



KENTUCKY DIABETES CAMP FOR CHILDREN, INC.

2021 ANNUAL REPORT

BOARD

Rhiannon Reams, Chairperson

Dr. Michael B. Foster, Vice Chairperson

Tonya Lucas, Treasurer

Leslie K. Scott, PhD, APRN, Secretary

Dale Breitenstein, Director

Mechelle Coble, RD, Director

Melissa Kleber, RD, CDCES, Director

Wendy L. Novak, MSW, Director

Melissa Speck, EdD, Director

STAFF

Megan Cooper, MBA, Executive Director

Lori O'Bryant, Operations Manager

Wendy Williams, Fund Development Manager



DR. BROADSTONE NAMED AS DIRECTOR EMERITA

Camp Hendon recently bestowed a special honor, and a brand-new title, on a former member of the board of directors. The honor recognizes Dr. Vasti Broadstone as the organization's very first Director Emerita. Dr. Broadstone has devoted decades of service to Camp Hendon as both a strategic leader and director of medical care.

Dr. Broadstone is a practicing endocrinologist at Joslin Diabetes Center through Baptist Health Floyd in New Albany.

"Camp Hendon is an immensely grateful recipient of long-standing volunteer support," stated Executive Director Megan Cooper. "Dr. Broadstone is a passionate member of our community and she has given immeasurable time, talent, and treasure for the benefit of children with Type 1 Diabetes."

Past members of the board who have served Camp Hendon in extraordinary ways are eligible for recognition as a Director Emeritus. Those nominated for this honor will have made a distinct mark on Camp Hendon through their leadership, and have departed the board in good standing.

Dr. Broadstone is well-suited to become the first Director Emerita. She was first named as Camp Hendon's Medical Director in 1981. At the time, it was a shared responsibility with Dr. Duncan McMillan. In 1983, Dr. Broadstone took over as the sole Medical Director and remained in this role until 2017. Under her tenure, over 1,200 children with Type 1 Diabetes attended Camp Hendon.

When Camp Hendon was re-formed in 2010 as the Kentucky Diabetes Camp for Children, Inc., an independent 501(c)3 nonprofit, Dr. Broadstone was named the founding Chairperson of the Board of Directors. She remained an active member of the Board until 2020. She also returned to volunteer as a medical provider at summer camp year after year.

In her role as Director Emerita, Dr. Broadstone may continue to serve on volunteer committees. She also has an open invitation to attend board meetings, but with no vote and no responsibilities.

Dr. Broadstone's commitment to both Camp Hendon and the diabetes community at large makes it clear that she has certainly earned this privilege, and Camp Hendon is forever grateful, and better, for her service.

Congratulations, Dr. Broadstone!





MISSION

To give children with diabetes life-changing experiences, empowering each of them to take control of their unique journey.

VISION

To be a vibrant and diverse community of support for young people living with diabetes and their families, rooted in and nurtured by a transformative experience of traditional summer camp.

OUR PROGRAMS IN ACTION

In 2021, Camp Hendon returned to limited in-person programming. Despite the COVID-19 global pandemic, we successfully offered two weeks of summer camp for children with T1D ages 8 - 17, a virtual Teen Weekend to teens ages 13 – 17 with T1D, and monthly Parents Group virtual education sessions for T1D caregivers.

2 Weeks of Summer Camp

Plus a virtual Teen Camp and monthly Parents' Group support for caregivers.



106 Campers Served

Despite COVID-19, we welcomed 106 campers to Camp Hendon summer sessions. 41% of attendees were first-time campers.



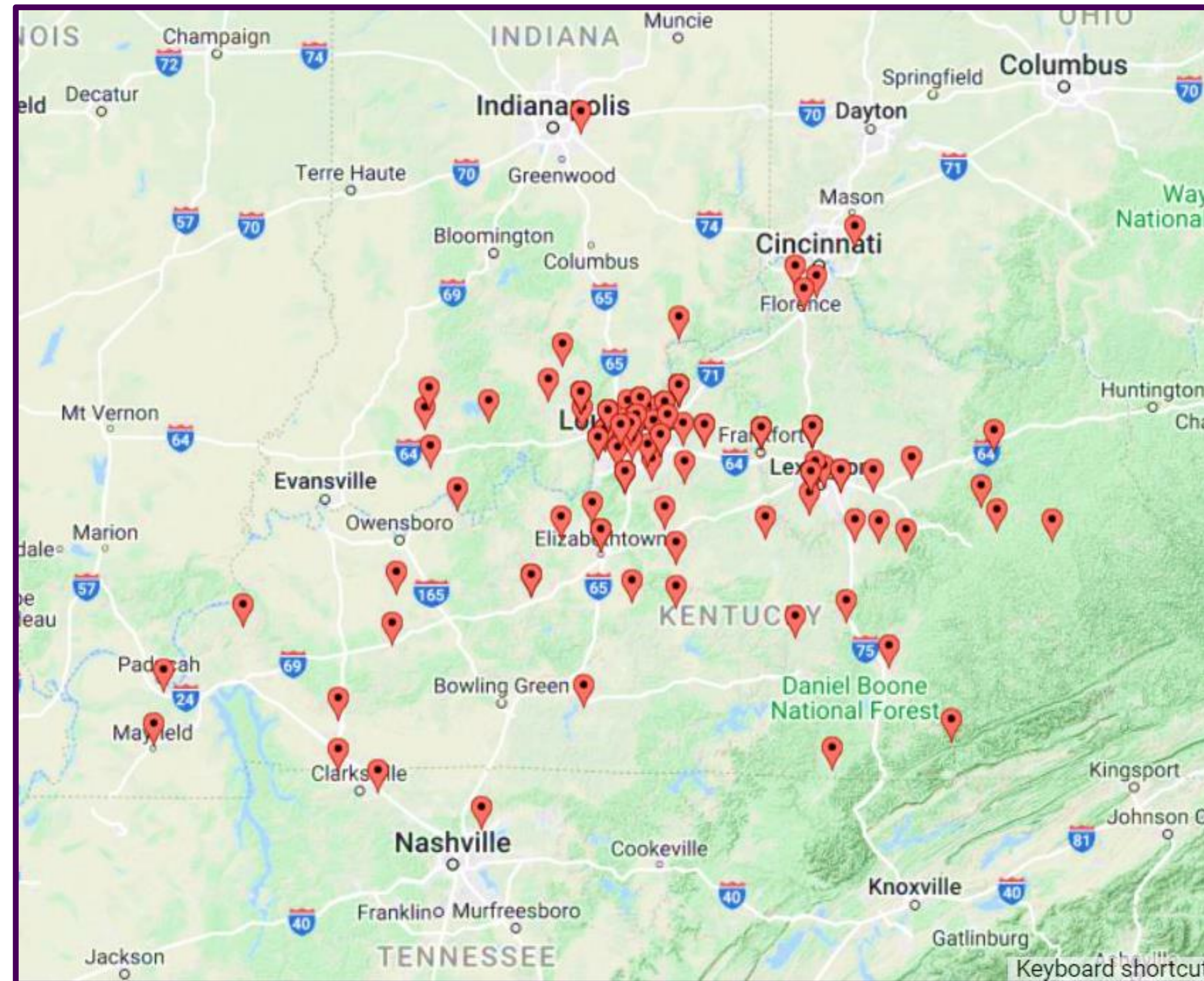
113 Volunteer Staff

Our programs would not be possible without the volunteers that give a week (or more!) of their time to us. Volunteers include doctors, nurses, pharmacists, past campers, and students.



CAMP HENDON'S REGIONAL REACH

Campers and families affected by T1D are welcome to Camp Hendon regardless of where they live. Our program participants come from across the Commonwealth of Kentucky, and beyond! In 2021, campers also traveled from Indiana, Ohio, and Tennessee.



THE TRUE COST OF SUMMER CAMP

Camp Hendon has never turned a child away for financial reasons, and we offer need-based financial aid to help families pay the camp fee of \$550. Although there is a fee to attend camp, we fundraise year-round in order to provide this experience for just \$550 per week, including all insulin and medical supplies. Due to dramatic changes in the camping environment as a result of the COVID-19 pandemic, our actual cost per summer camp reached \$2,745 in 2021.

\$17,075

In camperships provided. 32% of campers received financial aid.

\$2,745

Camp Hendon's actual cost per summer camper in 2021.

\$158,000

The total value of diabetes supplies and insulin required for two weeks of camp.

TOBIN'S STORY

As told by mom, Keely Kliever

Tobin was diagnosed December 18, 2020 when he was 8 years old. It was the last day of school (virtual/NTI during the pandemic) before Christmas break and he was on his class Google Meet Christmas party while we were checking in to Kosair Children's hospital.

Before camp, we were all learning, but he is very independent and took over the majority of carb counting and calculating dosages right away. He would need help giving himself insulin injections with a pen. He also needed help changing his Dexcom.

Less than 6 months after diagnosis, Tobin went to Camp Hendon's second summer session.

We had insulin pump class scheduled and supplies delivered less than a week after camp. I had no idea what to expect, but Tobin already knew so many things about the pump: how to prime tubing, how to change the site, and how to enter carb amounts - all from watching other campers! I was impressed that he had learned so much (or even paid attention to others' devices) but he loves technology and is extremely curious (read: nosy) so I shouldn't have been surprised that he soaked it all in.

He had been encouraged at camp to give his own pen injections too, so he got home and showed off the "belly buddy award" too. He has become much more independent in the past year, even practicing changing his pump cartridge and doing the whole thing by himself knowing that he may need to at camp.

It is amazing to have this supportive community and connection to others for him and for us. Knowing we are never alone on this journey and having a safe place to ask questions, be real, honest and even just vent frustrations in a group that just GETS IT, means the world.

Tobin is looking forward to camp again this summer. It is such a special place to not feel like the only one dealing with diabetes.

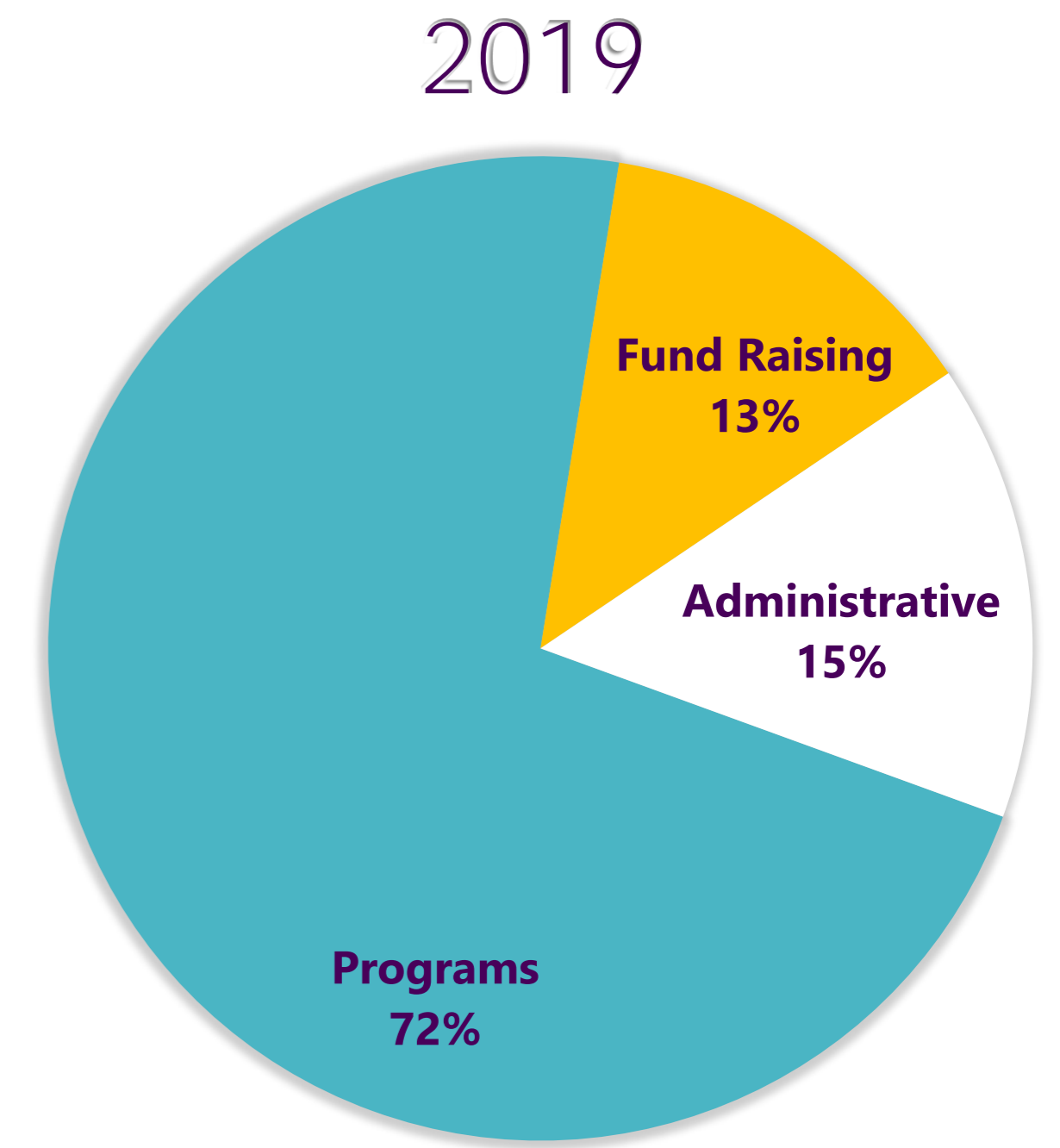
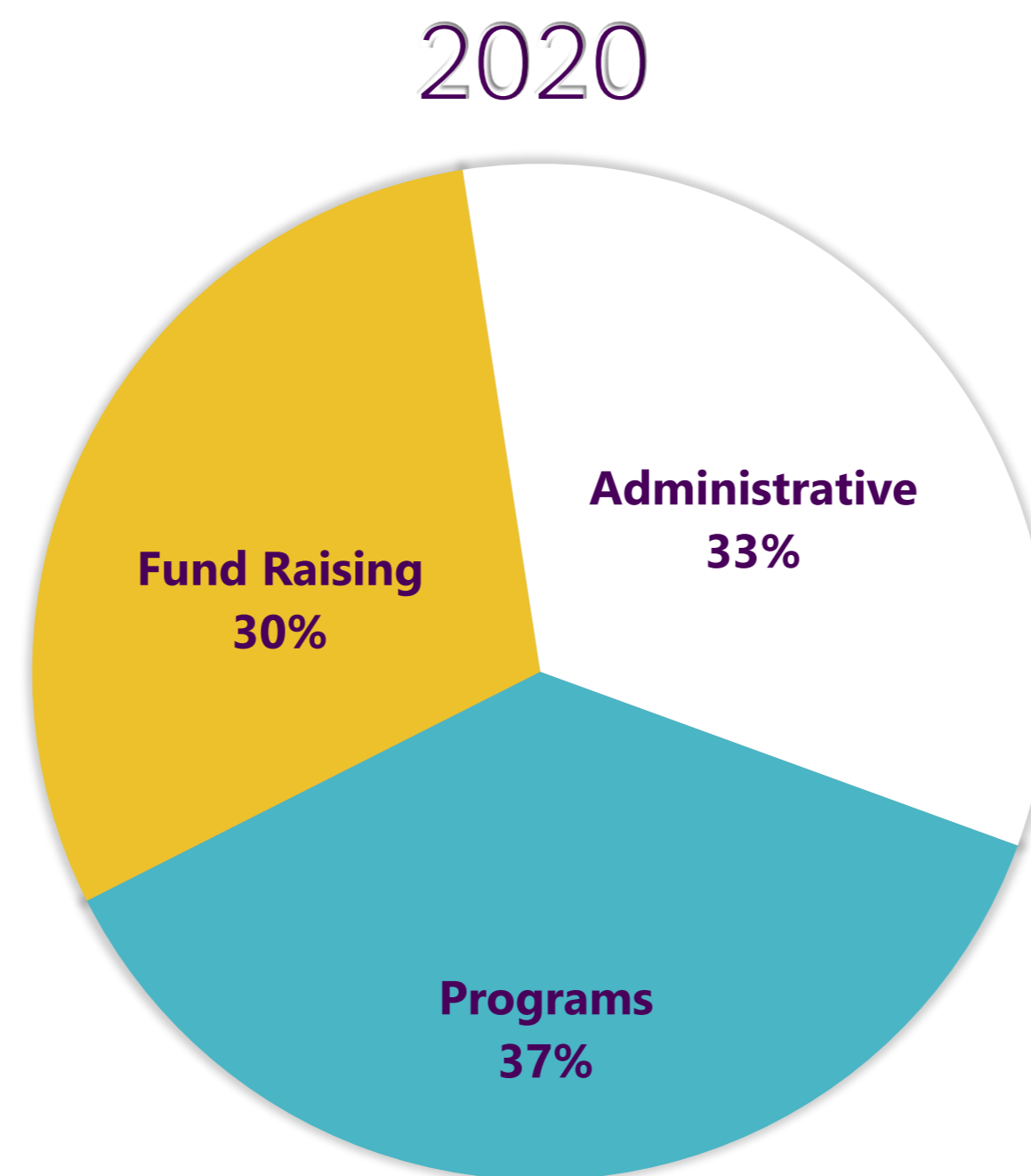
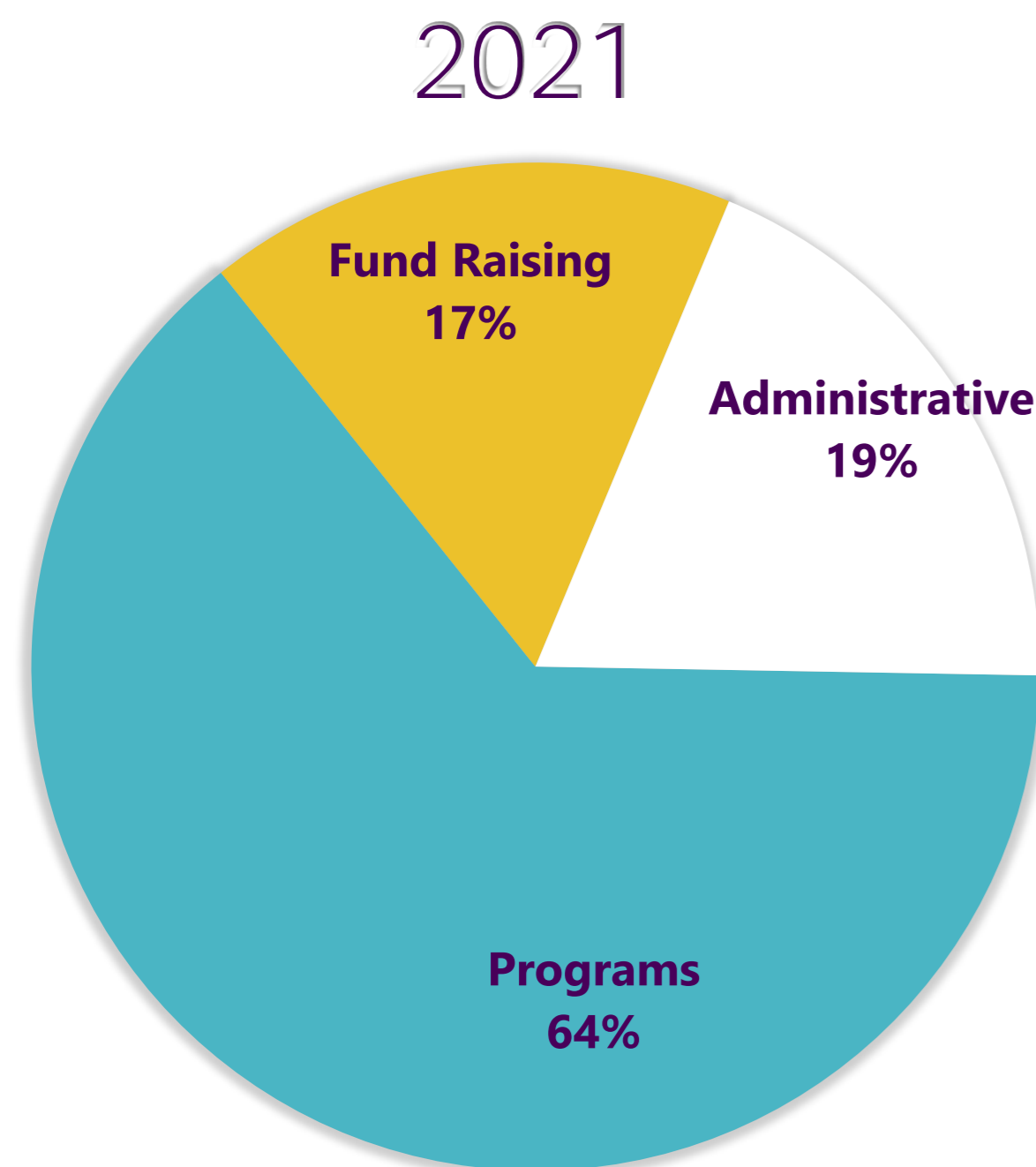


TOBIN KLIEVER, AGE 9

SOURCE OF FUNDS*

	2021	2020	2019
Contributions & Grants	\$368,853	\$242,311	\$339,763
Net Assets Released from Restrictions	\$65,756	\$28,710	\$43,987
Camper Fees	\$37,901	\$7,795	\$62,604
Special Events	\$ --	\$3,694	\$18,206
Miscellaneous	\$589	\$2,916	\$1,227
Net Investment Return	\$5,361	\$2,719	\$1,100
Insurance Proceeds	\$ --	\$ --	\$21,108
Total Income	\$478,460	\$288,145	\$495,235

*See Appendix A for FY 2021 full audited statements





KEY GOALS FOR 2022

Parent & Caregiver Engagement

Since 2019, we have been working to find the best opportunities to support and engage parents and caregivers. In 2022, we are reimagining our Parents' Group toward a more resource-filled "Parents' Educational Series" that will feature recordings from guest experts on key subjects. Recordings will be available for public use and distributed through various marketing outlets.

New Program Offering

It is with much excitement that we announce a new program coming October 2022: Bring-a-Buddy Camp! This will be an extra special opportunity for youth with T1D ages 8 to 12 to bring a friend or sibling without diabetes to camp with them.

Focus on Mental Health

The last few years have been monumentally trying for people around the world. Add to that the daily trials and tribulations of life with diabetes, and the outcome can be devastating. Camp Hendon recognizes the immense pressure our campers and families are under, so we are focusing more of our training and volunteer efforts on supporting camper mental health both during and outside of camp.



ADDRESS

1640 LYNDON FARM COURT

SUITE 108

LOUISVILLE, KY 40223

CONTACT INFO

INFO@CAMPHENDON.ORG

OFFICE: 502-272-2370

FAX: 855-470-5520

WEBSITE

WWW.CAMPHENDON.ORG

Appendix A

Audited Financial Reports FY 2021

October 1, 2020 – September 30, 2021

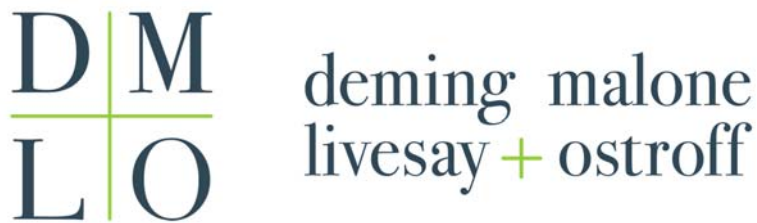
KENTUCKY DIABETES CAMP FOR CHILDREN, INC.
d/b/a CAMP HENDON

FINANCIAL STATEMENTS

Years Ended September 30, 2021 and 2020

Table of Contents

	Page
Independent Auditors' Report	1 and 2
Financial Statements	
Statements of assets, liabilities and net assets – modified cash basis	3
Statements of revenues, expenses and changes in net assets – modified cash basis	4
Statements of functional expenses – modified cash basis	5
Notes to financial statements	6-13



Independent Auditors' Report

To the Board of Directors
Kentucky Diabetes Camp for Children, Inc. d/b/a Camp Hendon
Louisville, Kentucky

We have audited the accompanying financial statements of Kentucky Diabetes Camp for Children, Inc. d/b/a Camp Hendon (a not-for-profit organization), which comprise the statements of assets, liabilities and net assets – modified cash basis as of September 30, 2021 and 2020, and the related statements of revenues, expenses and changes in net assets – modified cash basis and functional expenses – modified cash basis for the years 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 the modified cash basis of accounting as described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from 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 auditors' 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 assets, liabilities and net assets of Kentucky Diabetes Camp for Children, Inc. d/b/a Camp Hendon as of September 30, 2021 and 2020, and its revenues and expenses for the years then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements were prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Deming, Malone, Lussay & Petroff

Louisville, Kentucky
August 15, 2022

KENTUCKY DIABETES CAMP FOR CHILDREN, INC.
d/b/a CAMP HENDON

**STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS -
MODIFIED CASH BASIS**

September 30, 2021 and 2020

Assets	<u>2021</u>	<u>2020</u>
Current Assets		
Cash and cash equivalents	\$ 607,772	\$ 444,685
Investments	<u>36,584</u>	<u>184,309</u>
	644,356	628,994
Property and Equipment, net	<u>1,100</u>	<u>1,760</u>
Total assets	<u>\$ 645,456</u>	<u>\$ 630,754</u>
 Liabilities and Net Assets		
Current Liabilities		
Credit card payables	<u>\$ 4,707</u>	<u>\$ 5,256</u>
Net Assets		
Without donor restrictions	640,749	612,537
With donor restrictions	<u>640,749</u>	<u>12,961</u>
	640,749	625,498
Total liabilities and net assets	<u>\$ 645,456</u>	<u>\$ 630,754</u>

See Notes to Financial Statements.

KENTUCKY DIABETES CAMP FOR CHILDREN, INC.
d/b/a CAMP HENDON

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN
NET ASSETS - MODIFIED CASH BASIS**

Years Ended September 30, 2021 and 2020

	2021	2020
Changes in Net Assets without Donor Restrictions		
Revenues and Gains		
Contributions and grants	\$ 368,853	\$ 242,311
Camper fees	37,901	7,795
Special events		3,694
Net investment return	5,361	2,719
Miscellaneous income	589	2,916
Total revenues and gains	412,704	259,435
Net assets released from restrictions	65,756	28,710
Total revenues without donor restrictions	478,460	288,145
Expenses		
Program services	286,513	74,635
General and administrative	83,478	67,651
Fundraising	80,257	62,346
Total expenses	450,248	204,632
Net increase in net assets without donor restrictions	28,212	83,513
Changes in Net Assets with Donor Restrictions		
Contributions and grants	52,795	37,099
Net assets released from restrictions	(65,756)	(28,710)
Net (decrease) increase in net assets with donor restrictions	(12,961)	8,389
Net increase in total net assets	15,251	91,902
Net assets at beginning of year	625,498	533,596
Net assets at end of year	\$ 640,749	\$ 625,498

See Notes to Financial Statements.

KENTUCKY DIABETES CAMP FOR CHILDREN, INC.
d/b/a CAMP HENDON

STATEMENTS OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS

Years Ended September 30, 2021 and 2020

	September 30, 2021				September 30, 2020			
	Program Services	General and Administrative	Fund- raising	Total	Program Services	General and Administrative	Fund- raising	Total
Salaries and wages	\$ 42,718	\$ 46,463	\$ 55,608	\$ 144,789	\$ 28,250	\$ 33,726	\$ 40,020	\$ 101,996
Payroll taxes	3,268	3,554	4,254	11,076	2,269	2,715	3,179	8,163
Camp programs	12,871			12,871	19,104			19,104
Camp facility	42,486			42,486				
Medical supplies	160,415			160,415	2,578			2,578
Camper outreach	1,225			1,225	115			115
Employee benefits	1,170	1,565	4,359	7,094	1,084	1,084	2,169	4,337
Special events			312	312			81	81
Bank fees		285		285		2,262		2,262
Camp management system	6,100			6,100	6,625			6,625
Dues and subscriptions	510	528	742	1,780	155	194	426	775
Insurance	3,834	3,968	5,572	13,374	1,144	1,429	3,145	5,718
Professional fees		18,295		18,295		19,883		19,883
Meals and entertainment						214		214
Office expenses	2,083	2,156	3,027	7,266	1,380	1,726	3,796	6,902
Payroll processing	435	450	632	1,517	147	184	404	735
Professional development					510	638	1,404	2,552
Fundraising expenses			2,040	2,040			1,705	1,705
Rent expense	2,554	2,643	3,711	8,908	2,178	2,722	5,988	10,888
Website maintenance					11	13	29	53
Advertising/promotional expenses	634			634	5,584			5,584
Taxes and licenses		3,571		3,571		302		302
Interest						62		62
Volunteer expenses	5,550			5,550	2,841			2,841
Depreciation	660			660	660			660
Travel						497		497
	<u>\$ 286,513</u>	<u>\$ 83,478</u>	<u>\$ 80,257</u>	<u>\$ 450,248</u>	<u>\$ 74,635</u>	<u>\$ 67,651</u>	<u>\$ 62,346</u>	<u>\$ 204,632</u>

See Notes to Financial Statements.

KENTUCKY DIABETES CAMP FOR CHILDREN, INC.
d/b/a CAMP HENDON

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activities and Summary of Significant Accounting Policies

Nature of activities:

Kentucky Diabetes Camp for Children, Inc. d/b/a Camp Hendon (Camp Hendon) is a two-week, medically supervised camping experience for children ages 8 to 17 with diabetes. The children that attend Camp Hendon are given the tools they need to manage their diabetes with more independence so they can grow into thriving, healthy adults.

Summary of significant accounting policies:

This summary of significant accounting policies of Camp Hendon is presented to assist in understanding Camp Hendon's financial statements. The financial statements are representations of Camp Hendon's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to the modified cash basis of accounting and have been consistently applied in the preparation of the financial statements.

Accounting policies:

Camp Hendon prepares its financial statements on the cash basis, modified for the valuation of investments at fair value and the capitalization of fixed assets. Under this basis, revenue is recorded when collected rather than when earned, and expenditures are recorded when paid rather than when incurred. Consequently, these financial statements are not intended to present the financial position or the results of operations in conformity with accounting principles generally accepted in the United States of America.

The modified cash basis of accounting used to prepare Camp Hendon's financial statements differs from accounting principles generally accepted in the United States of America in that Camp Hendon has also elected to omit the statement of cash flows which is required under accounting principles generally accepted in the United States of America.

Use of estimates:

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

NOTES TO FINANCIAL STATEMENTS

Net assets:

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets available for use in general operations and not subject to donor restrictions. The governing board has the ability to designate, from net assets without donor restrictions, net assets for a board-designated endowment.

Net assets with donor restrictions: Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Investments:

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 3 for discussion of fair value measurements. Purchases and sales of securities are recorded on a trade date basis. Interest income is recognized when received and dividend income is recognized on the ex-dividend date. Net investment return is reported on the statements of revenues, expenses and changes in net assets – modified cash basis, and consists of interest and dividend income less internal and external investment expenses, and realized and unrealized gains and losses.

Property, equipment and depreciation:

Property and equipment is recorded at cost, if purchased, or at fair value if donated, and is being depreciated on the straight-line method over the estimated useful life of the asset.

Donations other than cash:

Donations other than cash are recorded at their fair value at the date of donation. Donations other than cash included in the statements of revenues, expenses and changes in net assets - modified cash basis for the years ended September 30, 2021 and 2020 included approximately \$3,600 and \$5,100, respectively, in donated stock, and for the year ended September 30, 2021 included approximately \$158,000 in donated medical supplies, camper backpacks and other items. There were no donations of these items for the year ended September 30, 2020.

NOTES TO FINANCIAL STATEMENTS

Functional allocation of expenses:

The financial statements report certain categories of expenses that are attributable to more than one program or support services. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses considered to be directly attributable to specific activities are reported based on the program or supporting service benefited. Other expenses, such as salaries and office expenses are allocated on the basis of time and effort.

Income taxes:

Camp Hendon is exempt from federal, state and local income taxes as a not-for-profit organization as described under Internal Revenue Code Section 501(c)(3). Camp Hendon files an informational tax return in the U.S. federal jurisdiction and with the Kentucky Office of the Attorney General. However, income from certain activities not directly related to Camp Hendon's tax-exempt purpose may be subject to taxation as unrelated business income. Management does not believe that Camp Hendon has unrelated business income for the years ended September 30, 2021 and 2020.

As of September 30, 2021 and 2020, Camp Hendon did not have any accrued interest or penalties related to income tax liabilities, and no interest or penalties have been charged to operations for the years then ended.

Newly issued standards not yet effective:

The Financial Accounting Standards Board has issued accounting standards No. 2016-02, *Leases*, effective for years beginning after December 15, 2021, and No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, effective for years beginning after June 15, 2021. Camp Hendon is evaluating the impact that adoption of these standards will have on future financial position and results of operations.

Subsequent events:

Subsequent events have been evaluated through August 15, 2022, which is the date the financial statements were available to be issued.

NOTES TO FINANCIAL STATEMENTS

Note 2. Liquidity and Availability

Financial assets available for general expenditure, without donor or other restrictions limiting their use, within one year of the September 30, 2021 and 2020 statements of assets, liabilities and net assets – modified cash basis date, comprise the following:

	<u>2021</u>	<u>2020</u>
Cash	\$607,772	\$444,685
Investments	<u>36,584</u>	<u>184,309</u>
	<u>\$644,356</u>	<u>\$628,994</u>

Camp Hendon strives to maintain liquid financial assets sufficient to cover one year of general operating expenditures. When opportunities exist, financial assets in excess of daily cash requirements may be invested in short-term investments.

Note 3. Investments and Fair Value Measurements

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described as follows:

- Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that Camp Hendon has the ability to access.
- Level 2 - Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active or inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of an input that is significant to the fair value measurement. Valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs.

NOTES TO FINANCIAL STATEMENTS

All assets have been valued using a market approach. All assets are Level 1 investments. Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in methodologies used at September 30, 2021 or 2020.

Certificates of deposit – valued at the closing price reported on the active market in which the security is traded.

Common stocks and mutual funds – valued at the closing price reported on the active market on which the individual securities are traded.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although Camp Hendon 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.

	September 30, 2021		
	<u>Fair Value</u>	<u>Cost</u>	<u>Unrealized Appreciation</u>
Coca-Cola common stock	\$ 33,738	\$25,675	\$ 8,063
Equity funds:			
Vanguard 500 Index	<u>2,846</u>	<u>1,038</u>	<u>1,808</u>
Total	<u>\$36,584</u>	<u>\$26,713</u>	<u>\$ 9,871</u>
	September 30, 2020		
	<u>Fair Value</u>	<u>Cost</u>	<u>Unrealized Appreciation</u>
Coca-Cola common stock	\$ 31,745	\$ 25,675	\$ 6,070
Equity funds:			
Vanguard 500 Index	2,189	1,000	1,189
Certificates of Deposit	<u>150,375</u>	<u>150,000</u>	<u>375</u>
Total	<u>\$184,309</u>	<u>\$176,675</u>	<u>\$ 7,634</u>

NOTES TO FINANCIAL STATEMENTS

Note 4. Net Assets with Donor Restrictions

Net assets with donor restrictions as of September 30, 2021 and 2020, consisted of the following:

	<u>Balance</u> <u>9/30/2020</u>	<u>Contributions</u> <u>and Grants</u>	<u>Released From</u> <u>Restrictions</u>	<u>Balance</u> <u>9/30/2021</u>
ARGI – Low Blood Sugar Treatment	\$ 2,500		\$ (2,500)	
Anthem Foundation – Summer Camp		\$25,000	(25,000)	
Berea College – Camp Expansion	5,000		(5,000)	
Miscellaneous donors - Camperships	5,461		(5,461)	
CSX – Volunteer Expenses		1,000	(1,000)	
SBA – Payroll and Rent		24,745	(24,745)	
KY Colonels – Laminator	<u> </u>	<u>2,050</u>	<u>(2,050)</u>	<u> </u>
	<u>\$12,961</u>	<u>\$52,795</u>	<u>\$(65,756)</u>	<u> </u>
	<u>Balance</u> <u>9/30/2019</u>	<u>Contributions</u> <u>and Grants</u>	<u>Released From</u> <u>Restrictions</u>	<u>Balance</u> <u>9/30/2020</u>
ARGI – Low Blood Sugar Treatment		\$ 2,500		\$ 2,500
Anthem Foundation – Summer Camp		25,000	\$(25,000)	
Berea College – Camp Expansion		5,000		5,000
Miscellaneous donors - Camperships	\$4,572	889		5,461
KY Colonels – Wagons, Headlamps and Lancents	<u> </u>	<u>3,710</u>	<u>(3,710)</u>	<u> </u>
	<u>\$4,572</u>	<u>\$37,099</u>	<u>\$(28,710)</u>	<u>\$12,961</u>

Note 5. Concentration of Credit and Market Risk

Camp Hendon maintains its cash accounts with one financial institution covered under the Federal Deposit Insurance Corporation (FDIC). The accounts are insured by the FDIC up to \$250,000. At September 30, 2021, Camp Hendon had uninsured cash balances of approximately \$33,400.

Investment securities, in general, are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in values of investments will occur in the near term and that such changes could materially affect the amounts reported. Though the market value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy used is prudent for the long-term welfare of Camp Hendon.

NOTES TO FINANCIAL STATEMENTS

Note 6. Grant Commitments

During the year ended September 30, 2019, Camp Hendon received a three-year grant totaling \$87,075 from the New Venture Fund (NVF). This grant is to be paid in the amount of \$29,025 per year from 2019 through 2021 and is to be used for camperships, professional development and overhead expenses. During the year ended September 30, 2020, this grant was amended to increase the total grant funding to \$99,284, adjusting the payments for 2020 to a total of \$36,281 with the additional funding to be used for camperships, camper recruitment and capital improvements, and the payments for 2021 to a total of \$33,977, with the additional funding to be used for camperships and camper recruitment. Additionally, in April 2020, the NVF released all restrictions on fiscal year 2020 grant awards, and in February 2021 the NVF released all restrictions on fiscal year 2021 grant awards, as a result of the COVID-19 pandemic. Payments of \$33,977 and \$36,281 received during 2021 and 2020 for this grant are included in contribution and grant revenues on the statements of revenues, expenses and changes in net assets – modified cash basis for the years ended September 30, 2021 and 2020, respectively.

In 2016, Camp Hendon was awarded a challenge grant from the Lift a Life Foundation of \$100,000 per year for three years, for a total challenge of \$300,000. Under the terms of this challenge grant, Camp Hendon received \$1 for every \$1 raised in contributions from August 2016 through August 2017 and calendar years 2018 and 2019, with payment received in the following year. Camp Hendon raised \$55,975 in match eligible funding in 2019, and received payment of this amount during the year ended September 30, 2020. This payment is included in contributions and grant revenues on the statement of revenues, expenses and changes in net assets – modified cash basis for the year ended September 30, 2020.

In 2020, Camp Hendon was awarded a challenge grant from the Lift a Life Foundation of \$50,000 for the fiscal year ending September 30, 2021. Under the terms of this challenge grant, Camp Hendon received \$1 for every \$1 raised in contributions during the fiscal year. Camp Hendon raised the entire \$50,000 in match eligible funding and received payment of this amount during the year ending September 30, 2021. The payment of \$50,000 is included in contribution and grant revenues on the statement of revenues, expenses and changes in net assets – modified cash basis for the year ended September 30, 2021.

Note 7. Small Business Administration Grant

On March 10, 2021, Camp Hendon qualified for and received a loan pursuant to the Paycheck Protection Program, a program implemented by the U.S. Small Business Administration under the Coronavirus Aid, Relief, and Economic Security Act, from a qualified lender, for an aggregate principal amount of \$24,745 (PPP Loan). The PPP Loan bears interest at a fixed rate of 1.0% per annum, with deferred interest, has a term of five years, and is unsecured and guaranteed by the U.S. Small Business Administration. The principal amount of the PPP Loan is subject to forgiveness under the Paycheck Protection Program upon Camp Hendon's request to the extent that the PPP Loan proceeds are used to pay expenses permitted by the Paycheck Protection Program, including payroll costs, covered rent and covered utility payments incurred by Camp Hendon. Camp Hendon received notice of forgiveness of the PPP Loan from the Small Business Administration subsequent to year end in November 2021.

NOTES TO FINANCIAL STATEMENTS

Camp Hendon accounts for the PPP Loan proceeds using the FASB ASC 958-908 Conditional Contribution model. Under this model, Camp Hendon may account for the funds received as revenue when the program conditions have been substantially met. As of September 30, 2021, Camp Hendon estimated that expenses had been incurred which met the conditions for full forgiveness of the PPP Loan per the Paycheck Protection Program. As such, Camp Hendon has recorded the full amount of \$24,745 of the proceeds of the PPP Loan in restricted contributions and grants revenue in the statement of revenues, expenses, and changes in net assets – modified cash basis for the year ended September 30, 2021.

Note 8. Related Party Transactions

During the years ended September 30, 2021 and 2020, Camp Hendon received contributions of \$50,000 and \$55,795, respectively, from a foundation which has a board member who also serves on the Board of Camp Hendon.

Note 9. Contingency

On March 11, 2020, the World Health Organization classified the COVID-19 outbreak as a pandemic, triggering volatility in financial markets and a significant negative impact on the global economy. The pandemic had a material adverse impact on Camp Hendon's ability to offer program services for the year ended September 30, 2020. As of September 30, 2021, economic uncertainties continue to exist which may have a negative effect on the Camp Hendon's future financial position and results of operations. The total impact of the COVID-19 outbreak is unknown at the date the financial statements were issued. The financial statements do not include any adjustments from the outcome of this uncertainty.