

CONNECTICUT AUDUBON SOCIETY, INC.

FINANCIAL STATEMENTS

APRIL 30, 2026



CONNECTICUT AUDUBON SOCIETY, INC.

Table of Contents

	Page
Independent Auditor's Report	1
Statement of Financial Position	3
Statement of Activities	5
Statement of Functional Expenses	7
Statement of Cash Flows	9
Notes to Financial Statements	10



Rolleri & Sheppard CPAS, LLP
Ryan C. Sheppard, CPA, CFF, Managing Partner
John M. Rolleri, CPA, CFE, Senior Partner

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Connecticut Audubon Society, Inc.

Opinion

We have audited the accompanying financial statements of Connecticut Audubon Society, Inc. (a nonprofit organization), which comprise the statement of financial position as of April 30, 2026, and the related statements of activities, functional expenses, and cash flows for the year 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 Connecticut Audubon Society, Inc. as of April 30, 2026, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 Connecticut Audubon Society, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 Connecticut Audubon Society, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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 Connecticut Audubon Society, 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 Connecticut Audubon Society, 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 Summarized Comparative Information

We have previously audited Connecticut Audubon Society, Inc.'s 2025 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 11, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended April 30, 2025, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Rolleri & Sheppard CPAS, LLP

Rolleri & Sheppard CPAS, LLP

Fairfield, Connecticut

September 21, 2026

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF FINANCIAL POSITION
April 30, 2026
(With comparative totals for 2025)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total April 30, 2026</u>	<u>Total April 30, 2025</u>
ASSETS:				
Current assets:				
Cash and cash equivalents	\$ 762,660	\$ 5,402,851	\$ 6,165,511	\$ 6,122,500
Investment income receivable	9,579	22,569	32,148	34,383
Short-term investments	269,230	-	269,230	260,908
Promises to give, net	-	292,409	292,409	729,200
Grants and program receivables	221,007	-	221,007	11,101
Nature store inventory	37,601	-	37,601	36,851
Prepaid and other current assets	314,166	-	314,166	333,407
Total current assets	<u>1,614,243</u>	<u>5,717,829</u>	<u>7,332,072</u>	<u>7,528,350</u>
Noncurrent assets:				
Cash and cash equivalents	126,176	291,061	417,237	471,740
Promises to give, net	-	469,378	469,378	762,514
Finance lease right-of-use assets, net	11,739	-	11,739	24,384
Long-term investments	3,809,970	8,976,432	12,786,402	11,198,986
Beneficial interest in perpetual trust	-	22,911,494	22,911,494	20,851,748
Land, buildings and equipment, net	13,822,938	17,311,268	31,134,206	31,086,320
Total noncurrent assets	<u>17,770,823</u>	<u>49,959,633</u>	<u>67,730,456</u>	<u>64,395,692</u>
Interfund receivable (payable)	<u>803,503</u>	<u>(803,503)</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 20,188,569</u>	<u>\$ 54,873,959</u>	<u>\$ 75,062,528</u>	<u>\$ 71,924,042</u>

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF FINANCIAL POSITION
April 30, 2026
(With comparative totals for 2025)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total April 30, 2026</u>	<u>Total April 30, 2025</u>
LIABILITIES AND NET ASSETS:				
Current liabilities:				
Accounts payable	\$ 90,605	\$ -	\$ 90,605	\$ 230,498
Accrued expenses	192,701	-	192,701	137,292
Obligations under finance leases	9,738	-	9,738	14,917
Deferred program revenue	1,079,202	-	1,079,202	907,438
Total current liabilities	<u>1,372,246</u>	<u>-</u>	<u>1,372,246</u>	<u>1,290,145</u>
Noncurrent liabilities:				
Obligations under finance leases	<u>1,737</u>	<u>-</u>	<u>1,737</u>	<u>11,474</u>
Total liabilities	1,373,983	-	1,373,983	1,301,619
Net assets:				
Without donor restrictions:				
Designated - endowment fund	3,933,508	-	3,933,508	3,467,658
Land, buildings and equipment	13,822,938	-	13,822,938	13,777,552
Undesignated	1,058,140	-	1,058,140	1,023,220
With donor restrictions:				
Perpetual in nature	-	44,701,754	44,701,754	42,740,717
Purpose restriction	-	10,172,205	10,172,205	9,613,276
Total net assets	<u>18,814,586</u>	<u>54,873,959</u>	<u>73,688,545</u>	<u>70,622,423</u>
Total liabilities and net assets	<u>\$ 20,188,569</u>	<u>\$ 54,873,959</u>	<u>\$ 75,062,528</u>	<u>\$ 71,924,042</u>

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2026
(With comparative totals for 2025)

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total April 30, 2026</u>	<u>Total April 30, 2025</u>
Revenues, gains and other support:				
Contributions and bequests of financial assets	\$ 1,265,219	\$ 486,300	\$ 1,751,519	\$ 3,346,511
Contributions of non-financial assets	83,824	2,500	86,324	118,721
Nature store sales	187,189	-	187,189	155,068
Membership dues	370,616	-	370,616	371,638
Educational programs and grants	1,187,057	27,909	1,214,966	1,347,317
Conservation grants	210,789	96,998	307,787	181,686
Eco-travel programs	845,298	-	845,298	819,084
Special events	460,335	-	460,335	406,322
Investment income net of fees	29,823	559,733	589,556	626,358
Realized gain on investments	115,603	1,734,533	1,850,136	1,140,249
Unrealized gain on investments	384,988	1,836,061	2,221,049	917,390
Employer tax retention credit received	-	-	-	164,586
Other	88,525	-	88,525	73,874
Net assets released from restriction:				
Satisfaction of restrictions:				
Primary programs	1,476,068	(1,476,068)	-	-
Total	<u>\$ 6,705,334</u>	<u>\$ 3,267,966</u>	<u>\$ 9,973,300</u>	<u>\$ 9,668,804</u>

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF ACTIVITIES
For the Year Ended April 30, 2026
(With comparative totals for 2025)

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total April 30, 2026</u>	<u>Total April 30, 2025</u>
Expenses:				
Education program	\$ 3,512,127	\$ -	\$ 3,512,127	\$ 3,381,908
Sanctuary program	1,113,109	-	1,113,109	1,105,567
Conservation and advocacy program	293,515	-	293,515	286,794
Membership services	267,822	-	267,822	267,829
Total program expenses	<u>5,186,573</u>	<u>-</u>	<u>5,186,573</u>	<u>5,042,098</u>
Management and general	546,925	-	546,925	588,377
Fundraising and development	425,680	-	425,680	462,384
Total expenses	6,159,178	-	6,159,178	6,092,859
Loss on uncollectible promises to give	-	748,000	748,000	-
Change in net assets	<u>546,156</u>	<u>2,519,966</u>	<u>3,066,122</u>	<u>3,575,945</u>
Net assets at beginning of year	<u>18,268,430</u>	<u>52,353,993</u>	<u>70,622,423</u>	<u>67,046,478</u>
Net assets at end of year	<u>\$ 18,814,586</u>	<u>\$ 54,873,959</u>	<u>\$ 73,688,545</u>	<u>\$ 70,622,423</u>

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended April 30, 2026
(with comparative totals for 2025)

	Program						Total April 30, 2026	Total April 30, 2025
	Education	Sanctuary	Conservation and Advocacy	Membership Services	Management and General	Fundraising and Development		
<u>Direct costs:</u>								
Advertising	\$ 35,796	\$ 240	\$ -	\$ 16	\$ -	\$ 138	\$ 36,190	\$ 45,849
Animal care	15,638	-	-	-	-	-	15,638	16,192
Bank, credit card and payroll fees	36,186	234	437	3,885	11,541	9,262	61,545	63,605
Instructional contractors	875	-	-	-	-	-	875	-
Consultants	16,446	25,674	19,537	-	2,510	607	64,774	339,714
Dues and subscriptions	8,458	2,466	300	-	1,702	3,108	16,034	18,310
Office equipment and supplies	29,720	5,871	369	3,470	4,856	1,983	46,269	62,661
Supplies	97,016	36,343	99	-	-	-	133,458	120,420
Special events	-	-	-	-	-	108,409	108,409	175,899
Exhibits	1,218	300	1,542	-	-	15	3,075	875
Casual labor	731	194,350	-	-	-	-	195,081	216,189
Information technology	44,036	18,918	3,776	23,531	17,309	35,350	142,920	122,350
Insurance	71,332	35,208	4,780	9,560	23,551	9,560	153,991	140,001
Postage	11,946	973	2,960	22,459	1,428	-	39,766	38,202
Printing and reproduction	13,124	1,193	7,524	61,172	-	-	83,013	95,419
Professional fees	3,598	11,508	8,626	-	121,003	11,582	156,317	244,603
Training and professional development	2,515	770	-	-	-	885	4,170	1,546
Travel	32,908	3,513	-	-	1,662	2,093	40,176	34,527
	<u>\$ 421,543</u>	<u>\$ 337,561</u>	<u>\$ 49,950</u>	<u>\$ 124,093</u>	<u>\$ 185,562</u>	<u>\$ 182,992</u>	<u>\$ 1,301,701</u>	<u>\$ 1,736,362</u>

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended April 30, 2026
(with comparative totals for 2025)

	Program						Total April 30, 2026	Total April 30, 2025
	Education	Sanctuary	Conservation and Advocacy	Membership Services	Management and General	Fundraising and Development		
<u>Compensation and benefits:</u>								
Salaries and wages	\$ 1,608,911	\$ 415,137	\$ 170,821	\$ 94,497	\$ 265,331	\$ 181,817	\$ 2,736,514	\$ 2,344,550
Employee benefits	202,894	84,677	33,724	16,494	18,663	33,188	389,640	357,647
Employer payroll taxes	123,455	32,228	13,239	7,233	20,155	14,722	211,032	175,388
Workers compensation insurance	3,805	951	264	528	9,117	528	15,193	6,607
	1,939,065	532,993	218,048	118,752	313,266	230,255	3,352,379	2,884,192
<u>Nature store:</u>								
Nature store purchases	107,680	-	-	-	-	-	107,680	87,805
	107,680	-	-	-	-	-	107,680	87,805
<u>Occupancy:</u>								
Rents and leases including lease amortization/ imputed interest	13,697	4,071	-	1,795	-	5,544	25,107	22,976
Repairs and maintenance	115,265	55,927	1,910	-	-	2,343	175,445	189,362
Phone and internet	28,854	4,244	481	2,009	2,618	3,590	41,796	38,016
Taxes and assessments	5,472	31,408	-	-	5,039	-	41,919	45,799
Utilities	87,223	26,197	-	-	9,996	-	123,416	125,806
	250,511	121,847	2,391	3,804	17,653	11,477	407,683	421,959
<u>Other:</u>								
EcoTravel expenses	480,256	-	-	-	-	-	480,256	471,581
Taxes (refund)	-	12,605	-	-	6,459	-	19,064	20,777
Non-financial contributions expense	56,701	22,155	-	-	4,647	320	83,823	85,471
Total expenses before depreciation	3,255,756	1,027,161	270,389	246,649	527,587	425,044	5,752,586	5,708,147
Depreciation	256,371	85,948	23,126	21,173	19,338	636	406,592	384,712
Total expenses	\$ 3,512,127	\$ 1,113,109	\$ 293,515	\$ 267,822	\$ 546,925	\$ 425,680	\$ 6,159,178	\$ 6,092,859

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.
STATEMENTS OF CASH FLOWS
For the Year Ended April 30, 2026

	April 30, 2026	April 30, 2025
Cash flows from operating activities:		
Change in net assets	\$ 3,066,122	\$ 3,575,945
Adjustments to reconcile change in net assets to cash provided by (used in) operating activities:		
Depreciation and amortization	406,592	384,712
Depreciation of finance lease ROU assets	15,820	13,378
(Increase) decrease in investment income receivable	2,235	(24,383)
(Increase) in promises to give	729,927	(460,774)
(Increase) decrease in grants and program receivables	(209,906)	6,020
(Increase) decrease in nature store inventory	(750)	(5,057)
(Increase) in prepaid and other current assets	19,241	(93,075)
(Decrease) in accounts payable	(139,893)	(95,072)
Increase in accrued expenses	55,409	18,586
Increase (Decrease) in deferred program revenue	171,764	(283,793)
Realized (gains) losses on long-term investments	(1,850,136)	(1,140,249)
Unrealized (gains) on long-term investments	(2,221,049)	(917,390)
Total adjustments	(3,020,746)	(2,597,097)
Net cash provided by operating activities	45,376	978,848
Cash flows from investing activities:		
Purchase of fixed assets	(454,478)	(2,258,541)
Purchase of investments	(9,343,773)	(6,158,883)
Proceeds from sales of investments	10,231,248	6,597,890
Net cash provided by (used in) investing activities	432,997	(1,819,534)
Cash flows from financing activities:		
Financing lease payments	(18,125)	(13,412)
Net cash (used in) financing activities	(18,125)	(13,412)
Net increase (decrease) in cash and cash equivalents	460,248	(854,098)
Cash, cash equivalents and restricted cash, May 1	6,122,500	6,976,598
Cash, cash equivalents and restricted cash, April 30	\$ 6,582,748	\$ 6,122,500
Reconciliation of cash to statement of financial position:		
Cash and cash equivalents	\$ 762,660	\$ 1,286,700
Restricted cash from donations and gifts with restrictions	5,402,851	4,835,800
Non-current cash and cash equivalents	126,176	
Non-current restricted cash from donations and gifts with restrictions	291,061	
	\$ 6,582,748	\$ 6,122,500
Supplemental data:		
Taxes paid	\$ 10,512	\$ 10,522
Obtaining Finance Lease ROU assets in exchange for a lease liability	\$ -	\$ 10,204

See report of independent auditor and notes to the financial statements.

CONNECTICUT AUDUBON SOCIETY, INC.

Notes to Financial Statements

April 30, 2026

(See Report of Independent Auditor)

NOTE 1 - ORGANIZATION

The Connecticut Audubon Society Inc. (the Society) protects Connecticut's birds, other wildlife, and their habitats through conservation, education, and advocacy. The Society envisions that its efforts will lead to a future where all can share and experience the joys of nature and understand the importance of environmental preservation. Founded in 1898, the Society operates nature facilities in Fairfield, Milford, Old Lyme, Pomfret, Hampton, and Sherman, programs in Hartford, and an EcoTravel office in Essex. The Society manages 22 wildlife sanctuaries around the state, preserves more than 3,400 acres of open space in Connecticut and educates over 100,000 children and adults annually. Working in the state of Connecticut for over 125 years, the Society is an independent organization, not affiliated with any national or governmental group.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements include the assets and liabilities of the Society including the Fairfield Nature Center, Birdcraft Museum and Sanctuary, the Coastal Center, the Center at Pomfret, the Roger Tory Peterson Estuary Center, and the Deer Pond Farm.

Financial Statement Presentation

The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). The Society reports information regarding its financial position and activities based on the existence or absence of donor (or certain grantor) imposed restrictions. The types of restrictions are described as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

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 purposes for which the resource was restricted has been fulfilled, or both.

The fiscal year 2026 information presented herein includes certain prior year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, the information should be read in conjunction with the Society's financial statements for the year ended April 30, 2025, from which the summarized information was derived.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Cash and Cash Equivalents

The Society considers all highly liquid debt instruments purchased with maturity of three months or less to be cash equivalents. Accounts are guaranteed by the FDIC up to \$250,000 per financial institution. As of April 30, 2026, the Society had \$5,132,805 in uninsured cash balances.

Allowance for Doubtful Accounts

Promises to give are stated net of an allowance for doubtful accounts and valuation discount. The Society estimates the allowance based on its historical experience of the relationship between actual bad debts and receivables.

Investments

Investments are presented in the financial statements at fair market value (see Note 5). Contributed securities are recorded at their fair market value at date of receipt.

Nature Store Inventory

Nature store inventory represents items held for resale in the nature center stores. These items are primarily birdfeeders, seed, books and other items related to the educational mission of the Society. The inventory is stated at the lower of cost or market, using the average cost method.

Lease Accounting

The Society accounts for right-of-use (ROU) assets and liabilities in accordance with the Financial Accounting Standards Board's guidance (Accounting Standards Codification 842, Leases.)

The Society leases equipment and determines if an arrangement is a lease at inception. Operating leases are included in operating lease ROU assets and operating lease liabilities are included on the statement of financial position. Finance leases included in finance lease ROU assets and finance lease liabilities are included on the statement of financial position.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, an incremental borrowing rate is used based on the information available at the commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

CONNECTICUT AUDUBON SOCIETY, INC.

Notes to Financial Statements

April 30, 2026

(See Report of Independent Auditor)

The lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The Society elected to apply the short-term lease exemption. In 2026, the Society has only one lease within this class of underlying asset that qualifies for the exemption. The short-term lease cost recognized and disclosed for this lease in 2026 was \$2,632.

In evaluating contracts to determine if they qualify as a lease, the Society considers factors such as substantially obtaining all of the rights to the underlying asset through exclusivity, if the use of the asset may be directed 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.

The Society has lease agreements with lease and non-lease components, which are generally accounted for separately. In allocating consideration in the contract to the separate lease components and the non-lease components, the Society uses the standalone prices for non-lease components. Observable standalone prices are used, if available. If the standalone price for a component has a high level of variability or uncertainty, this allocation may require significant judgement.

In determining the discount rate used to measure the ROU asset and lease liability, rates implicit in the lease are used, or if not readily available, an incremental borrowing rate is used. The incremental borrowing rate is based on an estimated secured rate comprised of a risk-free rate plus a credit spread as secured by the Society's assets. Determining a credit spread as secured by the Society's assets may require significant judgment.

Land, Buildings, Equipment and Accumulated Depreciation

Land, buildings and equipment, and collections are stated at cost or, in the case of contributed assets, at their fair market value at the date of receipt as determined by the Society. Depreciation of buildings and equipment is provided on the straight-line method for both financial and tax reporting purposes over the estimated useful lives of the related assets of three to forty years. The Society's capitalization threshold is \$2,500.

Contributions

The Society reports gifts of cash and other assets as unrestricted support unless 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, donor-restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Society reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations 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 stipulations about how long those long-lived assets must be maintained, the Society reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. Gifts of restricted land, which include depreciable assets, are recorded as donor restricted along with the depreciable component and transferred to without donor restrictions based upon its useful life.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Revenue and Revenue Recognition

The Society recognizes revenue from member dues when received. There is no intrinsic value to the membership dues. The dues are used to support the general mission of the Society. Dues for 2026 were \$370,616.

Revenue derived from nature store sales are recognized when the goods are sold, or as goods are delivered to the buyer.

Revenue from Contracts with Customers

The Society contracts for educational and eco-travel programs which contain performance obligations which are satisfied when the Society holds the programs or incurs related expenditures. Program revenues are used to support each program as seen fit by the Society, however such revenues are not restricted by outside donors. Program revenues paid in advance are deferred to the period in which the underlying program takes place.

Use of Estimates

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

Tax Exempt Status

The Society is a not-for-profit corporation and has been recognized as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and accordingly does not record a provision for income taxes on its related earnings.

Annual informational tax returns filed for periods ending April 30, 2023 and subsequent years remain subject to examination by applicable taxing authorities.

Functional Expenses

Functional expenses have been allocated between program services and supporting services based upon actual costs incurred within each area. Certain overhead costs have been allocated based upon analysis of aggregate charges within each functional area.

The direct costs directly attributable to fundraising for the year ended April 30, 2026 was \$274,661.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Description of Programs

The Society offers an array of programs to its members and non-members through educational services provided at the nature centers. In addition, the Society maintains and preserves sanctuaries throughout the state where both members and non-members can utilize them. The Society also performs research at some of these sanctuaries, as well as selected educational programs.

Advertising

It is the policy of the Society to expense advertising as incurred.

NOTE 3 – LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor and other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

Cash and cash equivalents	\$762,660
Investment income receivable	9,579
Short-term investments	269,230
Grants receivable	<u>221,007</u>
	<u>\$1,262,476</u>

The Society's endowment funds consist of donor-restricted endowments and funds designated by the Board of Directors 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 expenditure. The board-designated endowment of \$3,933,508 is available for future operating and capital requirements.

As part of the Society's liquidity management plan, cash in excess of daily requirements is invested in short-term investments and money market funds.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

NOTE 4 – PROMISES TO GIVE

As of April 30, 2026, contributors to the Society have unconditionally promised to give \$1,663,443. The Society has established a provision for uncollectible pledges in the amount of \$2,000. Long-term promises to give have been discounted at 4.6%. The promised contributions are due as follows:

Within one year	\$ 294,409
One to five years	1,369,034
More than five years	-
Subtotal	<u>1,663,443</u>
Less: present value component	(151,656)
Less: allowance for doubtful accounts	<u>(750,000)</u>
Promises to give, net	<u><u>\$ 761,787</u></u>

NOTE 5 – INVESTMENTS

Endowment

The Society's endowment consists of 28 individual funds established for a variety of purposes and includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. Net assets associated with such endowment funds are classified and reported on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Society has interpreted the State Prudent Management of Institutional Funds Acts (SPMIFA) as requiring the preservation of the fair market value as of the original gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Society classifies net assets held in perpetuity as the original value of gifts donated to the endowment, the original value of subsequent gifts to the endowment and accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund is not held in perpetuity but is classified as with donor restriction net assets until those amounts are appropriated for expenditure by the Society in a manner consistent with the standard of prudence prescribed by SPMIFA. From time to time, the fair market value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Society to retain as a fund of perpetual duration. As of April 30, 2026, the Society had no funds with deficit positions. In accordance with SPMIFA, the Society considers the following factors in making a determination or accumulates donor-restricted endowment funds:

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

- a) The duration and preservation of the fund
- b) The purposes of the Society and the donor-restricted endowment fund
- c) General economic conditions
- d) The possible effect of inflation and deflation
- e) The expected total return from income and the appreciation of investments
- f) Other resources of the Society
- g) The investment policies of the Society

The following represents endowment net assets, excluding the perpetual trust assets, composition by type of fund as of April 30, 2026:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor-restricted funds	\$ -	\$ 9,267,493	\$ 9,267,493
Board-designated funds	3,933,508	-	3,933,508
Total	<u>\$ 3,933,508</u>	<u>\$ 9,267,493</u>	<u>\$ 13,201,001</u>

Changes in endowment net assets for the year ended April 30, 2026 are as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ 3,467,658	\$ 8,200,430	\$ 11,668,088
Investment return, net	511,050	1,232,276	1,743,326
Contributions	244,442	50,000	294,442
Appropriation of endowment assets for expenditure	(289,642)	(215,213)	(504,855)
Endowment net assets, end of year	<u>\$ 3,933,508</u>	<u>\$ 9,267,493</u>	<u>\$ 13,201,001</u>

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Long-term investment – endowment net assets are classified as follows:

The portion of perpetual endowment funds that is required to be retained permanently either by explicit donor stipulation or by SPMIFA	\$ 4,358,555
The portion of endowment funds with purpose restriction	<u>4,908,938</u>
	<u><u>\$ 9,267,493</u></u>

Perpetual Trust

During the fiscal year ended April 30, 2017, the Society was conveyed an ownership interest in Deer Pond Farm. Deer Pond Farm is supported by the Deer Pond Farm Trust (the "Trust"), which is a perpetual trust. Although the Society has a right to an income stream from the Trust as long as the Society owns Deer Pond Farm, the corpus of the Trust has not been conveyed to the Society. The Trust consists of certain investments, which the Trustees of the Trust are required to manage and dispose of in accordance with the wishes of the grantor, as outlined in the trust document. As long as the Society remains the owner of Deer Pond Farm, it will be a beneficiary of the Trust to the extent funds are necessary to support the operation of Deer Pond Farm. The Trustees of the Trust have the discretion to make distributions as they deem necessary. If the Trustees do not deem all of the funds available from the Trust on an annual basis to be necessary for the support of Deer Pond Farm, the Trustees have discretion to distribute the excess funds to certain institutions involved in cancer research. The total fair market value of the investments in the Trust approximated \$22.9 million as of April 30, 2026.

As required by generally accepted accounting principles, the fair market value of the long-term investments and long-term cash equivalents recorded on the Society's financial statements relating to the Trust are as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Perpetual Trust	<u>\$ -</u>	<u>\$ 22,911,494</u>	<u>\$ 22,911,494</u>

Changes in long-term investments and long-term cash equivalents – perpetual trust net assets for the year ended April 30, 2026 are as follows:

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

	<u>Without Donor</u> <u>Restrictions</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
Perpetual trust, beginning of year	\$ -	\$ 20,851,748	\$ 20,851,748
Contributions	-	-	-
Investment return, net	-	2,730,719	2,730,719
Withdrawals for expenditure	-	(670,973)	(670,973)
Withdrawals for capital purchases	-	-	-
Perpetual trust, end of year	<u>\$ -</u>	<u>\$ 22,911,494</u>	<u>\$ 22,911,494</u>

Investment Detail

The Society follows guidance as set forth in the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2018-13, Disclosure Framework – Changes to the Disclosure Requirements for Fair Value Measurement, which modifies the disclosure requirements for fair market value measurements. That framework provides a fair market value hierarchy that prioritizes the inputs to valuation techniques used to measure fair market value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of fair market value hierarchy under FASB ASC 820 are described as follows:

Fair market value measurement – the Society determines fair market value based on assumptions that market participants would use pricing an asset or liability in the principal or most advantageous market. The Society follows the fair market value hierarchy when distinguishing assumptions in fair market value measurement as outlined in the FASB “Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures”.

- Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Society has the ability to access.
- Level 2 – Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly and include;
 - Quoted prices for similar assets or liabilities in active markets.
 - Quoted prices for identical or similar assets or liabilities in inactive markets.
 - Market prices for similar instruments.
 - Inputs other than quoted prices that are observable for the asset or liability.
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

- Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair market value measurement.

The availability of valuation techniques and observable inputs can vary from investment to investment and are impacted by factors such as investment type, whether the investment is new and not established in a marketplace, the liquidity of markets, and other transaction characteristics. To the extent the valuation is based on models or inputs that are less observable or unobservable in the market, determining fair market value requires more judgment. Because of the inherent uncertainty of valuation, estimated values may be materially higher or lower than the values that would have been used had a ready market for the investment existed. Therefore, the degree of judgment used by the Society in determining fair market value is greatest for investments categorized in level 3. Inputs used to measure fair market value might be categorized within different levels of fair market value hierarchy and are categorized based upon the lowest level of input that is significant to the fair market value measurement.

The following is a description of the valuation methodologies used for assets measured at fair market value which includes investments held in the Endowment and Perpetual Trust:

Mutual Funds – Valued at the daily closing price as reported by the fund. Mutual funds held by the Society are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (“NAV”) and to transact at that price. The mutual funds held by the Society are deemed to be actively traded.

Fixed income – fixed income investments consist of domestic debt instruments and include both government and corporate holdings.

Promises to Give – promises to give are values based on discounted cash flows reduced by an allowance of collectability.

There have been no changes in methodologies used at April 30, 2026.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

As of April 30, 2026, the Society held the following:

Description	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments:				
Fixed income:				
Corporate bonds	\$ 7,213,299	\$ 7,213,299	\$ -	\$ -
Government	1,909,449	1,909,449	-	-
Total fixed income	9,122,748	9,122,748	-	-
Equity securities:				
Financial	3,328,272	3,328,272	-	-
Industrials	218,881	218,881	-	-
Domestic	10,456,454	10,456,454	-	-
International	4,866,183	4,866,183	-	-
Total equity securities	18,869,790	18,869,790	-	-
Real Assets:				
Real assets funds	451,324	451,324	-	-
Total real assets	451,324	451,324	-	-
Hedge funds	3,275,826	-	-	3,275,826
Total investments	31,719,688	28,443,862	-	3,275,826
Cash and equivalents	5,473,565	5,473,565	-	-
Promises to give	761,787	-	-	761,787
Total assets at fair value	\$ 37,955,040	\$ 33,917,427	\$ -	\$ 4,037,613

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

The following tables summarize the changes in the fair market value of the Society's Level 3 assets for the year ended April 30, 2026:

	<u>Promises to Give</u>
Balance - beginning of year	\$ 1,491,714
New promises to give	187,000
Collections	(114,757)
Writeoffs and adjustments	(802,170)
Discount and allowance	-
Balance - end of year	<u>\$ 761,787</u>

	<u>Hedge Funds</u>
Balance - beginning of year	\$ 2,936,962
Contributions	-
Transfer in	-
Transfer out	-
Distributions	-
Change in value	338,864
Balance - end of year	<u>\$ 3,275,826</u>

Fair Market Value of Investments in Entities that Use Net Asset Value (NAV)

The following table summarizes investments measured at fair market value based on NAV per share as of April 30, 2026:

Hedge Fund	Fair Market Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Blackstone Partners Offshore Fund - HEBLAA-AK-6	\$3,275,826	No	Semi-annual	100 Days Prior

As of April 30, 2026, there are no reserves for credit risk or round-trip transfer restrictions.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Return Objectives and Risk Parameters

The Board of Directors has resolved that the purpose of the Society's investment portfolio is to generate income to support current and future spending needs. Funds will be invested for total return whereby a relatively stable amount of income is created to meet current needs (including portfolio management fees) while striving for a gradual growth in the portfolio in excess of inflation. Future increased income needs should also be met from additional contributions and other sources, rather than putting undue pressure on the investment portfolio for an unreasonably high current income return.

Strategies Employed for Achieving Objectives

The Board of Directors employs an investment advisor who works with the Society to develop and implement an investment strategy that encompasses and accommodates both current operating and long-term financial requirements. The Board of Directors and the investment manager have established strategic asset allocation ranges for the main asset classes of investment (Equity, Fixed Income, Cash and Alternative Investments). The strategy also factors in the additional liquidity requirements as well as consensus forecasts for future inflation.

In investing to meet these goals, the investment manager will have the latitude to determine the sub-asset investment classes as well as the relative contribution in yield and principal growth, taking into consideration market conditions. Performance is measured on a monthly, quarterly and annual basis utilizing a composite benchmark that is custom-built to match the sub-asset classes chosen by the manager during the measurement period.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Board of Directors has resolved that 5% of the market value of the portfolio, less any donor/fund restrictions to the contrary, be made available for the operating expenses of the coming fiscal year. In order to minimize the effects of point-in-time market fluctuations, a three year rolling average of the fair market value of the portfolio as of each December 31 is utilized. Periodically the Society's management and Board of Directors assess the needs of the Society and will use accumulated appreciation in excess of targeted amounts. In the fiscal year ended April 30, 2026 the Society drew down an additional amount above the target set by the Board of Directors from the market value of the portfolio of \$50,209 or .59%.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

NOTE 6 – NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restrictions are restricted for the following purpose or periods at April 30, 2026:

Subject to expenditure for specified purpose:	
For activities of the organization	<u>\$10,172,205</u> <u>10,172,205</u>
Endowments:	
Subject to endowment spending policy and appropriation:	
Investment for support of sanctuaries	<u>4,478,992</u> <u>4,478,992</u>
Beneficial interest in perpetual trust	22,911,494
Land, buildings and equipment	<u>17,311,268</u>
Total net assets with donor restrictions	<u>\$54,873,959</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended April 30, 2026.

Satisfaction of purpose restrictions:	
For activities of the organization	\$589,882
Endowments:	
Subject to endowment spending policy and appropriation:	
Investment for support of sanctuaries	215,213
Perpetual in nature:	
Beneficial Interest in perpetual trust	<u>670,973</u>
	<u>\$1,476,068</u>

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

NOTE 7 - LAND, BUILDINGS AND EQUIPMENT

Land, building and equipment consisted of the following at April 30, 2026:

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Land	\$ 3,313,356	\$ 17,140,601	\$ 20,453,957
Land improvements	445,666	-	445,666
Buildings and improvements	15,731,979	2,500	15,734,479
Construction in progress	403,031	-	403,031
Collections and exhibits	202,664	108,817	311,481
Furniture and fixtures	208,439	-	208,439
Program technology and office equipment	670,168	-	670,168
Vehicles	268,803	59,350	328,153
Gross land, buildings and equipment	<u>21,244,106</u>	<u>17,311,268</u>	<u>38,555,374</u>
Less: accumulated depreciation	<u>(7,421,168)</u>	<u>-</u>	<u>(7,421,168)</u>
Net land, buildings and equipment	<u>\$ 13,822,938</u>	<u>\$ 17,311,268</u>	<u>\$ 31,134,206</u>

Land donated with donor restriction deed is limited to sanctuary use. Depreciation expense for the year was \$406,592.

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

NOTE 8 - LEASE COMMITMENTS

The Society has finance leases for equipment. The leases have remaining lease terms of less than 1 year to 2 years. As of April 30, 2026 assets recorded under finance leases were \$65,321 and accumulated depreciation associated with finance leases was \$53,582.

Lease obligations, at April 30, 2026 consisted of the following:

Finance lease in 60 monthly installments of \$1,048 on office equipment, maturing in November 2026	\$ 6,510
Finance lease in 39 monthly installments of \$285 on office equipment, maturing in August 2027	<u>4,965</u>
Total	<u><u>\$ 11,475</u></u>

The components of lease expense were as follows:

Year Ended April 30,

Short-term lease exemption	<u>\$ 2,632</u>
Finance lease costs	
Depreciation of finance right-of-use assets	15,820
Interest on finance lease liabilities	<u>1,079</u>
Total Finance lease costs	<u>16,899</u>
Total lease cost	<u><u>\$ 19,531</u></u>

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Other information related to leases was as follows:

Weighted Average Remaining Lease Term

Finance Leases	.97 years
----------------	-----------

Weighted Average Discount Rate

Finance Leases	5.50%
----------------	-------

Future minimum lease payments under non-cancellable leases as of April 30, 2026 were as follows:

		<u>Finance Leases</u>	
2027	\$	9,856	
2028		1,710	
2029		-	
2030		-	
2031		-	
Thereafter		-	
Total future minimum lease payments:		11,566	
Less imputed interest:		(91)	
Total:	\$	11,475	

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

Operating lessor agreements included in other income are summarized as follows:

Description	Term Start	Term End	Option to Terminate	2026 Revenue
220 Day Road House Bafflin Sanctuary		Month to Month	n/a	\$ 14,900
125 Town Farm Rd	6/1/2019	5/31/2026	Yes	7,127
Pratt Farm	6/1/2026	6/30/2031		
1 Milford Point RD Upstairs Apt		Month to Month	n/a	9,250
314 Unquowa	9/1/2022	6/30/2026	No	14,497
Nursery/Day Care Space	9/1/2026	6/30/2027		
314 Unquowa Parking Space Rental		Month to Month	n/a	2,750
Day Rd Land Rental		Month to Month	n/a	7,143
Land Rental				<u>\$ 55,667</u>

The 125 Town Farm Rd Pratt Farm lease contains variable lease payments from \$500 to \$740 per month, while the Society charges 82 Bosworth Rd. \$20 per number of acres open and 314 Unquowa's space is rented based on headcount. None of the leases contain options for the lessee to purchase.

Properties are leased to offset operating costs of the Society which has no intention of disposing of properties and in most cases cannot dispose of them. In some cases tenants watch the property or perform services on the properties which protects them. Lease payments are evaluated upon renewal to adjust for operating costs. The Society insures all properties of the Society.

CONNECTICUT AUDUBON SOCIETY, INC.

Notes to Financial Statements

April 30, 2026

(See Report of Independent Auditor)

As of April 30, 2026 assets owned under operating lessor leases were \$4,528,843 and accumulated depreciation associated with operating leases was \$1,567,148.

Total future minimum lease payments to be received under non-cancelable leases at April 30, 2026 are as follows:

<u>Operating Leases</u>	
2027	\$ 10,848
2028	7,985
2029	8,273
2030	8,571
2031	8,879
Thereafter	-
Total	<u>\$ 44,556</u>

NOTE 9 - 403(B) PLAN

The Society has a 403(B) plan, which covers substantially all full-time employees; 5% plus match of employee contributions up to 1% of the employee's salary. Employer contributions to the plan for the year ended April 30, 2026 was \$108,546.

NOTE 10 – CONTRIBUTED NONFINANCIAL ASSETS

For the year ended April 30, 2026 contributed nonfinancial assets recognized within the statement of activities included:

	<u>Revenue Recognized</u>	<u>Utilization in Program/Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques and Inputs</u>
Office Rental	\$ 5,382	EcoTravel	No associated donor restrictions	Market rate of rent based on neighboring tenant rental on a square footage basis less utilities paid by CAS for non-CAS space.
Collections and Exhibits	2,500	Coastal Center and Birdcraft Museum	Donor restrictions on transfer or sale	Independent appraisal
Goods and Services	78,442	Various Programs	No associated donor restrictions	Goods are estimates of wholesale values that would be received for selling similar products in the United States. Services are valued at the estimated fair value based on current rates for similar services.
Total	<u>\$ 86,324</u>			

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

The Society received approximately fifteen thousand hours of donated services during the year to support the Society's programs and supporting services. Volunteers provide essential services that the Society might otherwise be unable to afford. The volunteers contributed their services to the Society by maintaining sanctuaries, cleaning cages and feeding animals in the nature centers, providing guided tours through sanctuaries and providing administrative assistance. The value of these services has not been included in the financial statements because they do not meet the requirements for recording.

NOTE 11- RISK CONCENTRATION

The Society receives the majority of its public support from foundation and individual donors located in communities within Connecticut.

NOTE 12- RESTRICTED CASH AND CASH EQUIVALENTS

The Society holds \$5,693,912 of current and non-current restricted cash and cash equivalents at April 30, 2026. These balances are made up of cash and money market accounts restricted to the Deer Pond Farm, certain other restricted reserves, and the Society's donor-restricted endowment.

NOTE 13- RELATED PARTIES

The Society leases a property to an employee for \$1 per year in perpetuity in exchange for caretaking services. The fair market value of the property rent is \$30,000 annually which is included in revenue and expense for contributions of non-financial assets. Additionally, the Society received \$955 in pro bono legal services from a board member.

NOTE 14 – REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers for the year ended April 30, 2026 consists of the following:

Educational Programs	\$ 691,260
EcoTravel Programs	845,298
Total	<u>\$ 1,536,558</u>

Contract liabilities as of April 30, 2026 was \$570,642.

The following provides information about significant changes in Contract liabilities for the year ended April 30, 2026:

Deferred revenue, beginning of year	\$ 352,359
Revenue recognized that was included in deferred revenue at beginning of year	(829,335)
Increase in deferred revenue due to cash received during year	<u>1,047,618</u>
Deferred revenue, end of year	<u>\$ 570,642</u>

CONNECTICUT AUDUBON SOCIETY, INC.
Notes to Financial Statements
April 30, 2026
(See Report of Independent Auditor)

NOTE 15 – SUBSEQUENT EVENTS

In accordance with FASB Accounting Standards Codification 855, Subsequent Events, the Society has evaluated subsequent events to the Statement of Financial Position date of April 30, 2026 through September 21, 2026, which is the date the financial statements were available to be issued. Management has determined that there are no subsequent events that warrant disclosure.