



CDS | Cooperative Development **Services**

COMBINED FINANCIAL STATEMENTS WITH INDEPENDENT AUDITOR'S REPORT

For the Years Ended August 31, 2023 and 2022

**Cooperative Development Services, Inc.
and Cooperative Development Fund of CDS**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Cooperative Development Services, Inc. and
Cooperative Development Fund of CDS
Eagan, Minnesota

Opinion

We have audited the financial statements of Cooperative Development Services, Inc. (a nonprofit organization) and Cooperative Development Fund of CDS (a nonprofit organization), which comprise the combined statements of financial position as of August 31, 2023 and 2022, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Cooperative Development Services, Inc. and Cooperative Development Fund of CDS as of August 31, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Cooperative Development Services, Inc. and Cooperative Development Fund of CDS and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about of Cooperative Development Services, Inc.'s and Cooperative Development Fund of CDS's ability to continue as a going concern for one year after the date that the financial statements are issued.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Cooperative Development Services, Inc.'s and Cooperative Development Fund of CDS's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Cooperative Development Services, Inc.'s and Cooperative Development Fund of CDS's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
January 29, 2024

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

COMBINED STATEMENTS OF FINANCIAL POSITION

August 31, 2023 and 2022

<u>ASSETS</u>	<u>2023</u>	<u>2022</u>
Current Assets:		
Cash and Cash Equivalents	\$ 279,650	\$ 131,789
Restricted Cash and Cash Equivalents	974,823	753,743
Governmental Contracts Receivable	62,338	66,418
Accounts Receivable	23,114	37,419
Promises to Give	250	-
Prepaid Expenses	243	243
Other Investments	10	10
Total Current Assets	<u>1,340,428</u>	<u>989,622</u>
Equipment:		
Equipment	8,878	8,878
Less: Accumulated Depreciation	(8,878)	(8,878)
Equipment - Net	<u>-</u>	<u>-</u>
Other Assets:		
Certificates of Deposit	45,443	45,000
Total Other Assets	<u>45,443</u>	<u>45,000</u>
Total Assets	<u>\$ 1,385,871</u>	<u>\$ 1,034,622</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts Payable	\$ 8,325	\$ 13,040
Accrued Payroll and Taxes	25,339	21,982
Deferred Revenue	8,637	2,200
Total Current Liabilities	<u>42,301</u>	<u>37,222</u>
Net Assets:		
Net Assets with Donor Restrictions	1,102,683	753,682
Net Assets without Donor Restrictions	240,887	243,718
Total Net Assets	<u>1,343,570</u>	<u>997,400</u>
Total Liabilities and Net Assets	<u>\$ 1,385,871</u>	<u>\$ 1,034,622</u>

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

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

**COMBINED STATEMENTS OF ACTIVITIES
For the Years Ended August 31, 2023 and 2022**

NET ASSETS WITHOUT DONOR RESTRICTIONS

<u>SUPPORT AND REVENUE</u>	2023	2022
Grants and Contributions	\$ 458,777	\$ 677,952
Governmental Contracts	229,738	227,117
Program Service Revenue:		
Consulting Income	48,751	75,097
Membership Dues	32,297	20,077
Registration Fees	128,200	14,281
Interest Income	1,559	543
Miscellaneous Income	-	200
Total Support and Revenue	<u>899,322</u>	<u>1,015,267</u>

NET ASSETS RELEASED FROM RESTRICTIONS

Satisfaction of Purpose Restrictions	<u>500,942</u>	<u>335,424</u>
Total Support and Revenue without Donor Restrictions	<u>1,400,264</u>	<u>1,350,691</u>

EXPENSES

Program	1,154,361	1,080,111
Management and General	241,954	230,155
Fundraising	<u>6,780</u>	<u>1,447</u>
Total Expenses	<u>1,403,095</u>	<u>1,311,713</u>

Change in Net Assets without Donor Restrictions	<u>(2,831)</u>	<u>38,978</u>
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NET ASSETS WITH DONOR RESTRICTIONS

Grants and Contributions	849,943	557,442
Net Assets Released from Restrictions		
Satisfaction of Purpose Restrictions	<u>(500,942)</u>	<u>(335,424)</u>
Change in Net Assets with Donor Restrictions	<u>349,001</u>	<u>222,018</u>
Increase in Net Assets	346,170	260,996
Net Assets - Beginning of Year	<u>997,400</u>	<u>736,404</u>
Net Assets - End of Year	<u>\$ 1,343,570</u>	<u>\$ 997,400</u>

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

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

COMBINED STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended August 31, 2023 and 2022

2023

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Expenses:				
Grants to Others	\$ 867,112	\$ -	\$ -	\$ 867,112
Personnel	195,945	150,028	5,253	351,226
Accounting	-	16,780	-	16,780
Consultants	26,160	6,027	-	32,187
Office Expenses	13,594	10,409	364	24,367
Travel Expenses	8,163	7,675	-	15,838
Interest	-	159	-	159
Insurance	-	8,503	-	8,503
Meeting Expenses	43,387	33,221	1,163	77,771
Dues and Subscriptions	-	1,050	-	1,050
Miscellaneous	-	8,102	-	8,102
	<u>\$ 1,154,361</u>	<u>\$ 241,954</u>	<u>\$ 6,780</u>	<u>\$ 1,403,095</u>

2022

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Expenses:				
Grants to Others	\$ 924,971	\$ -	\$ -	\$ 924,971
Personnel	121,113	178,278	1,370	300,761
Accounting	-	19,699	-	19,699
Consultants	20,021	9,197	-	29,218
Office Expenses	5,509	5,901	45	11,455
Travel Expenses	3,645	4,069	-	7,714
Insurance	-	7,909	-	7,909
Meeting Expenses	2,837	4,177	32	7,046
Dues and Subscriptions	2,015	925	-	2,940
	<u>\$ 1,080,111</u>	<u>\$ 230,155</u>	<u>\$ 1,447</u>	<u>\$ 1,311,713</u>

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

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

**COMBINED STATEMENTS OF CASH FLOWS
For the Years Ended August 31, 2023 and 2022**

	2023	2022
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Change in Net Assets	\$ 346,170	\$ 260,996
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Stock donation to investment account	-	(10)
Changes in assets and liabilities:		
Governmental Contracts Receivable	4,080	(18,881)
Accounts Receivable	14,305	(13,279)
Promises to Give	(250)	-
Accounts Payable	(4,715)	11,746
Accrued Payroll and Taxes	3,357	11,470
Deferred Revenue	6,437	(10,306)
Net cash provided (used) by operating activities	369,384	241,736
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest retained in certificates of deposit	(443)	-
Net cash provided (used) by investing activities	(443)	-
Increase in cash and cash equivalents	368,941	241,736
Cash and cash equivalents, beginning of year	885,532	643,796
Cash and cash equivalents, end of year	\$ 1,254,473	\$ 885,532
Supplemental Data:		
Cash Paid for Interest	\$ 159	\$ -
Reconciliation of cash and cash equivalents to combined statements of financial position:		
Cash and Cash Equivalents	\$ 279,650	\$ 131,789
Restricted Cash and Cash Equivalents	974,823	753,743
	\$ 1,254,473	\$ 885,532

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

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

1. Nature of Activities and Significant Accounting Policies

Nature of Activities

Cooperative Development Services, Inc. (“CDS”), which consists of Cooperative Development Services, Inc. and Cooperative Development Fund of CDS, assists existing cooperatives and promotes the formation of new cooperative businesses in the upper Midwest region and around the United States of America. CDS is funded primarily by grants and contracts to perform consulting and other services.

The following summary of significant accounting policies is presented to enhance the usefulness of the financial statements.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting which recognizes income when earned and expenses when incurred.

Combination Policy

These financial statements include the accounts of Cooperative Development Services, Inc. and Cooperative Development Fund of CDS. The organizations are under common ownership and control. All significant intercompany transactions and balances have been eliminated.

Basis of Presentation

CDS is required to report information regarding its financial position and activities according to two classes of net assets:

Net assets with donor restrictions - Consist of net assets that are subject to either donor-imposed time restrictions or donor-imposed purpose restrictions. These restrictions limit CDS’s choices of when to use these resources.

Net assets without donor restrictions - Consist of unrestricted amounts that are available for use in carrying out the mission of CDS and include those expendable resources which have been designated for special use by CDS’s Board of Directors, if any.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

1. Nature of Activities and Significant Accounting Policies (Continued)

Cash and Cash Equivalents

For the purposes of the statement of cash flows, CDS considers all highly liquid debt instruments with a maturity of three months or less as of the purchase date to be cash equivalents. As of August 31, 2023 and August 31, 2022, total cash, cash equivalents and restricted cash are distributed as follows:

	<u>2023</u>	<u>2022</u>
Unrestricted savings, checking, and money market accounts	\$ 279,650	\$ 131,789
Restricted savings accounts	974,823	753,743
Total Cash, Cash Equivalents, and Restricted Cash	<u>\$ 1,254,473</u>	<u>\$ 885,532</u>

Accounts Receivable

CDS considers all receivables to be fully collectible. Accordingly, no provision has been made for doubtful accounts. If amounts become uncollectible, they will be charged to operations when that determination is made. Bad debt expense of \$8,102 was charged for the year ended August 31, 2023. No bad debt expense was charged for the year ended August 31, 2022.

Equipment

Equipment purchases in excess of \$2,500 are capitalized at cost and depreciated using the straight-line method over the estimated useful lives of the assets.

Contributions

Contributions received are recorded as increases in net assets with donor restrictions or net assets without donor restrictions, depending on the existence and/or nature of any donor restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. 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 combined statements of activities as net assets released from restrictions.

Revenue from contributions is recognized when received or when an unconditional pledge is received. Contributions received after year end, which are postmarked before year end, are recorded as a receivable and revenue in the year postmarked.

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

1. Nature of Activities and Significant Accounting Policies (Continued)

Revenue Recognition

Certain programs of CDS are funded by Federal contracts. Revenue from these contracts is based on the actual allowable costs of providing such services up to the maximum amount specified in the contracts. Such amounts earned but not received are reported as governmental contracts receivable. Costs allocated to these programs are in accordance with established procedures and are subject to audit. No determination has been made regarding the effect, if any, such audits could have on the financial statements.

Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Revenues from governmental grants are recognized in the accompanying financial statements in the accounting period when the related expenditures are incurred and in an amount equal to the related expenditures. Consequently, conditional contributions approximating \$150,269 on August 31, 2023 and \$141,348 on August 31, 2022, for which no amounts had been received in advance, have not been recognized in the accompanying financial statements for the years then ended.

For consulting and other services, including senior cooperative housing program workshop and conference registration fees, CDS recognizes contract revenue at a point in time when the related services are accomplished or when the workshops and conferences have taken place. CDS's contracts and resulting revenue are directly impacted by the demand for CDS's services and programs. CDS's contracts contain consideration terms based on the type of services and programs to be performed by CDS for the customer and predetermined rates. CDS collects annual membership dues related to the senior housing program and they are recognized as revenue throughout the year. As such, a portion of the dues are considered deferred at year end.

Receivables and liabilities for contracts with customers for the years ended August 31, 2023 and 2022 are as follows:

Receivables from Contracts with Customers

	2023	2022
Receivables from contracts with customers, beginning of year	\$ 37,419	\$ 24,140
Revenue recognized during the year	287,267	156,359
Cash received during the year that was included in receivable	(293,470)	(143,080)
Write-offs of bad debt during the year	(8,102)	-
Receivables from contracts with customers, end of year	\$ 23,114	\$ 37,419

Contract Liabilities from Contracts with Customers

	2023	2022
Deferred revenue, beginning of year	\$ 2,200	\$ 10,306
Revenue recognized that was included in deferred revenue during the year	(2,200)	(10,306)
Increase in deferred revenue due to cash received during the period	8,637	2,200
Deferred revenue, end of year	\$ 8,637	\$ 2,200

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

1. Nature of Activities and Significant Accounting Policies (Continued)

Functional Allocation of Expenses

Salaries and related expenses are allocated to the various program and supporting activities based on actual or estimated time employees spend on each function. The remaining expenses are specifically allocated whenever practical, or are allocated based on wages. The costs of providing the various programs and other activities can be found in the combined statements of functional expenses. Accordingly, these costs have been allocated among the program services and supporting activities benefited. The following describes those activities:

Program Services

CDS provides consulting, education and research services to new cooperatives, with an emphasis on the development of alternative food systems. CDS also promotes cooperative development and marketing and production of organic and sustainably produced food products as part of this program.

Management and General Activities

Management and general activities consist of general administrative functions, Board and member relations, and coordination with other cooperative service providers.

Fundraising Activities

Fundraising activities consist primarily of grant writing.

Grants Made

Grants are made from available resources in accordance with donor and/or Board recommendations. Liabilities for grants made are recognized when approved by the Executive Director and payment is generally made shortly thereafter.

Date of Management's Review

Management has evaluated subsequent events through January 29, 2024 the date which the financial statements were available to be issued.

Income Taxes

CDS consists of two organizations. The activities of Cooperative Development Services, Inc. are classified as exempt under Internal Revenue Service ("IRS") section 501(c)(6) and the activities of Cooperative Development Fund of CDS are classified as exempt under section IRS section 501(c)(3). The 501(c)(3) organization is classified as a public charity. Neither organization is subject to federal and state income taxes except for taxes on unrelated business income (UBI). CDS's federal exempt organization returns are subject to examination by the IRS, generally for three years after they are filed. With few exceptions, CDS is no longer subject to such examinations for tax years before 2019.

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

1. Nature of Activities and Significant Accounting Policies (Continued)

Change in Accounting Principle

Financial Accounting Standards Board (“FASB”) Accounting Standards Update (“ASU”) 2016-02, *Leases* (Topic 842), as amended, supersedes or replaces previous lease accounting methodology and established a single model for lease accounting based on the foundation principle that leases are a financing right-to-use an underlying asset. These standards increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements. CDS has implemented ASU 2016-02 and has had no effect on these financial statements.

2. Concentrations of Credit Risk

Financial instruments that are exposed to concentration of credit risk consist of cash and cash equivalents. CDS’s cash balances at financial institutions are insured by the National Credit Union Association (“NCUA”) up to \$250,000. At August 31, 2023 CDS had \$1,034,803 deposits in excess of federally insured limits. At August 31, 2022, CDS had \$676,737 deposits in excess of federally insured limits.

3. Fiscally Sponsored Cooperatives

As part of its mission, CDS offers existing cooperatives an option through fiscal sponsorship. CDS sponsors cooperatives with a formal arrangement. These arrangements follow a fiscal sponsorship model with the following characteristics:

- Donations and service fees are revenues recognized by CDS
- Costs are monitored, processed and paid by CDS, or reimbursed to the cooperatives via a formal request and sufficient documentation to substantiate the request

The agreements with each cooperative outline the approved expenses, grants, and projects for which the fiscal sponsor relationship can be used. At August 31, 2023 and August 31, 2022, CDS had more than 29 and 26 fiscally sponsored cooperatives, respectively.

4. Liquidity and Availability of Resources

CDS monitors its liquidity so that it is able to meet its operating needs. The table on the next page reflects CDS’s financial assets as of August 31, 2023 and 2022, reduced by amounts not available for general expenditures within one year. Financial assets are not considered available when not liquid or not convertible into cash within one year, assets held for others, assets restricted by donors for specific uses, perpetual endowments and accumulated earnings net of appropriations within one year, or because the Board of Directors have designated funds for specific reserves. Should any unforeseen liquidity needs arise, CDS could also draw upon its two lines of credit with maximum availability of \$45,000 and \$60,000 (as discussed in Note 5). The balances below consist of the combined financial recourses of both Cooperative Development Services, Inc. and Cooperative Development Fund of CDS.

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

4. Liquidity and Availability of Resources (Continued)

See the combining statement of financial position in the supplementary information for disaggregation between organizations.

	2023	2022
Cash and cash equivalents	\$ 279,650	\$ 131,789
Restricted cash and cash equivalents	974,823	753,743
Investments	10	10
Certificates of deposit	45,443	45,000
Governmental contracts receivable	62,338	66,418
Accounts receivable	23,114	37,419
Total financial assets	1,385,378	1,034,379
Less those unavailable for general expenditure within one year due to:		
Donor restrictions	(1,102,683)	(753,682)
Certificates of deposit	(45,443)	(45,000)
	(1,148,126)	(798,682)
Add liquidity resources:		
Bank lines of credit available for use	105,000	105,000
	105,000	105,000
Financial assets available to meet cash needs for expenditures within one year	\$ 342,252	\$ 340,697

5. Lines of Credit

CDS has two lines of credit. One carries an interest rate of 3.467%, permits borrowing up to \$45,000 and matures on February 15, 2028. This line did not have an outstanding balance at August 31, 2023, or at August 31, 2022.

The other line of credit carries an interest rate of 7.50%, permits borrowing up to \$60,000, and matures on February 15, 2028. This line did not have an outstanding balance at August 31, 2023, or August 31, 2022. Both lines are collateralized by certificates of deposit, deposit accounts, and business assets, which limits CDS's usage of these assets.

There was an interest expense of \$159 for the year ended August 31, 2023 and no interest expense for the year August 31, 2022.

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS
Notes to Combined Financial Statements
August 31, 2023 and 2022**

6. Net Assets

Net Assets with Donor Restrictions

Net assets with donor restrictions as of August 31, 2023 and 2022 consisted of the following:

	<u>2023</u>	<u>2022</u>
Cooperative and Rural Business Development	\$ 41,276	\$ 44,556
Support for Cooperative Entrepreneurs	1,061,407	709,126
Total Net Assets with Donor Restrictions	<u>\$ 1,102,683</u>	<u>\$ 753,682</u>

7. Retirement Plan

CDS has a 401(k) profit sharing plan for which employees become eligible with one year of service. Employer contributions equal 7% of an employee's compensation and vest over 5 years. Retirement expense for the years ended August 31, 2023 and 2022 was \$13,346 and \$11,949, respectively.

8. Major Source of Revenue

CDS received 13% and 14% of its revenue from the United States Department of Agriculture under annual contracts in 2023 and 2022, respectively. The effect on Cooperative Development Services, Inc. only was 46% and 60% of its revenue in 2023 and 2022, respectively. A reduction in the level of funding from the United States Department of Agriculture would significantly impact CDS's ability to provide programming at current levels. Contracts with the United States Department of Agriculture have been awarded and approved through November 30, 2024.

9. Subsequent Events

CDS secured grant funding as follows:

- In September 2023, CDS signed a one-year conditional grant for \$200,000.
- In September 2023, CDS signed a three-year conditional grant for \$119,700.

SUPPLEMENTARY INFORMATION

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

**COMBINING STATEMENT OF FINANCIAL POSITION
August 31, 2023**

<u>ASSETS</u>	<u>Cooperative Development Fund of CDS</u>	<u>Cooperative Development Services</u>	<u>Eliminations</u>	<u>Total</u>
Current Assets:				
Cash and Cash Equivalents	\$ 260,920	\$ 18,730	\$ -	\$ 279,650
Restricted Cash and Cash Equivalents	974,823	-	-	974,823
Governmental Contracts Receivable	-	62,338	-	62,338
Accounts Receivable	-	23,114	-	23,114
Promises to Give	250	-	-	250
Prepaid Expenses	-	243	-	243
Due from Related Organization	-	10,927	(10,927)	-
Other Investments	10	-	-	10
Total Current Assets	1,236,003	115,352	(10,927)	1,340,428
Equipment:				
Equipment	-	8,878	-	8,878
Less: Accumulated Depreciation	-	(8,878)	-	(8,878)
Equipment - Net	-	-	-	-
Other Assets:				
Certificates of Deposit	-	45,443	-	45,443
Total Other Assets	-	45,443	-	45,443
Total Assets	\$ 1,236,003	\$ 160,795	\$ (10,927)	\$ 1,385,871
 <u>LIABILITIES AND NET ASSETS</u>				
Current Liabilities:				
Accounts Payable	\$ -	\$ 8,325	\$ -	\$ 8,325
Accrued Payroll and Taxes	-	25,339	-	25,339
Deferred Revenue	-	8,637	-	8,637
Due to Related Organization	10,927	-	(10,927)	-
Total Current Liabilities	10,927	42,301	(10,927)	42,301
Net Assets:				
Net Assets with Donor Restrictions	1,102,683	-	-	1,102,683
Net Assets without Donor Restrictions	122,393	118,494	-	240,887
Total Net Assets	1,225,076	118,494	-	1,343,570
Total Liabilities and Net Assets	\$ 1,236,003	\$ 160,795	\$ (10,927)	\$ 1,385,871

**COOPERATIVE DEVELOPMENT SERVICES, INC.
AND COOPERATIVE DEVELOPMENT FUND OF CDS**

**COMBINING STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2023**

NET ASSETS WITHOUT DONOR RESTRICTIONS	Cooperative Development Fund of CDS	Cooperative Development Services	Eliminations	Total
<u>SUPPORT AND REVENUE</u>				
Grants and Contributions	\$ 458,777	\$ -	\$ -	\$ 458,777
Governmental Contracts	-	229,738	-	229,738
Program Service Revenue:				
Consulting Income	-	48,751	-	48,751
Membership Dues	-	32,297	-	32,297
Registration Fees	-	128,200	-	128,200
Interest	777	782	-	1,559
Income from Related Organization	-	58,020	(58,020)	-
Total Support and Revenue	<u>459,554</u>	<u>497,788</u>	<u>(58,020)</u>	<u>899,322</u>
<u>NET ASSETS RELEASED FROM RESTRICTIONS</u>				
Satisfaction of Purpose Restrictions	<u>500,942</u>	<u>-</u>	<u>-</u>	<u>500,942</u>
Total Support and Revenue without Donor Restrictions	<u>960,496</u>	<u>497,788</u>	<u>(58,020)</u>	<u>1,400,264</u>
<u>EXPENSES</u>				
Grants to Others	867,112	-	-	867,112
Personnel	-	351,226	-	351,226
Accounting	7,467	9,313	-	16,780
Consultants	11,927	20,260	-	32,187
Office Expenses	3,678	20,689	-	24,367
Travel Expenses	393	15,445	-	15,838
Interest	-	159	-	159
Insurance	-	8,503	-	8,503
Dues and Subscriptions	-	1,050	-	1,050
Meeting Expense	663	77,108	-	77,771
Miscellaneous	-	8,102	-	8,102
Expenses Paid to Related Organization	<u>58,020</u>	<u>-</u>	<u>(58,020)</u>	<u>-</u>
Total Expenses	<u>949,260</u>	<u>511,855</u>	<u>(58,020)</u>	<u>1,403,095</u>
Change in Net Assets without Donor Restrictions	<u>11,236</u>	<u>(14,067)</u>	<u>-</u>	<u>(2,831)</u>
<u>NET ASSETS WITH DONOR RESTRICTIONS</u>				
Grants and Contributions	849,943	-	-	849,943
Net Assets Released from Restrictions				
Satisfaction of Purpose Restrictions	<u>(500,942)</u>	<u>-</u>	<u>-</u>	<u>(500,942)</u>
Change in Net Assets with Donor Restrictions	<u>349,001</u>	<u>-</u>	<u>-</u>	<u>349,001</u>
Increase (Decrease) in Net Assets	360,237	(14,067)	-	346,170
Net Assets - Beginning of Year	<u>864,839</u>	<u>132,561</u>	<u>-</u>	<u>997,400</u>
Net Assets - End of Year	<u>\$ 1,225,076</u>	<u>\$ 118,494</u>	<u>\$ -</u>	<u>\$ 1,343,570</u>