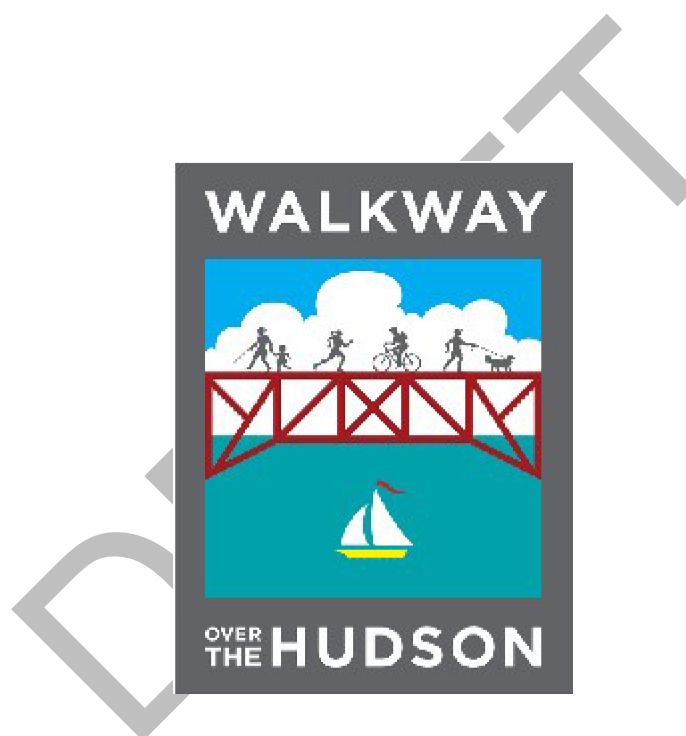


FINANCIAL REPORT  
Audited  
**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**  
December 31, 2020

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*Audited for:*

Board of Directors  
The Poughkeepsie-Highland Railroad Bridge Co., Inc. D/B/A Walkway Over the Hudson



*Audited by:*  
RBT CPAs, LLP  
11 Racquet Road  
Newburgh, NY 12550  
(845)567-9000

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**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
The Poughkeepsie-Highland Railroad Bridge Co., Inc. D/B/A  
Walkway Over the Hudson  
PO Box 889  
Poughkeepsie, NY 12602

### Report on the Financial Statements

We have audited the accompanying financial statements of The Poughkeepsie-Highland Railroad Bridge Co., Inc. D/B/A Walkway Over the Hudson (the "Organization") which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Poughkeepsie-Highland Railroad Bridge Co., Inc. D/B/A Walkway Over the Hudson as of December 31, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 16 to the financial statements, the spread of the global pandemic, coronavirus disease (COVID-19), subsequent to year end has created economic uncertainty.

Newburgh, NY  
September 13, 2021

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**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

**STATEMENTS OF FINANCIAL POSITION**

<b>As of December 31</b>	<b>2020</b>	<b>2019</b>
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents (Note 3)	\$ 299,615	\$ 324,185
State and Municipal Grants Receivable (Note 4)	144,994	197,013
Contributions Receivable - Current	-	50,000
Accounts Receivable	11,786	12,798
Inventory	16,211	10,207
Prepaid Expenses	681	1,168
<b>Total Current Assets</b>	<b>473,287</b>	<b>595,371</b>
Fixed Assets:		
Furniture and Fixtures	44,073	41,691
Less: Accumulated Depreciation	37,883	33,751
<b>Total Net Fixed Assets</b>	<b>6,190</b>	<b>7,940</b>
Other Assets:		
Other Investments (Note 8)	387,771	366,772
<b>Total Other Assets</b>	<b>387,771</b>	<b>366,772</b>
<b>Total Assets</b>	<b>\$ 867,248</b>	<b>\$ 970,083</b>
<b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities:		
Short-Term Borrowing (Note 5)	\$ 75,063	\$ 100,000
Accounts Payable and Accrued Expenses (Note 6)	77,627	42,520
Deferred Revenue	106,327	110,000
<b>Total Current Liabilities</b>	<b>259,017</b>	<b>252,520</b>
Net Assets:		
Without Donor Restrictions	608,231	717,563
<b>Total Net Assets</b>	<b>608,231</b>	<b>717,563</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 867,248</b>	<b>\$ 970,083</b>

*See Notes to Financial Statements.*

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

**STATEMENT OF ACTIVITIES**

<b>For the Year Ended December 31, 2020</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Revenue, Gains and Other Support:			
Support:			
State and Municipal Grants	\$ 9,600	\$ -	\$ 9,600
Contributions	513,578	43,251	556,829
In-Kind Contributions (Note 11)	40,697	-	40,697
Special Events Income	128,549	-	128,549
Revenue:			
Merchandise Sales and Other Income	41,605	-	41,605
Interest Income	107	-	107
Net Investment Income	20,999	-	20,999
	<b>755,135</b>	<b>43,251</b>	<b>798,386</b>
Net Assets Released from Restrictions	43,251	(43,251)	-
Total Revenue, Gains and Other Support	<b>798,386</b>	<b>-</b>	<b>798,386</b>
Expenses and Losses:			
Program Services	561,078	-	561,078
Management and General	179,720	-	179,720
Fundraising, Marathon, and Other	166,920	-	166,920
Total Expenses and Losses	<b>907,718</b>	<b>-</b>	<b>907,718</b>
Change in Net Assets	<b>(109,332)</b>	<b>-</b>	<b>(109,332)</b>
Net Assets - Beginning	<b>717,563</b>	<b>-</b>	<b>717,563</b>
Net Assets - Ending	<b>\$ 608,231</b>	<b>\$ -</b>	<b>\$ 608,231</b>

*See Notes to Financial Statements.*



**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

**STATEMENT OF ACTIVITIES**

<b>For the Year Ended December 31, 2019</b>	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, Gains and Other Support:			
Support:			
State and Municipal Grants	\$ 39,925	\$ -	\$ 39,925
Contributions	261,834	-	261,834
In-Kind Contributions (Note 11)	70,140	-	70,140
Special Events Income	341,316	-	341,316
Revenue:			
Merchandise Sales and Other Income	45,907	-	45,907
Interest Income	238	-	238
Miscellaneous Income, net	1,100	-	1,100
Net Investment Income	53,469	-	53,469
	813,929	-	813,929
Net Assets Released from Restrictions	675,800	(675,800)	-
<b>Total Revenue, Gains and Other Support</b>	<b>1,489,729</b>	<b>(675,800)</b>	<b>813,929</b>
Expenses and Losses:			
Program Services	824,438	-	824,438
Management and General	182,011	-	182,011
Fundraising, Marathon, and Other	341,990	-	341,990
<b>Total Expenses and Losses</b>	<b>1,348,439</b>	<b>-</b>	<b>1,348,439</b>
Change in Net Assets	141,290	(675,800)	(534,510)
Transfer of Funds/Assets (Note 13)	(31,020)	-	(31,020)
Net Assets - Beginning	607,293	675,800	1,283,093
<b>Net Assets - Ending</b>	<b>\$ 717,563</b>	<b>\$ -</b>	<b>\$ 717,563</b>

*See Notes to Financial Statements.*

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A WALKWAY  
OVER THE HUDSON**

**STATEMENT OF FUNCTIONAL EXPENSES**

<b>For the Year Ended December 31, 2020</b>		<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising, Marathon and Other</b>	<b>Total</b>
Expenses Paid:					
Payroll and Related Expenses	A	\$ 328,964	\$ 119,441	\$ 92,296	\$ 540,701
Professional Fees	A	31,015	5,875	12,310	49,200
Advertising and Promotion	B	5,101	7	2,656	7,764
Bank and Merchant Fees	B	3,262	5,112	2,315	10,689
Bridge and Amenities Expense	B	4,743	166	496	5,405
Office Expenses	B	28,586	16,943	4,926	50,455
Meetings and Travel	B	1,902	835	953	3,690
Rent and Occupancy Expense	A	11,037	30,903	2,208	44,148
Fundraising	C	-	-	9,136	9,136
Ambassador Program	C	595	-	149	744
Special Events	B	29,960	25	18,748	48,733
Special Projects	C	91,653	-	-	91,653
In-Kind Goods and Services (Note 11)	B	20,348	-	20,349	40,697
Website	B	400	-	171	571
Total Expenses before Depreciation		557,566	179,307	166,713	903,586
Depreciation	B	3,512	413	207	4,132
Total Expenses		\$ 561,078	\$ 179,720	\$ 166,920	\$ 907,718

**Method of Allocation:**

- A Estimated Time and Effort
- B Activity Based Allocation
- C Direct Expense

*See Notes to Financial Statements.*

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A WALKWAY  
OVER THE HUDSON**

**STATEMENT OF FUNCTIONAL EXPENSES**

<b>For the Year Ended December 31, 2019</b>		Program Services	Management and General	Fundraising, Marathon, and Other	Total
<b>Expenses Paid:</b>					
Payroll and Related Expenses	<b>A</b>	\$ 330,739	\$ 97,826	\$ 118,562	\$ 547,127
Professional Fees	<b>A</b>	37,486	7,875	15,084	60,445
Advertising and Promotion	<b>B</b>	5,577	194	6,148	11,919
Bank and Merchant Fees	<b>B</b>	14,508	513	4,384	19,405
Bridge and Amenities Expense	<b>C</b>	226,719	50	326	227,095
Office Expenses	<b>B</b>	28,198	16,776	3,931	48,905
Meetings and Travel	<b>B</b>	7,019	8,001	904	15,924
Rent and Occupancy Expense	<b>A</b>	11,756	32,917	2,351	47,024
Bad Debt Expense	<b>C</b>	750	-	-	750
Fundraising	<b>C</b>	22,512	-	8,072	30,584
Ambassador Program	<b>C</b>	7,473	-	-	7,473
Special Events	<b>B</b>	62,729	7,776	117,101	187,606
Special Projects	<b>C</b>	67,566	-	-	67,893
In-Kind Goods and Services (Note 11)	<b>B</b>	(3,415)	9,743	63,812	70,140
Website	<b>A</b>	1,906	-	817	2,723
<b>Total Expenses before Depreciation</b>		<b>821,523</b>	<b>181,671</b>	<b>341,819</b>	<b>1,345,013</b>
<b>Depreciation</b>	<b>B</b>	<b>2,915</b>	<b>340</b>	<b>171</b>	<b>3,426</b>
<b>Total Expenses</b>		<b>\$ 824,438</b>	<b>\$ 182,011</b>	<b>\$ 341,990</b>	<b>\$ 1,348,439</b>

**Method of Allocation:**

- A** Estimated Time and Effort
- B** Activity Based Allocation
- C** Direct Expense

*See Notes to Financial Statements.*

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

**STATEMENTS OF CASH FLOWS**

<b>For the Years Ended December 31</b>	<b>2020</b>	<b>2019</b>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ (109,332)	\$ (534,510)
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided by/(Used in) Operating Activities:		
Depreciation	4,132	3,426
Unrealized (Gain)/Loss on Investments	(15,465)	(48,506)
Non-Cash Income Earned on Investment	(5,534)	(4,963)
Changes in Working Capital:		
(Increase)/Decrease in State and Municipal Grants Receivable	52,019	(32,675)
(Increase)/Decrease in Contributions Receivable	50,000	586,794
(Increase)/Decrease in Accounts Receivable	1,012	1,403
(Increase)/Decrease in Inventory	(6,004)	5,170
(Increase)/Decrease in Prepaid Expenses	487	199
Increase/(Decrease) in Deferred Revenue	(3,673)	110,000
Increase/(Decrease) in Accounts Payable and Accrued Expenses	35,107	7,157
<b>Total Adjustments</b>	<b>112,081</b>	<b>628,005</b>
<b>Net Cash Provided by Operating Activities</b>	<b>2,749</b>	<b>93,495</b>
Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(2,382)	(1,831)
<b>Net Cash Used in Investing Activities</b>	<b>(2,382)</b>	<b>(1,831)</b>
Cash Flows from Financing Activities:		
Proceeds from Line of Credit	3,640	100,000
Payments on Line of Credit	(28,577)	-
Principal Payments on Debt	-	(314,602)
<b>Net Cash Used in Financing Activities</b>	<b>(24,937)</b>	<b>(214,602)</b>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(24,570)</b>	<b>(122,938)</b>
Cash and Cash Equivalents - Beginning	324,185	447,123
Cash and Cash Equivalents - Ending	\$ 299,615	\$ 324,185
Supplemental Disclosures:		
Cash Paid for Interest	\$ 3,983	\$ 8,992
Donated Goods and Supplies	\$ 16,141	\$ 22,377
Donated Professional Services	\$ 24,556	\$ 47,763
Transfer of Assets	\$ -	\$ 31,020
Non-Cash Income Earned on Investments	\$ 5,534	\$ 4,963

Non-Cash Transactions:

During 2019, assets totaling \$31,020 for the West Approach Visitors' Center were transferred to the New York State Office of Parks, Recreation and Historical Preservation for the benefit of the Walkway Over the Hudson State Historic Park.

# THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A

## WALKWAY OVER THE HUDSON

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### NOTES TO FINANCIAL STATEMENTS

#### 1. Nature of Business:

The Poughkeepsie-Highland Railroad Bridge Co., Inc. D/B/A Walkway Over the Hudson (the "Organization"), is a 501(c)(3) not-for-profit organization founded in 1992. The Organization's mission is to enhance the walkway experience, support capital improvements, and deliver innovative programs that attract visitors and contribute to the economic vitality of the Hudson Valley through engaged stewardship.

The Walkway Over the Hudson State Historic Park officially opened to the public on Saturday, October 3, 2009. The park is managed and maintained by the New York State Office of Parks, Recreation and Historic Preservation.

#### 2. Summary of Significant Accounting Policies:

##### Basis of Accounting

The Organization uses the accrual method of accounting which recognizes income when it is earned and expenses as they are incurred.

##### Pervasiveness of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

##### Fair Value of Financial Instruments

The carrying amounts of financial instruments, including cash equivalents and receivables and payables arising in the ordinary course of business, approximate fair value due to the short maturity of these instruments. The carrying amount of long-term debt approximates fair value because the interest rates fluctuate with market interest rates or the fixed rates are based on current rates offered to the Organization for debt with similar terms and maturities.

##### Cash and Cash Equivalents

The Organization considers all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

##### Restricted Assets

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

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

##### Receivables

The Organization provides for bad debts using the reserve method; however, grants, contributions and accounts receivable are already shown at their net realizable value after any necessary write-offs. The allowance for doubtful accounts is based on specifically identified amounts that management believes to be uncollectible. Management has determined that no allowance for doubtful accounts is necessary as of December 31, 2020 and 2019.

##### Contributions Receivable

Unconditional promises to give are reported at net realizable value if, at the time the promise is made, payment is expected to be received in one year or less. Significant unconditional promises that are expected to be collected in more than one year are measured using present value techniques and are reported as contributions receivable on the Statements of Financial Position.

##### Inventory

Inventory consists of a publication detailing the history of the Organization and other sundry items sold for fundraising and is stated at the lower of cost (first-in, first-out method) or net realizable value.

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A**  
**WALKWAY OVER THE HUDSON**

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**2. Summary of Significant Accounting Policies (continued):**

**Fixed Assets**

Fixed assets are stated at cost or, if contributed, at their estimated fair values on the date received. Depreciation is computed principally by the straight-line method over the estimated useful lives of the assets ranging from three to five years. In 2018, the Organization adopted a Capitalization Policy that stipulates all assets greater than \$500 be capitalized except bridge-related amenities, which are capitalized when they exceed a threshold of \$5,000.

**Recent Accounting Standards**

In May 2014, the FASB issued Accounting Standards Update ("ASU") No. 2014-09, "Revenue from Contracts with Customers ("Topic 606)". Topic 606 supersedes the revenue recognition requirements in "Revenue Recognition ("Topic 605")" and requires entities to recognize revenue when control of the promised goods or services is transferred to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The Organization adopted Topic 606 as of January 1, 2019.

**Revenue Recognition**

Unconditional promises to give cash and other assets are reported at fair value at the date the promise is received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. The gifts are reported as either with or without donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

In-kind contributions are recorded at their fair value for services that create or enhance non-financial assets or that require specialized skills and would typically need to be purchased if not provided by donation.

Non-exchange revenue is recognized in the period set forth in the grant or contract. Contribution revenue is recognized in the period received. Point in time sales revenue is recognized when the transaction occurs.

**Customer Types**

The customers for transactions with revenue recognized at a point in time consist of individuals purchasing merchandise.

**Performance Obligations**

A performance obligation is a promise in a contract to transfer a distinct good or service to the customer and is the unit of account in Topic 606. A contract's transaction price is allocated to each distinct performance obligation and recognized as revenue when, or as, the performance obligation is satisfied.

**Transaction Price**

The transaction price of a contract is comprised of the following: (1) fixed cash consideration due from the customer; plus (2) estimated cash variable consideration due from the customer; plus (3) noncash consideration due from the customer; minus (4) estimated cash or noncash consideration payable to the customer; minus (5) contingent amounts, unless no revenue reversal is probable (i.e., constraint); plus or minus (6) any financing component. The Organization's contracts do not include any noncash or financing elements.

Revenue from grants and contracts are set forth in the contract either as a set amount or as a reimbursable grant. For the reimbursable grants, the Organization must first spend the funds and then submit vouchers to the granting agency for reimbursement through grant funds.

**Dissaggregation of Revenue**

For the Year Ended December 31		<b>2020</b>		2019
Non-Exchange Contracts and Contributions	\$	<b>735,675</b>	\$	713,215
Point in Time Sales		<b>41,605</b>		45,907
Other Non-Exchange Income		<b>21,106</b>		54,807
	\$	<b>798,386</b>	\$	813,929

**Advertising Expenses**

Advertising expenses are charged against income as incurred and totaled \$149 and \$2,806 for the years ended December 31, 2020 and 2019, respectively.

**THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A  
WALKWAY OVER THE HUDSON**

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**2. Summary of Significant Accounting Policies (continued):**

**Functional Allocation of Expenses**

The cost of providing the various programs and the supporting services has been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and the supporting services benefited. The methods of allocation are disclosed on the statement of functional expenses.

**Income Taxes**

The Organization files an annual Form 990 as a tax exempt organization under Section 501(c)(3) of the Internal Revenue Code. As such, no Federal or New York State taxes are paid by the Organization. The Organization has been classified as an entity that is not a private foundation within the meaning of Section 509 (a) and qualifies for deductible contributions as provided in Section 170 (b)(1)(A)(vi).

Management evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that would require adjustment to the financial statements in order to comply with the provisions of accounting principles generally accepted in the United States of America. With few exceptions, the Organization is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for fiscal years prior to 2017.

**Concentration of Credit Risk**

The Organization maintains its cash in accounts whose balances may exceed the insurance limits of the Federal Deposit Insurance Corporation at various times throughout the year. The Organization has experienced no losses related to cash balances in excess of federally insured limits.

**Subsequent Events**

The date to which events occurring after December 31, 2020, the date of the most recent statement of financial position, have been evaluated for possible adjustment to the financial statements or disclosure is September 13, 2021, which is the date on which the financial statements were available to be issued.

**Paycheck Protection Program**

The Organization accounts for its PPP (Paycheck Protection Program) Loan under the conditional contribution model in accordance with FASB ASC 958-605. Under this model, the PPP loan is accounted for as a refundable advance until the conditions have been substantially met by the recipient. These conditions, including headcount and qualifying expenses, must be met over a 24 week period. If all conditions are met, the full amount of the PPP loan is fully forgivable. See Note 16.

**3. Cash and Cash Equivalents:**

Cash and cash equivalents consisted of the following:

As of December 31	2020	2019
Checking	\$ 158,050	\$ 185,490
Money Market	129,680	129,573
Cash on Hand (Deposit in Transit)	11,885	9,122
	<b>\$ 299,615</b>	<b>\$ 324,185</b>

Amounts contained in Money Market accounts consist of Board-designated funds of \$129,677 and \$129,570 as of December 31, 2020 and 2019, respectively.

**4. Grants Receivable:**

Grants receivable consisted of the following:

As of December 31	2020	2019
NYS Office of Parks, Recreation and Historic Preservation	\$ 36,681	\$ 189,763
Parks & Trails	-	7,250
Empire State Development	108,313	-
	<b>\$ 144,994</b>	<b>\$ 197,013</b>

# THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A

## WALKWAY OVER THE HUDSON

### 5. Short-Term Borrowing:

A summary of the Organization's short-term borrowing consisted of the following:

	Authorized	Outstanding
As of December 31	<b>2020</b>	
The Organization's line of credit with M&T Bank payable with interest at LIBOR plus 3.00%. (3.19% at December 31, 2020.)	<b>\$ 250,000</b>	<b>\$ 75,063</b>
As of December 31	<b>2019</b>	
The Organization's line of credit with M&T Bank payable with interest at LIBOR plus 3.00%. (4.75% at December 31, 2019.)	<b>\$ 250,000</b>	<b>\$ 100,000</b>

### 6. Accounts Payable and Accrued Expenses:

Accounts payable and accrued expenses consisted of the following:

As of December 31	2020	2019
Accounts Payable	<b>\$ 49,380</b>	\$ 9,487
Accrued Expenses	<b>28,247</b>	33,033
	<b>\$ 77,627</b>	<b>\$ 42,520</b>

### 7. Donor Restricted Funds:

Net assets were released from restrictions by incurring expenses satisfying the restricted purposes specified by the donors as follows:

For the Years ended December 31	2020	2019
Purchase Restrictions	<b>\$ 43,251</b>	\$ -
Time Restrictions	-	130,000
Debt Payments	-	545,800
	<b>\$ 43,251</b>	<b>\$ 675,800</b>

### 8. Board-Designated Endowment Fund:

The Organization's endowment consists of funds held in a money market account designated by the Board of Directors and funds held by Community Foundation of the Hudson Valley to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. Since the funds are Board-Designated, not donor restricted, the Board may vote to utilize the endowment at any time.

### Return Objectives and Risk Parameters

The Organization has annual net income from the Fund after paying administrative fees to the Community Foundation. The funds are invested 70% in equity and 30% in fixed income investments.



# THE POUGHKEEPSIE-HIGHLAND RAILROAD BRIDGE CO., INC. D/B/A

## WALKWAY OVER THE HUDSON

### 8. Board Designated Endowment Fund (continued):

Endowment Net Asset Composition by Type of Fund :

As of December 31:	2020	2019
Board-Designated Endowment Funds:		
Money Market	\$ 129,677	\$ 129,570
Community Foundation	387,771	366,772
<b>Board-Designated Endowment Funds, End of Year</b>	<b>\$ 517,448</b>	<b>\$ 496,342</b>

Changes in Endowment Net Assets consisted of the following:

As of December 31:	2020	2019
Endowment Net Assets, Beginning of Year	\$ 496,342	\$ 575,635
Investment Return:		
Investment Income	9,421	8,325
Interest Income	107	238
Unrealized Gain/(Loss) on Investment	15,465	48,506
Investment Fees	(3,887)	(3,362)
Transfers to Undesignated	-	(133,000)
<b>Endowment Net Assets, End of Year</b>	<b>\$ 517,448</b>	<b>\$ 496,342</b>

### 9. Liquidity and Availability of Financial Assets:

The following reflects the Organization's financial assets as of December 31, 2020 and 2019, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	2020	2019
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 299,615	\$ 324,185
State and Municipal Grant Receivables	144,994	197,013
Contributions Receivable	-	50,000
Accounts Receivable	11,786	12,798
Investments	387,771	366,772
<b>Total Financial Assets at Year-End</b>	<b>844,166</b>	<b>950,768</b>
Less Those Unavailable for General Expenditures Within One Year:	-	-
<b>Financial Assets Available to Meet Cash Needs for General Expenditure Within One Year</b>	<b>\$ 844,166</b>	<b>\$ 950,768</b>

As part of the Organization's liquidity management, it invests cash in excess of operational requirements in a Board-designated endowment at the Community Foundation and an interest bearing money market fund. Since these amounts are board-designated, not donor restricted, they are considered available to meet the Organization's cash needs. The Organization also has an interest earning money market fund that is a liquid asset for the board to be able to cover operational expenses. In addition to the above amounts, the Organization has a loan commitment from M&T Bank for improvements on the Walkway and a \$250,000 line of credit that can be drawn upon to cover operational expenses. During 2020, \$3,640 of this line of credit was drawn down to help cover expenses and the outstanding balance was \$75,063 as of December 31, 2020.

### 10. Current Vulnerability Due to Certain Concentrations:

The Organization receives a substantial amount of its support from a local private foundation and state and local governments. A significant reduction in the level of this support, if it were to occur, could have an effect on the Organization's programs and activities.

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**11. In-Kind Contributions:**

In-kind contributions consisted of the following:

For the Years Ended December 31	2020	2019
Donated Professional Services	\$ 24,556	\$ 47,763
Donated Goods and Supplies	16,141	22,377
	<b>\$ 40,697</b>	<b>\$ 70,140</b>

**12. Leases:**

The Organization rented office space at 80 Washington Street, Poughkeepsie, New York on a month to month basis with a monthly payment of \$3,280 through June 2018, then \$3,362 through June 2019. The lease was modified and extended on June 2019 for an additional two years. The monthly rent payment was \$3,667 through December 2019 and increased to \$3,758 in July of 2020.

The Organization entered into a copier lease in May 2019 for 63 months with a monthly payment of \$435.

Future commitments under these operating leases are due as follows:

2021	\$ 27,769
2022	5,220
2023	5,220
2024	3,045
<b>Total</b>	<b>\$ 41,254</b>

The rent expense amounted to \$48,655 and \$45,655 for the years ended December 31, 2020 and 2019, respectively.

**13. Poughkeepsie-Highland Railroad Bridge:**

During the years ended December 31, 2020, and 2019, the Organization assigned its interest in grants originally awarded to the Organization totaling \$- and \$31,020, respectively, to the New York State Office of Parks, Recreation and Historical Preservation ("NYSOPRHP") for the benefit of the Walkway Over the Hudson State Historic Park. As a result, the grants were paid directly to the NYSOPRHP rather than the Organization.

**14. Paycheck Protection Program:**

During April 2020, the Organization received \$108,885 under the CARES Act in response to the economic impact of the COVID-19 global pandemic. The Home's 24-week period was from April 24, 2020 to October 8, 2020. The Organization believed it had substantially met all forgiveness criteria at year end recognized the entire loan as contribution revenue for the year ended December 31, 2020.

Subsequent to year end, on February 20, 2021, the Organization received forgiveness of the \$108,885 loan.

**15. New Accounting Standard:**

**Leases**

FASB Accounting Standards Update No. 2016-02, Leases is effective, and will be adopted by the Organization, for calendar year 2022. The new standard establishes two categories of leases – operating and financing – and requires lessees to recognize a right-of-use asset and a liability for all leases in both categories. Implementation of the standard will require certain retrospective adjustments at the time of application. Management is currently evaluating the impact of this standard on its financial reporting.

**Contributed Nonfinancial Assets**

FASB Accounting Standards Update No. 2020-07, Not-For-Profit Entities, is effective for fiscal years beginning after June 15, 2021. The new standard establishes a separate line on the Statement of Activities for contributed nonfinancial assets ("CNFA"), also known as gifts in kind, separate from contributions of cash and other financial assets. The standard also requires the categorization of CNFA and disclosures as to the monetization, utilization and valuation. The standard will be adopted by the organization and applied retrospectively.

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### **16. Uncertainty:**

Beginning in March 2020, local, U.S., and world governments encouraged self-isolation to curtail the spread of the global pandemic, coronavirus disease (COVID-19), by mandating temporary work stoppage in many sectors and imposing limitations on travel and size and duration of group meetings. Most industries experienced disruption to business operations and the impact of reduced consumer spending. There is unprecedented uncertainty surrounding the duration of the pandemic and its long-term economic ramifications. Accordingly, while management cannot quantify the financial and other impacts to the Organization as of September 13, 2021, management believes that a material impact on the Organization's financial position and results of future operations is reasonably possible.

### **17. Subsequent Events:**

Subsequent to year end, the Organization received a second round of Paycheck Protection Program funding in March of 2021 in the amount of \$103,362.

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