

PATHFINDER OUTDOOR EDUCATION, INC.

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2022

JEANETTE EDWARDS, C.P.A., LLC

**PATHFINDER OUTDOOR EDUCATION, INC.
FINANCIAL STATEMENTS**

YEAR ENDED JUNE 30, 2022

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Independent Auditor's Report

To the Board of Directors of
Pathfinder Outdoor Education, Inc
St Petersburg, FL

Opinion

I have audited the accompanying financial statements of Pathfinder Outdoor Education, Inc. (a nonprofit organization) which comprise the statements of financial position as of June 30, 2022 and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pathfinder Outdoor Education, Inc. as of June 30, 2022 and the changes in net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

The financial statements of Pathfinder Outdoor Education, Inc. for the year ending June 30, 2021 were previously reviewed by Jeanette Edwards, CPA, LLC who expressed that based on that review no material modifications should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. In my opinion the summarized comparative information presented herein as of and for the year ending June 30, 2021, is consistent, in all material respects, with the reviewed financial statements from which it has been derived.

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Pathfinder Outdoor Education, Inc. and to meet other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audits.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit 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 Pathfinder Outdoor Education, Inc.'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

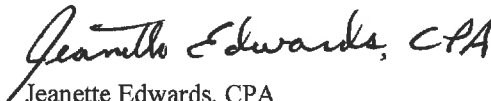
My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not absolute assurance 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, misrepresentation, or the override of internal control. Misstatements 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, I:

- 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 Pathfinder Outdoor Education, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identify during the audit.


Jeanette Edwards, CPA
Certified Public Accountant
July 28, 2023

PATHFINDER OUTDOOR EDUCATION, INC.
STATEMENTS OF FINANCIAL POSITION
YEAR ENDED JUNE 30, 2022
(WITH COMPARATIVE TOTALS FOR 2021)

ASSETS	<u>2022</u>	<u>2021</u>
Current Assets		
Cash	\$ 78,810	\$ 80,150
Accounts receivable	(7,732)	(19,381)
Prepaid expenses	133	1,154
Total Current Assets	<u>71,211</u>	<u>61,923</u>
Property and Equipment		
Equipment	2,500	2,500
less accumulated depreciation	<u>(2,500)</u>	<u>(2,500)</u>
Total Property and Equipment	<u>-</u>	<u>-</u>
Other Assets		
Inventory	<u>5,261</u>	<u>1,465</u>
Total Other Assets	<u>5,261</u>	<u>1,465</u>
TOTAL ASSETS	<u><u>\$ 76,472</u></u>	<u><u>\$ 63,388</u></u>
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	2,341	(566)
Deferred revenue	15,323	8,434
Accrued payroll	7,081	6,456
Accrued benefits	-	2,294
PPP Loan	-	157,000
TOTAL LIABILITIES	<u>24,745</u>	<u>173,618</u>
Net Assets		
Without donor restrictions	51,727	(110,230)
With donor restrictions	<u>-</u>	<u>-</u>
Total Net Assets	<u>51,727</u>	<u>(110,230)</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 76,472</u></u>	<u><u>\$ 63,388</u></u>

The accompanying notes are an integral part of these financial statements.

PATHFINDER OUTDOOR EDUCATION, INC.
STATEMENTS OF ACTIVITIES
YEAR ENDED JUNE 30, 2022
(WITH COMPARATIVE TOTALS FOR 2021)

	Without Donor Restrictions	With Donor Restrictions	2022 Total	2021 Total
SUPPORT AND REVENUE				
Support				
Contributions	\$ 15,137	\$ -	\$ 15,137	\$ 16,412
In-kind contributions	-	-	-	1,000
Total Support	<u>15,137</u>	<u>-</u>	<u>15,137</u>	<u>17,412</u>
Revenue				
Program fees				
Cedarkirk	170,834	-	170,834	34,805
Dayspring	231,609	-	231,609	39,809
Montgomery	22,184	-	22,184	11,938
Warren Willis	88,440	-	88,440	-
Other	29,970	-	29,970	30,731
Other Income	203,808	-	203,808	863
Sales T-shirts	130	-	130	690
Interest income	3	-	3	70
Total Revenue	<u>746,978</u>	<u>-</u>	<u>746,978</u>	<u>118,906</u>
Net assets released from restrictions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>762,115</u>	<u>-</u>	<u>762,115</u>	<u>136,318</u>
EXPENSES				
Program Services				
Outdoor education programs	506,261	-	506,261	211,973
Total Program Services	<u>506,261</u>	<u>-</u>	<u>506,261</u>	<u>211,973</u>
Supporting Services				
Management and general	93,897	-	93,897	90,989
Total Supporting Services	<u>93,897</u>	<u>-</u>	<u>93,897</u>	<u>90,989</u>
Total Expenses	<u>600,158</u>	<u>-</u>	<u>600,158</u>	<u>302,962</u>
INCREASE (DECREASE) IN NET ASSETS	161,957	-	161,957	(166,644)
NET ASSETS AT BEGINNING OF YEAR	<u>(110,230)</u>	<u>-</u>	<u>(110,230)</u>	<u>56,414</u>
NET ASSETS AT END OF YEAR	<u>\$ 51,727</u>	<u>\$ -</u>	<u>\$ 51,727</u>	<u>\$ (110,230)</u>

The accompanying notes are an integral part of these financial statements.

PATHFINDER OUTDOOR EDUCATION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022
(WITH COMPARATIVE TOTALS FOR 2021)

	<u>Program Services</u>	<u>Management & General</u>	<u>Total 2022</u>	<u>Total 2021</u>
Salaries	\$ 210,506	\$ 57,899	\$ 268,405	\$ 175,310
Employee mileage and meal reimbursement	7,672	-	7,672	2,009
Employee insurance	12,272	3,262	15,534	23,394
Payroll taxes	11,794	8,088	19,882	14,084
Workmen's comp insurance	8,448	86	8,534	5,589
Total Salaries and Benefits	<u>250,692</u>	<u>69,335</u>	<u>320,027</u>	<u>220,386</u>
Program facility fees	208,453	-	208,453	32,794
Program maintenance and equipment	1,517	-	1,517	785
Program supplies	2,260	-	2,260	1,310
Professional fees	1,223	15,576	16,799	15,979
Promotional items	876	-	876	802
Refunds/Discounts	2,677	-	2,677	360
Rent	7,762	3,326	11,088	10,525
Insurance	24,889	2,765	27,654	13,845
Professional development	2,066	230	2,295	2,445
Office expense	690	1,609	2,299	1,025
Computer hardware and software	617	69	686	406
Employee appreciation	1,822	575	2,397	799
Marketing and development	412	412	824	1,172
Taxes, licenses & permits	306	-	306	197
Other general expenses	-	-	-	132
Total Expenses	<u>\$ 506,261</u>	<u>\$ 93,897</u>	<u>\$ 600,158</u>	<u>\$ 302,962</u>

The accompanying notes are an integral part of these financial statements.

PATHFINDER OUTDOOR EDUCATION, INC.
STATEMENTS OF CASH FLOWS
YEAR ENDED JUNE 30, 2022
(WITH COMPARATIVE TOTALS FOR 2021)

Increase (Decrease) in Cash and Cash Equivalents

Cash flows from operating activities:	<u>2022</u>	<u>2021</u>
Increase (Decrease) in Net Assets	\$ 161,957	\$ (166,644)
Adjustment to reconcile increase/(decrease) in net assets to net cash provided by/used in operating activities:		
Depreciation Expense	-	-
Change in assets and liabilities:		
- (Increase)/Decrease in accounts receivable	(11,649)	(7,652)
- (Increase)/Decrease in prepaid expenses	1,021	1,637
- (Increase)/Decrease in inventory	(3,796)	-
- Increase/(Decrease) in accounts payable	2,907	202
- Increase/(Decrease) in unearned revenue	6,889	4,452
- Increase/(Decrease) in accrued payroll	625	2,616
- Increase/(Decrease) in accrued benefits	(2,294)	-
- Increase/(Decrease) in PPP Loan	(157,000)	-
Net cash provided by/used in operating activities	<u>(1,340)</u>	<u>(165,389)</u>
Cash flows from investing activities:		
Purchase of equipment	-	-
Net cash used in investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities:		
Proceeds from PPP Loan	-	79,000
Net cash used in financing activities	<u>-</u>	<u>79,000</u>
Net increase (decrease) in cash and cash equivalents	(1,340)	(86,389)
Cash and cash equivalents at beginning of year	<u>80,150</u>	<u>166,539</u>
Cash and cash equivalents at end of year	<u>\$ 78,810</u>	<u>\$ 80,150</u>

The accompanying notes are an integral part of these financial statements.

PATHFINDER OUTDOOR EDUCATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

Note 1 - Nature of Business

Pathfinder Outdoor Education, Inc. (the Organization) is a non-profit corporation organized under the laws of the State of Florida in 1993. The Organization's purpose is to establish and maintain outdoor education programs for the promotion of the improvement of the spiritual, mental and physical condition of participants, and encourage them in the conservation of all elements of the natural world. The Organization offers innovative, experiential, programming at scenic locations around the state of Florida. This provides experiential opportunities for learners of all ages to develop communication, conflict resolution, cooperation and problem solving skills. The Organization offers several curriculum and programming choices from day programs which serve as an introduction to the outdoor education experience, to two to five day programs.

Note 2 - Summary of Significant Accounting Policies

The financial statements of Pathfinder Outdoor Education, Inc. have been prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Fund Accounting

To ensure observance of limitations and restrictions placed on the use of the resources available to the Organization, the accounts are maintained in accordance with the principles of "fund accounting". Financial statement presentation follows the recommendation of the Financial Accounting Standards Board so that net assets, revenues and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Restrictions - Net assets that are not subject to donor-imposed stipulations. Voluntary designations of funds by the governing board are considered to be unrestricted.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as "net assets released from restrictions".

This classification also includes net assets subject to donor-imposed stipulations that require that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes. As of June 30, 2022, Pathfinder Outdoor Education, Inc. had no permanently restricted net assets.

Contributions

Generally accepted accounting principles requires reporting contributions received as an increase in net assets immediately, even if the donor has restricted their use. As a result, restricted contributions are recorded immediately, either as an increase in temporarily restricted net assets or permanently restricted net assets, depending on the nature of the donor restriction. Restrictions imposed internally by the governing board does not change the character of unrestricted contributions.

Deferred Revenue

Revenue from program fees is recognized when the services are provided. Deposits received are recorded as deferred revenue until the service is provided and the actual participant fees are calculated. Revenue from grants is earned as required under the grant agreement. Unearned revenue is deferred until grant requirements are met.

PATHFINDER OUTDOOR EDUCATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

Note 2 - Summary of Significant Accounting Policies - Continued

Cash and Cash Equivalents

Cash and cash equivalents consist of cash and money market funds. Cash equivalents is considered to be all highly liquid debt instruments with original maturities of three months or less.

Inventory

Inventory, which consists of T-shirts, is recorded at the lower of cost or market value.

Equipment

Equipment is recorded at cost. Equipment in excess of \$1,000 with an estimated useful life in excess of one year and betterments which materially extended the useful lives of assets are capitalized. Repairs and maintenance are charged to expense when incurred. Depreciation is computed for financial statement purposes on a straight-line basis over the estimated useful lives of the related assets.

Allowance for Uncollectible Amounts

No allowance for uncollectible amounts has been provided since management considers all accounts to be collectable.

Accrued Benefits

Accrued benefits represents vested vacation leave. Vacation leave is charged as an expense in the period in which it is earned by the employee.

Income Taxes

The Organization is a tax-exempt Organization described in Section 501(c)(3) of the Internal Revenue Code of 1986. In addition, the Organization has been determined by the Internal Revenue Service not to be a private foundation within the meaning of section 509 (a) of the Code. Accordingly, income earned in furtherance of the Organization's tax-exempt purpose is exempt from federal and state income taxes. No provision for federal or state income taxes has been included in the accompanying financial statements. Management is unaware of any activities that would jeopardize the Organization's tax-exempt status or activities subject to tax on unrelated business income.

Donated Materials and Services

The Organization reports donations of materials and services at their estimated values as revenues and expenses on the date of receipt. These items are measured at amounts comparable to costs which would be incurred to hire personnel, rent facilities or purchase items to accomplish similar objectives. Only those services which create or enhance non-financial assets or that require specialized skills, and are provided by individuals possessing those skills, and which would typically need to be purchased if not provided by donation, are recorded in the financial statements.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing the various program and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on direct usage or management's estimates of the benefit derived by each activity.

PATHFINDER OUTDOOR EDUCATION, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

Note 3 - Equipment

Equipment consists of the following at June 30, 2022:

Office equipment	\$ 2,500
Less accumulated depreciation	<u>(2,500)</u>
Total	<u><u>\$ -</u></u>

Note 4 - Line of Credit

The Organization has an unsecured line of credit facility with a bank which had an outstanding balance at June 30, 2022 of zero. The line of credit permits borrowings of up to \$35,000, bears interest at the bank's prime rate plus 2% and is due on demand.

Note 5 - Operating Leases

The Organization leases its office facilities under an operating lease. The lease does not have a set term and can be canceled with 180 days notice. The monthly rent payment is \$1,000 a month.

Note 6 - Subsequent Events

Management has evaluated subsequent events through July 28, 2023 the date which the financial statements were available for issue.

Management has concluded that there are no subsequent events requiring disclosure.