

**Center for Sustainable  
Agricultural Excellence  
and Conservation, Inc.**

Financial Statements  
with  
Independent Accountants' Review Report  
December 31, 2021

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**

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## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors  
Center for Sustainable Agricultural Excellence and Conservation, Inc.  
Jacksonville, FL

We have reviewed the accompanying financial statements of Center for Sustainable Agricultural Excellence and Conservation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities and changes in net assets, 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.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with 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 Center for Sustainable Agricultural Excellence and Conservation, Inc. and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### **Accountant's 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.



PortnoyCPA  
November 15, 2022

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**  
Statement of Financial Position  
As of December 31, 2021

Assets		
Cash and cash equivalents	\$	53,254
Grants receivable		200
Inventory		20,000
Property and equipment, net		<u>-</u>
Total Assets		<u>\$ 73,454</u>
Liabilities and Net Assets		
Liabilities		
Credit card payable	\$	<u>10,771</u>
Total Liabilities		10,771
Net Assets		
Net assets without donor restrictions		<u>62,683</u>
Total Liabilities and Net Assets		<u>\$ 73,454</u>

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**  
Statement of Activities and Changes in Net Assets  
Year Ended December 31, 2021

Change in net assets without donor restrictions:		
Revenue, gains, and losses:		
Individual donors	\$ 75,122	
Institutional donors	2,000	
Interest income	36	
Other income	335	
Sales of product	<u>38,565</u>	
Total revenue, gains, and losses without donor restrictions		\$ 116,058
 Expenses:		
Program services:		
Accounting	1,855	
Cost of goods sold	51,869	
Equipment rental	812	
Meals	1,131	
Office	2,510	
Postage and delivery	1,100	
Rent and utilities	398	
Taxes and licenses	68	
Travel	1,327	
General supporting expenses:		
Administrative	46,147	
Fundraising	<u>12,353</u>	
Total expenses		<u>119,570</u>
Decrease in net assets without donor restrictions		(3,512)
Net assets, beginning of year		<u>66,195</u>
Net assets, end of year		<u>\$ 62,683</u>

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**  
Statement of Functional Expenses  
Year Ended December 31, 2021

	<u>Program Expenses</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total Expenses</u>
Accounting	\$ 1,855	\$ 1,484	\$ 371	\$ 3,710
Advertising	-	-	815	815
Cost of goods sold	51,869	41,495	10,374	103,738
Equipment rental	812	649	162	1,623
Meals	1,131	-	-	1,131
Office	2,510	203	51	2,764
Postage and delivery	1,100	880	220	2,200
Rent and utilities	398	319	80	797
Taxes and licenses	68	54	14	136
Travel	<u>1,327</u>	<u>1,063</u>	<u>266</u>	<u>2,656</u>
Total	<u>\$ 61,070</u>	<u>\$ 46,147</u>	<u>\$ 12,353</u>	<u>\$ 119,570</u>

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**  
Statement of Cash Flows  
Year Ended December 31, 2021

Cash flows from operating activities

Decrease in net assets	\$ (3,512)	
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Increase in:		
Grants receivable	(200)	
Increase in:		
Credit card payable	<u>6,984</u>	
Net cash provided by operating activities		<u>\$ 3,272</u>

Net increase in cash and cash equivalents 3,272

Cash and Cash Equivalents

Beginning of year	<u>49,982</u>
End of year	<u>\$ 53,254</u>

## Center for Sustainable Agricultural Excellence and Conservation, Inc.

Notes to Financial Statements

Year Ended December 2021

### Note 1 – Summary of Significant Accounting Policies

Center for Sustainable Agricultural Excellence and Conservation, Inc. (the Organization) was organized in 2013. The Organization is a non-profit corporation and is dedicated to providing and sponsoring education and training programs using science-based strategies and solutions for sustainable agricultural excellence and conservation. Contributions represent the Organization's primary source of revenue.

#### Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting.

#### Financial Statement Presentation

In accordance with the *Not-for-Profit Entities* Topic 958 of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC), the Organization is required to report information regarding its financial position and activities according to the existence or absence of donor-imposed restrictions.

- Without donor restrictions represent funds available for grants and expenses which are not otherwise limited by donor restrictions.
- With donor restrictions consist of contributed funds subject to specific donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time. 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.

#### Federal Income Taxes

The Organization and its funds are exempt from federal income taxes under Internal Revenue Code Section 501(c) (3), except for amounts representing unrelated business income. There was no unrelated business income for the year ended December 31, 2021, and accordingly, no provision for income taxes has been reflected in the Organization's financial statements.

#### 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.

#### Cash and Cash Equivalents

Cash includes all monies in banks. The carrying value of cash is fair value.



**Center for Sustainable Agricultural Excellence and Conservation, Inc.**

Notes to Financial Statements (continued)

Year Ended December 2021

Inventory

The Organization's inventory is valued at cost. At December 31, 2021 the inventory was valued at \$20,000.

Property and Equipment

All acquisitions of property and equipment in excess of \$2,500 and all expenditures for repairs, maintenance or improvements that significantly prolong the useful lives of the assets are capitalized. Property and equipment are carried at cost or at the approximate fair value at the time of donation, if donated. Depreciation is provided over the estimated useful lives of the respective assets using the tax-basis method. The estimated useful lives of assets range from five to forty years. Long lived gifts of property and equipment received without donor restrictions are recognized as unrestricted support when received.

Contributions

Contributions received are recorded as support with or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is not restricted by the donor is reported as an increase in net assets without donor restrictions. Donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time-restriction ends or a purpose-restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Contributions of property and equipment are recorded at their estimated fair market value at the date of donation.

Contributed Services

The Organization recognizes contributed services that meet the criteria for recognition under generally accepted accounting principles if material. No amounts for contributed services were recognized during 2021.

Expense Classifications

- "Program" includes expenses related to all activities in the course of Organization's mission.
- "General and Administrative" includes depreciation, other repairs and maintenance, all other office and administrative expenses to operate the Organization.
- "Fundraising" includes advertising used to obtain additional support.

Functional Expenses

The statement of functional expenses reports certain categories of expenses that are attributable

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**

Notes to Financial Statements (continued)

Year Ended December 2021

to one or more programs or supporting functions of the Organization. Expenses not charged to a specific program or supporting function require allocation on a reasonable basis that is consistently applied as follows: utilities, maintenance, supplies, and administrative expenses are treated as general expenditures recorded in the administrative and general function. The majority of other expenses are assigned directly to the relevant program as expenditures are made.

Uncertain Tax Positions

The Organization follows the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ACS 740, *Income Taxes*. As of December 31, 2021, the Organization has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

Note 2 – Liquidity

At December 31, 2021, the Organization has \$53,254 in cash available to meet needs for general expenditures for the next 12 months.

The Organization regularly monitors liquidity required to meet its operational needs and other contractual commitments. Operating expenses are reviewed on a periodic basis and financial assets on hand are spent as necessary. As part of its liquidity management, the Organization monitors the collections from donors and other sources to structure financial assets to be available as related expenditures, liabilities and other obligations become due.

Note 3 – Net Assets Restrictions

There were no donor restricted funds at December 31, 2021.

Note 4 – Cash

The Organization maintains its cash balances in one financial institution. The balances at the bank are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2021, the Organization did not have any balances in excess of FDIC coverage.

Note 5 – Property and Equipment

Property and equipment consist of the following at December 31, 2021:

Leasehold improvements	\$ 4,997
Less: Accumulated depreciation	<u>(4,997)</u>
	<u>\$ -</u>

Note 6 – Subsequent Events

In preparing these financial statements, the Organization has evaluated events and transactions

**Center for Sustainable Agricultural Excellence and Conservation, Inc.**

Notes to Financial Statements (continued)

Year Ended December 2021

for potential recognition or disclosure through November 15, 2022, the date the financial statements were available to be issued.