PA CLEANWAYS

dba KEEP PENNSYLVANIA BEAUTIFUL

AUDIT REPORT

Years Ended September 30, 2024 and 2023

Vance & Company, PC
A Certified Public Accounting Firm

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL

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VANCE & COMPANY PC
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Independent Auditors' Report

To the Board of Directors
PA CleanWays
dba Keep Pennsylvania Beautiful
105 West 4th Street
Greensburg, Pennsylvania 15601

Opinion

I have audited the accompanying financial statements of PA Cleanways dba Keep Pennsylvania Beautiful (a nonprofit organization), which comprise the statement of financial position as of September 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of PA Cleanways dba Keep Pennsylvania Beautiful as of September 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted the audits in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of PA Cleanways dba Keep Pennsylvania Beautiful and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audits. I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Responsibilities of Management 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; 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 PA Cleanways dba Keep Pennsylvania Beautiful's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

My objective is 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 my 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 generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgement 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 PA Cleanways dba Keep Pennsylvania Beautiful'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 my judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about PA Cleanways dba Keep Pennsylvania Beautiful's ability to continue as a going concern for a reasonable period of time.

I am 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.

Vance & Company, PC

Vance & Company, PC
Latrobe, Pennsylvania
January 11, 2025

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF FINANCIAL POSITION
September 30, 2024 and 2023

		2024		2023
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	$	389,114	$	438,532
Accounts Receivable		132,487		198,575
Unbilled Receivables		75,174		66,210
Unconditional Promises To Give		1,000		2,500
Prepaid Expenses		17,201		20,479
ROU assets - Operating Lease		28,195		15,525
Total Current Assets		643,171		741,821
NONCURRENT ASSETS				
ROU assets - Operating Lease		47,366		0
Capital Assets:				
Furniture and Equipment		109,567		101,318
Less: Accumulated Depreciation		(90,667)		(87,523)
Net Capital Assets		18,900		13,795
Investments		145,316		120,531
Total Noncurrent Assets		211,582		134,326
TOTAL ASSETS	$	854,753	$	876,147

The Notes to the Financial Statements are an Integral Part of these Statements

		2024		2023
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable	$	2,304	$	10,843
Accrued Expenses		4,863		11,958
Accrued Salary		11,422		8,482
Accrued PTO		4,263		3,223
Line of Credit		0		0
Operating Lease Liability - Current		28,195		15,525
Total Current Liabilites		51,047		50,031
NONCURRENT LIABILITIES				
Operating Lease Liability - Noncurrent		47,366		0
TOTAL LIABILITES		98,413		50,031
NET ASSETS				
Without Donor Restrictions		624,076		583,724
With Donor Restrictions		132,264		242,392
Total Net Assets		756,340		826,116
TOTAL LIABILITIES AND NET ASSETS	$	854,753	$	876,147

The Notes to the Financial Statements are an Integral Part of these Statements

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
For The Years Ended September 30, 2024 and 2023

	Without Donor Restrictions	With Donor Restrictions	2024 Total	2023 Summarized Totals
REVENUES, GAINS AND OTHER SUPPORT:				
Government Grants	$ 647,009	$ 0	$ 647,009	$ 628,848
Contributions	76,753	298,397	375,150	785,114
Sales, net	414	0	414	77
Investment return, net	24,932	0	24,932	11,820
In-Kind Contributions	191,589	0	191,589	260,852
Membership Fees	0	0	0	0
Other Income	4,350	0	4,350	2,650
Net Assets Released From Restrictions:				
Satisfaction of Donor Restrictions	408,525	(408,525)	0	0
Total Revenues, Gains and Other Support	1,353,572	(110,128)	1,243,444	1,689,361
FUNCTIONAL EXPENSES:				
Program Services	1,078,976	0	1,078,976	1,307,024
Management and General	162,375	0	162,375	147,074
Fund Raising	71,869	0	71,869	68,085
Total Expenses	1,313,220	0	1,313,220	1,522,183
INCREASE (DECREASE) IN NET ASSETS	40,352	(110,128)	(69,776)	167,178
NET ASSETS-BEGINNING	583,724	242,392	826,116	658,938
NET ASSETS-ENDING	$ 624,076	$ 132,264	$ 756,340	$ 826,116

The Notes to the Financial Statements are an Integral Part of these Statements

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
SCHEDULE OF FUNCTIONAL EXPENSES
Years Ended September 30, 2024 and 2023

	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUND RAISING	2024 TOTAL	2023 SUMMARIZED TOTAL
Salaries	$ 355,506	$ 91,156	$ 9,115	$ 455,777	416,408
Payroll Taxes	28,643	7,638	1,908	38,189	35,618
Employee Benefits	66,416	17,710	4,428	88,554	79,102
Grant Expense	172,886	0	0	172,886	375,476
Legal and Professional	0	15,201	0	15,201	18,729
Supplies	9,714	7,285	631	17,630	22,899
Cleanup Expenses	54,552	0	0	54,552	295,410
Program Subcontracts	23,041	0	0	23,041	27,138
Public Education and Outreach	254,875	0	0	254,875	98,849
Telephone	3,274	873	219	4,366	4,531
Postage	5,505	1,467	367	7,339	7,162
Printing and Photography	19,902	0	0	19,902	11,034
Fundraising	0	0	50,650	50,650	49,010
Occupancy Expense	23,576	6,287	1,572	31,435	28,036
Organization Fee	1,833	489	122	2,444	3,034
Travel	11,690	3,117	779	15,586	13,040
Depreciation	2,358	629	157	3,144	2,799
Interest	0	0	0	0	0
Insurance	14,900	3,973	993	19,866	15,000
Consultants	13,946	3,719	928	18,593	3,725
Education and Training	16,042	2,831	0	18,873	13,828
Miscellaneous Expense	317	0	0	317	1,355
TOTAL EXPENSES	$ 1,078,976	$ 162,375	$ 71,869	$ 1,313,220	$ 1,522,183

The Notes to the Financial Statements are an Integral Part of this Statement

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF CASH FLOWS
For The Years Ended September 30, 2024 and 2023

	2024	2023
OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	$ (69,776)	$ 167,178
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	3,144	2,799
Net (Gain) Loss on Investments	(25,536)	(12,475)
(Increase) Decrease in Operating Assets:		
Accounts Receivable	66,088	(93,436)
Unbilled Receivables	(8,964)	26,505
Unconditional Promises To Give	1,500	20,000
Prepaid Expenses	3,278	(3,598)
ROU assets Operating Lease	(60,036)	(15,525)
Increase (Decrease) in Operating Liabilities		
Accounts Payable	(8,539)	(14,508)
Accrued Expenses	(7,095)	6,151
Accrued Salaries	2,940	(1,134)
Accrued PTO	1,040	1,195
Operating Lease Liability	60,036	15,525
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(41,920)	98,677
INVESTING ACTIVITIES		
Proceeds (Purchase) of Investments	751	801
Purchase of Capital Assets	(8,249)	(5,055)
NET CASH USED IN INVESTING ACTIVITIES	(7,498)	(4,254)
FINANCING ACTIVITIES		
Proceeds (Payments) - Note Payable	0	0
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(49,418)	94,423
CASH AND CASH EQUIVALENTS-BEGINNING	438,532	344,109
CASH AND CASH EQUIVALENTS-ENDING	$ 389,114	$ 438,532

The Notes to the Financial Statements are an Integral Part of these Statements

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION AND NATURE OF ACTIVITIES

PA CleanWays dba Keep Pennsylvania Beautiful (a Pennsylvania nonprofit corporation) is a 501(c)(3) statewide nonprofit organization that empowers organized volunteer groups and individuals to eliminate illegal dumping and littering in Pennsylvania. Cleanups focus on volunteer safety, community involvement and ongoing stewardship of these cleaned areas. The Organization has a comprehensive approach to cleaning and monitoring that includes public education, enforcement and beautification. In addition to organizing cleanups of illegal dump sites, the Organization also contributes and facilitates the adoption of non-state maintained roads and other areas, as well as addressing ways to dispose of and/or recycle problem disposal items and materials. The Organization also provides educational tools for the general public, as well as providing startup assistance, organizational support, educational supplies, and technical and management consultations to seventeen local chapters and affiliates.

B. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. BASIS OF ACCOUNTING

The accompanying financial statements are presented on the accrual basis of accounting. Under this method, revenues are recognized as they are earned, and expenditures are recorded when a liability is incurred.

D. FINANCIAL STATEMENT PRESENTATION

The financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, *Not-for-Profit Entities, Presentation of Financial Statements*. Under the provisions of Accounting Standards Update ("ASU") 2016-14: Not-for-Profit-Entities (Topic 958) *Presentation of Financial Statements of Not-for-Profit Entities*, which improves the current net asset classification and the related information presented in the financial statements and notes about the Organization's liquidity, financial performance, and cash flows.

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

E. REVENUE AND REVENUE RECOGNITION

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. 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 met.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures, if any, are reported as refundable advances in the statement of financial position.

F. RECOGNITION OF DONOR RESTRICTIONS

Support that is restricted by the donor is reported as an increase in net assets without restrictions if the restrictions expire in the fiscal year in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

G. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of short-term, highly liquid investments with original maturities of three months or less.

H. ACCOUNTS RECEIVABLE

Accounts receivable are stated at the moment management expects to collect from outstanding balances. The Organization provides for losses on accounts receivable using the allowance method. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Since accounts receivable are due from government contracts, the receivable balance is considered fully collectible.

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

I. INVESTMENTS

Investments with readily determinable fair values and all investments in debt securities are measured at fair value in the statement of financial position. Investment return, including net realized and unrealized gains and losses on investments, interest, and dividends, is included in the increase in net assets in the accompanying statement of activities and changes in net assets. In accordance with FASB ASC 820-10, *Fair Value Measurements and Disclosures*, the Organization's investments are valued at quotable market prices, placing the investments into Level 1 of the fair value hierarchy.

J. DONATED EQUIPMENT

Donations of equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset for a specific purpose.

K. DONATED SERVICES

Donated services are recognized as contributions in accordance with ASC 958-605, Accounting for Contributions Received and Made, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by PA CleanWays.

L. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been presented in the Statement of Functional Expenses by program, management and general and fundraising services. The expenses require allocation on a reasonable basis that is consistently applied. The expenses are allocated on the basis of estimates of time and effort and also on the actual allocation when available.

The majority of the expenses are in support of local affiliates, communities and their programs.

M. CAPITAL ASSETS

Capital assets are recorded at cost when purchased. Depreciation of capital assets is based on the estimated useful lives of the assets and is calculated on the straight-line method of depreciation. The Organization defines capital assets as assets with an initial, individual cost of $1,000 and an estimated useful life exceeding one year. The costs associated with normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

N. LEASES

The Organization is a lessee in multiple leases. If the contract provides the Organization the right to substantially all the economic benefits and the right to direct the use of the identified asset, it is considered to be or contain a lease. Right-of-use (ROU) assets and lease liabilities are recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. ROU assets are also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred.

Lease liabilities are initially and subsequently recognized based on the present value of their future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Increases (decreases) to variable lease payments due to subsequent changes in an index or rate are recorded as variable lease expense (income) in the future period in which they are incurred.

ROU assets for operating leases are subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized.

ROU assets for finance leases are amortized on a straight-line basis over the lease term. Operating leases with fluctuating lease payments: For operating leases with lease payments that fluctuate over the lease term, the total lease costs are recognized on a straight-line basis over the lease term.

The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

The Organization has elected to use the practical expedient to not separate lease and non-lease components.

Right-of-use assets and liabilities are presented as separate line items on the Organization's statements of financial position.

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

ADOPTED ACCOUNTING PRONOUNCEMENTS

Effective October 1, 2022, the Organization adopted the provisions of FASB ASC Topic 842 (ASU 2016-02), Leases. ASC 842 requires that a lease liability and related right-of-use-asset representing the lessee's right to use or control the asset be recorded on the statement of financial position upon the commencement of all leases, except for those with a lease term of twelve months or less. Leases are classified as either finance leases or operating leases. The Organization has elected to record in its financial statements the effect of FASB ASC 842 as of the beginning of the year of adoption, which is October 1, 2022.

Accordingly, the Organization has recognized the right-of-use assets and lease liabilities measured under FASB ASC 842 in its statement of financial position for the year ended September 30, 2024.

Leases (Topic 842) Discount Rate for Lessees That Are Not Public Business Entities (ASU-2021-09)-Topic 842 currently provides lessees that are not public entities with a practical expedient that allows them to elect, as an accounting policy, to use a risk-free rate as the discount rate for all leases. The amendments in this update allow those lessees to make the risk-free rate election by class of underlying asset, rather than at the entity-wide level. An entity that makes the risk-free rate election is required to disclose which asset classes it has elected to apply a risk-free rate. The amendments require that when the rate implicit in the lease is readily determinable for any individual lease, the lessee use that rate (rather than a risk-free rate or an incremental borrowing rate), regardless of whether it has made the risk-free rate election. Entities, including local Organizations, that have not yet adopted Topic 842 as of November 11, 2021, are required to adopt the amendments in this Update at the same time that they adopted Topic 842. The Organization has adopted the provisions of FASB ASC 842 as of October 1, 2022 and has elected to use the risk-free rate for its building lease.

Effective October 1, 2022, the Organization adopted the provisions of *FASB ASU 2020-07, Not-for-Profit Entities (Topic 958) Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The amendment in this Update apply to nonprofit organizations that receive contributed nonfinancial assets (also referred to as gifts-in-kind) and address presentation and disclosure of those contributed nonfinancial assets. The term "nonfinancial assets" includes fixed assets (such as land, buildings, and equipment), use of fixed assets or utilities, materials and supplies, intangible assets, cryptocurrency, services, and unconditional promises of those assets. Under ASU 2020-07, organizations must present gifts-in-kind as a separate line item in the statement of activities, apart from gifts of cash and other financial assets. In addition to this presentation requirement, the gift-in-kind must be further broken down into categories (fixed assets, supplies, contributed services, etc.) in the notes to the financial statements.

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

ADOPTED ACCOUNTING PRONOUNCEMENTS

For each category of contributed nonfinancial assets recognized in the financial statements, further footnote disclosures are required under ASU, including whether the gifts-in-kind were sold or used, among other disclosures. The provisions of ASU 2020-07 must be applied on a retrospective basis (meaning that all periods presented in comparative financial statements must reflect the requirements of the new standard). Adoption of this standard had no effect on its net assets for the years ending September 30, 2024 and 2023.

NOTE (2) INCOME TAX STATUS

PA CleanWays is a Pennsylvania not-for-profit corporation that is exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code. The Organization maintains a Group Exemption Letter (#3373) that covers its affiliated local chapters.

NOTE (3) CONCENTRATIONS

Approximately 83% and 81% of the Organization's government grants are provided by the Pennsylvania Department of Environmental Protection for the years ended September 30, 2024 and 2023, respectively. Approximately 41% and 26% of the accounts receivable as of September 30, 2024 and 2023, respectively, is due from the Pennsylvania Department of Environmental Protection.

The Organization maintains cash balances at several financial institutions located in Southwestern PA. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to $250,000. At September 30, 2024, the Organization's uninsured cash balance was $166,300.

NOTE (4) REVOLVING LINE OF CREDIT

The Organization has a $150,000 revolving line of credit. At September 30, 2024 the full amount of the line of credit was available and there was no balance due. Bank advances on the credit line are payable on the expiration date of March 9, 2024. Interest is charged at the Wall Street Journal published prime rate (which may change daily). The credit line is secured by substantially all assets of the Organization.

NOTE (5) RELATED ENTITIES

The Organization has sixteen affiliates. The Organization has no ownership or voting interests in the affiliates. However, Affiliate Agreements give PA CleanWays control over how they carry out certain activities. The Organization provides direct cash grants to the affiliates as funds are available.

NOTE (6) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with restrictions subject to expenditure for a specific purpose are available for the following purposes as of September 30, 2024 and 2023:

	2024	2023
Restricted for programming in specific Counties	$ 26,797	$ 27,859
Miscellaneous Restrictions	105,467	214,533
Total Net Assets with Donor Restrictions – *Purpose Restrictions*	$ 132,264	$ 242,392

NOTE (7) NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by donors during 2024 and 2023 as follows:

	2024	2023
Restricted for programming in specific Counties	$ 25,161	$ 41,146
Miscellaneous Restrictions	383,364	544,402
Total Net Assets Released from Restrictions	$ 408,525	$ 585,548

NOTE (8) INVESTMENTS

The Organization's investments at September 30, 2024 consisted of a Mutual funds held with Morgan Stanley Smith Barney and they are recorded at market value. The investment account was opened during fiscal year 2014.

	2024	2023
Mutual Funds	$ 145,316	$ 120,531

NOTE (9) RETIREMENT PLAN

The Agency has in effect a 401K plan which covers all employees. Under the terms of the plan, employees may elect to make pre-tax or after-tax contributions to the plan. The Organization matches up to 4% of compensation for participating employees. For the years ended September 30, 2024 and 2023, the Organization contributed $17,518 and $16,298 to the plan, respectively.

NOTE (10) LEASES

The organization leases real estate through an operating lease agreement. The lease expires on April 30, 2027. The Organization includes in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonable certain to be exercised.

The weighted-average discount rate is based on the discount rate implicit in the lease. If the implicit rate is not readily determinable from the lease, the Organization estimates an applicable borrowing rate. The incremental borrowing rate is estimated using the Organization's applicable borrowing rates and the contractual lease term.

Reported under FASB ASC 842-year ended September 30, 2024:

Lease Cost

	2024
Operating Lease cost	$ 82,596

Cash Flow Items

	2024
Cash paid for amounts included in the measurement of lease liabilities	
Operating cash flows from Operating Leases	$ 13,322
Right-of-use assets obtained in exchange for lease liabilities	
Operating leases	$ 75,561

Weighted-Average Information

	2024
Weighted-Average remaining lease term in years:	
Operating Lease – Office Building	2.58
Weighted-average discount rate:	
Operating lease-Office Building	5.00%

NOTE (10) LEASES "CONTINUED"

Future Minimum Lease Payments

September 30,		
2025	$	31,973
2026		31,973
2027		18,651
Total lease payments		82,597
Less Interest		(7,036)
Present value of lease liabilities	$	75,561

Reported under FASB ASC 842-year ended September 30, 2023:

Lease Cost

	2023
Operating Lease cost	$ 16,301

Cash Flow Items

	2023
Cash paid for amounts included in the measurement of lease liabilities	
Operating cash flows from Operating Leases	$ 27,945
Right-of-use assets obtained in exchange for lease liabilities	
Operating leases	$ 15,525

Weighted-Average Information

	2023
Weighted-Average remaining lease term in years:	
Operating Lease – Office Building	0.58
Weighted-average discount rate:	
Operating lease-Office Building	5.00%

NOTE (10) LEASES "CONTINUED"

Future Minimum Lease Payments

September 30,		
2023	$	16,301
Total lease payments		16,301
Less Interest		(776)
Present value of lease liabilities	$	15,525

NOTE (11) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

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

Financial assets at year-end	$	534,430
Less those unavailable for general expenditures within one year, due to:		
Donor-restricted to specific purpose		132,264
Financial assets available to meet cash needs for general expenditure within one year	$	402,166

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization invests cash in excess of daily requirements in short-term investments. In addition to the above amounts, the Organization has a line of Credit from PNC Bank in the amount of $150,000.

NOTE (12) CONTRIBUTED NONFINANCIAL ASSETS

The Organization is dependent upon donated materials from diverse groups to fulfill its mission. For the years ended September 30, 2024 and 2023, donated materials recorded in the financial statements as in-kind contributions totaled $260,852 and $150,598, respectively.

Years Ended September 30,		2024		2023
Materials – Cleanup Supplies	$	164,595	$	239,585
Services		26,994		21,267
Total contributed nonfinancial assets	$	191,589	$	260,852

The Organization recognizes contributed nonfinancial assets within revenue, including materials (cleanup supplies) and services. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

NOTE (12) CONTRIBUTED NONFINANCIAL ASSETS "CONTINUED"

The donated cleanup supplies were utilized in the Organization's activities. The Organization estimates the fair value on the basis of estimates of wholesale values that would be received for selling similar products in the United States.

Contributed services recognized comprise of donated landfill disposal fees. Contributed services are valued and are reported at the estimated fair value in the financial statements based on the current rates for similar services.

NOTE (13) CONTINGENCIES

PA CleanWays dba Keep Pennsylvania Beautiful currently has no asserted litigation that would materially affect the financial statements.

NOTE (14) SUBSEQUENT EVENTS

The organization has evaluated subsequent events through January 11, 2025, the date the financial statements were available to be issued.