

**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**FINANCIAL STATEMENTS**

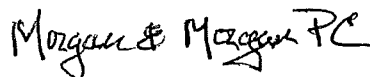
**For the Year Ended September 30, 2021**

To the Council  
Nuttall Ornithological Club, Inc.  
Winchester, Massachusetts

Management is responsible for the accompanying financial statements of Nuttall Ornithological Club, Inc. (a non-profit organization), which comprise the *statement of assets, liabilities, and net assets – modified cash basis* as of September 30, 2021 and the related *statement of activities and changes in net assets – modified cash basis, statement of functional expenses – modified cash basis* and *statement of cash flows – modified cash basis* for the year then ended, and the related notes to the financial statements in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We draw attention to Note B of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The supplementary information contained in pages 9 – 10 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such supplementary information.



Hingham, Massachusetts  
October 25, 2021

**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS**

**As of September 30,**

	<u>Treasurer</u>	<u>Trustees</u>	<u>Blake - Nuttall Fund</u>	<u>2021 TOTAL</u>	<u>2020 TOTAL</u>
<b>ASSETS</b>					
<b>CURRENT ASSETS :</b>					
Cash - Middlesex Savings Bank	\$ 13 519	\$ - -	\$ - -	\$ 13 519	\$ 29 830
Cash - Howland Capital Management	<u>- -</u>	<u>16 596</u>	<u>- -</u>	<u>16 596</u>	<u>71 730</u>
<b>TOTAL CURRENT ASSETS</b>	<b>13 519</b>	<b>16 596</b>	<b>- -</b>	<b>30 115</b>	<b>101 560</b>
<b>INVESTMENTS, AT FAIR VALUE :</b>					
Domestic equities	- -	1 337 834	- -	1 337 834	1 035 807
Fixed income	- -	289 425	- -	289 425	290 176
International equities	- -	386 034	- -	386 034	346 285
Commodities	<u>- -</u>	<u>50 115</u>	<u>- -</u>	<u>50 115</u>	<u>70 848</u>
<b>TOTAL INVESTMENTS, AT FAIR VALUE</b>	<u>- -</u>	<u>2 063 408</u>	<u>- -</u>	<u>2 063 408</u>	<u>1 743 116</u>
 <b>TOTAL ASSETS</b>	 <u>\$ 13 519</u>	 <u>\$ 2 080 004</u>	 <u>\$ - -</u>	 <u>\$ 2 093 523</u>	 <u>\$ 1 844 676</u>
 <b>LIABILITIES AND NET ASSETS</b>					
<b>NET ASSETS :</b>					
Without donor restrictions:					
Undesignated	<u>\$ 13 519</u>	<u>\$ 2 080 004</u>	<u>\$ - -</u>	<u>\$ 2 093 523</u>	<u>\$ 1 844 676</u>
<b>TOTAL NET ASSETS</b>	<u>13 519</u>	<u>2 080 004</u>	<u>- -</u>	<u>2 093 523</u>	<u>1 844 676</u>
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	 <u>\$ 13 519</u>	 <u>\$ 2 080 004</u>	 <u>\$ - -</u>	 <u>\$ 2 093 523</u>	 <u>\$ 1 844 676</u>

See accompanying notes and accountant's compilation report.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS**  
**For the Years Ended September 30,**

	<u>Without Donor Restrictions</u>			<u>2021</u> <u>TOTAL</u>	<u>2020</u> <u>TOTAL</u>
	<u>Treasurer</u>	<u>Trustees</u>	<u>Blake - Nuttall</u> <u>Fund</u>		
<b>SUPPORT AND REVENUE :</b>					
Dues	\$ 4 405	\$ - -	\$ - -	\$ 4 405	\$ 1 282
Publication sales	- -	- -	- -	- -	200
Contributions	5 341	- -	13 867	19 208	15 414
Other income	- -	- -	- -	- -	90
Investment income	- -	20 815	- -	20 815	25 114
<b>TOTAL SUPPORT AND REVENUE</b>	<u>9 746</u>	<u>20 815</u>	<u>13 867</u>	<u>44 428</u>	<u>42 100</u>
<b>EXPENSE:</b>					
Ornithological activities	10 261	- -	92 127	102 388	50 751
Publication	- -	- -	- -	- -	41 501
General and administrative	12 536	- -	- -	12 536	4 644
<b>TOTAL EXPENSE</b>	<u>22 797</u>	<u>- -</u>	<u>92 127</u>	<u>114 924</u>	<u>96 896</u>
<b>EXCESS (DEFICIT) OF SUPPORT AND REVENUE OVER EXPENSE BEFORE OTHER CHANGES</b>	( 13 051)	20 815	( 78 260)	( 70 496)	( 54 796)
<b>OTHER CHANGES :</b>					
Net realized and unrealized gain (loss) on investments	- -	319 343	- -	319 343	120 459
Transfers	( 3 260)	( 75 000)	78 260	- -	- -
<b>TOTAL OTHER CHANGES</b>	<u>( 3 260)</u>	<u>244 343</u>	<u>78 260</u>	<u>319 343</u>	<u>120 459</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	( 16 311)	265 158	- -	248 847	65 663
<b>NET ASSETS, BEGINNING</b>	<u>\$ 29 830</u>	<u>\$ 1 814 846</u>	<u>\$ - -</u>	<u>\$ 1 844 676</u>	<u>\$ 1 779 013</u>
<b>NET ASSETS, ENDING</b>	<u>\$ 13 519</u>	<u>\$ 2 080 004</u>	<u>\$ - -</u>	<u>\$ 2 093 523</u>	<u>\$ 1 844 676</u>

See accompanying notes and accountant's compilation report.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS**  
**For the Years Ended September 30,**

	<u>Treasurer</u>	<u>Trustees</u>	<u>Blake - Nuttall Fund</u>	<u>2021 TOTAL</u>	<u>2020 TOTAL</u>
ORNITHOLOGICAL ACTIVITIES :					
Grants	\$ - -	\$ - -	\$ 92 127	\$ 92 127	\$ 42 794
Honorariums and travel	3 000	- -	- -	3 000	7 126
Contributions	1 000	- -	- -	1 000	- -
Club events	2 650	- -	- -	2 650	- -
Meetings	3 611	- -	- -	3 611	831
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL ORNITHOLOGICAL ACTIVITIES	10 261	- -	92 127	102 388	50 751
PUBLICATION :					
Publication expense	- -	- -	- -	- -	41 501
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL PUBLICATION	- -	- -	- -	- -	41 501
GENERAL AND ADMINISTRATIVE :					
Fees	- -	- -	- -	- -	72
Liability insurance	1 344	- -	- -	1 344	1 344
Office expenses	3 682	- -	- -	3 682	1 128
Professional services	7 510	- -	- -	7 510	2 100
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL GENERAL AND ADMINISTRATIVE	12 536	- -	- -	12 536	4 644
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL EXPENSE	<u>\$ 22 797</u>	<u>\$ - -</u>	<u>\$ 92 127</u>	<u>\$ 114 924</u>	<u>\$ 96 896</u>

See accompanying notes and accountant's compilation report.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**  
**STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS**

For the Years Ended September 30,

	Treasurer	Trustees	Blake - Nuttall Fund	2021 TOTAL	2020 TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES :</b>					
Increase (decrease) in net assets	\$ ( 16 311)	\$ 265 158	\$ - -	\$ 248 847	\$ 65 663
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities :					
Realized (gain)loss on investments	- -	( 143 815)	- -	( 143 815)	( 57 088)
Net unrealized (gain)loss on investments	- -	( 175 527)	- -	( 175 527)	( 63 371)
Net bond amortization(accretion)	- -	1 205	- -	1 205	457
<b>NET CASH PROVIDED (REQUIRED) BY OPERATING ACTIVITIES</b>	<b>( 16 311)</b>	<b>( 52 979)</b>	<b>- -</b>	<b>( 69 290)</b>	<b>( 54 339)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES :</b>					
Proceeds from sale of investments	- -	392 564	- -	392 564	417 599
Purchase of investments	- -	( 394 719)	- -	( 394 719)	( 368 198)
<b>NET CASH PROVIDED (REQUIRED) BY INVESTING ACTIVITIES</b>	<b>- -</b>	<b>( 2 155)</b>	<b>- -</b>	<b>( 2 155)</b>	<b>49 401</b>
<b>NET INCREASE (DECREASE) IN CASH</b>	<b>( 16 311)</b>	<b>( 55 134)</b>	<b>- -</b>	<b>( 71 445)</b>	<b>( 4 938)</b>
<b>CASH AND CASH EQUIVALENTS, OCTOBER 1,</b>	<b>29 830</b>	<b>71 730</b>	<b>- -</b>	<b>101 560</b>	<b>106 498</b>
<b>CASH AND CASH EQUIVALENTS, SEPTEMBER 30,</b>	<b>\$ 13 519</b>	<b>\$ 16 596</b>	<b>\$ - -</b>	<b>\$ 30 115</b>	<b>\$ 101 560</b>

See accompanying notes and accountant's compilation report.

NUTTALL ORNITHOLOGICAL CLUB, INC.

NOTES TO FINANCIAL STATEMENTS

September 30, 2021

NOTE A - ORGANIZATIONAL PURPOSE

The Nuttall Ornithological Club, Inc. (the Club) is a non-profit organization established to promote ornithology, encourage acquaintance and discussion among its members, uphold scientific methods and standards of accuracy, and publish papers on ornithological subjects. The current officers and trustees are as follows:

- J. Michael Reed, President
- Kimberly Peters, Vice President
- Craig Gibson, Treasurer
- Barbara M. Volkle, Secretary
- H. Christian Floyd, Trustee
- Allan R. Keith, Trustee
- John A. Shetterly, Trustee
- Robert H. Stymeist, Trustee

NOTE B - SUMMARY OF SIGNIFICANT POLICIES

Basis of Accounting

The Club's financial statements have been prepared on a modified cash basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). This basis differs from GAAP primarily because certain revenues are recognized when received rather than when earned and certain expenditures are recognized when cash is disbursed rather than when the obligation is incurred, except for investments which are presented at fair market value.

Basis of Presentation

The Club is required to report information regarding its financial position and activities according to the following net asset classifications:

*Net assets without donor restrictions:* Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Club. These net assets may be used at the discretion of the Club and the board of directors.

*Net assets with donor restrictions:* Net assets subject to stipulations imposed by donors or grantors. Some donor imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events or purpose specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**September 30, 2021**

**NOTE B - 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 Club's financial statements for the year ended September 30, 2020, from which the summarized information was derived.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows – Modified Cash Basis, the Club considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**Fair Value of Investments**

The Club carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Assets, Liabilities, and Net Assets – Modified Cash Basis.

**Contributions**

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a 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 restrictions.

**Income Taxes**

The Club is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. The Club is required to assess uncertain tax positions and has determined that there were no such positions that are material to the financial statements. Any changes in tax positions will be recorded when the ultimate outcome becomes known. The Club's tax returns are subject to examination by the Internal Revenue Service for the years ended September 30, 2020, 2019 and 2018.



**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**September 30, 2021**

**NOTE C – LIQUIDITY AND AVAILABILITY**

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

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 30 115	\$ 101 560
Investments	<u>2 063 408</u>	<u>1 743 116</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2 093 523</u>	<u>\$ 1 844 676</u>

As part of its liquidity management, the Club has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

**NOTE D - INVESTMENTS**

The Financial Accounting Standards Board (FASB, issued FASB ASC 820 *Fair Value Measurements and Disclosure*, which establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in an active market for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

*Level 1*

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities.

*Level 2*

Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

*Level 3*

Inputs to the valuation methodology are unobservable and significant to the fair value measurement. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**September 30, 2021**

NOTE D – INVESTMENTS (Continued)

The following table sets forth by level, within the fair value hierarchy, the Club’s investments at fair value as of September 30, 2021, with comparative totals as of September 30, 2020:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	2021 Fair Value	2020 Fair Value
Domestic equities	\$ 1 337 834	\$ - -	\$ - -	\$ 1 337 834	\$ 1 035 807
Fixed income	289 425	- -	- -	289 425	290 176
International equities	386 034	- -	- -	386 034	346 285
Commodities	50 115	- -	- -	50 115	70 848
<b>TOTALS</b>	<b>\$ 2 063 408</b>	<b>\$ - -</b>	<b>\$ - -</b>	<b>\$ 2 063 408</b>	<b>\$ 1 743 116</b>

The following table represents investment return for the years ended September 30, 2021, and September 30, 2020:

	2021	2020
Interest and dividends	\$ 39 519	\$ 40 316
Net realized and unrealized gains and (losses)	319 343	120 459
Investment fees	( 18 704)	( 15 202)
<b>Total investment return</b>	<b>\$ 340 158</b>	<b>\$ 145 573</b>

NOTE E - SUBSEQUENT EVENTS

In accordance with the guidance for subsequent events, the Club evaluated all subsequent events for recognition or disclosure through October 25, 2021, the date the financial statements were available to be issued.

**NUTTALL ORNITHOLOGICAL CLUB, INC.**

**SUPPLEMENTARY INFORMATION – MODIFIED CASH BASIS**

**For the Year Ended September 30, 2021**

THE FOLLOWING PAGES ARE NOT AN INTEGRAL PART OF THE  
REPORT FOR THE YEAR ENDED SEPTEMBER 30, 2021.

NUTTALL ORNITHOLOGICAL CLUB, INC.

RECONCILIATION OF FUND BALANCE TO NET ASSETS

For the Year Ended September 30, 2021

	Trustees Funds				TOTAL	Blake - Nuttall Fund	TOTAL
	Principal Fund	Accumulated Income	Treasurer	Fund			
Beginning balance, October 1, 2020	\$ 2 127 028	( 312 182)	\$ 29 830	\$ - -	\$ 1 814 846	\$ - -	\$ 1 844 676
Income	- -	20 815	9 746	13 867	20 815	13 867	44 428
Realized gain (loss)	143 816	- -	- -	- -	143 816	- -	143 816
Transfers	- -	( 75 000)	( 3 260)	78 260	( 75 000)	78 260	- -
Expenditures	- -	- -	( 22 797)	( 92 127)	- -	( 92 127)	( 114 924)
Ending balance, September 30, 2021	2 270 844	( 366 367)	13 519	- -	1 904 477	- -	1 917 996
Unrealized gain (loss) on investments	175 527	- -	- -	- -	175 527	- -	175 527
ADJUSTED FUND BALANCE, SEPTEMBER 30, 2021	<u>\$ 2 446 371</u>	<u>\$ ( 366 367)</u>	<u>\$ 13 519</u>	<u>\$ - -</u>	<u>\$ 2 080 004</u>	<u>\$ - -</u>	<u>\$ 2 093 523</u>

ALLOCATION OF FUND BALANCE TO NET ASSETS:

Undesignated net assets - Treasurer	\$ - -	\$ - -	\$ 13 519	\$ - -	\$ - -	\$ 13 519
Undesignated net assets - Trustees	2 446 371	( 366 367)	- -	- -	2 080 004	2 080 004
Undesignated net assets - Blake - Nuttall Fund	- -	- -	- -	- -	- -	- -
TOTAL NET ASSETS	<u>\$ 2 446 371</u>	<u>\$ ( 366 367)</u>	<u>\$ 13 519</u>	<u>\$ - -</u>	<u>\$ 2 080 004</u>	<u>\$ 2 093 523</u>

See accountant's compilation report.

NUTTALL ORNITHOLOGICAL CLUB, INC.  
BLAKE - NUTTALL FUND  
STATEMENT OF ACTIVITIES AND CHANGES  
IN NET ASSETS - MODIFIED CASH BASIS  
For the Year Ended September 30, 2021

BEGINNING BALANCE, OCT 1, 2020	\$ - -
SUPPORT AND REVENUE :	
Received from Charles H. Blake Trust	13 352
Received from Nuttall Ornithological Club members	515
Investment income	- -
TOTAL SUPPORT AND REVENUE	13 867
EXPENSE :	
Distribution of grants	92 127
Bank service charge	- -
TOTAL EXPENSE	92 127
OTHER CHANGES :	
Funds transferred from Trustees Account	75 000
Funds transferred from Treasurers Account	17 127
Funds transferred to Treasurers Account	( 13 867)
TOTAL OTHER CHANGES	78 260
INCREASE (DECREASE) IN NET ASSETS	- -
ENDING BALANCE, SEPTEMBER 30, 2021	\$ - -

See accountant's compilation report.