

**THE ACCESS FUND**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2022

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

**THE ACCESS FUND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

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# TAYLORROTH

*Certified Public Accountants*

WORKING EXCLUSIVELY WITH NONPROFITS

November 30, 2022

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
The Access Fund  
Boulder, Colorado

### **Opinion**

We have audited the accompanying financial statements of The Access Fund (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities and cash flows for the year 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 The Access Fund as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit 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 The Access Fund and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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.

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 The Access Fund'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, including omissions, 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 The Access Fund'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 The Access Fund'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.

#### **Report on Summarized Comparative Information**

We have previously audited The Access Fund's 2021 financial statements and expressed an unmodified audit opinion on those audited financial statements in our report dated February 14, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Taylor Roth and Company PLLC*

TAYLOR, ROTH AND COMPANY, PLLC  
CERTIFIED PUBLIC ACCOUNTANTS  
DENVER, COLORADO

**THE ACCESS FUND**  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2022  
(WITH COMPARATIVE TOTALS FOR 2021)

	2022	2021
<u>Assets</u>		
Cash and cash equivalents	\$ 3,435,429	\$ 3,708,303
Donations receivable (Note 3)	547,380	28,998
Loans receivable (Note 4)	260,432	362,774
Prepaid expenses	41,348	39,351
Inventory - land - (Note 5)	205,144	256,210
Security deposit	17,046	17,046
Investments (Note 6)	715,706	712,551
Net property and equipment (Note 7)	149,009	111,314
Total assets	\$ 5,371,494	\$ 5,236,547
<u>Liabilities and net assets</u>		
<u>Liabilities</u>		
Accounts payable	\$ 102,735	\$ 111,777
Payroll liabilities	246,873	195,995
Fiscal agent liability (Note 8)	122,497	121,371
Line of credit (Note 9)	-	-
Lease commitments (Note 10)	-	1,373
Total liabilities	472,105	430,516
 <u>Net assets</u>		
Without donor restrictions		
Undesignated	3,124,340	2,892,021
Board designated operating reserve (Note 11)	125,000	125,000
	3,249,340	3,017,021
With donor restrictions (Note 12)	1,650,049	1,789,010
Total net assets	4,899,389	4,806,031
Total liabilities and net assets	\$ 5,371,494	\$ 5,236,547

The accompanying notes are an integral part of these financial statements

**THE ACCESS FUND**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**  
**(WITH COMPARATIVE TOTALS FOR 2021)**

	2022			2021
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<u>Revenue and other support</u>				
Grants and contributions	\$ 2,208,001	\$ 246,800	\$ 2,454,801	\$ 1,514,059
Corporate sponsorship	578,650	-	578,650	1,564,102
Membership	487,538	-	487,538	459,857
Contract	87,580	-	87,580	117,482
Special event income	74,961	-	74,961	125,061
Merchandise sales	43,903	-	43,903	14,439
Paycheck Protection Program loan forgiveness	-	-	-	331,300
Investment income	(57,915)	-	(57,915)	68,667
Other	28,433	-	28,433	5,300
In-kind (Note 13)	85,438	-	85,438	106,317
Net assets released from restrictions (Note 12)	385,761	(385,761)	-	-
Total revenue and other support	<u>3,922,350</u>	<u>(138,961)</u>	<u>3,783,389</u>	<u>4,306,584</u>
<u>Expense</u>				
Program services				
Stewardship and conservation	1,072,078	-	1,072,078	928,762
Climbing management policy	705,438	-	705,438	780,942
Local support and mobilization	676,118	-	676,118	368,975
Land acquisition and protection	310,392	-	310,392	263,490
Total program services	<u>2,764,026</u>	<u>-</u>	<u>2,764,026</u>	<u>2,342,169</u>
Management and general	336,100	-	336,100	329,390
Fund-raising	589,905	-	589,905	477,106
Total expense	<u>3,690,031</u>	<u>-</u>	<u>3,690,031</u>	<u>3,148,665</u>
Change in net assets	232,319	(138,961)	93,358	1,157,919
Net assets, beginning of year	<u>3,017,021</u>	<u>1,789,010</u>	<u>4,806,031</u>	<u>3,648,112</u>
Net assets, end of year	<u>\$ 3,249,340</u>	<u>\$ 1,650,049</u>	<u>\$ 4,899,389</u>	<u>\$ 4,806,031</u>

The accompanying notes are an integral part of these financial statements

**THE ACCESS FUND**  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2022  
(WITH COMPARATIVE TOTALS FOR 2021)

	2022								2021
	Program Services				Supporting Services				
	Stewardship and Conservation	Climbing Management Policy	Local Support & Mobilization	Land Acquisition & Protection	Total Program	Management and General	Fund- raising	Total	Total
Salaries	\$ 530,515	\$ 371,170	\$ 312,043	\$ 145,305	\$ 1,359,033	\$ 177,428	\$ 300,509	\$ 1,836,970	\$ 1,649,685
Payroll taxes and benefits	116,563	77,359	69,984	31,328	295,234	34,370	60,514	390,118	373,146
Contract services	65,133	74,838	8,072	65,843	213,886	1,415	22,970	238,271	198,001
General membership	70,213	44,697	50,061	14,303	179,274	8,801	304	188,379	132,891
Travel	60,524	13,891	18,472	9,633	102,520	9,339	76,022	187,881	33,082
Office expenses	40,626	28,207	24,021	7,385	100,239	17,977	41,399	159,615	150,513
Equipment and software	27,819	17,508	21,287	7,413	74,027	24,077	24,385	122,489	144,791
Advertising and design	36,469	24,425	24,442	6,984	92,320	1	27,818	120,139	131,734
Grants	11,291	7,188	84,065	2,300	104,844	-	105	104,949	73,877
Rent and utilities	22,599	14,487	16,225	4,636	57,947	20,629	6,438	85,014	78,983
Accounting	18,127	11,620	13,014	3,718	46,479	23,710	5,165	75,354	12,950
Banking fees	12,906	9,109	11,446	2,638	36,099	2,664	11,782	50,545	49,054
Insurance	22,128	4,765	4,062	2,048	33,003	5,910	2,243	41,156	34,929
Professional and legal	8,157	5,229	5,857	1,673	20,916	2,535	1,901	25,352	12,620
Program materials	5,022	13	5,698	26	10,759	-	-	10,759	11,810
Sales and property tax	-	-	5,001	4,862	9,863	274	-	10,137	6,947
Bad debt	-	-	-	-	-	-	7,874	7,874	-
Professional development	700	449	501	144	1,794	100	373	2,267	4,784
Other	100	48	57	14	219	5,988	78	6,285	16,460
	1,048,892	705,003	674,308	310,253	2,738,456	335,218	589,880	3,663,554	3,116,257
Depreciation	23,186	435	1,810	139	25,570	882	25	26,477	32,408
<b>Total</b>	<b>\$ 1,072,078</b>	<b>\$ 705,438</b>	<b>\$ 676,118</b>	<b>\$ 310,392</b>	<b>\$ 2,764,026</b>	<b>\$ 336,100</b>	<b>\$ 589,905</b>	<b>\$ 3,690,031</b>	<b>\$ 3,148,665</b>

The accompanying notes are an integral part of these financial statements

**THE ACCESS FUND**

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022  
(WITH COMPARATIVE TOTALS FOR 2021)

	2022	2021
<u>Cash flows from operating activities</u>		
Change in net assets	\$ 93,358	\$ 1,157,919
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	26,477	32,408
(Gain)loss on disposal of assets	-	(5,300)
Unrealized and realized loss(gain) on investments	93,000	(53,690)
Paycheck Protection Program loan forgiveness	-	(331,300)
<u>Changes in operating assets and liabilities</u>		
(Increase)decrease in accounts and loans receivable	(416,040)	(59,231)
(Increase)decrease in prepaid expenses	(1,997)	(3,331)
(Increase)decrease in inventory	51,066	269,658
Increase(decrease) in accounts payable	(9,042)	58,375
Increase(decrease) in payroll liabilities	50,878	65,406
Increase(decrease) in fiscal agent liabilities	1,126	12,161
Increase(decrease) in grants payable	-	(50,000)
Net cash provided(used) by operating activities	(111,174)	1,093,075
<u>Cash flows from investing activities</u>		
(Additions) to fixed assets	(64,172)	(29,885)
(Purchase) of investments	(64,216)	(21,251)
(Reinvestment) of interest and dividends	(31,939)	(19,044)
Net cash provided(used) by investing activities	(160,327)	(70,180)
<u>Cash flows from financing activities</u>		
Payments on lease payable	(1,373)	(3,207)
Net cash provided by financing activities	(1,373)	(3,207)
Net increase(decrease) in cash and cash equivalents	(272,874)	1,019,688
Cash and cash equivalents, beginning of year	3,708,303	2,688,615
Cash and cash equivalents, end of year	\$ 3,435,429	\$ 3,708,303
<u>Supplemental disclosure of information:</u>		
Cash paid during the period for interest	\$ 26	\$ 141

The accompanying notes are an integral part of these financial statements



**THE ACCESS FUND**  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022

NOTE 1 - NATURE OF ACTIVITIES

The Access Fund (the Organization, dba Access Fund) is a nonprofit advocacy organization that leads and inspires the climbing community toward sustainable access and conservation of the climbing environment. Preserving the opportunity to climb and the diversity of the climbing experience are fundamental to the mission of The Access Fund. Working in cooperation with climbers, other recreational users, public land managers, and private landowners, The Access Fund promotes responsible use and sound management of climbing resources throughout the United States. The Access Fund encourages an ethic of personal responsibility, self regulation, strong conservation values, and minimum impact practices among climbers. The Organization is primarily supported through contributions from Corporate sponsorships, grants and contributions, and membership dues.

- Stewardship and Conservation – The Access Fund partners with land managers and local climbing organizations across the country to improve sustainability and address environmental impacts at climbing areas. The Access Fund/Jeep Conservation Teams travel the country assessing climbing area conservation needs, working with locals to address those needs, and providing stewardship best practices. Additionally, the Access Fund helps organize volunteer events across the country. The Access Fund’s stewardship volunteer program, Adopt a Crag, unites local climbing communities in partnerships with land managers to conserve their local climbing areas.
- Land Acquisition and Protection – The Access Fund Climbing Conservation Loan Program is the first-ever revolving loan program that provides local climbing organizations and other agencies with the funds and expertise to act quickly to save threatened climbing areas. In special circumstances, The Access Fund will hold endangered property on behalf of the climbing community. As of June 30, 2022, The Access Fund owned 3 properties in fee; leased 2 properties, held conservation easements on 10 properties; and managed 3 properties under contract.
- Climbing Management Policy – The Access Fund works with legislators, members of the administration, state agencies, tribal governments, and officials from the US Forest Service, National Park Service, and Bureau of Land Management to make sure that climbers’ interests are represented in public land planning. The Organization works directly with these officials to educate and advocate for management strategies that balance climbing access with resource conservation, responsible placement and replacement of fixed anchors, sustainable care and management of climbing areas, and recognition of the social and economic benefits of climbing. Access Fund also works with local and regional land managers on climbing management planning and stewardship of climbing areas.
- Education – The Access Fund advances climber education through the lens of minimum impact behaviors so that climbers become better stewards of the nation’s climbing resources. Through social media outreach, print publications, and the Vertical Times Newsletter, the Organization provides up-to-date news on policy, area reports, events, action alerts, grants, and more.
- Local Support and Mobilization – The Access Fund works to empower local advocates to join together and form local climbing organizations. The Access Fund supports these local groups with grants, one-on-one guidance when an access issue occurs, educational resources, stewardship programs, and consulting on political, legal, and regulatory issues. The Access Fund regularly hosts conferences and summits, that bring together land managers and climbers from across the country to share best practices in climbing stewardship, land conservation, policy, local support and mobilization, and volunteer management.

NOTE 1 - NATURE OF ACTIVITIES - (Concluded)

- Risk Management and Landowner Support – The Access Fund works with private and public landowners on tools and strategies to mitigate both real and perceived risks of climbing—giving them the confidence and protections they need to open their land to public access. The Access Fund works to strengthen state recreational use statutes and helps landowners implement waiver systems and other types of access agreements to mitigate risks.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES

1. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

2. Basis of Presentation

The financial statements of The Access Fund have been prepared in accordance with U.S. generally accepted accounting principles which require the Organization to report its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Organization’s management and board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

3. Cash and Cash Equivalents

The Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

4. Accounts Receivable

The Organization states accounts receivable at the amount management expects to collect from outstanding balances. Management has elected to write off bad debts utilizing the direct method and write off bad debts as they are incurred.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES – (Continued)

5. Inventory - merchandise

The Organization expenses merchandise that is given to members and sold in the online store as it purchases it. This merchandise consists largely of t-shirts and other various smaller-valued items. Because much of the inventory has dated information, any remaining inventory would be slow-moving and obsolete inventory at year-end.

6. Capitalization and Depreciation

The Organization follows the practice of capitalizing all expenditures for property and equipment, at cost, in excess of \$2,500. The fair value of donated assets is similarly capitalized. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

7. Estimates

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

8. Income Taxes

The Organization has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

9. Functional Reporting of Expenses

For the year ended June 30, 2022, the costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The allocations are determined by management on a rational and systematic basis. Salaries and benefits are allocated on a time and effort basis. All other costs are assigned directly to the program or functional area benefited.

10. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

11. Fair Value Measurement

The Organization is subject to the provisions of the Fair Value Measurements and Disclosures accounting standard. This standard requires use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels: quoted market prices in active markets for identical assets and liabilities (Level 1); inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly (Level 2); and unobservable inputs for the asset or liability (Level 3).

12. Conservation Easements

The Organization holds conservation easements on ten properties in California, Kentucky, Colorado, Illinois, Texas, and New Hampshire. The Organization is responsible for monitoring the easements to ensure that their conditions are being followed. If any conditions of the easements are not followed, legal action by The Access Fund may be necessary.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES – (Continued)

13. Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received; conditional promises to give with a measurable performance barrier and a right of return are not recognized until the conditions on which they depend have been met.

Consequently, at June 30, 2022, the remaining portion of one award totaling \$520,000, has not been recognized in the accompanying statement of activities because the conditions on which they depend has not yet been met. Remaining conditional contributions (\$130,000 to be received in February 2023,2024,2025 and 2026) are for the stewardship program. Various deadlines are through February 2027.

14. Summarized Prior-Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization’s financial statements for the year ended June 30, 2021, from which the summarized information was derived.

15. Subsequent Events

Management has evaluated subsequent events through November 30, 2022, the date the report was available for distribution.

NOTE 3 - CONTRIBUTIONS RECEIVABLE

During 2022, the Organization commenced a campaign for the future operations. 43% of contributions receivable are from one family. Management believes a present value discount is immaterial to the financial statements. The remaining campaign pledges and the related allowance for doubtful accounts were:

<u>Fiscal</u> <u>Year to be received</u>	<u>Amount</u>
2023	\$ 378,254
2024	162,000
2025	5,000
2026	5,000
2027	<u>5,000</u>
Total	555,254
Less: allowance for uncollectible pledges	<u>(7,874)</u>
Net contributions receivable	<u>\$ 547,380</u>

NOTE 4 - LOANS RECEIVABLE

The Organization makes loans to local climbing organizations to purchase property. Each loan is charged annual interest of 0% - 5% and is secured by the property and other financial assets. Management believes the present value discount is not material to these financial statements. Management has evaluated these loans and does not believe an allowance for doubtful accounts is needed. The remaining amounts of the loans are to be received as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2023	\$ 45,918
2024	159,814
2025	<u>54,700</u>
Total	<u>\$ 260,432</u>

NOTE 5 - INVENTORY - LAND

The Organization has inventory that consists of land held for sale and is stated at the lower of cost or net realizable value.

NOTE 6 - INVESTMENTS

At year-end, investments are stated at their fair values and consist of:

<u>Description</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Appreciation (Depreciation)</u>
Cash and cash equivalents	\$ 128	\$ 128	\$ -
Stocks	904	765	( 139)
Bond funds	471,797	441,630	(30,167)
Equity funds	198,190	182,654	(15,536)
Exchange traded funds	<u>77,750</u>	<u>90,529</u>	<u>12,779</u>
Total	<u>\$ 748,969</u>	<u>\$ 715,706</u>	<u>\$ (33,063)</u>

The following table presents assets measured at fair value on a recurring basis as of June 30, 2022:

<u>Description</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Cash and cash equivalents	\$ 128	\$ 128	\$ -	\$ -
Stocks	765	765	-	-
Bond funds	441,630	441,630	-	-
Equity funds	182,654	182,654	-	-
Exchange traded funds	<u>90,529</u>	<u>90,529</u>	-	-
Total	<u>\$ 715,706</u>	<u>\$ 715,706</u>	<u>\$ 0</u>	<u>\$ 0</u>

NOTE 6 - INVESTMENTS (Concluded)

Investment income and account activity is summarized as follows:

<u>Description</u>	<u>Amount</u>
Beginning balance	<u>\$ 712,551</u>
Additions (stock donations)	64,215
Investment return	
Interest and dividends	31,940
Unrealized loss	<u>(93,000)</u>
Investment return	<u>(61,060)</u>
Balance, end of year	<u>\$ 715,706</u>

Additionally, during the year, the Organization earned interest income of \$3,146 on its cash, cash equivalents, and loans receivable.

NOTE 7 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

<u>Description</u>	<u>Amount</u>
Website and database	\$ 196,752
Vehicles	152,741
Land	27,405
Equipment	<u>11,023</u>
Total	387,921
Less: accumulated depreciation	<u>(238,912)</u>
Net property and equipment	<u>\$ 149,009</u>

Depreciation expense for the year was \$26,477.

NOTE 8 - LINE OF CREDIT

There is no current balance on a \$500,000 revolving line-of-credit at Wells Fargo Bank, at an interest rate prime plus 1.25%.

NOTE 9 - FISCAL AGENT LIABILITY

The Access Fund is the fiscal agent for the Hayden Kennedy Public Lands Defense Fund which was established by Michael and Julie Kennedy to honor their son's love of outdoor adventure. The Access Fund collects funds from donors and will disburse them for projects that will protect climbing in Indian Creek, Utah. At year-end, the balance was \$122,497.

NOTE 10 - LEASE COMMITMENTS

The Organization leases office space in Boulder Colorado. Total lease payments on the lease are \$650,612 for the period 4/1/16 through 3/31/23. The lease is shared with the American Mountain Guides Association (AMGA). A memorandum of understanding exists between the organizations to split the cost of the lease with 51 percent being covered by The Access Fund. The future minimum lease payments below do not account for this memorandum.

<u>Fiscal</u> <u>Year</u>	<u>Amount</u>
2023	<u>\$ 76,046</u>

NOTE 11 - BOARD DESIGNATED RESERVE

The Board of Directors has designated an operating reserve of \$125,000, which is invested in stock and money market funds at Charles Schwab. Withdrawals require a majority vote of the Board of Directors. Earnings of the reserve may be used for operations of the Organization.

NOTE 12 - RECONCILIATION OF NET ASSETS WITH DONOR RESTRICTIONS

During the year, net assets were released from donor restrictions by incurring expenses satisfying the restricted program purposes. The Organization ended the year with donor restricted net assets available for the following purposes:

<u>Description</u>	<u>Beginning</u> <u>Net Assets</u> <u>With Donor</u> <u>Restrictions</u>	<u>Income</u>	<u>Net Assets</u> <u>Released From</u> <u>Restrictions</u>	<u>Ending</u> <u>Net Assets</u> <u>With Donor</u> <u>Restrictions</u>
Land conservation campaign	\$ 1,303,446	\$ -	\$ 3,088	\$ 1,300,358
Legal stewardship and defense	138,818	-	15,000	123,818
Land conservation stewardship	227,459	-	178,096	49,363
NW Arkansas	-	110,000	58,773	51,227
Access accelerator	-	66,000	26,765	39,235
Policy	29,927	10,800	20,315	20,412
Programs – Annual Summit	32,649	-	12,702	19,947
Ghiselli Scholarship fund	7,964	-	-	7,964
Acquisition & Access: Estes Park	10,439	-	4,273	6,166
Anchor replacement fund	6,749	5,000	11,749	-
CCGP	-	55,000	55,000	-
Other	31,559	-	-	31,559
Total	<u>\$ 1,789,010</u>	<u>\$ 246,800</u>	<u>\$ 385,761</u>	<u>\$ 1,650,049</u>

NOTE 13 - IN-KIND CONTRIBUTIONS

Donated services and materials are reflected in the accompanying statements at their estimated values at date of receipt. The value of donated services and materials included in the financial statements and the corresponding expenses for the twelve months ending June 30, 2022 are as follows:

<u>Description</u>	<u>Amount</u>
Donated products – climbing gear, etc	\$ 60,086
Donated legal – 70 hours at \$360 per hour	<u>25,352</u>
Total	<u>\$ 85,438</u>

Additionally, The Organization has entered into a lawsuit against the United States government to preserve public lands. Legal services have been provided pro bono to benefit the entire group of litigants.

NOTE 14 - AVAILABILITY AND LIQUIDITY

The following represents the Organization’s financial assets at June 30, 2022.

<u>Description</u>	<u>Amount</u>
Cash and cash equivalents	\$ 3,435,429
Investments	715,706
Loans receivable due within one year (Note 4)	45,918
Donations receivable due within one year (Note 3)	<u>378,254</u>
Total financial assets available to meet general expenditures over the next twelve months	<u>\$ 4,575,307</u>

The Organization’s goal is generally to maintain financial assets sufficient to meet 90 days of operating expenses. The Organization also considers all contributions with donor restrictions as available for general operations within the next year.

NOTE 15 - MANAGEMENT AND GENERAL CONTRACT – PRIOR PERIOD ADJUSTMENT

During 2022, it was determined that expenses and accounts payable were understated and net assets was overstated in 2022 in the amount of \$25,000. Contract expense of \$25,000 should have been recorded as an accounts payable. Corrections to expenses, payables and net assets were made resulting in the following restated balances for 2021:

	Original	Change	Restated
Contract - Management and General	\$928,762	\$25,000	\$953,762
Accounts payable	\$86,777	\$25,000	\$111,777
Change in net assets	\$1,182,919	(\$25,000)	\$1,157,919
Net Assets, end of year	\$4,831,031	(\$25,000)	\$4,806,031



NOTE 16 - CONCENTRATION OF CREDIT RISK

A significant portion of cash and cash equivalents have been placed in a single financial institution. Amounts in excess of \$250,000 are not insured by the FDIC or a related entity.