

OUTWARD BOUND INTERNATIONAL, INC.

Audited Financial Statements

December 31, 2021 and 2020

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OUTWARD BOUND INTERNATIONAL, INC.
Statements of Financial Position
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$671,534	\$717,359
Prepaid expenses	-	5,163
Receivables from OBI Centers, net of provision for bad debts of \$-0- for 2021 and \$68,000 for 2020	<u>111,000</u>	<u>156,731</u>
Total current assets	782,534	879,253
Property and equipment	5,869	5,869
Accumulated depreciation	<u>(5,869)</u>	<u>(4,473)</u>
Property and equipment	-0-	1,396
Total Assets	<u>\$782,534</u>	<u>\$880,649</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	<u>\$ 81,957</u>	<u>\$ 46,168</u>
Total current liabilities	81,957	46,168
Net Assets:		
Net assets - unrestricted	<u>700,578</u>	<u>834,481</u>
Total net assets	700,578	834,481
Total Liabilities and Net Assets	<u>\$782,534</u>	<u>\$880,649</u>

The accompanying notes are an integral part of the financial statements.

OUTWARD BOUND INTERNATIONAL, INC.
Statements of Activities
For the Years Ended December 31, 2021 & 2020

	<u>2021</u>	<u>2020</u>
REVENUE AND SUPPORT:		
Fees from Centers	\$312,460	\$381,296
Contributions	252,115	1,279
Program Review	<u>-</u>	<u>11,573</u>
Total Revenue and Support	564,575	465,056
OPERATING EXPENSES:		
Awards	222	2,842
Bad debts	160,911	62,732
Bank charges	4,472	3,598
Depreciation	1,395	1,174
Insurance	16,876	14,291
Legal & professional	31,275	51,070
Office supplies and miscellaneous	535	1,317
Personnel	466,421	284,582
Printing and publications	3,122	38,179
Telephone and internet	8,375	1,542
Travel	<u>4,934</u>	<u>29,807</u>
Total Operating Expenses	698,538	491,134
Operating loss	(133,963)	(26,078)
OTHER INCOME:		
Interest income	<u>60</u>	<u>719</u>
Total other income	60	719
Decrease in net assets	<u>\$ (133,903)</u>	<u>\$ (25,359)</u>
Net assets- beginning of year	\$834,481	\$859,840
Decrease in net assets	<u>(133,903)</u>	<u>(25,359)</u>
Net assets- end of year	<u>\$700,578</u>	<u>\$834,481</u>

The accompanying notes are an integral part of the financial statements

OUTWARD BOUND INTERNATIONAL, INC.
Statements of Cash Flows
Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Decrease in net assets	\$(133,903)	\$ (25,359)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	1,396	1,174
(Increase) decrease in:		
Prepaid expenses	5,163	109
Accounts receivable	45,731	(64,134)
Increase (decrease) in:		
Accounts payable	<u>35,789</u>	<u>31,086</u>
Cash flows used by operations	(45,824)	(57,124)
Decrease in cash and cash equivalents	<u>\$(45,824)</u>	<u>\$(57,124)</u>
Cash and cash equivalents at beginning of year	\$717,358	\$774,482
Decrease in cash and cash equivalents	<u>(45,824)</u>	<u>(57,124)</u>
Cash and cash equivalents at end of year	<u>\$671,534</u>	<u>\$717,358</u>

The accompanying notes are an integral part of the financial statements.

OUTWARD BOUND INTERNATIONAL, INC.
Notes to Financial Statements
December 31, 2021 and 2020

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

- A. **Organization and Activities** - Outward Bound International, Inc. (hereafter referred to as the Organization) was organized as a not-for-profit corporation in the state of New York on February 23, 2001. The Organization is exempt from U.S. federal income taxes in accordance with the provisions of Section 501(c) (3) of the Internal Revenue Code. The purpose of Outward Bound International is to provide coordination, support and leadership to Outward Bound programs worldwide that deliver experiential programs for outdoor adventure to stimulate personal development and generate understanding between people.
- During the year 2013 the Board of Directors created a Canadian not-for-profit entity, effective January 1, 2014 and was closed during the year 2020. The Canadian entity operates with the same charitable purpose and the same Board of Directors. These financial statements include the activities and position of both the U.S. and Canadian entities and are stated in U.S. dollars.
- B. **Basis of Accounting** - The Organization's financial statements are prepared using the accrual basis of accounting as required under generally accepted accounting principles for non-profit organizations in the United States of America.
- C. **Cash and Cash Equivalents** - The Organization's cash consists of cash on deposit with banks. Cash equivalents represent money market funds and considers all unrestricted liquid investments with original maturities of three months or less to be cash equivalents.
- D. **Property and Equipment** - Property and equipment are stated on the basis of cost. Depreciation is computed on the straight-line method over the estimated useful life of the related asset. Repairs and maintenance are expensed when incurred and purchases with a cost in excess of \$2,000 are capitalized.
- E. **Fees from Centers** - Fees are based upon a percentage of revenues from each center and paid on an annual basis for the calendar year.
- F. **Operating Expenses** - Due to the size and nature of the Organization, approximately 83% of the operations are program related and 17% are administrative. As of December 31, 2021 and 2020, approximately \$407,641 and \$358,715 of the expenses are program related and approximately \$407,641 and \$358,715 were administrative, respectively.
- G. **Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions that affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.
- H. **Concentration of Credit Risk** - The Organization maintains cash in bank deposit accounts which exceed federally insured limits and has not experienced losses in such accounts and believes it is not exposed to material credit risk on its cash and cash equivalents. **(continued)**

OUTWARD BOUND INTERNATIONAL, INC.

Notes to Financial Statements

December 31, 2021 and 2020

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

H. *Concentration of Credit Risk (continued)*

Financial instruments that potentially subject the Organization to concentration of credit risk consist primarily of accounts receivable. In the normal course of activities, the Organization records receivables and promises of support and performs ongoing evaluations of its ability to collect receivables. Management has recognized all significant uncollectible receivables as bad debt and believes it is not exposed to any further significant credit risk.

- I. *Investments*** - The Directors of the Organization have chosen not to invest funds into instruments that carry the risk of loss. Accordingly, cash is maintained in interest bearing savings and no fair market valuations are required.

NOTE 2 – Cash and investments are carried at cost plus accrued interest and consist of the following short-term holdings:

	<u>2021</u>	<u>2020</u>
Deposits-Insured (FDIC)	\$250,000	\$ 250,000
Deposits-Uninsured (FDIC)	<u>467,359</u>	<u>467,359</u>
Total cash	<u>\$ 671,34</u>	<u>\$717,359</u>

NOTE 2 - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events from the date of the statement of financial position through March 23, 2022 and has determined that there are no subsequent events to disclose.