

**GREENWICH HISTORICAL SOCIETY, INC.**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**Year Ended June 30, 2020**

GREENWICH HISTORICAL SOCIETY, INC.

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Year Ended June 30, 2020

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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, 2020, and the related statements of activities, functional expenses 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 controls 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, 2020, 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 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 16 - 18 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 handwritten signature in black ink, appearing to read "Walter J. McKeever", is written over a horizontal line. The signature is fluid and cursive.

Walter J. McKeever & Company, LLC  
Greenwich, Connecticut  
November 5, 2020

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**June 30, 2020**

ASSETS

Current Assets

Cash and cash equivalents	\$	542,877
Short-term investments (Note 2)		451,066
Pledges receivable		127,052
Inventories		28,128
Prepaid expenses		25,530
Total Current Assets		1,174,653

Property, Equipment and Furnishings

Buildings and land		8,737,628
Equipment and furnishings		2,582,853
Less: accumulated depreciation		(2,004,346)
Net Property, Equipment and Furnishings		9,316,135

Other Assets

Investments (Note 2)		6,926,641
Historic land, buildings and furniture		7,313,357
Total Other Assets		14,239,998

Total Assets		\$ 24,730,786
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$	20,805
Deferred revenue		379,000
SBA PPP loan payable (Note 6)		189,700
Total Liabilities		589,505

Net Assets

Without donor restrictions		
Unrestricted		16,650,873
Board designated (Note 8)		1,473,772
Total Without Donor Restrictions		18,124,645
With donor restrictions		
Time or purpose restricted (Note 9)		1,654,157
Perpetual endowment (Note 10)		4,362,479
Total With Donor Restrictions		6,016,636
Total Net Assets		24,141,281

Total Liabilities and Net Assets		\$ 24,730,786
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See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2020**

	WITHOUT DONOR RESTRICTIONS				WITH DONOR RESTRICTIONS			
	BOARD DESIGNATED				TIME OR PURPOSE RESTRICTED	PERPETUAL ENDOWMENT	TOTAL WITH DONOR RESTRICTIONS	TOTAL
	UNRESTRICTED	RESERVE	MAINTENANCE	VAN DER STRICHT				
<b>Operating Activities</b>								
Revenue, Gains and Other Support	\$ 478,697	\$ -	\$ -	\$ -	\$ 285,000	\$ 763,697	\$ 1,276,148	\$ 2,042,595
Contributions	67,192					67,192		67,192
Memberships	25,000					25,000	38,298	63,298
Grants	46,079					46,079		46,079
Program service fees	310,007					310,007		310,007
Special events revenue	(148,899)					(148,899)		(148,899)
less cost of direct benefits to donors								
Museum shop sales, rental income and other	64,119					64,119		64,119
Assets released from restrictions:								
Satisfaction of time or purpose restrictions	401,402				(401,402)	401,402	(401,402)	-
Appropriation from endowment	259,998				(259,998)	259,998	(259,998)	-
Total Revenue, Gains and Other Support	1,503,595	-	-	-	285,000	1,788,595	653,046	2,444,391
Expenses								
Program	1,458,119					1,458,119		1,458,119
Support	107,090					107,090		107,090
Development	136,032					136,032		136,032
Total Functional Expenses	1,701,241					1,701,241		1,701,241
Change in Net Assets from Operations	(197,646)	-	-	-	285,000	87,354	653,046	743,150
<b>Non-operating Activities</b>								
Investment return (Note 2)	32,290					32,290	182,715	215,005
Realized gain on sale of property	81,301					81,301		81,301
Depreciation expense	(411,222)					(411,222)		(411,222)
Assets released from restrictions:								
Satisfaction of construction restrictions	164,749			(13,500)		151,249	(151,249)	-
Change in Net Assets from Non-operating Activities	(132,882)	-	-	(13,500)	-	(146,382)	31,467	(114,915)
Change in Net Assets	(330,528)	-	-	(13,500)	285,000	(59,028)	684,513	628,235
Net Assets - Beginning of Year	17,532,125	375,000	124,575	151,973	-	18,183,673	955,299	23,498,701
Reclassification of fund							14,345	14,345
Board designation of funds (Note 7)	(550,724)				550,724	-		-
Net Assets - End of Year	\$ 16,650,873	\$ 375,000	\$ 124,575	\$ 138,473	\$ 835,724	\$ 18,124,645	\$ 1,654,157	\$ 24,141,281

See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended June 30, 2020**

	<u>PROGRAM</u>	<u>SUPPORT</u>	<u>DEVELOPMENT</u>	<u>TOTAL</u>
Advertising	\$ 4,837	\$ -	\$ 538	\$ 5,375
Bank and investment fees	6,986	228	1,746	8,960
Conferences	223	-	-	223
Consultants	51,226	3,341	1,113	55,680
Cultivation	2,680	3,128	3,128	8,936
Dues and subscriptions	8,492	-	-	8,492
Exhibition design	9,371	-	-	9,371
Exhibition fabrication	40,774	-	-	40,774
Graphic design	18,594	-	2,066	20,660
Health insurance	36,945	4,250	3,613	44,808
Honoraria	11,485	-	-	11,485
Hospitality	14,686	-	4,896	19,582
Insurance	52,320	3,412	1,137	56,869
Maintenance - building	57,378	3,742	1,247	62,367
Maintenance - equipment	9,149	597	199	9,945
Maintenance - grounds	40,612	2,650	883	44,145
Miscellaneous expense	201	-	-	201
Museum store and café	41,317	-	-	41,317
Online expense	9,333	-	-	9,333
Outside services	13,923	4,641	-	18,564
Pension contributions	19,376	2,657	3,272	25,305
Photography	1,500	-	375	1,875
Postage and delivery	6,147	-	1,537	7,684
Printing and photocopying	23,578	2,948	2,948	29,474
Professional fees	100,836	18,519	-	119,355
Rentals	3,800	-	-	3,800
Salaries	725,583	46,742	96,203	868,528
Security	7,047	459	153	7,659
Supplies	15,625	1,953	1,953	19,531
Taxes - payroll	60,816	3,726	7,546	72,088
Taxes - real estate taxes	4,301	280	94	4,675
Travel	3,065	170	170	3,405
Utilities and telephone	55,913	3,647	1,215	60,775
<b>Total Functional Expenses</b>	<b>\$ 1,458,119</b>	<b>\$ 107,090</b>	<b>\$ 136,032</b>	<b>\$ 1,701,241</b>
	<u>86%</u>	<u>6%</u>	<u>8%</u>	<u>100%</u>

See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended June 30, 2020**

Cash flows from operating activities:

Change in net assets	\$ 628,235
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Adjustments to reconcile change in net assets to net cash provided by operating activities:

Depreciation	411,222
Reclassification of fund	14,345
Unrealized gain on investments	(119,490)
Realized gain on investments	(21,305)
Realized gain on sale of property	(81,301)
Increase in pledges receivable	(83,609)
Increase in inventories	(8,082)
Decrease in prepaid expenses	18,530
Decrease in accounts payable	(55,580)
Increase in deferred revenue	379,000

Total adjustments	<u>453,730</u>
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Net cash provided by operating activities	<u>1,081,965</u>
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Cash flows from investing activities:

Proceeds from sale/maturity of investments	445,035
Purchase of investments	(1,857,400)
Purchase of equipment	(18,469)
Improvements to buildings and land	(23,227)
Historic expenditures	(151,987)
Proceeds from sale of property	560,000

Net cash used by investing activities	<u>(1,046,048)</u>
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Cash flows from financing activities:

Proceeds from SBA PPP loan	189,700
Repayment of demand notes	(500,000)

Net cash used by financing activities	<u>(310,300)</u>
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Net decrease in cash and cash equivalents	(274,383)
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Cash and cash equivalents - beginning of year	<u>817,260</u>
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Cash and cash equivalents - end of year	<u><u>\$ 542,877</u></u>
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See accompanying notes to financial statements.



**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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 to preserve and interpret Greenwich history to strengthen the community's connection to its past, to each other and to the future.

BASIS OF PRESENTATION

The financial statements of the Historical Society have been prepared in accordance with generally accepted accounting principles which require reporting its financial position and activities according to the following asset classifications:

Net assets without donor restrictions – net assets that are not subject to donor-imposed restrictions and may be expended for any purpose at the discretion of the Historical Society's management and Board of Trustees.

Net assets with donor restrictions – net assets subject to restrictions imposed by donors. Some restrictions are temporary in nature which can be met by actions of the Historical Society or by the passage of time. Other donor restrictions are perpetual in nature where the donor has directed that the funds be maintained in perpetuity.

Contributions received are recorded as donor unrestricted or donor restricted, depending on the existence and/or nature of any restrictions. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is met), net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as assets released from restrictions.

In 2016, the Financial Accounting Standards Board issued ASU 2016-14 – Presentation of Financial Statements of Not-For-Profit Entities. It addresses net asset classification, requires disclosure about liquidity and availability of resources and consistency in presenting expenses and investment return. The provisions of the ASU have been applied retrospectively to all periods presented.

MEASURE OF OPERATIONS

The statement of activities reports all changes in net assets from operating and non-operating activities. Operating activities are attributable to the Historical Society's ongoing activities. Non-operating activities are limited to resources that generate return from investments, depreciation, and other activities considered to be of a more unusual and nonrecurring nature.

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.

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.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 net assets without donor restrictions 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.

COLLECTIONS

Collections, which consist of manuscripts, reference works, art objects and other artifacts of historical significance, are not capitalized in the Historical Society's financial statements and are held for public exhibition, education and research. Proceeds from the sale of any items in the collection are used only for the acquisition of collection items, their direct care and collections management.

HISTORIC LAND, BUILDINGS AND FURNITURE

Historic land, buildings and furniture are of historic importance and therefore, are not subject to depreciation. They are capitalized at cost if purchased and at fair value if received by 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 or 39 years and equipment and furnishings are depreciated over 5 to 10 years.

DONATED SERVICES

Donated services have not been reflected in the financial statements since no objective basis is available to measure the value of such services. However, trustees and volunteers donate significant amounts of their time to the Historical Society.

FUNCTIONAL EXPENSES

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities and in detail on the statement of functional expenses. Certain costs have been allocated among program and supporting services. Such allocations are determined by management on an equitable basis. Depending on the nature of the expense, allocations are based on time and effort and square footage.

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 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, 2017 – June 30, 2019 remain open.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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>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>
<u>Short-term investments:</u>				
Certificates of deposit	\$ 451,066	\$ 451,066	\$ -	\$ -
<u>Long-term investments:</u>				
Exchange-traded funds	\$ 493,486	\$ 493,486	\$ -	\$ -
Fixed income	504,740		504,740	
Insured deposits	169,696	169,696		
Mutual funds	5,758,719	-	-	5,758,719
<b>Total Long-term investments</b>	<b>\$ 6,926,641</b>	<b>\$ 663,182</b>	<b>\$ 504,740</b>	<b>\$ 5,758,719</b>

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, insured deposits and exchange-traded funds that are based on quoted market prices from active markets.

*Level 2 Fair Value Measurements:* Corporate bonds have observable inputs to quoted fair values.

*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 values 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.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 2. INVESTMENTS (Continued)

The following table provides further details of the Level 3 fair value measurements for the year ended June 30, 2020:

Beginning balance	\$ 5,396,978
Total gains or losses (realized and unrealized)	554,215
Investment income, net of fees	67,524
Net Transfers	<u>(259,998)</u>
Ending balance	<u>\$ 5,758,719</u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2020:

	<u>Without Donor</u> <u>Restrictions</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
Interest	\$ 6,685	\$ -	\$ 6,685
Dividends	20,191	58,799	78,990
Investment fees	-	(11,466)	(11,466)
Realized gain on investments	561	20,745	21,306
Unrealized gain on investments	<u>4,853</u>	<u>114,637</u>	<u>119,490</u>
	<u>\$ 32,290</u>	<u>\$ 182,715</u>	<u>\$ 215,005</u>

NOTE 3. EMPLOYEE BENEFIT PLANS

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 certain 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, 2020 was \$25,305.

NOTE 4. CONCENTRATIONS OF CREDIT RISK

The Historical Society maintains cash balances and short-term investments at two financial institutions located in Southern Connecticut. Funds at each financial institution are protected up to \$250,000 under Federal Deposit Insurance Coverage (FDIC). As of June 30, 2020, the Historical Society had \$604,478 of funds on deposit in excess of FDIC coverage at one financial institution.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 4. CONCENTRATIONS OF CREDIT RISK (Continued)

The Historical Society maintains one investment account with The Investment Fund for Foundations ("TIFF") and two with The First Republic Bank. 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 internal policies that cover 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, 2020, none of the Historical Society's investment securities were at risk.

NOTE 5. REIMAGINE THE CAMPUS CAMPAIGN

In 2015, the Historical Society embarked on a program to transform its campus which included the restoration of Toby's Tavern, the construction of a two-story archives and exhibition building, and the expansion of parking and improved access to the site. The total cost of the project was \$13.7 million, including \$1.7 million for the Program Enrichment Fund, which was a combination of public grants and private contributions. An anonymous donor matched contributions dollar-for-dollar up to \$6.75 million. The construction project was completed as of June 30, 2019 and the reimagined campus was opened to the public in October, 2018. In addition, an Endowment component with a goal of \$5 million was added to the Campaign.

In January, 2019, a related party advanced \$500,000 to the Historical Society in the form of two demand promissory notes for \$250,000 each. The advances provided temporary funding pending the scheduled payment of outstanding pledges and grants related to the Capital Campaign. The notes, which did not call for interest, were repaid prior to June 30, 2020, as agreed.

NOTE 6. SBA PPP LOAN PAYABLE

On April 25, 2020 the Historical Society was approved for a loan of \$189,700 under the Paycheck Protection Program (PPP) created as part of the relief efforts related to COVID-19 and administered by the Small Business Administration. The loan accrues interest at 1%, but payments are not required to begin for six months after the funding of the loan. The Historical Society is eligible for loan forgiveness of up to 100% of the loan, upon meeting certain requirements. The loan is uncollateralized and is fully guaranteed by the Federal government. The Historical Society will begin submission of information for PPP loan forgiveness as soon as the lending bank begins the process and estimates the entire loan amount will be forgiven based on its use of the funds in accordance with requirements of the PPP program.

NOTE 7. SALE OF PROPERTY

On October 1, 2019 the Historical Society sold the 42 Strickland Road property. The Board of Trustees designated the net proceeds of \$550,724 to the Core Fund.

NOTE 8. BOARD DESIGNATED NET ASSETS

As of June 30, 2020, funds set aside by the Board of Trustees of the Historical Society as part of net assets without donor restrictions are as follows:

Major Maintenance – future major repairs	\$ 124,575
van der Stricht – preservation mission	138,473
Core Fund – for enhancements of educational programs, exhibitions, collections initiatives and expanded communications	835,724
General Reserve	<u>375,000</u>
	<u>\$ 1,473,772</u>

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 9. NET ASSETS WITH DONOR RESTRICTIONS

Donor restricted net assets as of June 30, 2020 are as follows:

Subject to expenditures for a specific purpose:

Art Acquisitions Fund – for purchases of art work for permanent collections	\$ 25,000
Book Award – for high school teachers to award juniors with a book award	3,326
Capital Campaign Fund – for the project "reimagine the Campus"	72,947
Collections Fund – for the care and acquisition of collections	12,000
Constance Hinman Getz Fund – for support of the archives	8,500
Dalio Family Fund – to support development and presentation of education programs For Title I Schools in Greenwich	250,000
Docent Fund – to provide additional hours for docent and research function	19,760
D.R.A.W. Fund – to support art, history, landscape and preservation programs	132,354
Education Fund – for support of educational programs	3,978
Finch Fund – for general use pertaining to the archives	2,008
Finch Burial Fund – for research and/or protection of historic burial grounds in Greenwich	14,345
Greenwich Garden Club Fund - for the Tavern garden	7,086
Harbor Point Book Project – to write, publish and promote a book and collateral material on the history of Harbor Point neighborhood	43,939
Historic Markers Fund – for signs in Greenwich Town's Historic Districts	1,590
Online History/JHT Online Fund – for online catalog of art works by J. H. Twachtman	85,293
Landmarks Fund – for subsidizing the cost of landmark plaques	1,121
Program Enrichment Fund – for enhancements of educational programs, exhibitions, collections initiatives and expanded communications	156,717
Sports Exhibition Fund – to plan an exhibition on the history of sports in Greenwich	17,798
Strackbein Archives Support – for support of archives activity	11,402
Strackbein Library Catalog Fund – for library cataloging	1,595
Thomas Cooke Collection Fund – for offsite collection storage and processing costs	3,037
Twachtman Catalog Fund – to design and publish a print catalog in conjunction with an exhibition of John Henry Twachtman's Greenwich paintings	15,512
Twachtman Exhibition Fund – for exhibition of J. H. Twachtman's Greenwich paintings	5,000
Williams Acquisitions Fund – for acquisitions to collections	25,828
	<u>920,136</u>

Subject to the Historical Society's spending policy:

Endowment Return Fund	702,861
Strackbein Archives Endowment Return Fund	5,596
Wierdsma Endowment Return Fund	25,564
	<u>734,021</u>

Restricted in perpetuity:

General Endowment Fund	2,236,680
Denning Title 1 School Endowment Fund	250,000
Strackbein Archives Endowment Fund	112,071
Barbara and Ray Dalio Title 1 Endowment Fund	150,000
Wierdsma Endowment Fund	1,613,728
	<u>4,362,479</u>

Total Net Assets with Donor Restrictions \$ 6,016,636

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 9. NET ASSETS WITH DONOR RESTRICTIONS (Continued)

The composition of assets released from restrictions during the year ended June 30, 2020 is as follows:

<u>Subject to expenditure for specific purpose:</u>	
Capital Campaign	\$ 95,294
Docent	5,240
D.R.A.W. (net addition of \$19,488)	(4,020)
Finch	716
Harbor Point Book	17,161
Hortulus	40,715
Online History/JHT Online Fund	3,002
Program Enrichment	390,406
Strackbein Archives Support	(11,402)
Strackbein Library Catalog	7,551
Twachtman Catalog	2,988
Twachtman Exhibition	5,000
<u>Subject to Historical Society spending policy</u>	<u>259,998</u>
	<u>\$ 812,649</u>

NOTE 10. NET ASSETS RESTRICTED IN PERPETUITY BY DONORS (ENDOWMENT)

At June 30, 2020, the net assets with donor restrictions for perpetual endowment comprises original contributions totaling \$4,362,479. According to Connecticut state law, any income, realized gains/losses, and unrealized gains/losses from net assets with donor restrictions for perpetual endowment are to be included with net assets with donor restrictions for time and purpose restrictions. The individual fund balances are presented in Note 9, Net Assets with Donor Restrictions.

The annual total return of the funds (comprised of interest, dividends and realized and unrealized gains and losses) will be distributed each fiscal year in an amount up to 5% of the average fair market value as of June 30th of the three preceding fiscal years, provided that no distribution may be made which would reduce the principal of the funds to less their original amount. For the year ended June 30, 2020, \$159,000 was transferred to the unrestricted fund. Sixty percent of the David R. A. Wierdsma (D.R.A.W.) Fund distribution will be used to support art, history, landscape and preservation programs of the Historical Society and forty percent will support general operations. For the year ended June 30, 2020, the amount of the distribution was \$89,596.

Components of donor-restricted funds as of June 30, 2020 are as follows:

Original donor-restricted gift amounts required to be maintained in perpetuity by donors	\$ 4,362,479
Accumulated investment return	<u>754,422</u>
	<u>\$ 5,107,901</u>
<u>Changes during the year:</u>	
Balance at July 1, 2019	\$ 5,171,032
Contributions	2,750
Investment return, net	182,715
Appropriation for expenditure	<u>(248,596)</u>
Balance at June 30, 2020	<u>\$ 5,107,901</u>

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**  
**(Continued)**

NOTE 11. AVAILABILITY AND LIQUIDITY

The following represents the Historical Society's financial assets at June 30, 2020 available to meet general expenditures. Amounts not available include board designated funds that could be drawn upon if the Board of Trustees approves such action.

Cash and cash equivalents	\$	542,877
Short-term investments		451,066
Pledges receivable		127,052
Investments		<u>6,926,641</u>
Total Financial Assets		<u>8,047,636</u>
Less amounts not available to be used within one year:		
Net assets with donor restrictions		6,016,636
Less net assets with purpose restrictions to be met in less than a year		( 770,794)
Board designated funds		<u>1,473,772</u>
		<u>6,719,614</u>
Financial assets available to meet general expenditures over the next twelve months		<u>\$ 1,328,022</u>

The Historical Society is supported primarily by unrestricted contributions supplemented by donor funds restricted as to purpose, including an annual draw from accumulated returns of the Endowment Funds (see Note 9).

NOTE 12. SUBSEQUENT EVENTS

Management has evaluated all activity through November 5, 2020 (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.



**SUPPLEMENTARY INFORMATION**

**GREENWICH HISTORICAL SOCIETY, INC.**  
**SCHEDULE OF NET ASSETS WITH DONOR RESTRICTIONS - TIME OR PURPOSE RESTRICTED**  
**For the Year Ended June 30, 2020**

	JHT Online / History	Harbor Point Book Project	Williams Acquisitions	Capital Campaign	Program Enrichment	Strackbein Archives Support	Collections	Dallo Family Fund	Twachman Catalog	Art Acquisitions	(see detail - page 17) Other	Strackbein Archives Fund	PRF Return D.W. Fund	Subtotal*	Total
<b>Operating Activities:</b>															
Revenues, Gains and Other Support	\$ 25,000	\$ 17,798	\$ 61,100	\$ 828,088	\$ -	\$ -	\$ 2,500	\$ 250,000	\$ 18,500	\$ 10,000	\$ 5,460	\$ -	\$ -	\$ -	\$ 1,276,148
Contributions											2,000				38,298
Grants															
Special events revenue															
less: costs of direct benefits to donors															
Other income															
Investments return															
Assets released from restrictions:															
Satisfaction of time or purpose restrictions	(5,240)	-	(3,002)	(228)	(390,406)	11,402	-	-	(2,988)	-	(13,267)	(11,402)	(89,596)	(159,000)	(401,402)
Appropriation from endowment															(259,998)
Change in Net Assets from Operations	19,760	17,798	90,998	827,860	(390,406)	11,402	2,500	250,000	15,512	10,000	(5,807)	(11,402)	(89,596)	(159,000)	653,046
<b>Non-operating Activities:</b>															
Investment return															
Assets released from restrictions:															
Satisfaction of purpose restrictions															
Satisfaction of construction restrictions															
Change in Net Assets from Non-operating Activities	(15,455)	(15,458)	-	(95,065)	-	-	-	-	-	-	(40,715)	5,596	8,284	168,836	31,467
Change in Net Assets	19,760	17,798	90,998	732,794	(390,406)	11,402	2,500	250,000	15,512	10,000	(46,522)	(5,806)	(81,312)	9,836	684,513
Net Assets at July 1, 2019	-	-	(5,705)	(659,847)	547,123	-	9,500	-	-	15,000	83,763	11,402	106,876	693,025	955,299
Reclassification of fund	14,345														14,345
Net Assets at June 30, 2020	\$ 19,760	\$ 17,798	\$ 85,293	\$ 72,847	\$ 166,717	\$ 11,402	\$ 12,000	\$ 250,000	\$ 15,512	\$ 25,000	\$ 37,241	\$ 5,596	\$ 25,564	\$ 702,861	\$ 1,654,157

\* See page 18 for details.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**SCHEDULE OF NET ASSETS WITH DONOR RESTRICTIONS - TIME OR PURPOSE RESTRICTED (DETAIL OF OTHER)**  
**For the Year Ended June 30, 2020**

	<u>Finch</u>	<u>Archives</u>	<u>Hortulus</u>	<u>Greenwich</u>	<u>Constance</u>	<u>Book</u>	<u>Education</u>	<u>Landmarks</u>	<u>Strackbein</u>	<u>Thomas</u>	<u>Historic</u>	<u>Twachtman</u>	<u>Total</u>
	<u>Archives</u>	<u>Hortulus</u>	<u>Club</u>	<u>Garden</u>	<u>Hinman</u>	<u>Award</u>	<u>Education</u>	<u>Landmarks</u>	<u>Library</u>	<u>Collection</u>	<u>Markers</u>	<u>Exhibition</u>	<u>Total</u>
<u>Operating Activities:</u>													
<u>Revenues, Gains and Other Support</u>													
Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 460	\$ -	\$ -	\$ 5,000	\$ 5,460
Grants			2,000										2,000
Special events revenue													-
less: costs of direct benefits to donors													-
Other income													-
Investments return													-
Assets released from restrictions:													-
Satisfaction of time or purpose restrictions	(716)								(7,551)	-	-	(5,000)	(13,267)
Appropriation from endowment													-
<u>Change in Net Assets from Operations</u>	(716)		2,000						(7,091)				(5,807)
<u>Non-operating Activities:</u>													
Investment return													-
Assets released from restrictions:													-
Satisfaction of purpose restrictions													-
Satisfaction of construction restrictions													(40,715)
<u>Change in Net Assets from Non-operating Activities</u>													(40,715)
<u>Change in Net Assets</u>	(716)		2,000						(7,091)				(46,522)
<u>Net Assets at July 1, 2019</u>	2,724	40,715	5,086	8,500	3,326	3,978	1,121	8,686	3,037	1,590	5,000		83,763
<u>Net Assets at June 30, 2020</u>	\$ 2,008	\$ -	\$ 7,086	\$ 8,500	\$ 3,326	\$ 3,978	\$ 1,121	\$ 1,595	\$ 3,037	\$ 1,590	\$ 5,000		\$ 37,241

**GREENWICH HISTORICAL SOCIETY, INC.**  
**SCHEDULE OF NET ASSETS WITH DONOR RESTRICTIONS - PERPETUAL ENDOWMENT**  
 For the Year Ended June 30, 2020

	Roberta & Steven Denning Title I School	Claire & Hugh Vanderbilt	Deborah & Russell Reynolds	Isabel & Peter Malkin	Blumenthal Family	General	RT Vanderbilt	Anell Family	William Crooks	Barbara & Ray D'Alto Title 1	Subtotal	Strackbein Archives	David R.A. Weidnsma Fund	Grand Total
Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,500	\$ -	\$ -	\$ 250	\$ -	\$ 2,750	\$ -	\$ -	\$ 2,750
Change in Net Assets	-	-	-	-	-	2,500	-	-	250	-	2,750	-	-	2,750
Net Assets at July 1, 2019	250,000	1,144,210	427,297	250,000	25,000	264,708	30,425	20,890	51,400	150,000	2,633,930	112,071	1,613,728	4,359,729
Net Assets at June 30, 2020	\$ 250,000	\$ 1,144,210	\$ 427,297	\$ 250,000	\$ 25,000	\$ 287,208	\$ 30,425	\$ 20,890	\$ 51,650	\$ 150,000	\$ 2,636,680	\$ 112,071	\$ 1,613,728	\$ 4,362,479
Market Value at June 30, 2020														
Contributions	\$ 250,000	\$ 1,144,210	\$ 427,297	\$ 250,000	\$ 25,000	\$ 287,208	\$ 30,425	\$ 20,890	\$ 51,650	\$ 150,000	\$ 2,636,680	\$ 112,071	\$ 1,613,728	\$ 4,362,479
Allocation of Investment Returns	66,643	305,014	113,904	66,643	6,664	76,560	8,110	5,569	13,768	39,986	702,861	5,596	25,564	734,021
	\$ 316,643	\$ 1,449,224	\$ 541,201	\$ 316,643	\$ 31,664	\$ 363,768	\$ 38,535	\$ 26,459	\$ 65,418	\$ 189,986	\$ 3,339,541	\$ 117,667	\$ 1,639,292	\$ 5,096,500