



**The San Antonio Botanical Garden
Society, Inc. dba San Antonio
Botanical Garden and Supporters of
San Antonio Botanical Garden**

Consolidated Financial Statements
Years Ended December 31, 2020 and 2019

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Financial Statements
Years Ended December 31, 2020 and 2019

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Contents

Independent Auditor's Report	1 - 2
Consolidated Financial Statements	
Consolidated Statements of Financial Position	3
Consolidated Statement of Activities	4 - 5
Consolidated Statement of Functional Expenses	6
Consolidated Statements of Cash Flows	7
Notes to Consolidated Financial Statements	8 - 23



Independent Auditor's Report

Board of Directors
The San Antonio Botanical Garden Society, Inc. dba San Antonio Botanical Garden
and Supporters of San Antonio Botanical Garden
San Antonio, TX

Opinion

We have audited the consolidated financial statements of The San Antonio Botanical Garden Society Inc. dba San Antonio Botanical Garden and Supporters of San Antonio Botanical Garden (collectively the Organization or Society), which comprise the consolidated statements of financial position as of December 31, 2020 and 2019, the consolidated statement of activities for the year ended December 31, 2020 (with summarized financial information for the year ended 2019), the consolidated statement of functional expense for the year ended December 31, 2020 (with summarized financial information for the year ended 2019), and consolidated statements of cash flows for the years ended December 31, 2020 and 2019, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2020 and 2019, and the change in its net assets for December 31, 2020 and its cash flows for the years ended December 31, 2020 and 2019 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 (GAAS). 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 the Organization 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 consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are issued or available to be issued.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization'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 consolidated financial statements.
- Conclude whether, in our 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.

Report on Summarized Comparative Information

We have previously audited the Society's 2019 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated April 29, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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.

BDO USA, LLP

May 26, 2021

Consolidated Financial Statements

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Statements of Financial Position

<i>December 31,</i>	2020	2019
Assets		
Cash	\$ 2,006,625	\$ 4,011,576
Accounts receivable	424,912	351,732
Gift Shop inventory	64,341	109,133
Prepaid expenses	163,931	49,714
Pledges receivable, net	2,875,864	4,010,933
Investments	3,791,421	3,577,135
Note receivable	5,452,250	5,452,250
Property and equipment, net	31,785,102	18,534,902
Leasehold improvements in process	-	12,197,283
Total Assets	\$ 46,564,446	\$ 48,294,658
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 232,207	\$ 244,624
Accounts payable for leasehold improvements in process	-	1,457,851
Deferred revenue and refundable deposits	300,641	196,640
Line of credit - Frost Bank	700,000	700,000
Notes payable - New Market Tax Credit	7,500,000	7,500,000
Notes payable - Paycheck Protection Program	452,400	-
Total Liabilities	9,185,248	10,099,115
Net Assets		
Without Donor Restrictions		
General operations	30,844,477	30,951,090
Board designated	1,220,025	1,112,707
Total Without Donor Restrictions	32,064,502	32,063,797
With Donor Restrictions	5,314,696	6,131,746
Total Net Assets	37,379,198	38,195,543
Total Liabilities and Net Assets	\$ 46,564,446	\$ 48,294,658

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

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Statement of Activities

Year ended December 31, 2020

(with summarized financial information for 2019)

	Without Donor Restrictions	With Donor Restrictions	Totals	
			2020	2019
Revenue and Other Support				
Contributions	\$ 1,582,078	\$ 493,062	\$ 2,075,140	\$ 6,543,757
In-kind contributions	-	-	-	14,755
Memberships	723,518	-	723,518	523,814
Fundraising Events				
Gala	200,998	-	200,998	327,448
Less: direct donor benefit expense	-	-	-	(126,487)
Gift shop sales	243,195	-	243,195	335,848
Less: Cost of merchandise sold	(170,156)	-	(170,156)	(189,094)
Program Income:				
Admissions	822,516	-	822,516	1,068,341
Facilities rentals	119,512	-	119,512	135,960
Educational programs	233,910	-	233,910	298,397
Other program revenues	60,586	-	60,586	39,239
Exhibits and Events Sponsorship	155,000	-	155,000	121,800
Restaurant and catering	11,479	-	11,479	33,535
Investment income, net	167,087	222,368	389,455	417,304
Net assets released from restriction	1,532,480	(1,532,480)	-	-
Total Revenue and Other Support	\$ 5,682,203	\$ (817,050)	\$ 4,865,153	\$ 9,544,617

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

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Statement of Activities (Continued)

Year ended December 31, 2020

(with summarized financial information for 2019)

	Without Donor Restrictions	With Donor Restrictions	Totals	
			2020	2019
Total Revenue and Other Support (forwarded from previous page)	\$ 5,682,203	\$ (817,050)	\$ 4,865,153	\$ 9,544,617
Expenses				
Program	4,407,272	-	4,407,272	4,237,198
General and administrative	560,992	-	560,992	305,988
Fundraising	590,361	-	590,361	580,726
Total Expenses	5,558,625	-	5,558,625	5,123,912
Other Income (Expense):				
Interest income	54,522		54,522	49,979
Interest expense	(177,395)	-	(177,395)	(134,824)
Change in Net Assets	705	(817,050)	(816,345)	4,335,860
Net Assets, beginning of year	32,063,797	6,131,746	38,195,543	33,859,683
Net Assets, end of year	\$ 32,064,502	\$ 5,314,696	\$ 37,379,198	\$ 38,195,543

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

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Statement of Functional Expenses

<i>Year ended December 31, 2020</i>	Educational and Research Programs	Horticulture	Gift Shop, Visitor Services, and Plant Sales	Public Relations	Facilities and Rental	Exhibits and Special Events	Total Program Expenses	Fundraising	General & Administrative	Total	2019 Total
Salaries and wages	\$ 468,781	\$ 962,547	\$ 254,176	\$ 49,137	\$ 108,102	\$ 50,965	\$ 1,893,708	\$ 280,239	\$ 180,468	\$ 2,354,415	\$ 1,917,296
Payroll taxes	33,357	68,258	18,596	3,200	7,041	2,950	133,402	20,012	11,754	165,168	142,818
Employee benefits	41,497	79,999	18,304	23,979	(10,195)	1,660	155,244	23,707	15,821	194,772	374,825
Total payroll-related	543,635	1,110,804	291,076	76,316	104,948	55,575	2,182,354	323,958	208,043	2,714,355	2,434,939
Cost of programs and events	39,170	36,085	9,477	6,682	14,701	70,456	176,571	21,284	24,543	222,398	501,793
Cost of gift shop sales	-	-	170,156	-	-	-	170,156	-	-	170,156	189,094
Consultants and professional services	21,811	33,780	8,872	6,256	13,762	1,706	86,187	34,496	22,975	143,658	226,067
Cost of membership benefits	12,079	-	-	-	-	-	12,079	36,237	-	48,316	36,057
Supplies	46,113	101,550	3,272	2,307	5,076	1,296	159,614	6,544	8,474	174,632	157,256
Advertising and marketing	19,269	30,745	14,723	5,480	12,056	37,012	119,285	24,191	20,127	163,603	94,598
Technology and telephone	19,919	42,576	13,872	7,835	17,238	2,137	103,577	16,616	28,777	148,970	134,360
Credit Card Fees	12,993	2,204	30,980	303	666	83	47,229	22,659	1,112	71,000	66,594
Office Expenses	22,851	28,347	18,705	4,728	10,401	3,162	88,194	24,741	20,271	133,206	94,261
Occupancy	56,285	132,673	34,843	24,569	54,052	6,701	309,123	47,351	90,235	446,709	348,020
Maintenance and Repairs	37,242	84,097	21,754	15,304	33,669	4,511	196,577	29,495	56,207	282,279	507,681
Depreciation	575,307	20,918	16,906	8,128	302,613	2,610	926,482	2,789	80,228	1,009,499	648,773
Total Functional Expenses	1,406,674	1,623,779	634,636	157,908	569,182	185,249	4,577,428	590,361	560,992	5,728,781	5,439,493
Less Expenses Included in Revenues	-	-	(170,156)	-	-	-	(170,156)	-	-	(170,156)	(315,581)
Total Expenses Before Interest	\$ 1,406,674	\$ 1,623,779	\$ 464,480	\$ 157,908	\$ 569,182	\$ 185,249	\$ 4,407,272	\$ 590,361	\$ 560,992	\$ 5,558,625	\$ 5,123,912

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

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Consolidated Statements of Cash Flows

<i>Years ended December 31,</i>	2020	2019
Cash Flows from Operating Activities		
Change in net assets	\$ (816,345)	\$ 4,335,860
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Contributions restricted for capital campaign	(205,353)	(5,029,354)
Depreciation expense	1,009,499	648,773
Bad debt expense	109,122	-
Net realized and unrealized (gain) on investments	(327,460)	(349,400)
Change in operating assets and liabilities:		
Accounts receivable	(73,180)	(24,349)
Gift Shop inventory	44,792	(368)
Prepaid expenses	(114,217)	50,906
Accounts payable and accrued expenses	(12,417)	56,434
Deferred revenue and refundable deposits	104,001	32,286
Net cash used in operating activities	(281,558)	(279,212)
Cash Flows from Investing Activities		
Purchase of investments	(2,058,054)	(397,784)
Proceeds from investments	2,171,228	360,686
Purchase of property and equipment	(2,062,416)	(130,974)
Cash paid for leasehold improvements in process	(1,457,851)	(6,167,823)
Net cash used in investing activities	(3,407,093)	(6,335,895)
Cash Flows from Financing Activities		
Proceeds from line of credit	2,000,000	700,000
Proceeds from Paycheck Protection Program	452,400	-
Payments on line of credit	(2,000,000)	(750,000)
Contributions restricted for capital campaign	205,353	5,029,354
Decrease in pledges receivable	1,025,947	3,128,618
Net cash provided by financing activities	1,683,700	8,107,972
Net (decrease) Increase in cash	(2,004,951)	1,492,865
Cash, beginning of year	4,011,576	2,518,711
Cash, end of year	\$ 2,006,625	\$ 4,011,576
Supplemental Information:		
Cash paid for interest	\$ 177,395	\$ 134,824
Non cash investing:		
Leasehold improvements in accounts payable	\$ -	\$ 1,457,851

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

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies

Organization

Under the auspices of the City of San Antonio Parks and Recreation Department (the Department), the San Antonio Botanical Garden (the Garden), founded in 1980, encompasses 38 acres in the center of San Antonio at 555 Funston Place. The Department owns the Garden. Founded the same year as the Garden and incorporated under the laws of the state of Texas as a not-for-profit corporation, The San Antonio Botanical Garden Society, Inc. (the Society) dba San Antonio Botanical Garden, is the 501(c)(3) nonprofit support organization which supports the Garden in its mission of inspiring people to connect with the world of plants and understand the importance of plants in our lives. The Society has concession rights for the Garden, including educational programs, the restaurant, gift shop, plant sales, and rentals. In this public/private partnership, the Society is the fundraising arm for programming and capital projects at the Garden.

The stewardship of the Society is vested in the Board of Directors (the Board). This group is responsible for the creation of committees, financial budgeting, raising and expending funds, and advising the Department as to scientific, educational, physical, and program improvements at the Garden.

On February 18, 2010, the Executive Committee of the Board voted to amend the Society's official name to be The San Antonio Botanical Garden Society, Inc., and filed a DBA certificate in Bexar County and the State of Texas as San Antonio Botanical Garden.

The Society has agreements with the City of San Antonio (the City) that include a five year license agreement, effective January 1, 2011, and a twenty year lease agreement of the Garden that can be extended for another twenty year term. Under the terms of the lease agreement, all garden management and operation was conveyed to the Society as of January 1, 2019. No in-kind rent is recorded in these statements as there is no comparable market for this type of lease.

The Supporters of San Antonio Botanical Garden (Supporters) was organized in 2017 by the Society as a separate 501(c)(3) to be a supporting organization under Code Section 509(a)(3) in order to support the educational and charitable purposes of the Society, including, without limitation, serving as the leverage lender in the New Market Tax Credit (NMTC) financing of the Garden Expansion and guaranteeing certain obligations of the Society with respect thereto. Both the Society and Supporters (collectively the "Organization") share a majority of common Board of Directors and, as such are consolidated in these financial statements.

As part of the NMTC transaction, the Society signed an operating agreement to maintain separate accounting records, as divisions of the Society and not as separate entities, for a "Portion of the Business" (POB) and a non-portion of the business (NonPOB) beginning August 31, 2017 and continuing through the repayment of Loan A and Loan B. This agreement defines the POB as the operations of the Garden (including the expansion and improvements thereof). The NonPOB consists of any operations of the Society that are not part of the POB, which generally includes fundraising efforts and administration of those efforts.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies (Continued)

Basis of Presentation and Consolidation

The consolidated financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). The consolidated financial statements include the activity of the Society and Supporters. All inter-company transactions have been eliminated in consolidation.

Net Assets

Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor-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 (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for board-designated endowment.

Net Assets With Donor Restrictions - Net assets subject to donor- (or certain grantor) 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. 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.

Cash and Cash Equivalents

For the purpose of the consolidated statements of cash flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents, except those funds received with donor-imposed restrictions that limit their use for long term purposes.

Revenue Recognition

Effective January 1, 2019, the Organization adopted Accounting Standards Codification (“ASC”) Revenue from Contracts with Customers (“ASC 606”), using the modified retrospective method. This standard applies to all contracts with customers, except for contracts that are within the scope of other standards, such as contributions, leases, insurance, collaborative arrangements and financial instruments. Under ASC 606, an entity recognizes revenue when it transfers control of the promised goods or services to its customer, in an amount that reflects the consideration which the entity expects to receive in exchange for those goods or services. If control transfers to the customer over time, an entity selects a method to measure progress that is consistent with the objective of depicting its performance.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

The majority of the Organization's revenue arrangements generally consist of a single performance obligation to transfer promised goods or services. Based on the Society's evaluation process and review of its contracts with customers, the timing and amount of revenue recognized previously is consistent with how revenue is recognized under the new standard. The revenue streams subject to adoption of ASC 606 are as follows:

Admissions, event revenue, and other income are recorded net of any applicable discounts at the point in time that the performance obligation is met.

Memberships are on a one year basis and are recorded at the beginning of the membership year. No material difference exists between recognizing the membership at a point in time instead of over time.

Program revenue is deferred and recorded over time as the performance obligations are met. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related performance obligation is met, or expenditures are incurred, respectively.

Special events revenue is deferred and recorded at the point in time that the event occurs, net of direct cost of benefits to attendees.

In June 2018, the FASB issued ASU 2018-08, Not-For-Profit Entities (Topic 958), Clarifying the Scope and Accounting Guidance for Contributions Received and Contribution Made. This ASU provided guidance in evaluating whether transactions should be accounted for as contributions or as exchange transactions subject to other guidance. The Organization adopted this ASU on January 1, 2019 and determined all contributions are nonreciprocal transactions, and as such are properly accounted for as contributions; therefore, there was no impact upon adoption of this standard.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods, or are restricted by the donor for specific purposes, are reported as net asset with donor restrictions. When donor restrictions expire, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified through releases in the statement of activities and changes in net assets.

The Organization reports gifts of equipment and goods as unrestricted support unless explicit donor restrictions specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used, and gifts of cash or other assets that must be used to acquire long-lived assets, are reported as restricted support. Absent explicit donor restrictions about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed into service.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies (Continued)

Accounts Receivable

Accounts receivable consist primarily of restaurant concession fees and program fees. An allowance for doubtful accounts has not been established and one is not considered necessary by management.

Pledges Receivable

Pledges receivable are recorded at the original pledge amount, net of a present value discount, which approximates net realizable value. Pledge receivables are recognized at the billed amount. Payment trends by delinquent accounts are considered by management when estimating the allowance for doubtful accounts. At December 31, 2020 and 2019, management estimated the allowance for doubtful accounts to be \$109,122 and \$0, respectively.

Investments

Investments are carried at fair market value at quoted market prices (see Note 7). All dividends, interest, gains, losses, and other investment income are reported in the consolidated statements of activities and changes in net assets as increases or decreases in net assets without donor restrictions, unless their use is restricted by explicit donor stipulations.

Gift Shop Inventory

Gift Shop inventory is recorded at lower of cost or market on the first-in, first-out (FIFO) basis. Management reviews inventory on an annual basis for obsolescence, no amounts have been determined or recorded in these financial statements.

Note Receivable

The note receivable is reported at its outstanding balance and is considered to be fully collectible. Accordingly, no allowance for doubtful accounts has been provided. In making that determination, management evaluated the financial condition of the borrower, the estimated value of the underlying collateral, and the economic condition. Interest on the note receivable is recognized over the term of the note receivable and is calculated using the simple-interest method on principal amounts outstanding (see note 6).

Property and Equipment

Purchased property and equipment are recorded at cost at the time of purchase. Property and equipment greater than \$500 are capitalized and depreciated using the straight-line method over the estimated useful lives ranging from 3 to 39 years.

Completed buildings and other permanent improvements shall become the sole property of the City in accordance with the agreement between the City and the Society, as authorized by Ordinance No. 53676 dated April 23, 1981. Buildings and permanent improvements are recorded as leasehold improvements and depreciated using the straight-line method over the shorter of the lease term or the estimated useful lives of 39 years.

See note 14 for discussion of leasehold improvements in process.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies (Continued)

Deferred Revenue and Refundable Deposits

Deferred revenue represents revenue attributable to rental events, special events, and exhibits that have not yet occurred.

Refundable deposits are primarily deposits received prior to year-end for rental events that have not yet occurred. These amounts will be refunded or applied to customer balances after these events take place, and all rental contract requirements are complete.

Fair Value of Financial Instruments

The Fair Value Measurements and Disclosures topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, defines fair value, establishes a three-level valuation hierarchy for disclosure of fair value measurements, and expands disclosures about fair value measurements to include how fair value is determined for assets and liabilities. ASC 820 clarifies that fair value is an exit price representing the amount that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants. An instrument's categorization within the hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The significant levels of inputs are as follows:

Level 1 - Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 - Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

Federal Income Tax Exemption

The Society and Supporters are both exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization accounts for income taxes in accordance with FASB ASC Topic 740-10-25, *Income Taxes - Overall - Recognition*, which requires recognition and disclosure of uncertain tax positions in the financial statements and footnotes. The Organization's management believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to the financial statements.

Tax years beginning with December 31, 2017 remain open to examination by the taxing jurisdictions to which the Organization is subject, and these periods have not been extended beyond the applicable statute of limitations.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

1. Organization and Significant Accounting Policies (Continued)

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Summarized Financial Information

The consolidated statement of activities and consolidated statement of functional expense for the year ended December 31, 2020 includes certain prior-year summarized comparative information in total, but not by net asset class or function. Such information does not include detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Society's financial statements for the year ended December 31, 2019, from which the summarized information was derived.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The financial statements report certain categories of expenses that are attributed to more than more program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, depreciation and maintenance, which are allocated on an area by area basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expenses, technology based on estimates of time of effort expended.

Accounting Pronouncements Issued but Not Yet Adopted or Currently in Effect

Leases (Topic 842)

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for all leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments to be recorded. The ASU was originally effective for the Organization's fiscal years beginning after December 15, 2019, but has been deferred to fiscal years beginning after December 15, 2021, with early adoption permitted. Management is currently evaluating the impact of this ASU on its financial statements.

Reclassifications

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications have no effect on previously reported change in net assets.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

2. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, are as follows:

	2020	2019
Cash and cash equivalents	\$ 2,006,625	\$ 4,011,675
Accounts receivable	424,912	342,597
Less Supporter's cash, cash equivalents and accounts receivable	(93,872)	(93,872)
Less amounts restricted for specific purpose	(285,663)	(285,663)
Total financial assets available for general expenditure	\$ 2,052,002	\$ 3,974,737

The endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditures.

The Organization regularly monitors liquidity to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents and various receivables. The Organization also has access to a line of credit for operating use. See note 12.

In addition to the financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates earned revenues and annual support contributions sufficient to cover general expenditures not provided by endowment spending rate or other donor restricted sources. The Organization's invested endowment includes board designated funds to support general operations based on its spending policy, and for other non-operating strategic purposes. Although the Organization does not intend to utilize these board designated funds beyond their budgeted usage, these funds could be made available by Board vote if necessary.

3. Concentration of Credit Risk

Financial instruments exposed to concentrations of credit and market risk consist primarily of cash, and accounts receivable. The Organization maintains cash in excess of federally insured limits in financial institutions which management considers being of high credit quality. The Organization has not experienced any losses on its cash or accounts receivable.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

4. Pledges Receivable (Continued)

Pledges receivable as of December 31, 2020 and 2019 amounted to \$2,875,864 and \$4,010,933, respectively.

Pledges receivable are expected to be collected as follows during the years ending December 31:

	2020	2019
Within one year	\$ 1,163,986	\$ 1,121,333
One to five years	1,821,000	3,004,600
	2,984,986	4,125,933
Less: discount to present value	-	115,000
Less: Allowance for doubtful accounts	109,122	-
Net Pledges Receivable	\$ 2,875,864	\$ 4,010,933

Pledges with balances due in one to five years were discounted using a discount interest rate of 2.56% for 2019. As the discount rate was .36% for 2020, no discount was deemed necessary by management. Bad debt expense for 2020 is \$109,122. No bad debt expense was recorded in 2019.

5. Investments

Investment funds at December 31 are carried at their fair value and are summarized as follows:

	2020	2019
Cash and cash equivalents	\$ 408,058	\$ 414,730
Equities	1,864,534	1,493,485
Fixed income funds	1,518,829	1,668,920
Total Investments at fair value	\$ 3,791,421	\$ 3,577,135

6. Note Receivable - NMTC

As further explained in Note 11, the Society entered into a transaction under the New Market Tax Credit (NMTC) program to help fund certain improvements. As part of the NMTC program, Supporters entered into an agreement (the Note Receivable) on August 31, 2017 to lend \$5,452,250 to the USBCDC Investment Fund 187, LLC. (USBCDC). The Note Receivable is secured by USBCDC's interest in substantially all of Urban Development Fund LII, LLC (UDF). The interest rate on the Note Receivable is fixed at 1% per annum. Payments are made quarterly and are interest only from October 10, 2017 until October 10, 2024. Commencing January 10, 2025, each quarterly payment will increase to \$80,796 and include principal and interest until the maturity date of April 1, 2043. USBCDC may prepay the Note Receivable in whole or in part, without Supporters' consent. Interest earned for the year ended December 31, 2020 and 2019 was \$54,522 and \$49,979, respectively and is included in interest income in the consolidated statements of activities and changes in net assets.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

7. Fair Value of Financial Instruments

The Organization uses fair value measurements to determine and record fair value adjustments to certain assets and liabilities in order to report the fair value of the assets and liabilities in the consolidated statements of financial position.

In accordance with the fair value hierarchy described in Note 1, the following table shows the fair value of the Organization's financial assets and liabilities that are required to be measured at fair value as of December 31:

2020	Level 1	Level 2	Level 3	Total
Cash Equivalents*	\$ 408,058	\$ -	\$ -	\$ 408,058
Equity	1,864,534	-	-	1,864,534
Corporate Bond Funds	759,792	-	-	759,792
Short Term Bond Funds	759,037	-	-	759,037
Total Assets at Fair Value	\$ 3,791,421	\$ -	\$ -	\$ 3,791,421
2019	Level 1	Level 2	Level 3	Total
Cash Equivalents*	\$ 414,730	\$ -	\$ -	\$ 414,730
Equity Securities	101,486	-	-	101,486
Equity Funds	1,391,998	-	-	1,391,998
Corporate Bond Funds	835,664	-	-	835,664
Short Term Bond Funds	833,257	-	-	833,257
Total Assets at Fair Value	\$ 3,577,135	\$ -	\$ -	\$ 3,577,135

*Amounts restricted by donors for use in long term construction projects.

8. Property and Equipment

Property and equipment at December 31, are as follows:

	2020	2019
Office equipment	\$ 1,579,497	\$ 688,267
Computer equipment	404,287	387,008
Other equipment	411,626	354,307
Leasehold improvements	32,057,238	18,763,367
	34,452,648	20,192,949
Accumulated depreciation and amortization	(2,667,546)	(1,658,047)
Total Property and Equipment, Net	\$ 31,785,102	\$ 18,534,902

Depreciation expense was \$1,009,499 and \$648,773 for 2020 and 2019, respectively.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

9. Donated Personal Services and Contributed Facilities and Services

The Society occupied under the long term lease agreement, without charge, certain facilities owned by the City. No in-kind rent is recorded in these statements as there is no comparable market for this type of lease. The Society also received legal services of \$9,450 in 2019. All in-kind contributions have been reported as in-kind revenue and expense during the years ended December 31, 2020 and 2019, respectively.

A substantial number of unpaid volunteers have made significant contributions of their time in the Society's program services and fundraising activities. The value of this contributed time is not reflected in these statements because it does not meet the current GAAP definition of in-kind services.

10. New Markets Tax Credit Project

In connection with the Organization's efforts to make certain improvements to the Garden, the Society partnered with USBCDC and obtained additional funding for improvements to the Garden by utilizing the NMTC program. As part of the process to obtain NMTC funding, the Society formed Supporters which shares a common majority of board members. The NMTC program permits taxpayers to receive a credit against federal income taxes for making qualified equity investments in designated Community Development Entities (CDEs). Substantially all of the qualified equity investment must, in turn, be used by the CDE to provide investments in low-income communities. The credit provided to the investor totals 39% of the cost of the investment and the credit is claimed over a seven-year credit allowance period. In each of the first three years, the investor receives a credit equal to five percent of the total amount paid for the stock or capital interest at the time of purchase. For the final four years, the value of the credit is six percent annually. Investors may not redeem their investments in CDEs prior to the conclusion of the seven-year period.

As noted in Note 6, Supporters loaned \$5,452,250 to USBCDC, who invested the funds in UDF. UDF then loaned \$5,452,250 to the Society, along with additional funds of \$2,047,750 (see Note 11). The Society used the funds for certain improvements. After the seven year period during which tax credits are earned and provided to the investor group, the Society is required to pay a mandatory partial payment of principal on Loan B of \$75,000.

11. New Market Tax Credit Notes Payable

The Society executed two loan agreements on August 31, 2017 that provide for borrowings of \$5,452,250 (Loan A) and \$2,047,750 (Loan B) from UDF. The loans are intended to finance expansion of and improvements to the Garden (POB, see Note 1), and are intended to be treated as a "qualified low-income community investment" for purposes of generating new markets tax credits under Section 45D of the Internal Revenue Code of 1986, as amended. The loans are secured by a security agreement filing on the POB, and a guaranty by the Society's obligations under the loan agreements.

Under the terms of the loan agreement, each loan has an interest rate of 1.616% per annum, payable quarterly, beginning September 2017, with the principal balance due in its entirety on the stated maturity date of October 1, 2052. The Society is not permitted to prepay any portion of the loans, in whole or in part, until the seventh anniversary of the loans, August 31, 2024. Interest expense recorded for 2020 and 2019 in the consolidated statements of activities was \$122,400 and \$121,200, respectively.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

12. Line of Credit

Supporters executed a loan agreement on August 31, 2017 with Frost Bank that provided for borrowings up to \$4,750,000 and matured in August 2019. The loan was renewed as a revolving line of credit with interest only payments due monthly until December 31, 2023. Interest is variable, based on the daily prime rate quoted in the Wall Street Journal. Interest rate as of December 31, 2020 and 2019, respectively was 3.25% and 4.75%.

The line of credit contains terms for a reduction of available committed amounts by \$1,750,000 beginning on December 31, 2020 and another \$500,000 beginning December 31, 2021. All principal and unpaid interest is due at maturity on December 31, 2023. Amounts outstanding on the loan agreements as of December 31, 2020 and 2019 were \$700,000. The loans are secured by assets of Supporters. Supporters may prepay the loan at any time without penalty.

13. Paycheck Protection Program Note Payable

On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security (CARES) Act (the “Act”) was enacted. The CARES Act is an approximately \$2 trillion emergency economic stimulus package in response to the Coronavirus outbreak, which among other things contains numerous income tax provisions. Some of these tax provisions are expected to be effective retroactively for years ending before the date of enactment. It also appropriated funds for the SBA Paycheck Protection Program (“PPP”) loans that are forgivable in certain situations to promote continued employment.

On April 16, 2020, the Society was approved and obtained a PPP loan in the amount of \$452,400. The forgiveness of the loan is dependent on the Society’s meeting the eligibility requirements as well as adherence to the forgiveness criteria. The loan is payable in 17 equal payments starting May 16, 2021 with one final payment due April 2022. Subsequent to December 31, 2020 the Society’s received notice of forgiveness from the SBA.

14. Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods are as follows:

<i>Years ended December 31,</i>	2020	2019
Perpetual in nature:		
Conservatory Maintenance Endowment	\$ 1,546,715	\$ 1,546,715
Ellie Selig Distinguished Garden Design		
Lecture Series Endowment	60,225	58,315
Total perpetual in nature	1,606,940	1,605,030
Subject to time or specified purpose restriction:		
Capital Campaign	2,848,364	4,082,926
Educational, garden maintenance and other programs	859,392	443,790
Total subject to expenditure for a specified purpose	3,707,756	4,526,716
Net Assets with Donor Restrictions	\$ 5,314,696	\$ 6,131,746

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

14. Net Assets with Donor Restrictions (Continued)

Capital Campaign

In 2013, the Society’s Board voted to embark upon a capital improvement fundraising campaign (the “Capital Campaign”) to build infrastructure improvements, including grounds and buildings that will enhance educational programs and heighten the visitors’ experience in the Garden. Construction commenced in 2016 and the Society is responsible for operating any improvements made as part of the Capital Campaign.

Contributions to the Capital Campaign amounted to \$205,353 and \$5,029,354 for 2020 and 2019, respectively. The pledge receivable balances related to the contributions were \$2,848,364 and \$4,010,933 at December 31, 2020 and 2019, respectively. There were no leasehold improvements in process at December 30, 2020. The leasehold improvements in process at December 31, 2019 was \$12,197,283. In 2020 and 2019, the Society placed in service \$12,197,283 and \$0 of leasehold improvements, respectively. Time restricted net assets at December 31, 2020 for the Capital Campaign represent contributions pledged but not received. As the leasehold improvements have been placed in service those pledges no longer represent purpose restrictions but are time restricted until received.

15. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes, or by occurrence of other events specified by donors during December 31:

	2020	2019
Purpose Restrictions Accomplished		
Capital campaign	\$ 1,439,916	\$ 7,029,533
Educational, garden maintenance and other programs	12,564	292,525
Appropriations for expenditures	80,000	264,451
Total Net Assets Released from Restrictions	\$ 1,532,480	\$ 7,586,509

16. Endowment Funds

Implementation of Enhanced Disclosures for All Institutional Endowment Funds

The Organization has adopted the “Endowments of Not-For-Profit Organizations” standard as required by the FASB ASC. This standard provides guidance on the net asset classification of donor-restricted endowment funds by a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). This topic also requires additional disclosures about an organization’s endowment funds (both donor-restricted and Board-designated) whether or not the organization is subject to UPMIFA.

The state of Texas enacted UPMIFA effective September 1, 2007, the provisions of which apply to endowment funds existing on, or established after, that date. The Organization has implemented the reporting requirements of this standard. The Organization has determined that the majority of the Organization’s net assets restricted in perpetuity meet the definition of endowment funds under UPMIFA.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

16. Endowment Funds (Continued)

General Information

The Organization maintains various endowment funds established for a variety of purposes. These endowments include both donor-restricted endowment contributions and funds designated by the Board to function as endowments. The donor-restricted endowment funds fall under the provisions of UPMIFA, which was adopted by the state of Texas with an effective date of September 1, 2007.

This policy defines the Organization's interpretation of the provisions of this law as they relate to the prudent management of its endowment funds.

Background

In July 2006, the Uniform Law Commission (ULC) approved UPMIFA as a modernized version of the Uniform Management of Institutional Funds Act of 1972 (UMIFA), which governed the investment and management of donor-restricted endowment funds by not-for-profit organizations. The major change of the new law is that UPMIFA prescribes new guidelines for expenditure of a donor-restricted endowment fund when there are no explicit donor stipulations. These guidelines require the Organization to determine what constitutes prudent spending based upon consideration of the donor's intent that the endowment fund continues permanently, the purpose of the fund, and relevant economic factors. UPMIFA emphasizes the perpetuation of the purchasing power of the fund, not just the original dollars contributed to the fund. Although the Act does not require that a specified amount be set aside as principal, the Act assumes that an organization will preserve "principal" by maintaining the purchasing power of amounts contributed and will spend "income" by making distributions using a reasonable spending rate.

Endowment "Principal" Interpretation

The Organization has interpreted UPMIFA, related to gifts in which the donor declares the gift to be restricted in perpetuity for endowment, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. If the donor does not restrict the endowment principal in perpetuity, then the Organization will act prudently in appropriating these funds. As a result of this interpretation, the Organization classifies net assets the original value of gifts donated to the endowment (the Principal). The remaining portion of the donor-restricted endowment fund that is not classified as net assets restricted in perpetuity is classified as net assets restricted by purpose or time, until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

Endowment Investment Objectives

Endowment investments are invested under the direction of the Board. Funds are invested in a manner that seeks to produce results that meet or exceed the performance of generally recognized market indices, while assuming a moderate level of investment risk.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

16. Endowment Funds (Continued)

Endowment "Income" Appropriation (Spending Policy)

The Organization's policy is to appropriate interest and investment earnings as needed for operations. The Board will review the spending policy as market conditions change.

In accordance with UPMIFA, in all its endowment spending activity, the Organization considers the following factors in making a determination to appropriate (spend) or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the Organization and the donor-restricted endowment fund
3. General economic and investment market conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the Organization
7. The investment policies of the Organization

Endowment Net Asset Composition by Type of Fund as of December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Board designated endowment funds	\$ 1,220,025	\$ -	\$ 1,220,025
Donor restricted endowment funds	-	2,209,614	2,209,614
	\$ 1,220,025	\$ 2,209,614	\$ 3,429,639

Changes in Endowment Net Assets for the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets, Beginning of Year	\$ 1,112,707	\$ 2,067,246	\$ 3,179,953
Appropriations for expenditures	-	(80,000)	(80,000)
Investments Return			
Interest and dividends -			
net of investment expenses	16,854	34,804	51,658
Realized and unrealized losses	90,464	187,564	278,028
Total Investments Return	107,318	222,368	329,686
Endowment Net Assets - End of Year	\$ 1,220,025	\$ 2,209,614	\$ 3,429,639

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

16. Endowment Funds (Continued)

Endowment Net Asset Composition by Type of Fund as of December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Board designated endowment funds	\$ 1,112,707	\$ -	\$ 1,112,707
Donor restricted endowment funds	-	2,067,246	2,067,246
	\$ 1,112,707	\$ 2,067,246	\$ 3,179,953

Changes in Endowment Net Assets for the Year Ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets, Beginning of Year	\$ 1,046,447	\$ 2,063,654	\$ 3,110,101
Appropriations for expenditures	(68,050)	(264,451)	(332,501)
Investments Return			
Interest and dividends - net of investment expenses	21,440	42,807	64,247
Realized and unrealized losses	112,870	225,236	338,106
Total Investments Return	134,310	268,043	402,353
Endowment Net Assets - End of Year	\$ 1,112,707	\$ 2,067,246	\$ 3,179,953

17. Employee's Defined Contribution Plan

The Organization is the sponsor of a 401(k) plan that is available to all employees upon start date. The Organization may make discretionary matching contributions based on a percentage of employee compensation. Total Organization contributions for 2020 and 2019 were \$14,204 and \$16,511, respectively.

18. Risks and Uncertainties

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China, (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the coronavirus as a pandemic, based on the rapid increase in exposure globally.

**The San Antonio Botanical Garden Society, Inc.
dba San Antonio Botanical Garden and
Supporters of San Antonio Botanical Garden**

Notes to Consolidated Financial Statements

18. Risks and Uncertainties (Continued)

The Society noted a decline in admission due to concerns about the spread of COVID-19. On March 24, 2020, the City of San Antonio instituted quarantines and restrictions on operations of non-essential businesses (the “Ordinance”). Due to this Ordinance, the Garden closed from March 18 until May 3, 2020. This closure has a direct impact on revenue from admissions and programming. As of the financial statement date, the Garden has reopened to full capacity with increased membership and attendance. The Organization relies on donations from individuals, foundations and corporations, which could experience a decline as well. The extent of the impact of the COVID-19 outbreak on operational and financial performance will depend on certain developments, including the duration and spread of the outbreak of which are uncertain and cannot be predicted.

It is uncertain as to the full magnitude the pandemic will have on the Society’s financial condition, liquidity, and future results of operations. Management is monitoring the situation on a daily basis in order to mitigate the negative impact of COVID-19 on the Society’s operations and financial performance.

19. Subsequent Events

The Society’s management has evaluated events subsequent to December 31, 2020 and through May 26, 2021, which is the date the consolidated financial statements were available to be issued and, except for the following, determined no material subsequent events required disclosure.

On January 26, 2021, the Society was approved and obtained a second PPP loan in the amount of \$496,300. The forgiveness of the loan is dependent on the Society’s meeting the eligibility requirements as well as adherence to the forgiveness criteria.