deposit are recorded at historical cost. Interest income on the certificate of deposit is recorded on an accrual basis. The certificate of deposit held at December 31, 2023 was for a twelve month term and has an interest rate of 5.25%.

WOODLANDS CONSERVANCY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. Significant Accounting Policies (continued)

Allowance for Credit Losses

An allowance for credit losses is an estimate based upon historical account write-off trends, facts about the current financial condition of the debtor, forecasts of future operating results based upon current trends and macroeconomic factors. Credit quality is monitored through the timing of payments compared to payment terms and known facts regarding the financial condition of debtors. Accounts receivable balances are charged off against the allowance for credit losses after recovery efforts have ceased. As of December 31, 2023, the amounts for allowance for credit losses were \$0.

Inventory

The Organization's inventory consists of merchandise held for sale and is recorded at cost.

Property and Equipment

The Organization records property and equipment additions over \$1,000 at cost, or if donated, at fair value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from 5 to 15 years. When assets are sold or otherwise disposed of, the cost and related depreciation are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The Organization reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the year ended December 31, 2023.

Beneficial Interest in Assets Held by Community Foundation

During a prior year, the Organization established a fund that is perpetual in nature at Greater New Orleans Foundation (GNOF, a community foundation) and named the Organization as beneficiary. The fund is held and invested by GNOF for the Organization's benefit and the beneficial interest in the pooled assets is reported at fair value in the statement of financial position, with distributions and changes in fair value recognized in the statement of activities.

WOODLANDS CONSERVANCY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Significant Accounting Policies (continued)

Contributions and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. The Organization records special events revenue equal to the fair value of direct benefits to donors, and contribution revenue for the difference.

Gifts of cash and other assets are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated amounts. When a stipulated time restriction ends or purposes restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as reclassifications. Restricted support received and used by the Organization within the same year are shown as support or revenue without donor restrictions.

Donated Services and In-Kind Contributions

Contributed nonfinancial assets and other in-kind contributions are recorded at the respective fair values of the goods or services received. The Organization does not sell donated gifts-in-kind. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time and supplies to the Organization's program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation.

Income Taxes

The Organization is organized as Louisiana nonprofit corporations and has been recognized by the IRS as exempt from federal income taxes under IRC Section 509(a) as an organization described in IRC Section 501(c)(3), qualifies for the charitable contribution deduction, and has been determined not to be a private foundation. The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, it is subject to income tax on net income that is derived from business activities that are unrelated to the Organization's purposes. The Organization has determined that they are not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

WOODLANDS CONSERVANCY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Significant Accounting Policies (continued)

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement 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 benefits. The expenses that are allocated include salaries and benefits, insurance, occupancy, office supplies, travel and meals, website, depreciation and other expenses

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 the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of additions to and reduction of net assets during the reported period. Accordingly, actual results may differ from those estimates, and those differences could be material.

New Accounting Pronouncements – Adopted

In June 2016, the Financial Accounting Standards Board (FASB) issued guidance in Accounting Standards Codification 326 (FSB ASC 326) which significantly changed how entities will measure credit losses. Prior to the adoption of ASC 326, the Organization's allowance was based upon an analysis of past credit history, as well as the consideration of expected trends based upon characteristics of the accounts and general economic conditions. Under the application of ASC 326, the Organization's historical credit loss experience provides the basis for the estimation of expected credit losses. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. The Organization adopted the standard effective January 1, 2023. The adoption of this standard had no material impact on the financial statements of the Organization.

WOODLANDS CONSERVANCY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

2. 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 at December 31:

Cash and cash equivalents	\$ 118,069
Accounts receivable	56,462
Certificate of deposit	<u>5,000</u>
Total financial assets	<u>179,531</u>
Less: amounts not available to be used within one year:	
Funds restricted by donor	<u>(186,828)</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ (7,297)</u>

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a near balanced budget and anticipates collecting sufficient revenue to cover general operating expenditures.

3. Property and Equipment

Property and equipment consists of the following at December 31, 2023.

Land	\$ 3,722,044
Buildings	172,036
Equipment	<u>15,388</u>
Total cost	3,909,468
less: accumulated depreciation	<u>(43,149)</u>
Property and equipment, net	<u>\$ 3,866,319</u>

Depreciation expense totaled \$13,521 for the year ended December 31, 2023.

WOODLANDS CONSERVANCY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

4. Net assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes at December 31, 2023.

Programs – restoration activities	\$ 83,342
Beneficial interest in assets of community foundation	<u>92,970</u>
Net assets with donor restrictions	<u>\$ 176,312</u>

Net assets released during the year ended December 31, 2023, of \$91,697, are for restoration and activities.

5. Concentration of Risk

The Organization maintains its cash and cash equivalents in various financial institutions in Louisiana. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. On December 31, 2023, the Organization's cash balances were fully insured by the FDIC. The cash balances, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk in cash.

Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from Board members, governmental agencies, and foundations supportive of our mission.

During the year ended December 31, 2023, the Organization received approximately 52.17% of its total revenue and other support from three grantors.

6. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, November 6, 2024, and determined no items require additional disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

SUPPLEMENTARY INFORMATION

WOODLANDS CONSERVANCY
SCHEDULE OF COMPENSATION, BENEFITS, AND
OTHER PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED DECEMBER 31, 2023

Agency Head Name: Katie Brasted, Executive Director

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 4,943
Benefits - insurance	574
Meals and parking	-
Registration fees	-
Per diem	-
Conference travel	-
	<u>\$ 5,517</u>

Louisiana Revised Statute 24:513(A)(3) as amended by Act 706 of the 2014 Regular Legislative Session requires that the total compensation, reimbursements, and benefits of an agency head or political subdivision head or chief executive officer related to the position, including but not limited to travel, housing, unvouchered expense, per diem, and registration fees to be reported as a supplemental report within the financial statement of local government and quasi-public auditees. In 2015, Act 462 of the 2015 Regular Session of the Louisiana Legislature further amended R.S. 24:513(A)(3) to clarify that nongovernmental entities or not-for-profit entities that received public funds shall report only the use of public funds for the expenditures itemized in the supplemental report.

See independent auditor's report.