

**COLUMBIA COUNTY COMMUNITY HEALTHCARE
CONSORTIUM, INC.**

**Financial Statements
as of December 31, 2023 and 2022
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

July 25, 2024

To the Board of Directors of
Columbia County Community Healthcare Consortium, Inc.:

Opinion

We have audited the accompanying financial statements of Columbia County Community Healthcare Consortium, Inc. (a New York not-for-profit organization), which comprise the statements of financial position as of December 31, 2023 and 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 our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Columbia County Community Healthcare Consortium, Inc. as of December 31, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Columbia County Community Healthcare Consortium, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Columbia County Community Healthcare Consortium, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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INDEPENDENT AUDITOR'S REPORT

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are 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 our 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, misrepresentations, 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, we:

- 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 Columbia County Community Healthcare Consortium, 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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Columbia County Community Healthcare Consortium, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are 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 we identified during the audit.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information in Schedule I 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.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 662,075	\$ 432,821
Grants and accounts receivable	266,722	362,006
Investments	434,276	385,735
Prepaid expenses	<u>7,582</u>	<u>5,781</u>
Total current assets	1,370,655	1,186,343
PROPERTY AND EQUIPMENT, net	71,838	97,539
FINANCE LEASE RIGHT-OF-USE ASSETS	<u>112,914</u>	<u>36,781</u>
	<u>\$ 1,555,407</u>	<u>\$ 1,320,663</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 12,915	\$ 21,754
Current portion of finance lease liabilities	27,521	8,669
Accrued wages and benefits payable	38,774	48,174
Accrued compensated absences	19,375	23,301
Accrued expenses	26,917	30,370
Advance funding payable	<u>322,218</u>	<u>181,336</u>
Total current liabilities	447,720	313,604
FINANCE LEASE LIABILITIES, net of current portion	<u>70,463</u>	<u>28,112</u>
Total liabilities	<u>518,183</u>	<u>341,716</u>
NET ASSETS:		
Without donor restrictions	1,005,887	903,053
With donor restrictions	<u>31,337</u>	<u>75,894</u>
Total net assets	<u>1,037,224</u>	<u>978,947</u>
	<u>\$ 1,555,407</u>	<u>\$ 1,320,663</u>

The accompanying notes are an integral part of these statements.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

STATEMENTS OF ACTIVITIES FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS:		
SUPPORT AND REVENUE:		
Grants - New York State	\$ 692,551	\$ 803,444
County departments	315,047	545,860
Foundation support	245,618	168,021
Medicaid	131,259	84,478
In-kind rent	52,740	52,740
Investment income (loss)	49,040	(48,278)
Donations	44,908	17,610
Miscellaneous	<u>11,462</u>	<u>27,118</u>
	1,542,625	1,650,993
Net assets released from restrictions	<u>134,785</u>	<u>99,372</u>
Total support and revenue	<u>1,677,410</u>	<u>1,750,365</u>
EXPENSES:		
Program services	1,310,912	1,535,428
Management and general	249,075	254,331
Fundraising	<u>14,588</u>	<u>-</u>
Total expenses	<u>1,574,575</u>	<u>1,789,759</u>
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>102,835</u>	<u>(39,394)</u>
NETS ASSETS WITH DONOR RESTRICTIONS:		
Contributions	90,227	162,051
Net assets released from restrictions	<u>(134,785)</u>	<u>(99,372)</u>
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	<u>(44,558)</u>	<u>62,679</u>
CHANGE IN NET ASSETS	58,277	23,285
NET ASSETS - beginning of year	<u>978,947</u>	<u>955,662</u>
NET ASSETS - end of year	<u>\$ 1,037,224</u>	<u>\$ 978,947</u>

The accompanying notes are an integral part of these statements.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 790,761	\$ 139,351	\$ 4,267	\$ 934,379
Payroll taxes and benefits	<u>149,620</u>	<u>35,351</u>	<u>875</u>	<u>185,846</u>
Total personnel and related costs	<u>940,381</u>	<u>174,702</u>	<u>5,142</u>	<u>1,120,225</u>
Advertising and promotion	50,846	16,334	-	67,180
Transportation services	60,610	-	-	60,610
In-kind rent, storage, and occupancy costs	45,590	8,950	-	54,540
Depreciation and amortization	51,043	837	-	51,880
Contracted professional/subcontractor fees	15,045	16,614	4,265	35,924
Medical and prescriptions	32,707	-	-	32,707
Network and website/internet access	28,265	3,229	-	31,494
Insurance	17,928	5,430	-	23,358
Financial assistance	20,164	-	-	20,164
Telephone	18,267	1,345	-	19,612
Sponsored events	5,588	980	3,013	9,581
Audit/accounting	-	7,675	-	7,675
Program supplies	7,486	-	177	7,663
Interest	-	7,487	-	7,487
Travel and conferences	7,184	243	-	7,427
Printing	3,332	1,174	1,427	5,933
Office supplies	3,055	2,594	25	5,674
Postage	2,251	609	539	3,399
Staff development	-	303	-	303
Miscellaneous	<u>1,170</u>	<u>569</u>	<u>-</u>	<u>1,739</u>
Total operating other than personnel and related costs	<u>370,531</u>	<u>74,373</u>	<u>9,446</u>	<u>454,350</u>
	<u>\$ 1,310,912</u>	<u>\$ 249,075</u>	<u>\$ 14,588</u>	<u>\$ 1,574,575</u>

The accompanying notes are an integral part of these statements.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 863,884	\$ 143,895	\$ -	\$ 1,007,779
Payroll taxes and benefits	<u>184,417</u>	<u>36,045</u>	<u>-</u>	<u>220,462</u>
Total personnel and related costs	<u>1,048,301</u>	<u>179,940</u>	<u>-</u>	<u>1,228,241</u>
Contracted professional/subcontractor fees	129,760	22,705	-	152,465
Advertising and promotion	73,498	2,727	-	76,225
Transportation services	74,988	-	-	74,988
In-kind rent, storage, and occupancy costs	45,590	8,950	-	54,540
Depreciation	38,318	927	-	39,245
Medical and prescriptions	30,529	-	-	30,529
Network and website/internet access	19,130	3,943	-	23,073
Audit/accounting	-	22,675	-	22,675
Telephone	20,509	947	-	21,456
Financial assistance	14,189	-	-	14,189
Insurance	8,137	4,078	-	12,215
Program supplies	9,997	-	-	9,997
Travel and conferences	8,142	210	-	8,352
Sponsored events	6,581	-	-	6,581
Printing	3,580	1,017	-	4,597
Office supplies	1,443	2,250	-	3,693
Postage	2,008	513	-	2,521
Staff development	-	2,000	-	2,000
Interest	-	881	-	881
Miscellaneous	<u>728</u>	<u>568</u>	<u>-</u>	<u>1,296</u>
Total operating other than personnel and related costs	<u>487,127</u>	<u>74,391</u>	<u>-</u>	<u>561,518</u>
	<u>\$ 1,535,428</u>	<u>\$ 254,331</u>	<u>\$ -</u>	<u>\$ 1,789,759</u>

The accompanying notes are an integral part of these statements.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 58,277	\$ 23,285
Adjustments to reconcile change in net assets to net cash flow from operating activities:		
Unrealized (gain) loss on investments	(33,158)	61,396
Depreciation and amortization	28,077	39,245
Amortization of finance lease	23,803	-
Changes in:		
Grants and accounts receivable	95,284	(21,176)
Prepaid expenses	(1,801)	(865)
Accounts payable	(8,839)	(25,262)
Accrued wages and benefits payable	(9,400)	7,819
Accrued compensated absences	(3,926)	838
Accrued expenses	(3,453)	6,585
Advance funding payable	<u>140,882</u>	<u>53,393</u>
Net cash flow from operating activities	<u>285,746</u>	<u>145,258</u>
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of investments	(15,383)	(112,684)
Purchases of property and equipment	<u>(2,376)</u>	<u>(4,817)</u>
Net cash flow from investing activities	<u>(17,759)</u>	<u>(117,501)</u>
CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of finance lease liabilities	<u>(38,733)</u>	<u>(1,836)</u>
Net cash flow from financing activities	<u>(38,733)</u>	<u>(1,836)</u>
CHANGE IN CASH AND CASH EQUIVALENTS	229,254	25,921
CASH AND CASH EQUIVALENTS - beginning of year	<u>432,821</u>	<u>406,900</u>
CASH AND CASH EQUIVALENTS - end of year	<u>\$ 662,075</u>	<u>\$ 432,821</u>

The accompanying notes are an integral part of these statements.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

1. THE ORGANIZATION

Columbia County Community Healthcare Consortium, Inc. (the Organization) is a not-for-profit organization formed under Section 402 of the Not-For-Profit Corporation law of the State of New York to create a rural health network pursuant to New York State Public Health Law. The mission of the Organization is to improve access to healthcare and to support the health and well-being of people in our rural community.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Organization's financial statements have been prepared in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

Recently Adopted Accounting Guidance

The Financial Accounting Standards Board (FASB) issued Accounting Standards Codification (ASC) 326, *Financial Instruments – Credit Losses*, which requires certain financial assets to be measured at amortized cost net of an allowance for estimated credit losses, such that the net receivable represents the present value of expected cash collection. The new rules also require that certain financial assets be measured at amortized cost reflecting an allowance for estimated credit losses that are expected to occur over the life of the assets. This estimate must be based on all relevant information, such as historical information, current conditions, and reasonable and supportable forecasts that could impact the collectability of the amounts.

Effective January 1, 2023, the Organization adopted ASC 326 using the modified retrospective approach for all financial assets measured at amortized cost, which for the Organization includes in grants and accounts receivable. The new accounting pronouncement did not have a material impact on the financial statements. Results for reporting periods beginning after January 1, 2023 are presented under ASC 326 while prior period amounts continue to be reported and disclosed in accordance with previously applicable accounting standards. The impact of the adoption was not considered material to the financial statements and primarily resulted in enhanced disclosures only.

Financial Reporting

The Organization reports its net assets and changes therein in the following classifications:

- **Net Assets Without Donor Restrictions**

Net assets without donor restrictions are not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors.

- **Net Assets With Donor Restrictions**

Net assets with donor restrictions are limited as to use by donor-imposed stipulations. This includes stipulations that can be fulfilled or removed by actions of the Organization pursuant to the donors. Net assets with donor restrictions may also include net assets subject to donor-imposed stipulations that they are permanently maintained.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of bank demand deposit accounts. The Organization's cash balances may at times exceed federally insured limits. The Organization has not experienced any losses in these accounts and believes it is not exposed to any significant credit risk with respect to cash. In order to minimize its risk, the Organization monitors its accounts and the financial institutions involved.

Grants Revenue and Accounts Receivable

Certain revenue is earned on cost reimbursable contracts as services are provided and expenses are incurred to carry out the objectives of the related contractual arrangements. Cost reimbursable contract revenue is recognized only to the extent the contract allows for the related costs incurred by the Organization and cannot exceed the maximum amount allowed for under the contract. Certain other revenue is earned as services are provided based on contractual unit fees.

Funds advanced to the Organization prior to the earnings process are deferred and included in advance funding payable in the accompanying statements of financial position. Revenue earned in excess of payments received from the government agency is recorded as grants receivable.

Grants require fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. Changes in grant funding recognition, if any, are recognized in the year known.

Receivables are stated at the amount management expects to collect. The Organization provides an allowance for credit losses based on review of the third party's ability to pay on their account. The Organization estimates the allowance for credit losses using a pooled approach for receivables that have similar risk characteristics, primarily payer and age of receivables, or on an individual basis if they do not share similar risk characteristics. The estimated allowance for credit losses is derived from a review of the Organization's historical losses based on aging of receivables, adjusted for management's expectations about current and future economic conditions based on the industry in which it operates. Accounts are written off when customary collection efforts are exhausted. At December 31, 2023 and 2022, the Organization determined no allowance for credit losses was considered necessary for grants and accounts and receivable.

Investments

The Organization's investments consist of mutual funds that are stated at fair value. Changes in fair value are reported as investment income (loss). Fair value is determined using quoted market prices. Dividends are recorded on the ex-dividend date and purchases and sales of securities are recorded on a trade-date basis (the date the order to buy or sell is executed). Interest income is recognized on the accrual basis.

Investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain marketable securities, it is at least reasonably possible that changes in the values of marketable securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurement - Definition and Hierarchy

The Organization uses various valuation techniques in determining fair value and classifies them into a three-level hierarchy based on the nature of the inputs. Level 1 valuations are based on quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access. Level 2 valuations are based on inputs, other than quoted prices included within Level 1, that are observable either directly or indirectly. Level 3 valuations are based on inputs that are unobservable and are significant to the overall fair value measurement. The Organization's mutual funds are valued using Level 1 inputs.

Property and Equipment

Property and equipment are stated at cost and depreciated over the estimated useful lives of the related assets using the straight-line method. All property and equipment additions greater than \$1,000 with an estimated useful life of more than one year are capitalized. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Estimated useful lives are as follows:

Vehicles	5 - 10 years
Furniture, fixtures, and equipment	3 - 10 years

Leases

The Organization determines if an arrangement is a lease at inception. In evaluating contracts to determine if they qualify as a lease, the Organization considers factors such as if the Organization obtained substantially all of the rights to the underlying asset through exclusivity, if it can direct the use of the asset by making decisions about how and for what purpose the asset will be used, and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

Right-of-use (ROU) assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent an obligation to make lease payments arising from the lease. Lease ROU assets and liabilities are recognized at commencement date based on the present value of the lease payments over the lease term. The lease may include renewal and termination options which are included in the lease term when the Organization is reasonably certain to exercise these options.

For all underlying classes of assets, the Organization has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. The Organization recognizes fixed short-term lease cost on a straight-line basis over the lease term and variable lease cost in the period in which the obligation is incurred.

The Organization elected for all classes of underlying assets, to use the risk-free rate as the discount rate if the implicit rate in the lease contract is not readily determinable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

The Organization receives substantially all of its revenue for services provided from third-party reimbursement grants, primarily NYS grants, and Medicaid. Revenue is based on predetermined grant funding and cost reimbursement principles, which are subject to audit, by the respective third-party fiscal intermediaries. Revenue is recognized when the Organization satisfies their performance obligations under contracts by transferring services to individuals. The Organization's performance obligations include providing medical transportation services and other program services to individuals within the Columbia County community in line with approved grant contracts. The transaction price for medical transportation services is based on established charges for services provided. The Organization expects to collect established charges. Due to the complete coverage of expenses by Medicaid and grant funding, the Organization has determined that there are no implicit price concessions provided to individuals.

The Organization reviews individual contracts at the time of performance, in order to determine estimated uncollectable amounts due from third-party payors or private pay individuals and records these implicit price concessions as a direct reduction to revenue.

The Organization recognizes revenue from government grants as revenue when eligible costs are incurred or services performed. A receivable is recognized to the extent revenue earned exceeds cash advances. Conversely, advanced funding payable is recorded when cash advances exceed support and revenue earned.

Performance obligations for all of the Organization's services are provided and consumed at a point in time, not over time, and therefore these types of fees allocated to performance obligations are not left unsatisfied or partially unsatisfied at the end of the reporting period.

The Organization has received notice of conditional revenue through grants and contracts of \$3,619,211 as of December 31, 2023.

In-Kind Rent

The Organization receives in-kind rent from outside parties. All in-kind rent is without donor restrictions and is used to support and further the Organization's objectives. The in-kind rent is reflected in the financial statements at the estimated fair value at the date of receipt.

Contributions

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Advertising and Promotion

Advertising and promotion costs are expensed as incurred on the statements of activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Allocation of Certain Expenses

Certain categories of expenses are attributable to one or more program or supporting functions. These expenses are allocated to the reported functional columns. Salaries, payroll taxes, benefits, network and website/internet access, as well as in-kind rent, storage, and occupancy costs are allocated based on time studies which shows actual hours worked for employees that are shared between multiple functions. Contracted professional/subcontractor fees and depreciation expense are allocated based on the number of full-time equivalents related to each function. Expenses not mentioned above are direct charged to the appropriate function on a transactional basis.

Income Taxes

The Organization is a New York not-for-profit corporation exempt from income taxes as an organization qualified under Section 501(c)(3) of the Internal Revenue Code. The Organization has also been classified by the Internal Revenue Service as a publicly supported entity that is not a private foundation.

Estimates

The preparation of the financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

3. LIQUIDITY

The Organization is substantially supported by grants from state and local governments. The Organization's ability to meet its cash needs is dependent on timely collection of its grants and accounts receivable. In addition, some support is received in the form of restricted contributions from donors. Because a donor restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets reported on the statement of financial position may not be available for general expenditure within one year.

The Organization also has a committed line of credit in the amount of \$100,000, which it could draw upon in the event of an unanticipated liquidity need.

The Organization's financial assets available to meet cash needs for general expenditures within one year are as follows at December 31:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalent	\$ 662,075	\$ 432,821
Grants and accounts receivable	266,722	362,006
Investments	<u>434,276</u>	<u>385,735</u>
	1,363,073	1,180,562
Less: Financial assets unavailable for general expenditures within one year due to donor restrictions	<u>(22,643)</u>	<u>(25,894)</u>
	<u>\$ 1,340,430</u>	<u>\$ 1,154,668</u>

4. GRANTS AND ACCOUNTS RECEIVABLE

Grants and accounts receivable consist of the following at December 31:

	<u>2023</u>	<u>2022</u>
Tobacco-Free Action	\$ 57,393	\$ 85,031
IPA/Navigator Program	52,589	129,389
Rural Health Network Program	57,169	55,761
Other	15,081	11,320
Columbia County Office of Aging	33,405	28,995
Transportation Services	42,708	25,530
Columbia County Department of Health	5,025	21,618
Green County Department of Social Services	<u>3,352</u>	<u>4,362</u>
	<u>\$ 266,722</u>	<u>\$ 362,006</u>

Grants and accounts receivable were \$340,830 at December 31, 2021.

5. INVESTMENTS

Investments consisted of the following at December 31:

	<u>2023</u>	<u>2022</u>
Money market funds	\$ 550	\$ 2,383
Equity mutual funds	312,029	312,162
Fixed income mutual funds	<u>121,697</u>	<u>71,190</u>
	<u>\$ 434,276</u>	<u>\$ 385,735</u>

Investments, at fair value, consisted of the following at December 31, 2023:

	<u>Level 1 inputs</u>	<u>Level 2 inputs</u>	<u>Level 3 inputs</u>	<u>Total</u>
Money market funds	\$ 550	\$ -	\$ -	\$ 550
Equity mutual funds	312,029	-	-	312,029
Fixed income mutual funds	<u>121,697</u>	<u>-</u>	<u>-</u>	<u>121,697</u>
Total	<u>\$ 434,276</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 434,276</u>

Investments, at fair value, consisted of the following at December 31, 2022:

	<u>Level 1 inputs</u>	<u>Level 2 inputs</u>	<u>Level 3 inputs</u>	<u>Total</u>
Money market funds	\$ 2,383	\$ -	\$ -	\$ 2,383
Equity mutual funds	312,162	-	-	312,162
Fixed income mutual funds	<u>71,190</u>	<u>-</u>	<u>-</u>	<u>71,190</u>
Total	<u>\$ 385,735</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 385,735</u>

There were no transfers between levels or changes in valuation techniques during 2023 or 2022.

6. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31:

	<u>2023</u>	<u>2022</u>
Furniture, fixtures and equipment	\$ 157,848	\$ 155,472
Vehicles	<u>260,508</u>	<u>260,508</u>
	418,356	415,980
Less: Accumulated depreciation	<u>(346,518)</u>	<u>(318,441)</u>
	<u>\$ 71,838</u>	<u>\$ 97,539</u>

Depreciation expense was \$28,077 and \$39,245 for the years ended December 31, 2023 and 2022, respectively.

7. LEASES

The Organization has financing leases for vehicles that expire at various dates through December 2026.

The components of total lease cost are as follows for the years ended December 31:

	<u>2023</u>	<u>2022</u>
Finance lease cost:		
Amortization	\$ 24,987	\$ 1,836
Interest	<u>8,045</u>	<u>612</u>
	<u>\$ 33,032</u>	<u>\$ 2,448</u>

Supplemental cash flow information related to leases are as follows for the years ended December 31:

	<u>2023</u>	<u>2022</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from finance leases	<u>\$ 8,045</u>	<u>\$ 612</u>
Financing cash flows from finance leases	<u>\$ 24,987</u>	<u>\$ 1,869</u>
ROU assets obtained in exchange for finance lease Obligations	<u>\$ 95,936</u>	<u>\$ 43,722</u>

Other information related to finance leases are as follows as of December 31:

	<u>2023</u>	<u>2022</u>
Weighted average remaining lease term	2.99 years	2.79 years
Weighted average discount rate	8.06%	7.83%

7. LEASES (Continued)

Maturities of finance lease liabilities are as follows for the years ending December 31:

2024	\$	35,015
2025		35,015
2026		32,565
2027		<u>1,981</u>
Total lease payments		104,576
Less: Interest		<u>(6,592)</u>
Total present value of lease liabilities		97,984
Less: Current portion		<u>(27,521)</u>
Long-term portion of lease liabilities	\$	<u><u>70,463</u></u>

8. ADVANCE FUNDING PAYABLE

Advance funding payables are program revenue funds received in advance from granting agencies or foundations to assist in covering operational expenses. For certain granting agencies, the advancement is recouped as a reduction in the total vouchered amount per month.

The advance funding payable is recorded as a liability and consisted of the following as of December 31:

	<u>2023</u>	<u>2022</u>
Dyson Operating Support	\$ 65,000	\$ 50,000
Mother Cabrini Health Foundation	125,000	-
FCH: Transportation	25,000	27,500
FCH: General Operating	100,000	100,000
FCH: Prescription Access	<u>7,218</u>	<u>3,836</u>
	<u>\$ 322,218</u>	<u>\$ 181,336</u>

9. LINE OF CREDIT

The Organization has a \$100,000 line of credit agreement with a bank, which currently bears interest at prime plus 2% (10.5% December 31, 2023). There was no outstanding balance as of December 31, 2023 and 2022.

10. RETIREMENT PLAN

The Organization sponsors a 401(k) plan that covers substantially all employees. Substantially all employees can participate in the plan, and employees who have reached the age of 21, have worked a minimum of 1,000 hours over a 12-month period, and have completed one year of service are eligible to receive employer discretionary contributions. Pension expense was \$23,483 and \$27,180 for the years ended December 31, 2023 and 2022, respectively.

11. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent contributions to be used for the following specific program purposes as of December 31:

	<u>2023</u>	<u>2022</u>
Columbia County Cancer Fund	\$ 12,335	\$ 14,792
Greene County Cancer Fund	9,034	9,828
Complementary Therapies	899	899
The Rip Van Winkle Foundation	-	50,000
CARTS Match Fund	8,694	-
Jack Koweek Memorial Fund	<u>375</u>	<u>375</u>
	<u>\$ 31,337</u>	<u>\$ 75,894</u>

Net assets with donor restrictions were released from restriction during the years ended December 31 for the following purposes:

	<u>2023</u>	<u>2022</u>
Columbia County Cancer Fund	\$ 10,291	\$ 13,123
Greene County Cancer Fund	1,494	3,849
Various Columbia County Departments	21,000	20,000
The Rip Van Winkle Foundation	50,000	-
Columbia County Government	<u>52,000</u>	<u>62,400</u>
	<u>\$ 134,785</u>	<u>\$ 99,372</u>

12. RELATED PARTY TRANSACTIONS

Numerous members of the Organization's Board of Directors are employed by Columbia County, New York. During the years ended December 31, 2023 and 2022, Columbia County and its departments contributed \$73,000 and \$82,400, respectively, and contracted with the Organization to provide services totaling \$265,451 and \$493,053, respectively. During the years ended December 31, 2023 and 2022, the Organization incurred \$36,423 and \$43,674, respectively, in expense to Columbia County for various supplies.

The Organization receives in-kind rent from Columbia County for rental of its facilities. The space is provided at no cost to the Organization, but based on current market rates the Organization would have paid approximately \$53,000 for the years ended December 31, 2023 and 2022.

The Organization also rents office space and incurred various expenses with other related entities represented on the Board of Directors for a total of \$1,800 for the years ended December 31, 2023 and 2022.

13. CONCENTRATIONS

A significant percentage (41% and 46% for the years ended December 31, 2023 and 2022, respectively) of the Organization's revenue is derived from cost reimbursable contracts from New York State. From time to time, the Organization operates its programs prior to formalizing contracts with New York State with the assumption that the related contract will be approved, and future funding will be provided. Approximately 75% of the grants and accounts receivable balance was due from the cost reimbursable contracts from New York State at both December 31, 2023 and 2022.

Future New York State funding at the level currently provided is uncertain. In the future if the Organization is unable to secure funding from the State, the Organization will be forced to seek funding from alternative sources and/or reduce the level of service provided.

14. SUBSEQUENT EVENTS

Subsequent events have been evaluated through July 25, 2024, which is the date the financial statements were available to be issued.

COLUMBIA COUNTY COMMUNITY HEALTHCARE CONSORTIUM, INC.

Schedule I

SCHEDULE OF PROGRAM ACTIVITY
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (With Comparative Totals for 2022)

	Rural Health	IPA/Navigator	Tobacco	NY Connects	Columbia County		Columbia	Total	
	Network	Health	Control	(Office of Aging)	Department of	Transportation	County	2023	2022
	NYS Grant	Exchange	& Prevention	Columbia	Health		Government &		
		NYS Grant	NYS Grant	County			Other Programs		
SUPPORT AND REVENUE:									
Grants - New York State	\$ 156,311	\$ 267,161	\$ 269,079	\$ -	\$ -	\$ -	\$ -	\$ 692,551	\$ 803,444
County governments	-	-	-	170,353	29,598	66,440	48,656	315,047	545,860
Foundation support	-	-	-	-	-	106,483	134,266	240,749	168,021
Medicaid	-	-	-	-	-	131,259	-	131,259	84,478
In-kind rent	-	-	-	-	-	-	52,740	52,740	52,740
Interest	-	-	-	-	-	-	500	500	433
Unrealized gain (loss) on investments	-	-	-	-	-	-	33,158	33,158	(61,396)
Investment income	-	-	-	-	-	-	15,382	15,382	12,685
Donations	-	-	-	-	-	23,822	523	24,345	17,610
Fundraising events	-	-	-	-	-	25,432	-	25,432	-
Miscellaneous	-	-	-	-	-	150	11,312	11,462	27,118
Net assets released from restrictions	-	-	-	-	-	104,955	29,830	134,785	99,372
Total support and revenue	156,311	267,161	269,079	170,353	29,598	458,541	326,367	1,677,410	1,750,365
EXPENSES:									
Salaries	93,750	185,801	157,452	108,334	24,541	315,641	53,992	939,511	1,007,779
Payroll taxes and benefits	20,603	42,895	29,523	30,121	974	55,442	6,288	185,846	220,462
Advertising and promotion	3,456	7,868	49,348	3,844	-	105	2,560	67,181	76,225
Transportation services	23,329	-	-	-	-	37,281	-	60,610	74,988
In-kind rent, storage, and occupancy costs	-	-	-	-	-	-	52,740	52,740	52,740
Depreciation	-	-	-	-	-	45,100	6,780	51,880	39,245
Contracted professional/subcontractor fees	250	865	455	290	-	7,231	27,243	36,334	152,465
Medical and prescriptions	-	-	-	2,717	-	-	29,990	32,707	30,529
Network and website/internet access	3,577	8,794	5,996	6,421	-	6,520	186	31,494	23,073
Insurance	2,321	5,935	5,346	2,589	1,647	5,519	-	23,357	12,215
Financial assistance	-	-	-	9,879	-	-	10,285	20,164	14,189
Telephone	1,940	4,971	2,238	1,922	43	8,336	162	19,612	21,456
Audit/accounting	1,139	1,563	1,641	950	610	813	959	7,675	22,675
Program supplies	117	-	6,362	83	35	759	130	7,486	9,997
Travel and conferences	1,200	1,857	3,020	1,111	-	-	240	7,428	8,352
Interest	-	-	-	-	-	7,487	-	7,487	881
Sponsored events	1,030	105	5,484	-	-	-	-	6,619	6,581
Office supplies	608	1,086	1,201	486	65	756	1,451	5,653	3,693
Printing and copying	540	1,439	372	1,191	-	668	297	4,507	4,597
Postage	150	1,467	84	322	-	374	462	2,859	2,521
Rent	-	1,800	-	-	-	-	-	1,800	1,800
Staff development/volunteer and board recognition	135	-	135	-	-	-	33	303	2,000
Miscellaneous	340	166	422	108	-	115	171	1,322	1,296
Total expenses	154,485	266,612	269,079	170,368	27,915	492,147	193,969	1,574,575	1,789,759
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS	1,826	549	-	(15)	1,683	(33,606)	132,398	102,835	(39,394)
Contributions with donor restrictions	-	-	-	-	-	63,649	26,578	90,227	162,051
Net assets released from restrictions	-	-	-	-	-	(104,955)	(29,830)	(134,785)	(99,372)
CHANGES IN NET ASSETS	\$ 1,826	\$ 549	\$ -	\$ (15)	\$ 1,683	\$ (74,912)	\$ 129,146	\$ 58,277	\$ 23,285

The accompanying notes are an integral part of this schedule.