

GREENWICH HISTORICAL SOCIETY, INC.

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

Year Ended June 30, 2017

GREENWICH HISTORICAL SOCIETY, INC.

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Year Ended June 30, 2017

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Greenwich Historical Society, Inc.

We have audited the accompanying financial statements of Greenwich Historical Society, Inc. (a not-for-profit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

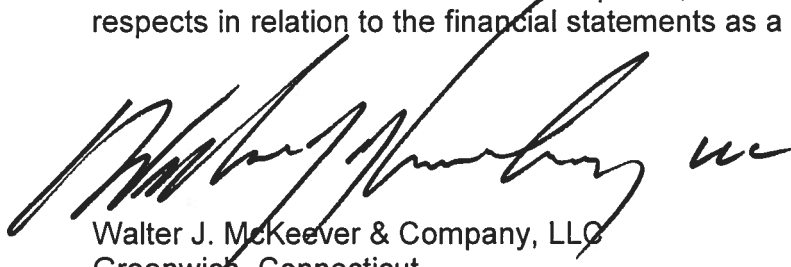
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greenwich Historical Society, Inc. as of June 30, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Greenwich Historical Society, Inc.'s June 30, 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 13, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 14 - 16 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A large, stylized handwritten signature in black ink, likely belonging to Walter J. McKee, is written over the printed name and date.

Walter J. McKee & Company, LLC
Greenwich, Connecticut
September 19, 2017

GREENWICH HISTORICAL SOCIETY, INC.
STATEMENT OF FINANCIAL POSITION
As of June 30, 2017
(With Comparative Totals as of June 30, 2016)

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
<u>ASSETS</u>		
Current Assets		
Cash and cash equivalents - unrestricted	\$ 1,458,015	\$ 573,482
Short-term investments (Note 2)	2,301,963	1,506,939
Pledges receivable	51,571	406,786
Inventories	3,820	5,507
Prepaid expenses	17,678	7,416
Total Current Assets	<u>3,833,047</u>	<u>2,500,130</u>
Property, Equipment and Furnishings		
Buildings and land	2,229,520	2,229,520
Equipment and furnishings	766,414	760,065
Less: accumulated depreciation	(1,263,518)	(1,209,570)
Net Property, Equipment and Furnishings	<u>1,732,416</u>	<u>1,780,015</u>
Other Assets		
Construction in Progress	2,118,591	460,272
Investments (Note 2)	5,692,117	4,782,020
Historic land, buildings, furniture and collections	<u>4,944,572</u>	<u>4,949,523</u>
Total Other Assets	<u>12,755,280</u>	<u>10,191,815</u>
Total Assets	<u><u>\$ 18,320,743</u></u>	<u><u>\$ 14,471,959</u></u>
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts payable	\$ 379,791	\$ 115,801
Total Liabilities	<u>379,791</u>	<u>115,801</u>
Net Assets		
Unrestricted	8,774,986	7,198,572
Unrestricted, Board designated (Note 5)	695,503	711,265
Temporarily Restricted (Note 6)	4,535,305	2,911,163
Permanently Restricted (Note 7)	3,935,158	3,535,158
Total Net Assets	<u>17,940,952</u>	<u>14,356,158</u>
Total Liabilities and Net Assets	<u><u>\$ 18,320,743</u></u>	<u><u>\$ 14,471,959</u></u>

See accompanying notes to financial statements.

GREENWICH HISTORICAL SOCIETY, INC.
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017
(With Comparative Totals For the Year Ended June 30, 2016)

	UNRESTRICTED				TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL June 30, 2017	TOTAL June 30, 2016
	OPERATING	RESERVE	BOARD DESIGNATED MAINTENANCE	VAN DER STRICHT TOTAL UNRESTRICTED				
<u>Revenue and Support</u>								
Contributions	\$ 447,084	\$	\$	\$	\$ 3,315,964	\$ 400,000	\$ 4,163,048	\$ 3,146,609
Memberships	39,332			39,332			39,332	54,180
Grants	5,606			5,606			5,606	11,498
Investment return (Note 2)	76,240			76,240	501,513		577,753	(149,404)
Program service fees	55,722			55,722			55,722	72,419
Special events revenue	359,864			359,864	259,075		618,939	387,643
less: costs of direct benefits to donors	(161,097)			(161,097)	(107,580)		(268,677)	(182,388)
Publications sales	1,740			1,740			1,740	3,855
Rental income	53,372			53,372			53,372	92,273
Other income	7,050			7,050			7,050	10,945
Net assets released from restrictions - Operating restrictions satisfied by purpose	707,224			(12,972)	694,252	(694,252)		
Total Revenue and Support	1,592,137			(12,972)	1,579,165	3,274,720	400,000	5,253,885
								3,447,630
<u>Expenses</u>								
Program	957,712			957,712			957,712	927,220
Support	289,649			289,649			289,649	304,763
Fundraising	282,375			282,375			282,375	274,489
Fundraising - Capital Campaign	139,354			139,354			139,354	304,383
Total Expenses	1,669,091			1,669,091			1,669,091	1,810,855
Change in Net Assets - Operating	(76,954)			(12,972)	(89,926)	3,274,720	400,000	3,584,794
Net assets released from restrictions - Capital restrictions satisfied by purpose	1,653,368			(2,790)	1,650,578	(1,650,578)		1,636,775
Change in Net Assets	1,576,414			(15,762)	1,560,652	1,624,142	400,000	3,584,794
Net Assets - Beginning of Year	7,198,572	375,000	130,880	205,385	7,909,837	2,911,163	3,535,158	14,356,158
Net Assets - End of Year	\$ 8,774,986	\$ 375,000	\$ 130,880	\$ 189,623	\$ 9,470,489	\$ 4,535,305	\$ 3,935,158	\$ 17,940,952
								\$ 14,356,158

See accompanying notes to financial statements.

GREENWICH HISTORICAL SOCIETY, INC.
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2017
(With Comparative Totals For the Year Ended June 30, 2016)

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Cash flows from operating activities:		
Change in net assets	<u>\$ 3,584,794</u>	<u>\$ 1,941,158</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	53,948	55,000
Unrealized (gain) loss on investments	(340,604)	397,891
Realized gain on investments	(2,038)	(135)
Decrease (Increase) in pledges receivable	355,215	(139,583)
Decrease (Increase) in inventories	1,688	(11)
(Increase) Decrease in prepaid expenses	(10,262)	17,305
Increase in accounts payable	<u>263,991</u>	<u>67,599</u>
Total adjustments	<u>321,934</u>	<u>398,066</u>
Net cash provided by operating activities	<u>3,906,728</u>	<u>2,339,224</u>
Cash flows from investing activities:		
Proceeds from sale of investments	1,388,690	353,018
Purchase of investments	(2,751,168)	(1,706,000)
Historic expenditures	(299,432)	(666,588)
Capital expenditures	<u>(1,360,285)</u>	<u>(17,478)</u>
Net cash used by investing activities	<u>(3,022,195)</u>	<u>(2,037,048)</u>
Net increase (decrease) in cash and cash equivalents	884,533	302,176
Cash and cash equivalents - beginning of year	<u>573,482</u>	<u>271,306</u>
Cash and cash equivalents - end of year	<u><u>\$ 1,458,015</u></u>	<u><u>\$ 573,482</u></u>

See accompanying notes to financial statements.

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS
June 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

Greenwich Historical Society, Inc. (the "Historical Society") was organized in 1931 as a not-for-profit organization. The Historical Society preserves the history of Greenwich, engages the public in an exploration of its rich cultural heritage, inspires a spirit of discovery through educational programs and encourages active participation in the preservation and interpretation of the Town's past.

BASIS OF ACCOUNTING

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

BASIS OF PRESENTATION

Financial statement presentation requires the Historical Society to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

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 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.

REVENUE RECOGNITION

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted support is reported in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the Historical Society considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

INVENTORIES

Inventories are stated at the lower of cost or market determined by the first-in, first-out method.

INVESTMENTS

Investments are recorded at fair market value. See Note 2 for a discussion of fair value measurements. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are satisfied (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

(Continued)

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

HISTORIC LAND, BUILDINGS, FURNITURE, AND COLLECTIONS

The Historical Society capitalizes certain assets that were acquired as items of historic importance. Accessions are capitalized at cost if purchased and at fair value at date of accession if received by donation. Gains and losses on deaccessions of donated historic items are recorded based on the presence or absence of donor restrictions placed on items at the date of donation.

PROPERTY, EQUIPMENT, AND FURNISHINGS

Depreciable assets are recorded at cost and depreciation is calculated using the straight line method taken over their useful lives. Building and improvements are depreciated over 27.5 years and equipment and furnishings are depreciated over 5 to 10 years.

The expenditures for repairs and maintenance are charged to expense; renewals and betterments are capitalized. The cost of assets disposed or retired is eliminated from the related asset and accumulated depreciation accounts and any gains or losses are reflected in activities for the period.

DONATED ASSETS AND SERVICES

All assets donated to the Historical Society are valued at fair market value upon the date of receipt. Donated services have not been reflected in the financial statements since no objective basis is available to measure the value of such services. However, volunteers donate significant amounts of their time to the Historical Society.

EXPENSE ALLOCATION

Expenses are charged to programs and other supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Historical Society.

INCOME TAX STATUS

The Historical Society is a "not-for-profit" organization as described in Section 509(a)(1) and 170(b)(1)(A)(vi) of the Internal Revenue Code and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Historical Society accounts for uncertainty in income tax positions in the financial statements by applying a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. Management has analyzed the tax positions taken and has concluded that as of June 30, 2017, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Historical Society is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Federal information returns are subject to examination for a period of three years from the filing date of the return; fiscal years ending June 30, 2014 – June 30, 2016 remain open.

COMPENSATED ABSENCES

Employees of the Historical Society are entitled to paid vacation, paid sick days, and personal days off depending on job classification, length of service, and other factors. It is impractical to estimate the amount of compensation for future absences and, accordingly, no liability has been recorded in the accompanying financial statements. The Historical Society's policy is to recognize the costs of compensated absences when actually paid to employees.

(Continued)

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

COMPARATIVE FINANCIAL 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 Historical Society's financial statements for the year ended June 30, 2016, from which the summarized information was derived.

NOTE 2. INVESTMENTS

The Historical Society's investments are reported at fair value in the accompanying statement of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Historical Society believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Fair value measurements at reporting date using:

<u>June 30, 2017</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates of deposit	<u>\$ 2,301,963</u>	<u>\$ 2,301,963</u>	<u>\$</u>	<u>\$</u>
Total short-term investments	<u>\$ 2,301,963</u>	<u>\$ 2,301,963</u>	<u>\$</u>	<u>\$</u>
Mutual funds	<u>\$ 5,692,117</u>	<u>\$</u>	<u>\$</u>	<u>\$ 5,692,117</u>
Total long-term investments	<u>\$ 5,692,117</u>	<u>\$</u>	<u>\$</u>	<u>\$ 5,692,117</u>

The fair value measurements authoritative literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs consist of unobservable inputs reflecting companies' own assumptions about the way assets should be priced and have the lowest priority.

Level 1 Fair Value Measurements

The fair values of certificates of deposit are based on quoted market prices from active markets.

(Continued)

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 2. INVESTMENTS (Continued)

Level 3 Fair Value Measurements

The mutual funds are not actively traded and significant other observable inputs are not available; therefore, a degree of judgment is necessary to estimate fair value. Mutual funds are valued by the investment manager who evaluates the funds individually to determine that their net asset value are calculated appropriately and considers whether an adjustment to the net asset value is necessary based upon various factors, including, but not limited to, the attributes of the interest in each individual fund, including the rights and obligations, and any restriction on or illiquidity of such interests, and the fair value of such fund's investment portfolio or other assets and liabilities.

The following table provides further details of the Level 3 fair value measurements for the year ended June 30, 2017:

Beginning balance	\$ 4,782,020
Total gains or losses (realized and unrealized)	342,374
Investment income	233,295
Net Transfers	<u>334,428</u>
Ending balances	<u><u>\$ 5,692,117</u></u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2017:

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
Interest	\$ 1,815		\$ 1,815
Dividends	33,075	200,220	233,295
Realized gain on investments	269	\$ 1,770	2,039
Unrealized loss on investments	<u>41,081</u>	<u>299,523</u>	<u>340,604</u>
	<u><u>\$ 76,240</u></u>	<u><u>\$ 501,513</u></u>	<u><u>\$ 577,753</u></u>

At June 30, 2017, the permanently restricted fund balances were comprised of the original principal (contribution) amounts totaling \$3,935,158. According to Connecticut state law, any income, realized gains/losses, and unrealized gains/losses from permanently restricted funds are to be included with temporarily restricted fund balances.

The current policy is to transfer annually to the unrestricted fund an amount equal to 4% (increased to 5% effective July 1, 2017) of the average year-end market value of the permanently restricted funds for the preceding three years. For the year ended June 30, 2017, \$103,000 was transferred to the unrestricted fund. See Note 7 for Wierdsma Fund policy.

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 3. EMPLOYEE BENEFITS PLAN

The Historical Society has a defined contribution plan (the "Plan") under section 403(b) of the Internal Revenue Code covering all employees with at least one year of service and who have attained the age of 25. The Historical Society makes a contribution to the Plan each year equal to 3% of all participants' compensation. In addition, the Historical Society entered into a tax-deferred annuity plan qualified under Section 403(b). The plan covers employees of the Historical Society. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code, if they wish. In 2007, a tax-deferred defined contribution plan qualified under Section 457(b) of the Internal Revenue Code was established for certain qualified employees. Total pension expense for the year ended June 30, 2017 was \$22,659.

NOTE 4. CONCENTRATIONS OF CREDIT RISK

The Historical Society maintains cash balances and short-term investments at five financial institutions located in Southern Connecticut. As of June 30, 2017, the Historical Society had no risk related to these accounts.

The Historical Society maintains two investment accounts with The Investment Fund for Foundations ("TIFF"). The investment accounts are protected by the Securities Investor Protection Corporation, which provides up to \$500,000 per investor (\$250,000 for cash claims), and an internal TIFF policy that covers all cash and securities. The Historical Society also maintains one investment account with The Vanguard Group which is protected by the Securities Investor Protection Corporation. As of June 30, 2017 none of the Historical Society's securities were at risk.

NOTE 5. BOARD DESIGNATED NET ASSETS

The Board of Trustees of the Historical Society set aside funds in the amount of \$130,880 as of June 30, 2017 for future major repairs to buildings and grounds, \$375,000 as a reserve, and \$189,623 for support of the preservation mission of the Historical Society. Unrestricted net assets have been reduced to \$695,503 and the designated funds are reported as a separate line item on the statement of financial position.

NOTE 6 - TEMPORARILY RESTRICTED NET ASSETS

As of June 30, 2017 the temporarily restricted net assets total \$4,535,305 and are held for the following purposes as listed below.

Anniversary Fund	for development of exhibitions and education programs
Book Award Fund	for high school history teachers to award juniors with an annual book award
CC Program Enrichment Fund	for enhancements of education programs, exhibitions, collections initiatives and expanded communications
Capital Campaign Fund	for reimagining the campus
Collections Fund	for the care or acquisition of collections
Constance Hinman Getz Fund	for the support of the archives
Finch Archives Fund	for general use pertaining to archives
French Farm Fund	for support of programs and initiatives jointly with the Friends of French Farm
Henson Exhibition Fund	for an exhibition in the Spring of 2017
Historic Markers Fund	for signs in Greenwich Town's Historic Districts
Jewish History Exhibitions Fund	for an exhibition exploring the history of Jews of Greenwich

(Continued)

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 6 - TEMPORARILY RESTRICTED NET ASSETS (Continued)

Landmarks Fund	for subsidizing cost of landmark plaques
Online History Fund	for projects utilizing digital technology
Strackbein Fund	for support of specific archival interns and related projects
Thomas Cooke Collection Fund	for offsite storage costs for collections.
Williams Acquisitions Fund	for acquisitions to the collections

The individual fund balances are presented in the accompanying Schedule of Temporarily Restricted Net Assets on page 15.

NOTE 7 - PERMANENTLY RESTRICTED NET ASSETS

The Historical Society's permanently restricted net assets total \$3,935,158 and consist of endowment fund assets to be held indefinitely. During the year ended June 30, 2011, the Historical Society received a bequest of \$1,613,728 from the late David Wierdsma, a life-long preservationist and founder of French Farm in Greenwich. In accordance with an understanding reached with David Wierdsma before his death, the bequest was designated the David R. A. Wierdsma Fund ("the Fund") and invested in a manner similar to the Historical Society's other long-term investments. The annual total return of the Fund (comprised of interest, dividends and realized and unrealized gains and losses) will be distributed each fiscal year in an amount up to 4% of the average fair market value of the Fund as of June 30 of the three preceding fiscal year, provided that no distribution may be made which would reduce the principal of the Fund to less than its original amount of \$1,613,728. Sixty percent of the distribution will be spent by the Historical Society on programs jointly sponsored by the Society and Friends of French Farm, a nonprofit organization established by David Wierdsma and others for the preservation of historical landscapes and gardens and the development of educational and cultural programs.

The individual fund balances are presented in the accompanying Schedule of Permanently Restricted Net Assets on page 16.

NOTE 8. COMMITMENTS

Effective March 13, 2016, the Historical Society entered into a one year agreement with Koszyn & Company to serve as counsel to the Capital Campaign Committee at a total cost of \$130,000. On December 6, 2016, the Historical Society renewed the contract for a one year term starting March 13, 2017 with the following fee schedule:

Signing payment (on or before March 13, 2017)	\$ 32,500
July 1, 2017	32,500
November 1, 2017	32,500
March 1, 2018	<u>32,500</u>
	<u>\$ 130,000</u>

(Continued)

GREENWICH HISTORICAL SOCIETY, INC
NOTES TO FINANCIAL STATEMENTS

June 30, 2017

(Continued)

NOTE 9. REIMAGINE THE CAMPUS CAMPAIGN

The Historical Society has embarked upon a program to transform the campus of the Bush-Holley House, including the restoration of Toby's Tavern to its art colony era appearance, the construction of a two-story archives and exhibitions building, the expansion of parking and improved access to the site. This reimagining of the campus is expected to cost approximately \$13.5 million, including \$1.7 million for program enrichment. Funding is being provided by a combination of public grants and private contributions. An anonymous donor is matching contributions dollar-for-dollar up to \$6.750 million. As of June 30, 2017, \$5.7 million had been pledged and is being matched as paid.

In addition, an Endowment component has been added to the Campaign with a goal of \$5.0 million. As of June 30, 2017, \$500,000 had been pledged.

NOTE 10. PRIOR PERIOD ADJUSTMENT

During the year ended June 30, 2017, a prior period adjustment was made to record \$304,383 in expenses for the Campus Campaign that was originally classed as fixed assets, restating net assets as June 30, 2016 from \$14,660,541 to \$14,356,158.

NOTE 11. SUBSEQUENT EVENTS

Management has evaluated all activity through September 19, 2017 (the report date of the financial statements as well as the date the financial statements were available to be issued) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to financial statements.

GREENWICH HISTORICAL SOCIETY, INC.
SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS
For the Year Ended June 30, 2017

	Finch Archives	Book Award	Strackbein Fund	Anniversary Fund	Education	Constance Hinman Getz	French Farm Fund	Online History	Landmarks	Williams Acquisitions Fund	Capital Campaign		Henson Exhibition	Archives Fund	Thomas Cooke Collection	Historic Markers	Jewish History	Collections	Strackbein Archives Fund	Allocation from Permanently Restricted Funds		Total
											Capital Fund	Program Enrichment								PRF Return D.W. Fund	Subtotal*	
Revenue and Support																						
Contributions	\$	\$	\$	\$	\$	\$	\$	\$	\$	1,000	\$ 2,800,505	\$ 412,209	\$	\$	\$	7,250	\$ 95,000	\$	\$	\$	\$	\$ 3,315,964
Special events revenue												259,075										259,075
less: costs of direct benefits to donors												(107,580)										(107,580)
Investments return																			11,583	187,171	302,758	501,513
Net assets released from restrictions:																						
Restrictions satisfied by purpose	(468)		(2,401)	(20,590)	(423)		38,109				(150,699)	(341,285)	(5,000)	2,388	(2,126)	(14,703)	(13,949)		(7,379)	(72,728)	(103,000)	(694,252)
Change in Net Assets - Operating	(468)		(2,401)	(20,590)	(423)		38,109			1,000	2,649,806	222,419	(5,000)	2,388	(2,126)	(7,453)	81,051		4,204	114,443	199,758	3,274,720
Net assets released from restrictions - Capital																						
Restrictions satisfied by purpose											(1,650,578)											(1,650,578)
Change in Net Assets	(468)		(2,401)	(20,590)	(423)		38,109			1,000	999,228	222,419	(5,000)	2,388	(2,126)	(7,453)	81,051		4,204	114,443	199,758	1,624,142
Net Assets at July 1, 2016	4,304	3,326	6,240	20,590	4,708	8,500	63,776	2,695	1,121	23,888	1,715,203	349,294	5,000	6,985	3,109	6,735		7,000	97,633	81,865	499,190	2,911,163
Net Assets at June 30, 2017	\$ 3,836	\$ 3,326	\$ 3,839	\$ 0	\$ 4,285	\$ 8,500	\$ 101,885	\$ 2,695	\$ 1,121	\$ 24,888	\$ 2,714,431	\$ 571,713	\$	\$ 9,373	\$ 983	\$ (718)	\$ 81,051	\$ 7,000	\$ 101,837	\$ 196,308	\$ 698,948	\$ 4,535,305
Net Assets																						
Due to (from) Unrestricted Assets	\$ 3,836	\$ 3,326	\$ 3,839	\$ 0	\$ 4,285	\$ 8,500	\$ 101,885	\$ 2,695	\$ 1,121	\$ 24,888	\$ 2,714,431	\$ 571,713	\$	\$ 9,373	\$ 983	\$ (718)	\$ 81,051	\$ 7,000	\$ 101,837	\$ 196,308	\$ 698,948	\$ 4,535,305
Net Assets at June 30, 2017	\$ 3,836	\$ 3,326	\$ 3,839	\$ 0	\$ 4,285	\$ 8,500	\$ 101,885	\$ 2,695	\$ 1,121	\$ 24,888	\$ 2,714,431	\$ 571,713	\$	\$ 9,373	\$ 983	\$ (718)	\$ 81,051	\$ 7,000	\$ 101,837	\$ 196,308	\$ 698,948	\$ 4,535,305

* See page 16 for details.

SUPPLEMENTARY INFORMATION

GREENWICH HISTORICAL SOCIETY, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2017
(With Comparative Totals For the Year Ended June 30, 2016)

	<u>PROGRAM</u>	<u>SUPPORT</u>	<u>FUNDRAISING</u>	<u>TOTAL</u> <u>June 30, 2017</u>	<u>TOTAL</u> <u>June 30, 2016</u>
Advertising	\$ 7,942	\$	\$	\$ 7,942	\$ 10,226
Bank and investment fees	1,263	103	1,932	3,298	4,501
Conferences	147	75		222	3,081
Consultants	7,076	20,538	3,608	31,222	33,177
Cultivation		3,444		3,444	4,765
Dues and subscriptions	3,733	3,221		6,954	6,672
Exhibition design	4,275			4,275	4,275
Fabrication	29,715			29,715	31,805
Graphic design	34,402		1,881	36,283	31,634
Health insurance	19,643	14,177	10,328	44,148	43,519
Honoraria	13,155			13,155	15,650
Hospitality	30,234	9,904	14,163	54,301	62,974
Insurance	3,924	47,523		51,447	44,949
Maintenance - building		45,925		45,925	42,281
Maintenance - equipment		13,749		13,749	9,908
Maintenance - grounds		32,837		32,837	39,033
Miscellaneous expense	853	140	350	1,343	999
Museum store purchases	6,827			6,827	1,832
Online expense	2,702	3,657		6,359	6,476
Outside services	13,041	4,417	245	17,703	25,513
Pension contributions	12,133	5,098	5,428	22,659	20,628
Photography	5,687		750	6,437	8,575
Postage and Delivery	12,880	9,677		22,557	15,224
Printing and photocopying	35,216	8,156	5,198	48,570	48,181
Professional fees	36,410	26,193	715	63,318	51,782
Rentals	17,318	45		17,363	30,918
Salaries	441,841	126,842	178,118	746,801	721,828
Security	280	5,064		5,344	4,877
Supplies	21,092	9,539		30,631	20,797
Taxes - payroll	33,173	9,261	13,166	55,600	53,288
Taxes - real estate taxes		10,642		10,642	11,676
Travel	1,981	122	23	2,126	3,631
Utilities and telephone		32,591		32,591	36,797
Allocation of expenses	160,769	(207,239)	46,470		
Totals Expenses Before Depreciation	957,712	235,701	282,375	1,475,789	1,451,472
Depreciation		53,948		53,948	55,000
Total Expenses	\$ 957,712	\$ 289,649	\$ 282,375	\$ 1,529,737	\$ 1,506,472

GREENWICH HISTORICAL SOCIETY, INC.
SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS
For the Year Ended June 30, 2017

	Roberta & Steven Denning Title I School	Claire & Hugh Vanderbilt	Deborah & Russell Reynolds	Isabel & Peter Malkin	General	RT Vanderbilt	Antell Family	William Crooks	Subtotal	David R.A. Weirdsma Fund	Grand Total Total
<u>Support</u>											
Contributions	\$ 150,000	\$	\$	\$ 250,000	\$	\$	\$	\$	\$ 400,000	\$	\$ 400,000
Net assets released from restrictions - Capital											
Restrictions satisfied by purpose											
Change in Net Assets	150,000			250,000					400,000		400,000
Net Assets at July 1, 2016		1,144,210	402,297		272,208	30,425	20,890	51,400	1,921,430	1,613,728	3,535,158
Net Assets at June 30, 2017	<u>\$ 150,000</u>	<u>\$ 1,144,210</u>	<u>\$ 402,297</u>	<u>\$ 250,000</u>	<u>\$ 272,208</u>	<u>\$ 30,425</u>	<u>\$ 20,890</u>	<u>\$ 51,400</u>	<u>\$ 2,321,430</u>	<u>\$ 1,613,728</u>	<u>\$ 3,935,158</u>
<u>Market value at June 30, 2017:</u>											
Contributions	\$ 150,000	\$ 1,144,210	\$ 402,297	\$ 250,000	\$ 272,208	\$ 30,425	\$ 20,890	\$ 51,400	\$ 2,321,430	\$ 1,613,728	\$ 3,935,158
Allocation of Investment Returns	45,163	344,505	121,126	75,271	81,958	9,161	6,290	15,475	698,948	196,308	895,256
	<u>\$ 195,163</u>	<u>\$ 1,488,715</u>	<u>\$ 523,423</u>	<u>\$ 325,271</u>	<u>\$ 354,166</u>	<u>\$ 39,586</u>	<u>\$ 27,180</u>	<u>\$ 66,875</u>	<u>\$ 3,020,378</u>	<u>\$ 1,810,036</u>	<u>\$ 4,830,414</u>