



**AUDITED  
FINANCIAL STATEMENTS**

**DECEMBER 31, 2023 AND 2022**

CHAGRIN RIVER  
WATERSHED PARTNERS, INC.

INDEX

DECEMBER 31, 2023

(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2022)

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Chagrin River Watershed Partners, Inc.

### **Opinion**

We have audited the accompanying financial statements of the Chagrin River Watershed Partners, Inc. ("CRWP"), 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CRWP as of December 31, 2023 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 CRWP 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 opinion.

### **Responsibilities of Management 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 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 CRWP'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 CRWP'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, on our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about CRWP'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 matters that we identified during the audit.

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

We have previously audited CRWP's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 17, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Cleveland, Ohio  
May 14, 2024

*H&J*  
*Certified Public Accountants*

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

## STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2022)

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	2023	2022
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 197,703	\$ 40,326	\$ 238,029	\$ 219,558
Receivables	1,709,509	100,000	1,809,509	122,450
Investments	200,000	-	200,000	200,000
<b>TOTAL ASSETS</b>	<b><u>\$ 2,107,212</u></b>	<b><u>\$ 140,326</u></b>	<b><u>\$ 2,247,538</u></b>	<b><u>\$ 542,008</u></b>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 1,134,996	\$ -	\$ 1,134,996	\$ 122,448
Deferred Revenue	509,694	-	509,694	26,395
<b>TOTAL LIABILITIES</b>	<b>1,644,690</b>	<b>-</b>	<b>1,644,690</b>	<b>148,843</b>
<b>NET ASSETS</b>				
Without Donor Restrictions				
Undesignated	262,522	-	262,522	181,346
Board-Designated Stabilization Fund	200,000	-	200,000	200,000
With Donor Restrictions	-	140,326	140,326	11,819
<b>TOTAL NET ASSETS</b>	<b><u>462,522</u></b>	<b><u>140,326</u></b>	<b><u>602,848</u></b>	<b><u>393,165</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 2,107,212</u></b>	<b><u>\$ 140,326</u></b>	<b><u>\$ 2,247,538</u></b>	<b><u>\$ 542,008</u></b>

See accompanying notes.

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

## STATEMENTS OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2023  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2022)

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	2023	2022
PUBLIC SUPPORT AND REVENUE				
PUBLIC SUPPORT				
Governmental	\$ 3,213,101	\$ -	\$ 3,213,101	\$ 1,231,801
Foundations	5,000	212,500	217,500	-
Employee Retention Tax Credit-Related	199,829	-	199,829	-
Contributions - Membership Support	135,006	-	135,006	133,979
Contributions - Other	96,763	-	96,763	34,536
Donated Services	1,465	-	1,465	1,295
Net Assets Released from Restrictions	83,993	(83,993)	-	-
	<u>3,735,157</u>	<u>128,507</u>	<u>3,863,664</u>	<u>1,401,611</u>
REVENUE				
Program Service Fees	43,892	-	43,892	28,259
Investment Return	487	-	487	1,291
	<u>44,379</u>	<u>-</u>	<u>44,379</u>	<u>29,550</u>
TOTAL PUBLIC SUPPORT AND REVENUE	3,779,536	128,507	3,908,043	1,431,161
EXPENSES				
Program Services	3,534,690	-	3,534,690	1,591,843
Management and General	161,748	-	161,748	127,616
Fundraising	1,922	-	1,922	2,550
	<u>3,698,360</u>	<u>-</u>	<u>3,698,360</u>	<u>1,722,009</u>
CHANGE IN NET ASSETS	81,176	128,507	209,683	(290,848)
NET ASSETS – BEGINNING OF YEAR	<u>381,346</u>	<u>11,819</u>	<u>393,165</u>	<u>684,013</u>
NET ASSETS – END OF YEAR	<u>\$ 462,522</u>	<u>\$ 140,326</u>	<u>\$ 602,848</u>	<u>\$ 393,165</u>

See accompanying notes.

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

## STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2023  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2022)

	PROGRAM	MANAGEMENT AND GENERAL	FUNDRAISING	2023	2022
EXPENSES					
Salaries	\$ 496,146	\$ 108,254	\$ 1,631	\$ 606,031	\$ 521,643
Employee Benefits	29,233	10,370	163	39,766	47,277
Payroll Taxes	38,139	8,387	128	46,654	39,414
Total Compensation	563,518	127,011	1,922	692,451	608,334
Program Consulting Services	2,935,419	-	-	2,935,419	1,028,896
Professional Services	1,355	14,999	-	16,354	15,132
Supplies	11,135	3,802	-	14,937	16,829
Office Rent	6,382	7,180	-	13,562	11,044
Telecommunications	7,724	2,266	-	9,990	9,918
Travel, Conferences and Meetings	7,251	1,070	-	8,321	9,526
Insurance	1,511	3,045	-	4,556	4,548
Office Expense	360	838	-	1,198	589
Miscellaneous	35	1,537	-	1,572	1,343
Repairs and Maintenance	-	-	-	-	15,850
TOTAL EXPENSES	\$ 3,534,690	\$ 161,748	\$ 1,922	\$ 3,698,360	\$ 1,722,009

See accompanying notes.

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

## STATEMENTS OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2023  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2022)

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 209,683	\$ (290,848)
Adjustments to Reconcile Change in Net Assets to Cash Provided by (Used by) Operating Activities:		
Changes in:		
Receivables	(1,687,059)	53,618
Accounts Payable	1,012,548	87,802
Deferred Revenue	483,299	14,672
Total Adjustments	<u>(191,212)</u>	<u>156,092</u>
Cash Provided by (Used by) Operating Activities	18,471	(134,756)
NET CHANGE IN CASH AND CASH EQUIVALENTS	18,471	(134,756)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>219,558</u>	<u>354,314</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 238,029</u>	<u>\$ 219,558</u>

See accompanying notes.



## **CHAGRIN RIVER WATERSHED PARTNERS, INC.**

### NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

#### **1. NATURE OF OPERATIONS AND MISSION STATEMENT**

The Chagrin River Watershed Partners, Inc. (CRWP) is a 501(c)(3) non-profit organization that connects people and communities to care for the Chagrin River and other watersheds in Ohio. Our work enhances quality of life and solves costly flooding, erosion, and water quality problems. CRWP helps communities to better manage the problems of erosion and flooding through sustainable plans that benefit both the environment and community development.

CRWP provides technical assistance to its members and partners and develops cost effective, prevention-focused solutions to minimize new and address current natural resource management problems as communities grow.

A high quality natural resource, the Chagrin River is increasingly impacted by urban and suburban development that increases flooding, erosion and water quality problems. CRWP was formed in 1996 as communities were faced with rising infrastructure costs as a result of these impacts. CRWP started with 16 member cities, villages, townships, counties and park districts and now serves 35 members, representing 91% of the Chagrin River watershed.

CRWP's mission is to preserve and enhance the scenic and environmental quality of the ecosystem of the Chagrin River, Lake Erie and other Ohio watersheds in a manner which assures a sustainable future for people, plants and animals.

#### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### BASIS OF PRESENTATION

The accompanying financial statements of CRWP have been prepared on the accrual basis and include the assets, liabilities and financial activities of all program services of CRWP. In accordance with U.S. generally accepted accounting principles, the financial statements report the changes in and totals of each net asset class based on the existence of donor restrictions. Net assets are classified as without donor restrictions or with donor restrictions as described below:

Net assets without donor restrictions: Net assets are available for support of CRWP's operations and are not subject to donor-imposed restrictions or restricted gifts whose restrictions were met during the year. CRWP's board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions: Net assets are subject donor-imposed restrictions expected to be met either by actions of CRWP or passage of time. This includes amounts subject to donor-imposed restrictions stipulating that the corpus be held in perpetuity with investment income on the principal used for a specified purposes outlined by the donor.

##### SUMMARIZED FINANCIAL INFORMATION

The financial statements and notes to 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 accounting principles generally accepted in the United States of America (GAAP). Accordingly, such information should be read in conjunction with CRWP's financial statements for the year ended December 31, 2022, from which the summarized information was derived.

Certain amounts in the prior-year summarized comparative information have been reclassified to be consistent with the presentation in the current-year financial statements. These classifications had no impact on changes in net assets as previously presented.

##### USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

## **CHAGRIN RIVER WATERSHED PARTNERS, INC.**

### NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

#### CASH AND CASH EQUIVALENTS/CONCENTRATION OF CREDIT RISK

CRWP's cash and cash equivalents, which are deposited in financial institutions, may at times exceed federally insured limits. CRWP has not experienced losses in such accounts and believes it is not exposed to significant credit risk on its cash and cash equivalents. Cash equivalents are highly liquid investments with an original maturity of three months or less at the date of purchase. Because of the short maturity of these financial instruments, the carrying value approximates the fair value.

At times during the year, cash balances may exceed the related amount of federal depository insurance. CRWP has cash balances in its banks in excess of amounts federally insured. CRWP maintains its cash with high quality financial institutions which CRWP believes limit these risks.

CRWP also invests funds in a professionally managed portfolio that contains various securities. Such investments are exposed to various risks, such as fluctuations in market value and credit risk. The investment balances reported in the accompanying financial statements may not be reflective of the portfolio's value during subsequent periods.

Primarily all of CRWP's revenue and receivables are from donors and agencies located in Ohio.

#### RECEIVABLES AND CREDIT POLICIES

Receivables are stated at the amounts management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to expense and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. Management evaluated receivables as of December 31, 2023 and has determined that an allowance for doubtful accounts is immaterial to these financial statements.

#### INVESTMENTS

Investments in marketable securities with readily determinable fair values are included in the statement of financial position at fair value. Fair value is determined by reference to exchange or dealer-quoted market prices. If a quoted market price is not available, fair value is estimated using quoted market prices for similar investment securities. Changes in investments carried at fair value are reflected as investment income in the accompanying statement of activities.

#### FAIR VALUE MEASUREMENTS

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). CRWP groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value.

These levels are:

- |         |  |
|---------|--|
| Level 1 | Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.  |
| Level 2 | Other observable inputs, either directly or indirectly, including: <ul style="list-style-type: none"> <li>• Quoted prices for similar assets/liabilities in active markets;</li> <li>• Quoted prices for identical or similar assets in non-active markets;</li> <li>• Inputs other than quoted prices that are observable for the asset/liability; and,</li> <li>• Inputs that are derived principally from or corroborated by other observable market data.</li> </ul> |
| Level 3 | Unobservable inputs that cannot be corroborated by observable market data.   |

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

PROPERTY AND EQUIPMENT

These assets are stated at cost or fair value at date of acquisition. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets. CRWP's policy is to capitalize equipment and fixtures with a cost in excess of \$5,000 per unit and real property and improvements with a cost in excess of \$10,000.

Repairs and maintenance, which are not considered betterments and do not extend the useful life of property, are charged to expense as incurred. When property and equipment are retired or otherwise disposed of, the asset and accumulated depreciation are removed from the accounts and the resulting profit or loss is reflected in income.

REVENUE AND REVENUE RECOGNITION

Unconditional donor promises to give are reported at fair value at the date that there is sufficient verifiable evidence documenting that a promise was made by the donor and received by CRWP. The gifts are reported as either net assets without donor restriction or net assets with donor restriction if they are received with donor stipulations that sufficiently limit the use of the donated assets. When a donor restriction expires, through the passage of time or when the purpose is accomplished, net assets with donor restriction are reclassified to net assets without donor restriction and are reported on the statement of activities and changes in net assets as net assets released from restriction. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

CRWP receives grants and contracts from federal, state, and local agencies, as well as from private organizations, to be used for specific programs. Unconditional grant awards are recorded as contribution revenue in the period which they are awarded. Grants awards having the existence of a condition, but lacking in both the existence of a barrier and right of return to the resource provider, are classified as restricted contribution revenue until conditions of the award are met. Conditional grant awards, having both the existence of a barrier and right of return to the resource provider, are classified as refundable advances when received as a cash advance and are recognized as revenue when the awards are expended for the purpose of the grant or other conditions are satisfied.

Revenue from fees for services is earned as services are provided and is reported at an estimated net realizable amount due from third-party payers, and others for services rendered.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restriction; otherwise, the contributions are recorded as net assets without donor restriction. CRWP 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 – 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 met.

Contributed income of cash or other assets that must be used to acquire long-lived assets are recorded as contributions with donor restrictions and grants until the assets are acquired and placed in service.

Gains and losses on investments are reported as increases or decreases to net assets without donor restrictions unless their use is restricted by donor-imposed stipulation or by state law.

CRWP records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

CRWP recognizes in-kind services in accordance with applicable accounting standards if the services received (a) create or enhance non-financial assets or (b) require specialized skills, and are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

In 2023 and 2022, donated legal and technical other services amounted to \$1,465 and \$1,295, respectively.

In addition, CRWP receives services from volunteers who give significant amounts of their time to CRWP's programs, fundraising campaigns, and management. No amounts have been reflected for these types of donated services as they do not meet the criteria for recognition.

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of program and supporting service activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses reflects the natural classification detail of expenses by function. Certain costs are attributed to more than one program or supporting function and, therefore, require allocation amount the programs and supporting services benefited. Management believes their allocations are done on a reasonable and consistent basis.

INCOME TAX STATUS

CRWP is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code") as a charitable organization whereby only unrelated business income, as defined by Section 509(a)(1) of the Code, is subject to federal income tax. CRWP currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded.

ACCOUNTING PRONOUNCEMENT ADOPTED

CRWP adopted the FASB issued ASU No. 2016-02, *Leases (Topic 842)* in 2023. This ASU requires that a lease liability and related right-of-use-asset representing the lessee's right to use or control the asset be recorded on the statement of financial position upon the commencement of all leases except for short-term leases. Leases are classified as either finance leases or operating leases, which are substantially similar to the classification criteria for distinguishing between capital leases and operating in existing lease accounting guidance. As a result, the effect of leases in the statement of activities and changes in net assets and the statement of cash flows will be substantially unchanged from the existing lease accounting guidance. CRWP is not a party to a material long-term lease contract and has determined there is no effect on its financial statements.

**3. RECEIVABLES**

Outstanding receivables at December 31 are as follows:

	2023	2022
In less than one year	\$ 1,759,509	\$ 122,450
In one to five years	50,000	-
	<u>\$ 1,809,509</u>	<u>\$ 122,450</u>

**4. FAIR VALUE MEASUREMENT**

The fair value of investment assets, measured on a recurring basis at December 31 are as follows:

	Fair Value Measurements Using:			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
2023				
Cash Equivalents	\$ 194,223	\$ -	\$ -	\$ 194,223
Money Market Funds	5,777	-	-	5,777
	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,000</u>
2022				
Cash Equivalents	\$ 194,294	\$ -	\$ -	\$ 194,294
Money Market Funds	5,706	-	-	5,706
	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,000</u>

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

**5. DEFERRED REVENUE**

In December 2023, the Organization received a payment of \$500,000 from a private entity as a form of injunctive relief resulting from a State of Ohio lawsuit. These funds are designated for restoring specific areas of the East Branch Chagrin River. The Organization has signed a Memorandum of Understanding with the Ohio Environmental Protection Agency (EPA) to oversee the restoration efforts. Due to the stipulation that expenses must be approved by the Ohio EPA, these funds are recorded as deferred revenue on the financial statements.

**6. NET ASSETS**

Without Donor Restrictions - Board-Designated

CRWP maintains a "Budget Stabilization Fund" to create asset balances to allow for shortfalls from economic fluctuations, single or multi-year project opportunities, or capital expenditures. All withdrawals from the account require Board approval. Interest and earnings from the cash reserve accrue to general operations. The fund is not considered to be a quasi-endowment fund, but a liquidity reserve.

At December 31, 2023 and 2022, the balance in the board designated fund was \$200,000.

With Donor Restrictions

Net assets with donor restrictions were as follows for the years ended December 31:

		2023			
		BEGINNING	NET ASSETS		ENDING
FUNDER	PURPOSE	NET ASSETS	CONTRIBUTIONS	RELEASED FROM RESTRICTION	NET ASSETS
The George Gund Foundation	Central Lake Erie Basin Collaborative	\$ 6,110	\$ 150,000	\$ (50,546)	\$ 105,564
Bingham Foundation	Green Stormwater Infrastructure	-	40,000	(14,081)	25,919
The Cleveland Foundation	NOPEC CLEB Capacity Building	-	20,000	(13,657)	6,343
Dominion Foundation	Invasive Species Program	-	2,500	-	2,500
Various	Chagrin/Lake Erie Trail	1,800	-	(1,800)	-
Various	Regional Tree Planting	3,909	-	(3,909)	-
		<u>\$ 11,819</u>	<u>\$ 212,500</u>	<u>\$ (83,993)</u>	<u>\$ 140,326</u>
		2022			
		BEGINNING	NET ASSETS		ENDING
FUNDER	PURPOSE	NET ASSETS	CONTRIBUTIONS	RELEASED FROM RESTRICTION	NET ASSETS
Various	Regional Tree Planting	\$ -	\$ 28,843	\$ (24,934)	\$ 3,909
Dominion Foundation	Meadows Restoration	2,500	-	(2,500)	-
Dominion Foundation	Eastlake Tree Planting	3,450	-	(3,450)	-
The Cleveland Foundation	Eastlake Erie Road Park	27,867	-	(27,867)	-
Lubrizol	Eastlake Erie Road Park	20,000	-	(20,000)	-
Process Technology	Eastlake Erie Road Park	500	-	(500)	-
Dominion Foundation	Eastlake Erie Road Park	2,500	-	(2,500)	-
Various	Chagrin/Lake Erie Trail	41,300	-	(39,500)	1,800
The George Gund Foundation	Central Lake Erie Basin Collaborative	108,817	-	(102,707)	6,110
		<u>\$ 206,934</u>	<u>\$ 28,843</u>	<u>\$ (223,958)</u>	<u>\$ 11,819</u>

**CHAGRIN RIVER WATERSHED PARTNERS, INC.**

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

**7. RETIREMENT PLAN**

CRWP has a SIMPLE IRA defined contribution retirement plan. CRWP's contribution to the plan was approximately \$15,600 (2023) and \$13,400 (2022).

**8. AVAILABILITY AND LIQUIDITY**

The following represents CRWP's financial assets at December 31:

	2023	2022
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 238,029	\$ 219,558
Receivables	1,809,509	122,450
Investments	200,000	200,000
	<hr/>	<hr/>
Total Financial Assets	2,247,538	542,008
Less Amounts not Available to be Used Within One Year:		
Net Assets with Donor Restrictions - Cash	(40,326)	(11,819)
Net Assets with Donor Restrictions - Receivables	(100,000)	-
Designated by the Board for Operating Reserve	(200,000)	(200,000)
	<hr/>	<hr/>
	(340,326)	(211,819)
Financial Assets Available to meet General Expenditures Over the Next Twelve Months	<u>\$ 1,907,212</u>	<u>\$ 330,189</u>

CRWP is supported in part by restricted grants. Because a grantor's restriction requires resources to be used in a particular manner or in a future period, CRWP must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of CRWP's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, CRWP invests its cash in excess of daily requirements in interest-bearing savings and money market funds. Additionally, there is a fund established by the governing board that may be drawn upon the event of financial distress or an immediate liquidity need resulting from events outside the typical life cycle of converting financial assets to cash or settling financial liabilities. The balance in this fund was \$200,000 as of December 31, 2023.

**9. SUBSEQUENT EVENTS**

In preparing these financial statements, CRWP has evaluated events and transactions for potential recognition or disclosure through May 14, 2024, the date the financial statements were available to be issued.