

**GREENWICH HISTORICAL SOCIETY, INC.**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**Year Ended June 30, 2018**

**GREENWICH HISTORICAL SOCIETY, INC.**

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**Year Ended June 30, 2018**

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees of  
Greenwich Historical Society, Inc.

We have audited the accompanying financial statements of Greenwich Historical Society, Inc. (a not-for-profit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities and cash flows for the year 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 audit. We conducted our audit 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 of 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 entity'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 entity'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

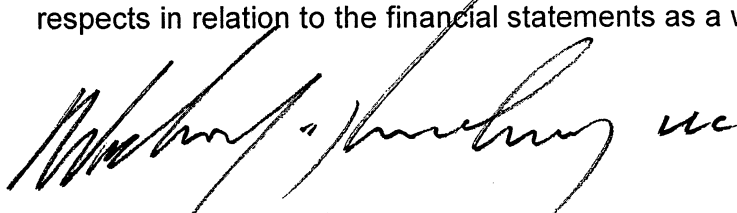
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greenwich Historical Society, Inc. as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Report on Summarized Comparative Information

We have previously audited the Greenwich Historical Society, Inc.'s June 30, 2017 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 19, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

## Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 14 - 16 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink, appearing to read "Walter J. McKee", followed by three wavy lines indicating a flourish or the end of the signature.

Walter J. McKee & Company, LLC  
Greenwich, Connecticut  
January 21, 2019

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**As of June 30, 2018**  
**(With Comparative Totals as of June 30, 2017)**

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
<b><u>ASSETS</u></b>		
Current Assets		
Cash and cash equivalents - unrestricted	\$ 443,080	\$ 1,458,015
Short-term investments (Note 2)	376,882	2,301,963
Pledges receivable	40,961	51,571
Inventories	9,407	3,820
Prepaid expenses	30,198	17,678
Total Current Assets	<u>900,528</u>	<u>3,833,047</u>
Property, Equipment and Furnishings		
Buildings and land	2,230,695	2,229,520
Equipment and furnishings	769,376	766,414
Less: accumulated depreciation	<u>(1,315,824)</u>	<u>(1,263,518)</u>
Net Property, Equipment and Furnishings	<u>1,684,247</u>	<u>1,732,416</u>
Other Assets		
Construction in Progress	8,814,008	2,118,591
Investments (Note 2)	5,957,610	5,692,117
Historic land, buildings, furniture and collections	<u>4,944,572</u>	<u>4,944,572</u>
Total Other Assets	<u>19,716,190</u>	<u>12,755,280</u>
Total Assets	<u><u>\$ 22,300,965</u></u>	<u><u>\$ 18,320,743</u></u>
<b><u>LIABILITIES AND NET ASSETS</u></b>		
Current Liabilities		
Accounts payable	\$ 380,879	\$ 379,791
Total Liabilities	<u>380,879</u>	<u>379,791</u>
Net Assets		
Unrestricted	15,534,618	8,774,986
Unrestricted, Board designated (Note 5)	655,528	695,503
Temporarily Restricted (Note 6)	1,557,713	4,535,305
Permanently Restricted (Note 7)	<u>4,172,228</u>	<u>3,935,158</u>
Total Net Assets	<u>21,920,086</u>	<u>17,940,952</u>
Total Liabilities and Net Assets	<u><u>\$ 22,300,965</u></u>	<u><u>\$ 18,320,743</u></u>

See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2018

(With Comparative Totals For the Year Ended June 30, 2017)

	OPERATING	UNRESTRICTED			TOTAL	TEMPORARILY PERMANENTLY		TOTAL
		RESERVE	BOARD DESIGNATED	Maintenance Van der Stricht		RESTRICTED	RESTRICTED	
Revenue and Support								
Contributions	\$ 472,332	\$ -	\$ -	\$ -	\$ 472,332	\$ 4,304,975	\$ 135,000	\$ 4,912,307
Memberships	30,280				30,280			30,280
Grants	1,401				1,401	20,525		21,926
Investment return (Note 2)	63,819				63,819	338,943		402,762
Program service fees	64,871				64,871			64,871
Special events revenue	393,774				393,774	70,893		464,667
less: costs of direct benefits to donors	(175,939)				(175,939)	(53,205)		(229,144)
Publications sales	3,514				3,514			3,514
Rental income	43,297				43,297			43,297
Other income	4,656				4,656	2,940		7,596
Net assets released from restrictions - Operating								
restrictions satisfied by purpose	903,977		(2,325)	(36,475)	865,177	(865,177)		-
Total Revenue and Support	1,805,982	-	(2,325)	(36,475)	1,767,182	3,819,895	135,000	5,722,077
Expenses								
Program	1,375,190				1,375,190			1,375,190
Support	97,867				97,867			97,867
Development	121,967				121,967			121,967
Total Functional Expenses	1,595,024				1,595,024			1,595,024
Fundraising - Capital Campaign	147,918				147,918			147,918
Total Expenses	1,742,942	-	-	-	1,742,942	-	-	1,742,942
Change in Net Assets - Operating	63,040	-	(2,325)	(36,475)	24,240	3,819,895	135,000	3,979,134
Net assets released from restrictions - Capital								
restrictions satisfied by purpose	6,696,592			(1,175)	6,695,417	(6,695,417)		-
Change in Net Assets	6,759,632	-	(2,325)	(37,650)	6,719,657	(2,875,522)	135,000	3,979,134
Donor reclassification of fund (Note 9)						(102,070)	102,070	-
Net Assets - Beginning of Year	8,774,986	375,000	130,880	189,623	9,470,489	4,535,305	3,935,158	17,940,952
Net Assets - End of Year	\$ 15,534,618	\$ 375,000	\$ 128,555	\$ 151,973	\$ 16,190,146	\$ 1,557,713	\$ 4,172,228	\$ 21,920,086

See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC.**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended June 30, 2018**  
**(With Comparative Totals For the Year Ended June 30, 2017)**

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Cash flows from operating activities:		
Change in net assets	<u>\$ 3,979,134</u>	<u>\$ 3,584,794</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	52,306	53,948
Unrealized loss (gain) on investments	168,501	(340,604)
Realized (gain) on investments	(297,830)	(2,038)
Decrease in pledges receivable	10,610	355,215
(Increase) Decrease in inventories	(5,587)	1,688
Increase in prepaid expenses	(12,520)	(10,266)
Increase in accounts payable	<u>1,088</u>	<u>263,991</u>
Total adjustments	<u>(83,436)</u>	<u>321,934</u>
Net cash provided by operating activities	<u>3,895,698</u>	<u>3,906,728</u>
Cash flows from investing activities:		
Proceeds from sale/maturity of investments	5,509,345	1,388,690
Purchase of investments	(3,720,423)	(2,751,168)
Historic expenditures	-	(299,432)
Construction in progress	<u>(6,699,554)</u>	<u>(1,360,285)</u>
Net cash used by investing activities	<u>(4,910,633)</u>	<u>(3,022,195)</u>
Net (decrease) increase in cash and cash equivalents	(1,014,935)	884,533
Cash and cash equivalents - beginning of year	<u>1,458,015</u>	<u>573,482</u>
Cash and cash equivalents - end of year	<u><u>\$ 443,080</u></u>	<u><u>\$ 1,458,015</u></u>

See accompanying notes to financial statements.

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2018**

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

**NATURE OF ACTIVITIES**

Greenwich Historical Society, Inc. (the "Historical Society") was organized in 1931 as a not-for-profit organization to preserve and interpret Greenwich history to strengthen the community's connection to our past, to each other and to our future.

**BASIS OF ACCOUNTING**

The financial statements of the Historical Society have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and all other liabilities.

**BASIS OF PRESENTATION**

Financial statement presentation requires the Historical Society to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets; temporarily restricted net assets; and permanently restricted net assets.

**USE 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 could differ from those estimates.

**REVENUE RECOGNITION**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted support is reported in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**CASH AND CASH EQUIVALENTS**

For purposes of the statement of cash flows, the Historical Society considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**INVENTORIES**

Inventories are stated at the lower of cost or market determined by the first-in, first-out method.

**INVESTMENTS**

Investments are recorded at fair market value. See Note 2 for a discussion of fair value measurements. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are satisfied (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2018**

**(Continued)**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

HISTORIC LAND, BUILDINGS, FURNITURE, AND COLLECTIONS

The Historical Society capitalizes certain assets that were acquired as items of historic importance. Accessions are capitalized at cost if purchased and at fair value at date of accession if received by donation. Gains and losses on deaccessions of donated historic items are recorded based on the presence or absence of donor restrictions placed on items at the date of donation. Historic assets are not subject to depreciation.

PROPERTY, EQUIPMENT, AND FURNISHINGS

Depreciable assets are recorded at cost and depreciation is calculated using the straight line method taken over their useful lives. Building and improvements are depreciated over 27.5 years and equipment and furnishings are depreciated over 5 to 10 years.

The expenditures for repairs and maintenance are charged to expense; renewals and betterments are capitalized. The cost of assets disposed or retired is eliminated from the related asset and accumulated depreciation accounts and any gains or losses are reflected in activities for the period.

DONATED ASSETS AND SERVICES

All assets donated to the Historical Society are valued at fair market value upon the date of receipt. Donated services have not been reflected in the financial statements since no objective basis is available to measure the value of such services. However, volunteers donate significant amounts of their time to the Historical Society.

EXPENSE ALLOCATION

Expenses are charged to programs and other supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Historical Society.

INCOME TAX STATUS

The Historical Society is a "not-for-profit" organization as described in Section 509(a)(1) and 170(b)(1)(A)(vi) of the Internal Revenue Code and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Historical Society accounts for uncertainty in income tax positions in the financial statements by applying a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. Management has analyzed the tax positions taken and has concluded that as of June 30, 2018, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Historical Society is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Federal information returns are subject to examination for a period of three years from the filing date of the return; fiscal years ending June 30, 2015 – June 30, 2017 remain open.

COMPENSATED ABSENCES

Employees of the Historical Society are entitled to paid vacation, paid sick days, and personal days off depending on job classification, length of service, and other factors. It is impractical to estimate the amount of compensation for future absences and, accordingly, no liability has been recorded in the accompanying financial statements. The Historical Society's policy is to recognize the costs of compensated absences when actually paid to employees.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2018**  
**(Continued)**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

COMPARATIVE FINANCIAL INFORMATION

The financial statements include 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, such information should be read in conjunction with the Historical Society's financial statements for the year ended June 30, 2017, from which the summarized information was derived.

NOTE 2. INVESTMENTS

The Historical Society's investments are reported at fair value in the accompanying statement of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Historical Society believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Fair value measurements at reporting date using:

<u>June 30, 2018</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates of deposit	\$ 376,882	\$ 376,882	\$ -	\$ -
Total short-term investments	<u>\$ 376,882</u>	<u>\$ 376,882</u>	<u>\$ -</u>	<u>\$ -</u>
Mutual funds	\$ 5,957,610	\$ -	\$ -	\$ 5,957,610
Total long-term investments	<u>\$ 5,957,610</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,957,610</u>

The fair value measurements authoritative literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs consist of unobservable inputs reflecting companies' own assumptions about the way assets should be priced and have the lowest priority.

*Level 1 Fair Value Measurements*

The fair values of certificates of deposit are based on quoted market prices from active markets.

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2018**  
**(Continued)**

**NOTE 2. INVESTMENTS (Continued)**

*Level 3 Fair Value Measurements*

The mutual funds are not actively traded and significant other observable inputs are not available; therefore, a degree of judgment is necessary to estimate fair value. Mutual funds are valued by the investment manager who evaluates the funds individually to determine that their net asset value are calculated appropriately and considers whether an adjustment to the net asset value is necessary based upon various factors, including, but not limited to, the attributes of the interest in each individual fund, including the rights and obligations, and any restriction on or illiquidity of such interests, and the fair value of such fund's investment portfolio or other assets and liabilities.

The following table provides further details of the Level 3 fair value measurements for the year ended June 30, 2018

Beginning balance	\$ 5,692,117
Total gains or losses (realized and unrealized)	129,329
Investment income	269,545
Net Transfers	<u>(133,381)</u>
Ending balances	<u><u>\$ 5,957,610</u></u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2018:

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	<u>Total</u>
Interest	\$ 3,888	\$ -	\$ 3,888
Dividends	41,033	228,512	269,545
Realized gain on investments	75,310	222,520	297,830
Unrealized loss on investments	<u>(56,412)</u>	<u>(112,089)</u>	<u>(168,501)</u>
	<u><u>\$ 63,819</u></u>	<u><u>\$ 338,943</u></u>	<u><u>\$ 402,762</u></u>

At June 30, 2018, the permanently restricted fund balances were comprised of the original principal (contribution) amounts totaling \$4,172,228. According to Connecticut state law, any income, realized gains/losses, and unrealized gains/losses from permanently restricted funds are to be included with temporarily restricted fund balances.

The current policy is to transfer annually to the unrestricted fund an amount equal to 5% of the average year-end market value of the permanently restricted funds for the preceding three years. For the year ended June 30, 2018, \$134,000 was transferred to the unrestricted fund.

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2018**  
**(Continued)**

**NOTE 3. EMPLOYEE BENEFITS PLAN**

The Historical Society has a defined contribution plan (the "Plan") under section 403(b) of the Internal Revenue Code covering all employees with at least one year of service and who have attained the age of 25. The Historical Society makes a contribution to the Plan each year equal to 3% of all participants' compensation. In addition, the Historical Society entered into a tax-deferred annuity plan qualified under Section 403(b). The plan covers employees of the Historical Society. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code, if they wish. In 2007, a tax-deferred defined contribution plan qualified under Section 457(b) of the Internal Revenue Code was established for certain qualified employees. Total pension expense for the year ended June 30, 2018 was \$23,779.

**NOTE 4. CONCENTRATIONS OF CREDIT RISK**

The Historical Society maintains cash balances and short-term investments at four financial institutions located in Southern Connecticut. Funds at each financial institution are protected up to \$250,000 under Federal Deposit Insurance Coverage (FDIC). As of June 30, 2018, the Historical Society had \$717,216 of funds on deposit in excess of FDIC coverage at one financial institution.

The Historical Society maintains two investment accounts with The Investment Fund for Foundations ("TIFF"). The investment accounts are protected by the Securities Investor Protection Corporation, which provides up to \$500,000 per investor (\$250,000 for cash claims), and an internal TIFF policy that covers all cash and securities. The Historical Society also maintains one investment account with The Vanguard Group which is protected by the Securities Investor Protection Corporation. As of June 30, 2018, none of the Historical Society's securities were at risk.

**NOTE 5. BOARD DESIGNATED NET ASSETS**

As of June 30, 2018, funds set aside by the Board of Trustees of the Historical Society were: \$128,555 for future major repairs to buildings and grounds, \$375,000 as a reserve, and \$151,973 for support of the preservation mission of the Historical Society. Unrestricted net assets have been reduced to \$655,528 and the designated funds are reported as a separate line item on the statement of financial position.

**NOTE 6. TEMPORARILY RESTRICTED NET ASSETS**

As of June 30, 2018, the temporarily restricted net assets total \$1,557,713 and are held for the following purposes as listed below.

Book Award Fund	for high school history teachers to award juniors with an annual book award
Capital Campaign Fund	for capital expansion
Collections Fund	for the care or acquisition of collections
Constance Hinman Getz Fund	for the support of the archives
Education Fund	for the support of educational programs
Finch Archives Fund	for general use pertaining to archives
French Farm Fund	for support of programs and initiatives jointly with the Friends of French Farm
Historic Markers Fund	for signs in Greenwich Town's Historic Districts
Hortulus Fund	for restoration of the gardens and grape arbor project
Landmarks Fund	for subsidizing cost of landmark plaques
Online History/JHT Online Funds	for projects utilizing digital technology

(Continued)

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2018**

**(Continued)**

**NOTE 6. TEMPORARILY RESTRICTED NET ASSETS (Continued)**

Program Enrichment Fund	for enhancements of education programs, exhibitions, collections initiatives and expanded communications
Strackbein ARC Fund	for archives cataloging
Strackbein Catalog Fund	for library cataloging
Thomas Cooke Collection Fund	for offsite storage costs for collections.
Williams Acquisitions Fund	for acquisitions to the collections

The individual fund balances are presented in the accompanying Schedule of Temporarily Restricted Net Assets on page 15.

**NOTE 7. PERMANENTLY RESTRICTED NET ASSETS**

The Historical Society's permanently restricted net assets total \$4,172,228 and consist of endowment fund assets to be held indefinitely. During the year ended June 30, 2011, the Historical Society received a bequest of \$1,613,728 from the late David Wierdsma, a life-long preservationist and founder of French Farm in Greenwich. In accordance with an understanding reached with David Wierdsma before his death, the bequest was designated the David R. A. Wierdsma Fund ("the Fund") and invested in a manner similar to the Historical Society's other long-term investments. The annual total return of the Fund (comprised of interest, dividends and realized and unrealized gains and losses) will be distributed each fiscal year in an amount up to 5% of the average fair market value of the Fund as of June 30 of the three preceding fiscal year, provided that no distribution may be made which would reduce the principal of the Fund to less than its original amount of \$1,613,728. Sixty percent of the distribution will be spent by the Historical Society on programs jointly sponsored by the Society and Friends of French Farm, a nonprofit organization established by David Wierdsma and others for the preservation of historical landscapes and gardens and the development of educational and cultural programs.

The individual fund balances are presented in the accompanying Schedule of Permanently Restricted Net Assets on page 16.

**NOTE 8. REIMAGINE THE CAMPUS CAMPAIGN**

In 2015, the Historical Society embarked on a program to transform its campus which included the restoration of Toby's Tavern, the construction of a two story archives and exhibition building, and the expansion of parking and improved access to the site. The total cost of the project is \$13.7 million, including \$1.7 million for the Program Enrichment Fund, which is being provided by a combination of public grants and private contributions. An anonymous donor is matching contributions dollar-for-dollar up to \$6.75 million. As of June 30, 2018, the cost to complete the construction project was \$2.7 million. Pledges are being matched as paid.

In addition, an Endowment component with a goal of \$5 million has been added to the Campaign. As of June 30, 2018, \$675,000 has been pledged for this purpose.

The reimagined campus opened to the public in October, 2018.

**NOTE 9. DONOR RECLASSIFICATION OF FUND**

Effective June 26, 2018, the donor amended the original establishment of the Strackbein Archives Fund to become a permanently restricted fund with distributions subsequent to June 30, 2018 to be made in accordance with the Historical Society's distribution policy applicable to its permanently restricted funds. The provision for use of the funds was also amended as subsequent distributions are to be utilized exclusively for stipends paid to interns engaged in processing the archival collections at the Historical Society. The corpus of the fund at the date of reclassification was \$102,070.

**GREENWICH HISTORICAL SOCIETY, INC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2018**  
**(Continued)**

**NOTE 10. SUBSEQUENT EVENTS**

Management has evaluated all activity through January 21, 2019 (the report date of the financial statements as well as the date the financial statements were available to be issued) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to financial statements.

## **SUPPLEMENTARY INFORMATION**

**GREENWICH HISTORICAL SOCIETY, INC.**  
**SCHEDULE OF FUNCTIONAL EXPENSES**  
**For the Year Ended June 30, 2018**  
**(With Comparative Totals For the Year Ended June 30, 2017)**

	<u>PROGRAM</u>	<u>SUPPORT</u>	<u>DEVELOPMENT</u>	<u>TOTAL</u> <u>June 30, 2018</u>	<u>TOTAL</u> <u>June 30, 2017</u>
Advertising	\$ 6,786	\$ 17	\$	\$ 6,803	\$ 7,942
Bank and investment fees	1,998		1,807	3,805	3,298
Conferences	404	87	160	651	222
Consultants	6,542	19,221	1,688	27,451	31,222
Cultivation		4,855	136	4,991	3,444
Dues and subscriptions	4,414	4,135		8,549	6,954
Exhibition design	6,000			6,000	4,275
Fabrication	22,981			22,981	29,715
Graphic design	34,781	290	2,895	37,966	36,283
Health insurance	23,403	10,887	11,537	45,827	44,148
Honoraria	14,954			14,954	13,155
Hospitality	31,196	6,925	1,488	39,609	54,301
Insurance	3,257	37,302		40,559	51,447
Maintenance - building		32,634		32,634	45,925
Maintenance - equipment		16,275		16,275	13,749
Maintenance - grounds		25,482		25,482	32,837
Miscellaneous expense	405	129	50	584	1,343
Museum store purchases	6,983			6,983	6,827
Online expense	70	4,755		4,825	6,359
Outside services	20,648	3,260	2,586	26,494	17,703
Pension contributions	12,127	5,707	5,945	23,779	22,659
Photography	8,400	125	750	9,275	6,437
Postage and Delivery	8,349	6,452	1,027	15,828	22,557
Printing and photocopying	32,766	8,951	6,791	48,508	48,570
Professional fees	96,812	44,162	13,610	154,584	63,318
Rentals	29,250	45		29,295	17,363
Salaries	438,363	146,619	172,046	757,029	746,801
Security		6,779	280	7,059	5,344
Supplies	10,024	10,644	85	20,753	30,631
Taxes - payroll	28,549	13,435	13,995	55,979	55,600
Taxes - real estate taxes		7,970		7,970	10,642
Travel	476	441		917	2,127
Utilities and telephone		38,320		38,320	32,590
Allocation of expenses	525,252	(410,344)	(114,908)	-	
Totals Expenses Before Depreciation	1,375,190	45,561	121,967	1,542,718	1,475,788
Depreciation		52,306		52,306	53,948
Total Expenses	\$ 1,375,190	\$ 97,867	\$ 121,967	\$ 1,595,024	\$ 1,529,736

**GREENWICH HISTORICAL SOCIETY, INC.**  
**SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS**  
**For the Year Ended June 30, 2018**

	Finch Archives	Book Award	Strackbein Fund	Education	Constance Hinman Getz	French Farm	Online History	Landmarks History	Williams Acquisitions	Capital Campaign	Program Enrichment	Strackbein Catalog	Strackbein ARC Fund	Thomas Cooke Collection	Historic Markers	Jewish History	JHT Online	Collections	Strackbein Archives Fund	Allocation from Permanently Restricted Funds		Total	
																				PRF Return	D.W. Fund		Subtotal*
Revenue and Support																							
Contributions																							
Grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,610,818	\$ 613,707	\$ 15,000	\$ -	\$ 5,000	\$ 3,650	\$ 51,800	\$ 5,000	\$ -	\$ -	\$ -	\$ -	\$ 4,304,975	
Special events revenue	20,525										70,893											20,525	
less: costs of direct benefits to donors											(53,205)											70,893	
Other income									2,940													(53,205)	
Investments return																						2,940	
Net assets released from restrictions:																						338,943	
Restrictions satisfied by purpose	(714)		(3,839)	(307)		20,943				(203,340)	(300,000)	-	(4,208)	(2,262)	-	(132,851)	(9,200)		(6,584)		123,897	208,229	(865,177)
Change in Net Assets - Operating	(714)	20,525	-	(3,839)	(307)	20,943	-	-	2,940	3,407,478	331,396	15,000	(4,208)	2,738	3,650	(81,051)	(4,200)	-	233	35,081	74,229	3,819,895	
Net assets released from restrictions - Capital										(6,695,417)												(6,695,417)	
Restrictions satisfied by purpose																							
Change in Net Assets	(714)	20,525	-	(3,839)	(307)	20,943	-	-	2,940	(3,287,939)	331,396	15,000	(4,208)	2,738	3,650	(81,051)	(4,200)	-	233	35,081	74,229	(2,875,522)	
Donor reclassification of fund																			(102,070)			(102,070)	
Net Assets at July 1, 2017	3,836	-	3,326	3,839	4,285	8,500	101,885	2,695	1,121	24,888	2,714,431	-	9,373	983	(718)	81,051	-	7,000	101,837	196,308	698,948	4,535,305	
Net Assets at June 30, 2018	\$ 3,122	\$ 20,525	\$ 3,326	\$ (0)	\$ 3,978	\$ 8,500	\$ 122,828	\$ 2,695	\$ 1,121	\$ 27,828	\$ (673,508)	\$ 903,109	\$ 15,000	\$ 5,165	\$ 3,721	\$ 2,932	\$ 0	\$ (4,200)	\$ 7,000	\$ (0)	\$ 231,389	\$ 773,177	\$ 1,557,713

\* See page 16 for details.

GREENWICH HISTORICAL SOCIETY, INC.  
SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS  
For the Year Ended June 30, 2018

	Roberta & Steven Denning Title I School	Claire & Hugh Vanderbilt	Deborah & Russell Reynolds	Isabel & Peter Malikin	Blumenthal Family	General	RT Vanderbilt	Antell Family	William Crooks	Strackbein Archives	Subtotal	David R.A. Weirdsma Fund	Grand Total Total
Support													
Contributions	\$ 100,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000	\$ 135,000	\$ -	\$ 135,000
Net assets released from restrictions - Capital restrictions satisfied by purpose													
Change in Net Assets	100,000	-	-	-	25,000	-	-	-	-	10,000	135,000	-	135,000
Donor reclassification of fund													
Net Assets at July 1, 2017	150,000	1,144,210	402,297	250,000	-	272,208	30,425	20,890	51,400	-	2,321,430	1,613,728	3,935,158
Net Assets at June 30, 2018	\$ 250,000	\$ 1,144,210	\$ 402,297	\$ 250,000	\$ 25,000	\$ 272,208	\$ 30,425	\$ 20,890	\$ 51,400	\$ 112,070	\$ 2,558,500	\$ 1,613,728	\$ 4,172,228
Market value at June 30, 2018													
Contributions	\$ 250,000	\$ 1,144,210	\$ 402,297	\$ 250,000	\$ 25,000	\$ 272,208	\$ 30,425	\$ 20,890	\$ 51,400	\$ 112,070	\$ 2,558,500	\$ 1,613,728	\$ 4,172,228
Allocation of Investment Returns	79,043	361,767	127,195	79,043	7,590	86,064	9,620	6,605	16,250	0	773,177	231,389	1,004,566
	\$ 329,043	\$ 1,505,977	\$ 529,492	\$ 329,043	\$ 32,590	\$ 358,272	\$ 40,045	\$ 27,495	\$ 67,650	\$ 112,070	\$ 3,331,677	\$ 1,845,117	\$ 5,176,794