

**Financial Statements**  
and  
**Independent Accountants' Review Report**  
for  
**Colorado National Monument**  
**Association, Inc.**  
(A nonprofit corporation)

for the year ended  
December 31, 2020

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## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of the  
Colorado National Monument Association, Inc.

We have reviewed the accompanying financial statements of the Colorado National Monument Association (a nonprofit corporation), which comprise the statement of financial position as of December 31 2020, and the related statements of activities and change in net assets, functional expense and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements.**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### **Accountants' Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountants' Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Jeff Wendland, CPA, LLC  
Grand Junction, CO 81506  
December 1, 2021

**Colorado National Monument Association, Inc.**  
( A nonprofit corporation )  
**Statement of Financial Position**

As of December 31, 2020

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**ASSETS**

Current Assets

Cash and cash equivalents	\$ 177,790
Certificate of Deposit	24,256
Inventory	96,838
Prepaid Expense	<u>2,894</u>
Total Current Assets	301,778

Other Assets

Cash Restricted in Endowment Fund	<u>3,000</u>
Total Other Assets	3,000

Property and equipment

1,558

Total Assets

\$ 306,336

**LIABILITIES**

Current Liabilities

Payroll Liabilities	5,551
Sales Taxes Payable	326
Paycheck Protection Program Loan	28,500
Unredeemed Gift Certificates	<u>3,211</u>
Total Current Liabilities	37,588

**NET ASSETS**

With Donor restrictions

Permanently Restricted in Endowment	<u>3,000</u>
Total Net Assets with Donor Restrictions	3,000

Without Donor Restrictions

Undesignated	<u>265,748</u>
Total Net Assets Without Donor Restrictions	<u>265,748</u>
Total Net Assets	<u>268,748</u>

Total Liabilities and Net Assets

\$ 306,336

See accompanying footnotes and independent accountants' review report

**Colorado National Monument Association, Inc.**  
(A nonprofit corporation)  
**Statement of Activities and Changes in Net Assets**

For the year ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue and Support</b>			
Book Store Sales	\$ 336,413	\$ -	\$ 336,413
Less Cost of Book Store Sales	(152,432)	-	(152,432)
Gross Profit From Book store	183,981	-	183,981
Grants and Donations	61,909	-	61,909
Membership Dues	25,120	-	25,120
Event Receipts	15,455	-	15,455
Other Receipts	269	-	269
Total Revenue and Support	286,734	-	286,734
Released from Restriction by Expenditure	93,313	(93,313)	-
<b>Functional Expenses</b>			
Program Expenses			
Natural and Cultural Education			
National Park Service Support	147,263	-	147,263
Amphitheater Project	291,913	-	291,913
Support Services			
General and Administrative	64,040	-	64,040
Fundraising	10,384	-	10,384
Total Functional Expenses	513,600	-	513,600
Increase in Net Assets from Operations	(133,553)	(93,313)	(226,866)
<b>Net Assets</b>			
Beginning of the Year	399,301	96,313	495,614
End of the Year	\$ 265,748	\$ 3,000	\$ 268,748

See accompanying footnotes and independent accountant's review report.

**Colorado National Monument Association, Inc.**

(A nonprofit corporation)

**Statement of Functional Expense**

For the year ended December 31, 2020

	Program Expenses		
	Natural & Cultural Education	Amphitheater Project	Total
Personnel Expenses	\$ 115,517	\$ -	\$ 115,517
Direct Program Expenses			
NPS Program Support	3,647	291,913	295,560
Other Expenses			
Accounting Fees	740	-	740
Advertising & promotion	144	-	144
Bank & Credit Card Fees	10,636	-	10,636
Depreciation	390	-	390
Event Expenses	-	-	-
Insurance	2,211	-	2,211
Internet, Web Site & Computer	4,354	-	4,354
Memberships	645	-	645
Member Services	4,837	-	4,837
Office Expense	653	-	653
Other Expenses	1,884	-	1,884
Payroll Processing	1,605	-	1,605
	<u>\$ 147,263</u>	<u>\$ 291,913</u>	<u>\$ 439,176</u>

See accompanying footnotes and independent accountants' review report

Support Services

<u>Management &amp; General</u>	<u>Fundraising</u>	<u>Total</u>	<u>Total</u>
\$ 57,749		\$ 57,749	\$ 173,266
-	-	-	295,560
740	-	740	1,480
-	-	-	144
-	-	-	10,636
-	-	-	390
-	10,384	10,384	10,384
2,211	-	2,211	4,422
-	-	-	4,354
-	-	-	645
-	-	-	4,837
653	-	653	1,306
1,884	-	1,884	3,768
803	-	803	2,408
<u>\$ 64,040</u>	<u>\$ 10,384</u>	<u>\$ 74,424</u>	<u>\$ 513,600</u>

**Colorado National Monument Association, Inc.**

(A nonprofit corporation)

**Statement of Cash Flows**

For the year ended December 31, 2020

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Cash Provided By Operating Activities	
Book Store Sales	\$ 336,413
Grants & Donations	74,409
Membership Dues	25,120
Other Receipts	15,724
Cash Paid to Vendors and Suppliers	(510,509)
Cash Paid to Employees	(171,553)
Net Cash Provided By Operating Activities	<u>(230,396)</u>
Cash Provided By Financing Activities	
Withdrawn from Certificates of Deposit	23,922
Proceeds of Paycheck Protection Program Loan	<u>28,500</u>
Total Cash Provided (Used)	(177,974)
Cash at Beginning of Year	<u>358,764</u>
Cash at End of Year	<u><u>\$ 180,790</u></u>
Per Statement of Financial Position	
Cash Without Donor restriction	\$ 177,790
Cash Restricted in Endowment Fund	3,000
Total Cash	<u><u>\$ 180,790</u></u>

See accompanying footnotes and independent accountant's review report.



**Colorado National Monument Association, Inc.**

(A nonprofit corporation)

**Notes to Financial Statements**

For the year ended December 31, 2020

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Organization

The Colorado National Monument Association (the Organization) is a nonprofit corporation. The purpose of the Organization is to assist in the scientific, educational, historical and interpretive activities that are mutually beneficial to the National Park Service and the Organization. Most of the Organization's support comes from bookstore sales in the Visitor Center of the Colorado National Monument.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Management believes all the pledges receivable will be collected within the next year, accordingly no provision is made for uncollectible pledges.

Inventory

Inventory of educational and cultural items is stated at the lower of cost or market using the first-in, first-out method. At year's end, inventory consisted of mainly books, maps, T-shirts and souvenirs.

Cash Equivalents

For purpose of the statement of cash flows, the Organization considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents.

Property and Equipment

Expenditures for equipment are stated at cost. Donated assets are recorded at their estimated fair market values at the date of contribution. Depreciation is computed on the straight-line basis over estimated useful lives (5 to 10 years) of the respective assets. The Organization capitalizes assets costing \$500 or more. The Organization does not recognize an implied time restriction on the donation of long-lived assets.

See independent accountants' review report.

**Colorado National Monument Association, Inc.**  
(A nonprofit corporation)  
**Notes to Financial Statements**

For the year ended December 31, 2020

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

Revenue Recognition

The Organization operates a bookstore in the Colorado National Monument. All sales are in cash and revenues are recognized and the time of the sale.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited on a reasonable basis that is consistently applied. The expenses that are allocated include compensation and benefits, which are allocated on the basis of time and effort. Depreciation, insurance, office expense, other expenses and payroll processing are allocated based on management's estimate of usage among the functions.

Advertising costs

Advertising costs are expensed as they are incurred.

Federal Income Tax

The Organization is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as a public charity.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Shipping and Handling Costs

Freight billed to customers is considered sales revenue and the related freight costs as cost of sales.

See independent accountants' review report.

**Colorado National Monument Association, Inc.**  
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**Notes to Financial Statements**

For the year ended December 31, 2020

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**NOTE 2 – CERTIFICATES OF DEPOSIT**

At December 31, 2020, the Organization held a certificate of deposit with a local bank. The certificate is in the amount of \$24,256 will mature August 24, 2021 and bears interest at the rate of 1.245%.

**NOTE 3 – PROPERTY AND EQUIPMENT**

Property and equipment at December 31, 2020 consisted of equipment, furniture and fixtures whose cost was \$33,091. Accumulated depreciation amounted to \$31,533.

**NOTE 4 – RESTRICTIONS ON NET ASSETS**

\$3,000 was donated in a prior period to establish an endowment fund for the Organization. This amount is permanently restricted by the terms of the gift.

**NOTE 5 – PAYCHECK PROTECTION PROGRAM LOAN**

The organization received a federal Paycheck Protection Program loan of \$28,500. That loan was subsequently forgiven.

**NOTE 6 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization’s financial assets as of December 31, 2020, reduced by amounts not available for general use by donor-imposed restrictions.

Financial assets at December 31, 2020	\$ 205,046
Less those unavailable for general expenditures within one year, due to:	
Donor restricted to endowment fund	<u>3,000</u>
Financial assets available to meet cash needs for expenditure within one year	<u>\$ 202,046</u>

The financial assets available to meet cash needs for expenditure within one year consist of cash of \$180,790 and A certificate of deposit of \$24,256. These financial resources are not subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. Annual operating expenses of approximately \$218,000 do not include bookstore purchases (which are financed by book store sales) or National Park Service support (which is financed by net assets, if any.)

See independent accountants’ review report.

**Colorado National Monument Association, Inc.**  
(A nonprofit corporation)  
**Notes to Financial Statements**

For the year ended December 31, 2020

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**NOTE 7– CONCENTRATION OF CREDIT RISK**

The Organization maintains bank accounts in Grand Junction, Colorado. Deposits at December 31, 2020 did not exceed FDIC insured limits.

**NOTE 8 – SUBSEQUENT EVENTS**

Management has evaluated events through December 1, 2021 the date of issuance of these financial statements, as they may affect these financial statements.

See independent accountants' review report.