GARDEN STATE COUNCIL, INC.

BOY SCOUTS OF AMERICA

CONSOLIDATED AUDIT REPORT

FOR THE YEARS ENDED

DECEMBER 31, 2023 and 2022

GARDEN STATE COUNCIL, INC.

BOY SCOUTS OF AMERICA

TABLE OF CONTENTS

FORD - SCOTT
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Independent Auditor's Report

Board of Directors
Garden State Council, Inc.
Boy Scouts of America
Rancocas, New Jersey

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Garden State Council, Inc., Boy Scouts of America (a nonprofit organization) which comprise the consolidated statements of financial position as of December 31, 2023 and 2022, and the related consolidated statements of changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, based on our audit and the report of the other auditors, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Garden State Council, Inc., Boy Scouts of America as of December 31, 2023 and 2022, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Burlington County Council, Boy Scout Camp, and the Garden State Boy Scout Foundation, Inc., affiliates, which statements reflect total assets constituting 53% and 54% of consolidated total assets as of December 31, 2023 and 2022, and total revenues constituting 26% and 245% of consolidated total revenues for the years then ended. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Burlington County Council, Boy Scout Camp, is based solely on the report of the other auditors.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 the Garden State Council, Inc., Boy Scouts of America 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 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 misstatements, 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 the Garden State Council, Inc., Boy Scouts of America'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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 The Garden State Council, Inc., Boy Scouts of America'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 The Garden State Council, Inc., Boy Scouts of America'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Ford, Scott & Associates, L.L.C.

FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

July 29, 2024

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GARDEN STATE COUNCIL, INC
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	Operating Fund		Capital Fund		Endowment Fund		Total	
	2023	2022	2023	2022	2023	(As Restated) 2022	2023	(As Restated) 2022
ASSETS								
Cash	$ 687,031	765,804	578,120	517,764	22,627	18,427	1,287,778	1,301,995
Accounts receivable:								
Activities	29,440	9,341	22,268				51,708	9,341
Contributions receivable - net	72,911	61,299			6,186	7,446	79,097	68,745
Investments at fair value					19,021,108	16,381,196	19,021,108	16,381,196
Investment in land held for resale					561,764	561,764	561,764	561,764
Inventories - at cost	236,699	283,692					236,699	283,692
Prepaid expenses	43,564	73,783					43,564	73,783
Other assets					192,802	192,802	192,802	192,802
Land, buildings and equipment, Less accumulated depreciation of $3,631,934 and $4,326,179			3,156,755	3,795,897			3,156,755	3,795,897
Total Assets	1,069,645	1,193,919	3,757,143	4,313,661	19,804,487	17,161,635	24,631,275	22,669,215
LIABILITIES AND NET ASSETS								
Accounts payable	38,852	56,731	-	519	1,987	2,487	40,839	59,737
Accrued payroll	4,510	29,510					4,510	29,510
Other current liabilities	52,707	72,684					52,707	72,684
Custodian ccounts:								
Order of the arrow	57,663	58,907					57,663	58,907
Other	252,197	279,890					252,197	279,890
Deferred income	54,122	157,238		20,000			54,122	177,238
Due to settlement trust					561,764	561,764	561,764	561,764
Total Liabilities	460,051	654,960	-	20,519	563,751	564,251	1,023,802	1,239,730
Net Assets:								
Without Donor Restrictions - Council	222,412	147,221	3,332,905	3,888,764	3,373,541	1,077,660	6,928,858	5,113,645
Without Donor Restrictions - Camp Corporation	14,375	18,937	267,430	228,820	2,133,896	11,809,763	2,415,701	12,057,520
Without Donor Restrictions - Foundation					10,600,084	10,024	10,600,084	10,024
Without Donor Restrictions - BCCBSALNT				-		560,337	-	560,337
With Donor Restrictions	372,807	372,801	156,808	175,558	3,133,215	3,139,600	3,662,830	3,687,959
Total Net Assets	609,594	538,959	3,757,143	4,293,142	19,240,736	16,597,384	23,607,473	21,429,485
Total Liabilities and Net Assets	$ 1,069,645	1,193,919	3,757,143	4,313,661	19,804,487	17,161,635	24,631,275	22,669,215

The accompanying notes are an integral part of these financial statements

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	(As Restated) Endowment Fund	(As Restated) Total
Changes in net assets without donor restrictions:								
Public Support and Revenue:								
Direct Contributions:								
Friends of Scouting - Gross	$ 109,823			109,823	109,050			109,050
Less: Provision for Uncollectibles	(6,279)			(6,279)	(6,529)			(6,529)
Net Friends of Scouting	103,544			103,544	102,521			102,521
Contributions from individuals and organizations Foundations and Trusts	408,576	175,500	20,253	604,329	412,407	5,400	56,113	473,920
Special events - Gross	554,130			554,130	470,402			470,402
Less: Cost of net Benefits	(122,214)			(122,214)	(134,678)			(134,678)
Net Special events	431,916			431,916	335,724			335,724
Total direct contributions	944,036	175,500	20,253	1,139,789	850,652	5,400	56,113	912,165
Indirect Contributions:								
United Ways	5,025			5,025	4,920			4,920
Total indirect contributions	5,025	-	-	5,025	4,920	-	-	4,920
Other Revenues:								
Sale of supplies - Gross	375,204			375,204	398,607			398,607
Less: Cost of Goods Sold	(265,190)			(265,190)	(229,910)			(229,910)
Net Sales of Supplies	110,014			110,014	168,697			168,697
Product Sales	420,494			420,494	360,666			360,666
Less: Commissions	(167,305)			(167,305)	(148,823)			(148,823)
Less: Cost of Goods Sold	(108,546)			(108,546)	(97,762)			(97,762)
Net Sales of Products	144,643			144,643	114,081			114,081
Camping	159,035			159,035	226,938			226,938
Activities	241,497			241,497	161,253			161,253
Net realized gain/(loss) on investments			6,975,675	6,975,675			(1,586,714)	(1,586,714)
Net unrealized gain/(loss) on investments			(5,431,266)	(5,431,266)			(2,176,385)	(2,176,385)
Net unrealized gain on land held for sale				-			465,793	465,793
Investment income/(expense)	206,146	21	13,798	219,965	279,885	25	104,435	384,345
Gain on Sale of Assets		927,674		927,674				-
Other	437,080	4,945		442,025	521,310	156,661		677,971
Total other revenues	1,298,415	932,640	1,558,207	3,789,262	1,472,164	156,686	(3,192,871)	(1,564,021)
Net assets released from restrictions	84,065	68,750	32,138	184,953	77,000			77,000
Total public support and revenues	$ 2,331,541	1,176,890	1,610,598	5,119,029	2,404,736	162,086	(3,136,758)	(569,936)

The accompanying notes are an integral part of these financial statements

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	(As Restated) Endowment Fund	(As Restated) Total
Expenses:								
Program services	$ 2,023,603	180,658		2,204,261	2,036,676	218,227		2,254,903
Supporting Services								
Management and general	341,647	30,501		372,148	343,858	36,843		380,701
Fundraising	262,808	23,462		286,270	264,504	28,341		292,845
Total supporting services	604,455	53,963	-	658,418	608,362	65,184	-	673,546
Contribution to Settlement Trust				-			3,890,626	3,890,626
Charter and national service fee	53,233			53,233	53,619			53,619
Total expenses	2,681,291	234,621	-	2,915,912	2,698,657	283,411	3,890,626	6,872,694
Changes in net assets without donor restrictions	(349,750)	942,269	1,610,598	2,203,117	(293,921)	(121,325)	(7,027,384)	(7,442,630)
Changes in net assets with donor restrictions:								
Public Support and Revenue:								
Direct Contributions:								
Friends of Scouting - Gross	55,745			55,745	39,812			39,812
Net Friends of Scouting	55,745			55,745	39,812			39,812
Contributions from individuals and organizations:								
Indirect Contributions United Way		50,000		50,000		100,000		100,000
Contributions from individuals and organizations			1,000	1,000	40,000		12,431	52,431
Other Direct Contributions	19,186		1,000	20,186	3,664		645	4,309
Associated Organizations	200			200				-
Special Events	8,940			8,940	2,775			2,775
Net unrealized gain/(loss) on investments			22,866	22,866			(10,825)	(10,825)
Investment income/(expense)			887	887			525	525
Net Assets released from restrictions	(84,065)	(68,750)	(32,138)	(184,953)	(60,306)	(75,000)	(2,000)	(137,306)
Changes in net assets with donor restrictions	$ 6	(18,750)	(6,385)	(25,129)	25,945	25,000	776	51,721

The accompanying notes are an integral part of these financial statements

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
							(As Restated)	(As Restated)
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	Endowment Fund	Total
Changes in total net assets	$ (349,744)	923,519	1,604,213	2,177,988	(267,976)	(96,325)	(7,026,608)	(7,390,909)
Total net assets beginning of the year	538,959	4,293,142	16,597,384	21,429,485	463,152	4,636,380	23,720,862	28,820,394
Transfers	420,379	(1,459,518)	1,039,139	-	343,783	(246,913)	(96,870)	-
Total net assets, end of year	609,594	3,757,143	19,240,736	23,607,473	538,959	4,293,142	16,597,384	21,429,485
Analysis of ending net assets:								
Without Donor Restrictions - Council	222,412	3,332,905	3,373,541	6,928,858	147,221	3,888,764	1,077,660	5,113,645
Without Donor Restrictions - Camp Corporation	14,375	267,430	2,133,896	2,415,701	18,937	228,820	11,809,763	12,057,520
Without Donor Restrictions - Foundation			10,600,084	10,600,084			10,024	10,024
Without Donor Restrictions - BCCBSALNT	-	-	-	-	-	-	560,337	560,337
With Donor Restrictions	372,807	156,808	3,133,215	3,662,830	372,801	175,558	3,139,600	3,687,959
Total net assets, end of year	$ 609,594	3,757,143	19,240,736	23,607,473	538,959	4,293,142	16,597,384	21,429,485

The accompanying notes are an integral part of these financial statements

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED DECEMBER 31,

	2023					2022				
	Program Services	Management & General	Fund Raising	Total Support Services	Total	Program Services	Management & General	Fund Raising	Total Support Services	Total
Professional Salaries	$ 463,484	78,251	60,193	138,444	601,928	480,752	81,166	62,435	143,601	624,353
Staff Salaries	338,616	57,169	43,976	101,145	439,761	294,954	49,797	38,306	88,103	383,057
Payroll Taxes	65,378	11,038	8,491	19,529	84,907	81,197	13,709	10,545	24,254	105,451
Employee Benefits	161,592	27,282	20,986	48,268	209,860	156,295	26,388	20,298	46,686	202,981
Employment Related Expenses	946	160	123	283	1,229	2,411	407	313	720	3,131
Total salaries and related expenses	1,030,016	173,900	133,769	307,669	1,337,685	1,015,609	171,467	131,897	303,364	1,318,973
Travel Expense	68,995	11,649	8,960	20,609	89,604	97,700	16,495	12,688	29,183	126,883
Occupancy Expense										
Utilities	130,106	21,966	16,897	38,863	168,969	167,821	28,333	21,795	50,128	217,949
Real Estate Taxes	8,708	1,470	1,131	2,601	11,309	8,515	1,438	1,106	2,544	11,059
Fire and Liability Insurance	86,352	14,579	11,215	25,794	112,146	66,331	11,199	8,614	19,813	86,144
Repairs and Maintenance	77,901	13,152	10,117	23,269	101,170	75,535	12,753	9,810	22,563	98,098
Operating Supplies	42,735	7,215	5,550	12,765	55,500	46,352	7,826	6,020	13,846	60,198
Postage	5,143	868	668	1,536	6,679	8,301	1,401	1,078	2,479	10,780
Telephone	29,622	5,001	3,847	8,848	38,470	33,832	5,712	4,394	10,106	43,938
Conference Expense	106,852	18,040	13,877	31,917	138,769	33,643	5,680	4,369	10,049	43,692
Recognition awards	46,357	7,827	6,020	13,847	60,204	38,469	6,495	4,996	11,491	49,960
Specific Assistance to Individuals	52,289	8,828	6,791	15,619	67,908	24578	4149	3192	7,341	31,919
Professional Fees	125,654	21,214	16,319	37,533	163,187	158,772	26,806	20,620	47,426	206,198
Activity Expense	24,847	4,195	3,227	7,422	32,269	68,355	11,540	8,877	20,417	88,772
Equipment Expense	34,639	5,848	4,499	10,347	44,986	40,018	6,756	5,197	11,953	51,971
Printing and Publications	24,150	4,077	3,136	7,213	31,363	11,175	1,887	1,452	3,339	14,514
Other Expense:										
Rental Property Expenses	31,665	5,346	4,112	9,458	41,123	66,798	11,277	8,675	19,952	86,750
Insurance	54,974	9,281	7,140	16,421	71,395	60,533	10,220	7,861	18,081	78,614
Miscellaneous	46,653	7,876	6,059	13,935	60,588	57,278	9,673	7,439	17,112	74,390
Bad Debt Expense	5,248	886	682	1,568	6,816				-	-
Camping Expense	22,362	3,775	2,904	6,679	29,041	23,859	4,028	3,099	7,127	30,986
Total expense before depreciation	2,055,268	346,993	266,920	613,913	2,669,181	2,103,474	355,135	273,179	628,314	2,731,788
Depreciation	148,993	25,155	19,350	44,505	193,498	151,429	25,566	19,666	45,232	196,661
Total Functional Expenses	$ 2,204,261	372,148	286,270	658,418	2,862,679	2,254,903	380,701	292,845	673,546	2,928,449

The accompanying notes are an integral part of these financial statements

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31,

	Operating Fund		Capital Fund		Endowment Fund		Total	
	2023	2022	2023	2022	2023	(As Restated) 2022	2023	(As Restated) 2022
CASH FLOWS FROM OPERATING ACTIVITIES:								
Change in net assets	$ (349,744)	$ (267,976)	923,519	(96,325)	1,604,213	(7,026,608)	2,177,988	(7,390,909)
Adjustments to reconcile change in net assets to net								
Cash used by operating activities:								
Depreciation			193,498	196,661			193,498	196,661
Interest and Dividends on Investments					(14,685)	(104,960)	(14,685)	(104,960)
(Gain)/Loss on sale of investments					(6,975,675)	1,586,714	(6,975,675)	1,586,714
Unrealized (Gain)/Loss on investments					5,408,400	2,187,210	5,408,400	2,187,210
Unrealized (Gain)/Loss on land held for resale					-	(467,220)	-	(467,220)
(Increase)/Decrease in accounts receivable	(20,099)	(2,379)	(22,268)				(42,367)	(2,379)
(Increase)/Decrease in contributions receivable	(11,612)	(15,585)			1,260	(4,186)	(10,352)	(19,771)
(Increase)/Decrease in inventories	46,993	(46,564)					46,993	(46,564)
(Increase)/Decrease in interfund loans		(3,370)		2,370		1,000	-	-
(Increase)/Decrease in prepaid expenses	30,219	25,413		633			30,219	26,046
Increase/(Decrease) in accounts payable	(17,879)	24,646	(519)	519	(500)	2,487	(18,898)	27,652
Increase/(Decrease) in accrued payroll	(25,000)	29,510					(25,000)	29,510
Increase/(Decrease) in other current liabilities	(19,977)	35,980					(19,977)	35,980
Increase/(Decrease) in custodian accounts	(28,937)	33,372					(28,937)	33,372
Increase/(Decrease) in deferred income	(103,116)	59,479	(20,000)	20,000			(123,116)	79,479
Increase/(Decrease) in due to settlement trust						561,764	-	561,764
Increase/(Decrease) in loans payable		(225,590)					-	(225,590)
Interfund Transfers	420,379	343,783	(1,459,518)	(152,369)	1,039,139	(191,414)	-	-
Net cash provided/(used) by operating activities	(78,773)	(9,281)	(385,288)	(28,511)	1,062,152	(3,455,213)	598,091	(3,493,005)
CASH FLOWS FROM INVESTING ACTIVITIES:								
Proceeds from sale of investments					12,059,748	14,049,893	12,059,748	14,049,893
Purchase of investments					(13,117,700)	(10,577,553)	(13,117,700)	(10,577,553)
Net capital expenditures			445,644	(288)			445,644	(288)
Net cash provided/(used) in investing activities	-	-	445,644	(288)	(1,057,952)	3,472,340	(612,308)	3,472,052
Net increase/(decrease) in cash and cash equivalents	(78,773)	(9,281)	60,356	(28,799)	4,200	17,127	(14,217)	(20,953)
Cash and cash equivalents at beginning of year	765,804	775,085	517,764	546,563	18,427	1,300	1,301,995	1,322,948
Cash and cash equivalents at end of year	$ 687,031	765,804	578,120	517,764	22,627	18,427	1,287,778	1,301,995
Supplemental Information								
Non Cash Activity:								
PPP Loan Forgiveness	$ -	225,590					-	225,590

The accompanying notes are an integral part of these financial statements

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Garden State Council, Boy Scouts of America (the "Council") operates in Burlington, Camden, Gloucester, Salem, Cumberland and Cape May Counties, New Jersey. The Organization consists of the Council, Trust Funds used to manage certain monetary assets of the Council and two separate corporations used to manage camp facilities that hold the land and camping facilities for the benefit of the Council. A more detailed description of the Trust Fund and Camp Corporations is included in the following pages. On January 1, 2013, the Burlington County Council located in Burlington County and Southern New Jersey Council located in Cumberland County completed a merger resulting in the Garden State Council. The merger was performed to consolidate overhead expenses allowing for reinvestment of those funds into program support and expansion. The Council is a not-for-profit organization devoted to promoting, within the territory covered by the charter from time to time granted it by the Boy Scouts of America and in accordance with the Bylaws, the Rules and Regulations of the Boy Scouts of America, the Scouting program of providing the ability of boys, young men and women to do things for themselves and others, training them in Scoutcraft, and teaching them patriotism, courage, self-reliance, and kindred virtues, using the methods which are now in common use by the Boy Scouts of America.

The Council's programs are classified as follows:

Lion Scouts—A fun introduction to the Scouting program for kindergarten-age youth eager to get going! Lions do adventures with their adult partners and other Lions every month. This program introduces youth and their families to Scouting and the outdoors as it builds a foundation of character. A Lion den is part of the Cub Scout pack.

Tiger Scouts—One-year, family-oriented program for a group of teams, each consisting of a first grade (or 7-year-old) boy or girl and an adult partner (usually a parent). A Tiger den is part of the Cub Scout pack.

Cub Scouting—Family- and community-centered approach to learning citizenship, compassion, and courage through service projects, ceremonies, games, and other activities promoting character development and physical fitness.

Scouts BSA— Scouts BSA is a year-round program for youth 11-17 years old that provides fun, adventure, learning, challenge, and responsibility to help them become the best version of themselves.

Venturing—Provides experiences to help young men and women, ages 14—or 13 with completion of the eighth grade—through 20, become mature, responsible, caring adults. Young people learn leadership skills and participate in challenging outdoor activities, including having access to Boy Scout camping properties, a recognition program, and Youth Protection training.

Learning for Life—Program that enables young people to become responsible individuals by teaching positive character traits, career development, leadership, and life skills so they can make ethical choices and achieve their full potential.

Families can choose to sign up their sons and daughters who are ages 5-10 for Cub Scouts. Chartered organizations may choose to establish a new girl pack, establish a pack that consists of girl dens and boy dens or remain an all-boy pack. Cub Scout dens will be single gender — all boys or all girls. Using the same curriculum as the (now) former Boy Scouting program, Scouts BSA launched in February 2019, enabling all eligible youth ages 11-17, to earn the Eagle Scout rank. Scouts BSA is single gender – all-girl troops or all-boy troops. This unique approach allows the organization to maintain the integrity of the single-gender model while also meeting the needs of today's families.

The Council's Web site address is http://www.gardenstatescouting.org

The Burlington County Council, Boy Scout Camp Corporation (the "Camp") is the owner of the Pine Tree Education and Environmental Center. The Center's mission is to enhance the development of the physical, mental and emotional fitness of youth through camping. In addition to the Center, the Camp owns various investments. Income from those investments may be made available for the general purpose of the Council at the direction of the Camp Board of Directors.

The BCCBSALNT, Inc. was the owner of 162.83 acres of unimproved land in the South Jersey pinelands. The land was to be used for low impact camping, commonly referred to as leave no trace camping. In May of 2023, the land was transferred to the Council with the intent to sell. The property is currently listed for sale and is included in the financial statements as investments in land held for sale.

The Burlington County Council Boy Scout Trust Fund (the "Trust Fund") was established on August 14, 1952 to hold the principal of certain money and property, including any accumulations thereof, for the general and donor-designated purposes of the Council. The Trust Fund is overseen by the Investment Advisory Committee in accordance with the provisions of the Trust Agreement. The Southern Jersey Council Boy Scout Trust Fund was established to hold the principal of certain money and property, including any accumulations thereof, for the general and donor-designated purposes of the Council. The Trust Fund is overseen by the Investment Advisory Committee in accordance with the provisions of the Trust Agreement.

Garden State Boy Scout Foundation, Inc. (the "Foundation") was established January 29, 2021. The Corporation is organized to qualify as a supporting organization under section 509(a)(3) of the code, and all provisions of this certificate shall be interpreted consistent therewith. The Garden State Council shall be the organization supported by the corporation (the "supported organization"), provided that from time to time and in accordance with bylaws for the corporation, the board of trustees may designate one or more alternative qualifying publicly supported charity entity(ies) as a supported organization in addition to, or in place of, the Council.

Principles of Consolidation

The Council has voting control over and an economic interest in the Camp, the Trust Fund, and the Foundation which results in the accounts of the Camp, the Trust Fund, and the Foundation being consolidated with those of the Council in the accompanying consolidated financial statements. All intercompany balances and transactions have been eliminated in the consolidation. The Council, the Camp, the Trust Fund, and the Foundation are hereinafter referred to as the "Organization." The supplemental schedules exclude the Camp, and the Foundation.

Fund Accounting

To ensure observance of limitations and restrictions placed on the use of available resources, the accounts of the Organization are maintained in accordance with the principles of fund accounting. Under such principles, resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with specified activities or objectives. The accounts of the Council are maintained in three self-balancing fund groups according to their nature and purposes as follows:

General Operating Fund – The general operating fund is used to account for the Council's operating activities.

Capital Fund – The capital fund is used to account for property, buildings, equipment, and legally restricted cash that is to be expended for property, buildings, and equipment and related debt payments. Also, included in this fund are investments either restricted or designated for capital repair and improvements where the income is either designated or restricted for those particular items. Revenues and expenses related to the capital fundraising campaign are also included in this fund.

Endowment Fund – The endowment fund is normally used to account for amounts of gifts and bequests accepted with legal restrictions based on donor stipulation that the principal be maintained intact in perpetuity, until the occurrence of a specified event or for a specified period, and that only income from the investment thereof be expended either for general purposes or for purposes specified by the donor. Investment funds with and without donor restrictions are also included in the endowment fund.

Certain donor-restricted net assets have been restricted by donors to be maintained by the Council in perpetuity.

Basis of Presentation

The accompanying combined financial statements have been presented in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The Council reports 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 organization. These net assets may be used at the discretion of the council's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the council or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP 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 consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Council considers all highly liquid investments purchased with original maturities of three months or less to be cash equivalents.

Concentration of Credit Risk

The Council maintains its cash and cash equivalents in financial institution accounts, which may, at times, exceed the federally insured limit of $250,000 set by the Federal Deposit Insurance Corporation. The Council has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash held in such institutions.

Accounts Receivable

Accounts receivable are recorded primarily for popcorn and camp cards (product) sales and are reported at net realizable value if the amounts are due within one year. An allowance for doubtful accounts is based on an analysis of expected collection rates determined from experience. No allowance for doubtful accounts was considered necessary as of December 31, 2023 and 2022.

Interfund Loans

The Council records interfund loans on a single line in the asset section of the statement of financial position and classifies them as current or long-term based on the intended repayment date of the loan. The total of all three interfund loan accounts must be zero in the Totals column of the statement of financial position.

Inventories

Inventories, which consist primarily of Scouting supplies, are stated at the lower of average cost or net realizable value.

Land, Buildings, and Equipment and Related Depreciation

Purchased property and equipment are stated at cost. Maintenance and repairs are charged to operations when incurred. Betterments and renewals of $1,000 or more are capitalized. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in the change in net assets.

Depreciation of property and equipment and amortization of leasehold improvements are computed using the straight-line method based on the shorter of the estimated useful lives or lease terms of the assets as follows:

Assets	Estimated Useful Lives
Land improvements	10 – 40 years
Buildings and leasehold improvements	2 – 50 years
Furniture, fixtures and equipment	3 – 20 years

Donations of property and equipment are recorded as contributions 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 to a specific purpose based on its fair value. Assets donated with explicit restrictions regarding their use, absent donor stipulations regarding how long those donated assets must be maintained, are recorded as net assets with donor restrictions. The Council reports expirations of donor restrictions when the donated or acquired assets are placed into service as instructed by the donor. The Council reclassifies net assets with donor restrictions that are temporary in nature to net assets without donor restrictions at that time.

Construction in Progress

Construction in progress is stated at cost and consists primarily of costs incurred in the construction of building improvements. No provision for depreciation is made on construction in progress until the assets are complete and placed into service.

Long-lived Assets

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell. No impairment charges were recorded during the years ended December 31, 2023 and 2022.

Investments

Investments consist primarily of assets invested in marketable equity and debt securities, alternative investments, commodities, and money-market accounts. The Organization accounts for investments in accordance with FASB requirements. This standard requires that investments in equity securities with readily determinable fair values and all investments in debt securities be measured at fair value in the consolidated Statements of Financial Position. Fair value of marketable equity and debt securities is based on quoted market prices. Alternative investments are stated at the fair value of their underlying assets and allocated to the investors in proportion to the investor's ownership percentage. The realized and unrealized gain or loss on investments is reflected in the consolidated Statements of Changes in Net Assets.

Investments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated Statement of Financial Position.

Investment Policy

The Organization's investment policy intends for the Organization to invest in assets that would produce results exceeding the investment's purchase price and incur a significant yield of return, while assuming a moderate level of investment risk. The Organization expects its Endowment Fund, over time, to provide a reasonable rate of return. To satisfy the long-term rate of return objective, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on marketable equity and debt securities and money-market accounts to achieve its long-term return objectives within prudent risk constraints.

Investment Spending Policy

On July 21, 2014, the Board of Directors (through the Executive Committee) approved an endowment spending policy. The policy is as follows:

Program Support Fund: In support of that mission, the liquid assets of the Program Support Fund shall be invested to provide earnings, in the form of a total return from principal, capital appreciation, and income to meet the Council's current budgetary requirements, while maintaining a Program Support Fund for future operational needs of the council. However, it is recognized that, despite the budgeting of a realistic and prudent amount, it is possible that distributions can fall short by a significant amount. In that case, a 2/3 majority vote of the Board members attending an Executive Board meeting may approve a Special Supplementary Board Grant of funds from the Program Support Fund for that fiscal year, up to the amount of the aforesaid shortfall, but not to exceed an additional two percent (2%) of Program Support Fund's total average 5-year market value as of December 31 of the preceding year.

Trust Fund: Annual withdrawals shall not exceed the amount of the fund earnings (interest and dividends) and shall remain in effect until an adjustment is determined by the board. To allow for future growth, income distributions may be limited to 5% of the average previous five year's total book value.

Revenue Recognition

Revenue from Exchange Transactions: The Council recognizes revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers, as amended. ASU 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The Council records the following exchange transaction revenue in its (consolidated) statements of activities and changes in net assets for the years ending December 31, 2023 and 2022:

Scout Shop and Trading Post sales: The Council operates a Scout Shop in its Service Center and various Trading Posts at its summer camp(s), which sell Scouting-related merchandise on a retail basis to customers. The performance obligation is the delivery of the good to the customer. The transaction price is established by the Council based on retail prices suggested by the suppliers. As each item is individually priced, no allocation of the transaction price is necessary. The Council recognizes revenue as the customer pays and takes possession of the merchandise. Some merchandise is sold with a right of return. If probable customer returns exist at the end of an accounting period, the Council estimates and records in its financial statements a liability for such returns, which offsets revenue. No liability for probable customer returns was considered necessary as of December 31, 2023 and 2022.

Product sales: To help Scout packs and troops raise the money they need to fund programs and activities throughout the year, the Council participates in the Trail's End Popcorn program. Scout packs and troops purchase popcorn from the Council, which they then resell to customers. The popcorn sale also helps the Council raise money in support of its programs. Popcorn sales to Scout units start in the fall of each year, with the units placing their orders online through the Trail's End website. The price the Scout unit pays for the popcorn is established by the Council, and each item is individually priced, so no allocation of the transaction price is required. Many BSA units are allowed to purchase popcorn "on account" with payment due at a later date. Per FASB ASU 2014-09, the Council is required to assess the probability of collecting these accounts receivable in order to determine whether there is a substantive transaction between the council and the unit. In making this collectability assessment, the Council exercises judgment and considers all facts and circumstances, including its knowledge of the customer. The Council uses the Trail's End website to track and manage unit accounts receivable. With popcorn sales, the performance obligation is delivery of the product, which is fulfilled by the Council at predetermined times and locations. Revenue recognition occurs when the product has been delivered. The Council presents separately in its consolidated statements of activities and changes in net assets gross revenues from popcorn sales, cost of goods sold, and unit commissions (retained by or paid to the unit).

Scout units have the right to return to the Council any unsold product. As of December 31, 2023 and 2022, no probable popcorn returns existed. Accordingly, no liability for probable customer returns was considered necessary.

Camping and Activity revenue: The Council conducts program-related experiences such as Day Camps, Day Hikes, Weekend Overnights, Camporees, and Summer Camps where the performance obligation is delivery of the program. Fees for camps and activities are set by the Council. For resident camps, fees include program supplies, meals, lodging, recognition items, staffing, and facility costs. As is customary, these items are not separately priced and are therefore considered to be one performance obligation. Activities such as the National Scout Jamboree may include a transportation component in the transaction price. Some special camp programs do incur additional fees (shooting sports, for example), which are separately priced. BSA activities such as Wood Badge may involve program supplies, recognition items, and meals, and are also considered to be one performance obligation. Fees collected in advance of delivery of the camp or activity are initially recognized as liabilities (deferred revenue) and are only recognized in the statements of activities after delivery of the program has occurred.

Special fundraising event revenue: The Council conducts special events in which a portion of the gross proceeds paid by the participant represents payment for the direct cost of the benefits received by the participant at the event— the exchange component, and a portion represents a contribution to the Council. Unless a verifiable objective means exists to demonstrate otherwise, the fair value of meals and entertainment provided at special events is measured at the actual cost to the Council. The contribution component is the excess of the gross proceeds over the fair value of the direct donor benefit. The direct costs of the special events, which ultimately benefit the donor rather than the Council, are recorded as costs of direct donor benefits in the (consolidated) statement of activities and changes in net assets. The performance obligation is delivery of the event, which is usually accompanied by a presentation. The event fee is set by the Council. FASB ASU 2014-09 requires allocation of the transaction price to the performance obligation(s). Accordingly, the Council separately presents in its consolidated statements of activities and changes in net assets or notes to financial statements] the exchange and contribution components of the gross proceeds from special events. Special event fees collected by the Council in advance of its delivery are initially recognized as liabilities (deferred revenue) and recognized as special event revenue after delivery of the event. For special event fees received before year-end for an event to occur after year-end, the Council follows AICPA guidance where the inherent contribution is conditioned on the event taking place and is therefore treated as a refundable advance along with the exchange component.

Other Revenue: Other revenue consists primarily of rent revenue (if this applies to your council) and is recognized on a monthly basis as earned.

Contributions Receivable

Unconditional promises to give (pledges) that are to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are initially recorded at the fair value of their estimated future cash flows as of the date of the promise to give through the use of a present value discount technique. In periods subsequent to initial recognition, unconditional promises to give are reported at the amount management expects to collect and are discounted over the collection period using the same discount rate as determined at the time of initial recognition. The discount rate determined at the initial recognition of the unconditional promise to give is based upon management's assessment of many factors, including when the receivable is expected to be collected, the creditworthiness of the other parties, the Council's past collection experience and its policies concerning the enforcement of promises to give, expectations about possible variations in the amount or timing, or both, of the cash flows, and other factors concerning the receivables collectability. Amortization of the discounts is included in support from contributions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. An allowance for uncollectible pledges is recorded when the Council determines, based on historical experience and collection efforts, that a contribution receivable (carried over from a prior year) is uncollectible. As of December 31, 2023 and 2022, contributions receivable were net of an allowance for uncollectible pledges of $9,561 and $11,275, respectively. Bad debt expense for the years ending December 31, 2023 and 2022 were $6,816 and $0, respectively.

Donated Materials and Services

Donated land, buildings, equipment, investments, and other noncash donations are recorded as contributions at their fair market value at their date of donation. The Council reports the donations in the net assets without donor restrictions category, unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets must be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported in the net assets with donor restrictions category. Per FASB ASU 2016-14 and absent explicit donor stipulations about how long those long-lived assets must be maintained, the Council reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Donated services are recognized as contributions 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 the Council. Some members of the Council have donated significant amounts of time to the Council in furthering its programs and objectives. However, no amounts have been included in the consolidated financial statements for donated member or volunteer services since they did not meet the criteria for recognition.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the consolidated statement of functional expenses. Costs that are not directly associated with providing specific services have been allocated based upon the relative time spent by employees of the Organization providing those services. In accordance with the policy of the National Council of the Boy Scouts of America (the “National Council”), the payment of the charter fee to the National Council is not allocated as a functional expense. The basis of allocation of these expenses is the result of a time study of staff performed every 3 years. The results of the 2022-time study are as follows: 77% Program, 13% fundraising and 10% management and general.

Advertising Costs

It is the Organization’s policy to expense all advertising costs when incurred. Direct advertising costs for the years ended December 31, 2023 and 2022 were $3,904 and $0, respectively.

Custodial Accounts

Custodial accounts represent amounts held by the Council as custodian for registration fees for member units, amounts on deposit for affiliated Scouting associations for their future use and amounts on deposit by member units for purchases of uniforms and supplies.

Federal and State Income Taxes

The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is also exempt from State income taxes and is registered with the State of New Jersey Charitable Registration and Investigation Act (CRI) of 1994. The Organization currently has no unrelated business income. No provision has been made for federal or state income taxes. The Organization has adopted the provisions of the FASB standard on *Accounting for Uncertainty in Income Taxes*. The Organization does not believe there are any material uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits. For the year ended December 31, 2023 and 2022, there were no interest or penalties recorded or included in the consolidated financial statements. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before January 1, 2020. The Organization is generally no longer subject to examination by the New Jersey Attorney General for years before January 1, 2019.

Fair Value Measurement

The FASB established a framework for measuring fair value and disclosing fair value measurements to financial statement users. Fair value is the price that would be received to sell an asset or paid to transfer a liability (referred to as the “exit price”) in an orderly transaction between market participants in the principal market, or if none exists, the most advantageous market, for specific assets or liabilities at the measurement dates. The fair value should be based on assumptions that market participants would use, including consideration of nonperformance risk.

In determining fair value, the Council uses various valuation approaches. The FASB established a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are inputs that market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the Council. Unobservable inputs are inputs that reflect the Council's assumptions about assumptions market participants would use in pricing the assets or liabilities developed based on the best information available in the circumstances.

The hierarchy is broken down into three levels based on the observability of inputs as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets to which the Council has access.

Level 2 – Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in inactive markets; inputs other than quoted market prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. The availability of observable inputs can vary and is affected by a wide variety of factors, including, for example, the type of asset or liability, the liquidity of markets and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Council in determining fair value is greatest for instruments categorized in Level 3.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Fair value is a market-based measure considered from the perspective of a market participant rather than an organization-specific measure. Therefore, even when market assumptions are not readily available, the Council's own assumptions are set to reflect those that the Council believes market participants would use in pricing the asset or liability at the measurement date.

Leases

The Council is a lessee in multiple noncancelable operating and financing leases. If the contract provides the Council 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 Council 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 Council has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable.

The Council has elected to exclude leases considered to be de minimis to the financial statements from the ROU asset and Lease Liability calculation.

Paycheck Protection Program

The Council received proceeds under the Paycheck Protection Program "PPP" administered by a Small Business Administration (SBA) approved partner in 2020 and 2021. Established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), the PPP provides for forgivable loans to qualifying organizations as long as the organization maintains its payroll levels and uses the proceeds for eligible purposes, including payroll, benefits, rent, and utilities, over a "covered period". Up to

100% of a loan is forgivable. The forgiveness amount will be reduced if the organization terminates employees or reduces salaries during the covered period. Any unforgiven portion of a PPP loan is payable over two or five years at an interest rate of 1%, with a deferral of payments for 10 months after then end of the covered period.

The Council met the PPP's eligibility criteria. Accordingly, the Council initially recorded the loan as a long-term debt and recorded the forgiveness in accordance with FASB Accounting Standards Codification (ASC) Topic 470, Debt.

Employee Retention Credit

During the year, the Council received advance payments under the Employee Retention Credit (ERC). The ERC is a refundable credit against certain payroll taxes allowed to an eligible employer for qualifying wages, that was established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act and further amended by the Consolidated Appropriations Act (CAA) and the American Rescue Plan (ARP). The Council expects to meet the ERC's eligibility requirements and considers these payments as a conditional grant. Accordingly, the Council has initially recorded the payments as a refundable advance in accordance with the guidance for conditional contributions and will recognize the grant in the statement of activities when there is no longer a measurable performance or other barrier.

Accounting Pronouncements Adopted

Effective January 1, 2023, the Council adopted the provisions of FASB ASC Topic 326, Financial Instruments—Credit Losses: Measurement of Credit Losses on Financial Instruments (ASU 2016-13)—This update establishes the current expected credit loss (CECL) model established by ASU 2016-13, which requires the immediate recognition of estimated expected credit losses over the life of a financial instrument, including trade receivables, net investments in leases (for lessors with sales-type or direct financing leases), and certain off-balance sheet credit exposures. The estimate of expected credit losses considers historical information as well as current and future economic conditions and events.

Effective January 1, 2022, the Council 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 consolidated 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 Council 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 January 1, 2022.

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 business 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 councils, 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 adopt Topic 842. The Council has adopted the provisions of FASB ASC 842 as of January 1, 2022 and has elected to use the risk-free rate for its building and office equipment classes of assets.

Effective January 1, 2022, the Council 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 amendments 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 gifts-in-kind must be further broken down into categories (fixed assets, supplies, contributed services, etc.) in the notes to the financial statements. For each category of contributed nonfinancial assets recognized in the financial statements, further footnote disclosures are required under the 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 year ending December 31, 2022.

Recently Issued Accounting Standards

The following accounting pronouncements were recently issued by the FASB:

None

Contribution to the Settlement Trust

The negotiated global settlement in the BSA bankruptcy case was approved in 2022. As planned, the Garden State Council moved forward with its commitment to the settlement in September 2022, contributing $3,328,862 in cash, and committing property valued at $561,764. The ruling in the case was later ratified, and the BSA emerged from bankruptcy in April 2023. The Council’s executive board has adopted a plan for recapitalization and has made significant progress to date. As of December 31, 2023 the committed property valued at $561,764 has not sold and is included in the statements of financial position under due to settlement trust and investment in land held for resale.

NOTE 2: LIQUIDITY AND AVAILABILITY OF FUNDS

The Council's financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, are as follows:

Financial assets at year end:	2023	2022
Cash - Operating Fund	$ 687,031	$ 765,804
Contributions Receivable - Operating Fund	72,911	61,299
Accounts Receivable - Operating Fund	29,440	9,341
Total financial assets	789,382	836,444
Less amounts not available to be used within one year:		
Net Assets with donor Restrictions	372,807	372,801
	372,807	372,801
Financial assets available to meet general expenditures over the next twelve months	$ 416,575	463,643

NOTE 3: FUND BALANCE TRANSFERS

Certain cash transfers between funds were made during the year to properly report all funds on a basis consistent with executive board designations and the Council's accounting policies.

NOTE 4: LAND, BUILDINGS, AND EQUIPMENT

A summary of fixed assets at December 31, is as follows:

	2023	2022
Construction In Process	$ 16,637	6,689
Land and Improvements	2,112,454	2,396,567
Buildings & Improvements	3,287,294	4,367,319
Leasehold Improvements	693,589	700,362
Furniture, Fixtures & Equipment	590,935	657,903
Furniture & Fixtures-Camp	26,258	26,258
Vehicles	62,949	62,949
	6,790,116	8,218,047
Less Accumulated Depreciation	3,631,934	4,326,179
Net Property, Plant & Equipment	$ 3,158,182	3,891,868

NOTE 5: DEFERRED REVENUE

Several activity and camp events begin late in the calendar year and carry over to the next calendar year. Receipts pertaining to these events are recorded as deferred revenue on December 31st and are recognized in the subsequent year when the activity is held.

	Activity	Camp	Total
Balance at December 31, 2021	$ (85,929)	(9,330)	(95,259)
Revenue Recognized	85,929	9,330	95,259
Payments received for future performance obligations	(119,945)	(57,293)	(177,238)
Balance at December 31, 2022	(119,945)	(57,293)	(177,238)
Revenue Recognized	119,945	57,293	177,238
Payments received for future performance obligations	(28,341)	(25,781)	(54,122)
Balance at December 31, 2023	$ (28,341)	(25,781)	(54,122)

NOTE 6: SPECIAL EVENT REVENUE

Gross receipts from special fundraising events recorded by the Council consist of exchange transaction revenue and contribution revenue. As a result of adopting FASB ASU 2014-09, the Council is required to separately present the components of this revenue.

	2023	2022
Contributions	$ 473,191	$ 432,658
Special Event Revenue	80,939	37,744
Special events - Gross	$ 554,130	470,402

NOTE 7: CONTRIBUTIONS RECEIVABLE

Contributions receivable are recognized when made; assuming the donor's ability and intent to honor the pledge is known or estimatable. An allowance for uncollectible pledges is recorded at the time the pledge is made. This allowance is revised periodically when conditions indicate changes in facts and circumstances. At year end the allowance for uncollectible pledges is adjusted to actual. Based on the Organization's analysis, there was an allowance of $9,561 and $11,275 as of December 31, 2023 and 2022, respectively.

Contributions receivables are expected to be collected based on the following schedule:

	2023	2022
Pledges Receivable- Net	$ 72,911	61,299

NOTE 8: RELATED PARTY TRANSACTIONS

The Council purchases supplies and program materials from the National Council. The Council also incurs expenses from the National Council related to certain administrative services. Total expenses to the National Council were $53,233 and $53,619 for the years ended December 31, 2023 and 2022, respectively. As of December 31, 2023 and 2022, there were no outstanding balances due to the National Council.

NOTE 9: PAYROLL TAXES

As of December 31, 2023 and 2022 the Organization is current with all payroll and related taxes.

NOTE 10: COMPENSATED ABSENCES

Employees of the Organization are permitted to accrue sick and vacation time during the calendar year based on their length of service. Unused sick time is permitted to be carried over and used in a subsequent calendar year. Unused vacation time can only be carried over and used in a subsequent calendar year with the consent of the Scout Executive. Upon separation of service employees are not compensated for unused days. As a result, no accrual for unused sick and vacation time has been made as of December 31, 2023 and 2022.

NOTE 11: INVESTMENTS

The Organization invests only in debt and equity securities with a readily determinable fair market value. All investments are carried at fair value, as determined by current sales prices or bid and asked quotations on the stock exchange.

The Organization's portfolio consists of:

	2023		2022	
	Cost	Market	Cost	Market
Cash & cash equivalents	$ 589,210	589,210	940,020	940,020
Common stocks	2,836,005	2,768,618	8,405,532	14,344,038
Government bonds	15,198,225	15,663,280	1,229,576	1,097,138
	$ 18,623,440	19,021,108	10,575,128	16,381,196

The Board of Trustees designates a portion of the Organization's investment income from interest and dividends to be used for current operations.

The following schedule summarizes investment return and its classification in the Statement of Activities:

	2023	2022
Unrealized Gain	$ 397,668	5,806,068
Unrealized Gain prior year	5,806,068	7,993,278
Net Unrealized Gain/(Loss)	(5,408,400)	(2,187,210)
Current year Realized Gain	6,975,675	(1,586,714)
Net Realized/Unrealized Gain/(Loss)	$ 1,567,275	(3,773,924)

Investment revenues are reported in the financial statements net of related expenses. Total related expenses for custody, advisory and management fees were $64,514 and $71,427 for 2023 and 2022, respectively.

NOTE 12: INVESTMENT IN LAND HELD FOR RESALE

In May of 2023, the land was transferred to the Council to be used as contributed property as part of the settlement and was valued at $561,764 in the letter of intent dated January 21, 2022. The property is currently listed for sale and is included in the financial statements as investments in land held for resale.

NOTE 13: FAIR VALUE MEASUREMENTS

The following table provides fair value measurement information for financial assets and liabilities measured at fair value on a recurring basis as of December 31, 2023 and 2022:

Level 1: Quoted Prices	$ 19,021,108	16,381,196
Level 3: Unobservable	561,764	-
Total Fair Value	$ 19,582,872	16,381,196

The following methods and assumptions were used to estimate the fair values of the assets in the table above:

Level 1 Fair Value Measurements

The fair value of the debt and equity securities is based on the actual market value held by the Organization at year-end.

Level 3 Fair Value Measurements

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The following tables provide the fair value measurement information for financial assets and liabilities measured at fair value on a recurring basis as of December 31, 2023 and 2022:

	2023		
Description	Level 1	Level 3	Total
Common Stock	$ 15,663,280		15,663,280
Bonds	2,768,618		2,768,618
Money Market	589,210		589,210
Land Held for Resale		561,764	561,764
Total	$ 19,021,108	561,764	19,582,872

	2022 (As Restated)		
	Level 1	Level 3	Total
Common Stock	14,344,038		14,344,038
Bonds	1,097,138		1,097,138
Money Market	940,020		940,020
Land Held for Resale		561,764	
	16,381,196	561,764	16,381,196

NOTE 14: RETIREMENT PLANS

BSA Retirement Plan for Employees

Local councils contributed 7.75% of the employee’s compensation to the BSA retirement program through January 31, 2021. Effective February 1, 2021, the council’s contribution to the BSA retirement program increased from 7.75% to 12%. Local councils are invoiced by the National council on a monthly basis for the difference between the 12% and the employer contributions to the BSA Match Savings Plan (see below). Retirement program expense (excluding the contributions made by employees) was approximately

$92,599 in 2023 and $80,742 in 2022 and covered current service cost. The actuarial information for the multi-employer plan as of February 1, 2022, indicates that it is in compliance with ERISA regulations regarding funding.

403(b) Thrift Plan

The Council sponsors a voluntary 403(b) Thrift Plan. All eligible employees may participate in the plan. Organization contributions will match 50% of the amount contributed by an eligible employee, up to 3% of the employee's wage. For the year ended December 31, 2023 and 2022, the Organization contributed $25,962 and $23,176 to the 403(b) Thrift Plan, respectively.

Health Care Plan

The Council's employees participate in a health care plan provided by the National Council. The Council pays a portion of the cost for the employees, and the employees pay the remaining portion and the cost for any of their dependents participating in the plan. During the years ended December 31, 2023 and 2022, the Council remitted approximately $76,227 and $85,667, respectively, on behalf of its employees to the National Council related to the health care plan.

NOTE 15: OPERATING LEASE OBLIGATIONS

Lessor:
The Council entered into various lease agreements for the use of their facilities at various locations in New Jersey. The leases are renewable annually at various dates. Rental income as of December 31, 2023 and 2022 was $23,340 and $31,638, respectively.

NOTE 16: NET ASSETS

Net assets with donor restrictions were as follows for the years ended December 31, 2023 and 2022:

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GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 and 2022

	2023			
Specific Purpose	Operating Fund	Capital Fund	Endowment Fund	Total
Council Accounts	$ 25,000		60,007	85,007
Order of the Arrow	4,283		12,681	16,964
Hovnanian	1,000		241,444	242,444
Knights of Columbus	17,042		152,128	169,170
Less Thomas Scholarship	2,290		4,963	7,253
Legacy Gardens (Bricks)			1,250	1,250
Campership	1,009			1,009
Justine Lowe	875		9,815	10,690
Nick Carusos	250			250
Endowment Gifts			10,013	10,013
Naisby End	-		191,854	191,854
Eagle Scout Alumni Scholarship			34,424	34,424
Scoutreach Program Camden	15,841			15,841
Arthur B Hafner	418		6,728	7,146
Eagle Scout Alumni	200			200
Woodbadge	289			289
Council Accounts	52,448	100,763	500	153,711
Rohrer Foundation	1,842			1,842
Crossroads Klondike	3,347			3,347
Rowan	232,433	(15,925)		216,508
Shooting Sports		17,277		17,277
Camp Pinehill		54,693		54,693
Sip & Smoke	1,000			1,000
Riggins Golf Classic	900			900
Cumb and Salem DCAR	200			200
Gloucester DCAD	1,500			1,500
Sporting Clays	1,150			1,150
Cape May DCAD	500			500
Women of Achievement	1,540			1,540
Burlington DCAD	1,350			1,350
Vacation Raffle	800			800
Marketing	5,000			5,000
Memorial Tributes	300			300
Total	372,807	156,808	725,807	1,255,422
Endowment				
Council Accounts			2,244,296	2,244,296
Order of the Arrow			10,000	10,000
Hovnanian Scholarship			50,000	50,000
Legacy Gardens (Bricks)			1,300	1,300
Justin Lowe Memorial			15,500	15,500
Naisby Endowment			44,558	44,558
Eagle Scout Alumni Scholarship			30,000	30,000
Arthur B. Hafner Campership 70			5,009	5,009
Memorial Tributes			1,250	1,250
Council Accounts			5,495	5,495
Total	-	-	2,407,408	2,407,408
Total Net Assets With Donor Restrictions	$ 372,807	156,808	3,133,215	3,662,830

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 and 2022

	2022			
Specific Purpose	Operating Fund	Capital Fund	Endowment Fund	Total
Council Accounts	$ 25,052		60,007	85,059
Order of the Arrow	4,283		12,681	16,964
Hovnanian	(12,139)		273,582	261,443
Knights of Columbus	17,042		152,128	169,170
Less Thomas Scholarship	2,290		4,963	7,253
Legacy Gardens (Bricks)			250	250
Campership	1,009			1,009
Justine Lowe	875		9,815	10,690
Nick Carusos	250			250
Endowment Gifts			10,013	10,013
Naisby End	-		191,854	191,854
Eagle Scout Alumni Scholarship			10,672	10,672
Scoutreach Program Camden	40,753			40,753
United Way	4,835			4,835
Arthur B Hafner	418		6,728	7,146
Woodbadge	289			289
Council Accounts	36,467	105,456	500	142,423
Rohrer Foundation	1,842			1,842
Crossroads Klondike	1,802			1,802
Rowan	232,433	52,825		285,258
Shooting Sports		17,277		17,277
Sip & Smoke	625			625
Sporting Clays	1,700			1,700
Cape May DCAD	250			250
Women of Achievement	2,625			2,625
Burlington DCAD	1,000			1,000
Vacation Raffle	3,800			3,800
Marketing	5,000			5,000
Memorial Tributes	300			300
Total	372,801	175,558	733,193	1,281,552
Endowment				
Council Accounts			2,243,295	2,243,295
Order of the Arrow			10,000	10,000
Hovnanian Scholarship			50,000	50,000
Legacy Gardens (Bricks)			1,300	1,300
Justin Lowe Memorial			15,500	15,500
Naisby Endowment			44,558	44,558
Eagle Scout Alumni Scholarship			30,000	30,000
Arthur B. Hafner Campership 70			5,009	5,009
Memorial Tributes			1,250	1,250
Council Accounts			5,495	5,495
Total	-	-	2,406,407	2,406,407
Total Net Assets With Donor Restrictions	$ 372,801	175,558	3,139,600	3,687,959

Net assets without donor restrictions for the years ended December 31, 2023 and 2022 are as follows:

	2023	(As Restated) 2022
Undesignated	$ 19,944,643	17,741,526
	$ 19,944,643	17,741,526

Net assets released from net assets with donor restrictions are as follows:

	2023	2022
Specific Purpose:		
Hovnanian Scholarship Fund	$ 19,000	-
Crossroads Klondike	1,802	-
Scoutreach Program Camden	40,752	-
United Way	4,835	-
Sip & Smoke	625	-
Sporting Clays	1,700	-
Cape May DCAD	250	-
Women of Achievement	2,625	-
Burlington DCAD	1,000	-
Vacation Raffle	3,800	-
Council Accounts	39,814	36,744
Rowan	68,750	75,000
Eagle Scout Alumni	-	3,562
Shooting Sports	-	300
Riggins Golf Classic	-	1,500
Hovnanian	-	20,200
	$ 184,953	137,306

NOTE 17: ENDOWMENT FUND

The Council's endowment includes both donor-restricted endowment and funds designated by the Board of Directors to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of relevant law

The Council is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the Board of Directors appropriates such amounts for expenditure. Most of those net assets also are subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The Council's Board of Directors has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Council considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Council has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. Additionally, in accordance with SPMIFA, the Council considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 and 2022

Changes in the endowment net assets for the year ended December 31, 2023 and 2022:

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Endowment Fund net assets, December 31, 2022	$ 13,457,784	3,139,600	16,597,384
Investment Return	1,558,207	23,753	1,581,960
Contributions	20,253	2,000	22,253
Transfers	1,039,139		1,039,139
Net Assets Released from Restriction	32,138	(32,138)	-
Appropriation of endowment assets for expenditure			-
Endowment Fund net assets, December 31, 2023	$ 16,107,521	3,133,215	19,240,736

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Endowment Fund net assets, December 31, 2021	$ 20,582,038	3,138,824	23,720,862
Investment Return	(3,658,664)	(10,300)	(3,668,964)
Unrealized Gain on Land Held for Resale	465,793		465,793
Contributions	56,113	13,076	69,189
Transfers	(96,870)		(96,870)
Net Assets Released from Restriction		(2,000)	(2,000)
Appropriation of endowment assets for expenditure	(3,890,626)		(3,890,626)
Endowment Fund net assets, December 31, 2022	$ 13,457,784	3,139,600	16,597,384

Funds With Deficiencies
From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or applicable state law requires the Council to retain as a fund of perpetual duration. In accordance with U.S. GAAP, deficiencies of this nature are reported in net assets with donor restrictions. There were no such deficiencies as of December 31, 2023 and 2022. The Council has interpreted the SPMIFA and applicable state trust law to permit spending from underwater endowments in accordance with prudent measures required under law.

Return Objectives and Risk Parameters
The Council has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor- restricted funds that the Council must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that it will earn a base return of 4.0 percent of the original principal, expressed in dollars, above the trailing three-year average of the Consumer Price Index. Asset allocations should be targeted to produce expected returns consistent with this target using long term historical returns of assets classes as a guide. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives
To satisfy its long-term rate-of-return objectives, the Council relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Council targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy
The Council has a total return spending policy approved by the Board of Directors that allows the operating fund to receive and recognize investment earnings originating from the endowment funds. The Board of Directors approved spending policy was to distribute the unrestricted investment return at a rate of $20,435 and $16,040 per month for the years ended December 31, 2023 and 2022, which was $238,284 and $184,416 for the years ended December 31, 2023 and 2022, respectively. This is consistent with the Council's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

NOTE 18: PAYCHECK PROTECTION PROGRAM

On April 23, 2020, the Council received loan proceeds in the amount of $236,398 under the Paycheck Protection Program (PPP). The PPP, established as part of the Coronavirus Aid, Relief and Economic Security Act (CARES Act) provides loans to qualifying businesses for up to 2.5 times the average monthly payroll expenses of qualifying businesses.

The Council initially recorded a loan payable and subsequently recorded forgiveness when the loan obligation was legally released. The Council recognized the $236,398 of loan forgiveness as income for the year ended December 31, 2021.

On March 20, 2021, the Council received loan proceeds in the amount of $225,590 under the 2nd round Paycheck Protection Program (PPP). The loan was forgiven on January 12, 2022 and recognized as revenue.

NOTE 19: LITIGATIONS AND CONTINGENCIES

The Council is insured through the BSA General Liability Insurance Program (“GLIP”), which covers the National Council and all local councils on a worldwide basis. This program, which began in 1978, is composed of primary insurance and excess liability insurance provided by a number of companies. GLIP provides primary coverage with respect to claims arising out of Official Scouting Activities and responds to allegations of negligent actions by third parties that result in personal injury or property damage claims. The Council was named as a defendant or was made aware of claims alleging sexual abuse against it. A number of those claims were not formally filed against the Council and were asserted in claims forms in connection with the National Council’s bankruptcy.

On February 18, 2020, the National Council filed for relief under Chapter 11 of the United States Bankruptcy Code to resolve all sexual abuse litigation against the National Council and against all local councils, including the Council, that arose prior to the date of filing. On September 8, 2022, the Bankruptcy Court entered an order confirming the Third Modified Fifth Amended Chapter 11 Plan of Reorganization, which required all local councils, including the Council, to make a substantial contribution to the Settlement Trust in exchange for such protection from sexual abuse claims. At that time, the Council committed to contribute $3,890,626 to the Settlement Trust in accordance with the Plan of Reorganization. In return for the Council’s contribution to the Settlement Trust, the Plan channels to the Settlement Trust abuse claims that arose prior to the filing date and the Council has no further liability for those claims. The National Council emerged from bankruptcy on April 19, 2023.

NOTE 20: RECLASSIFICATION OF BALANCES

Additionally, certain balances have been reclassified to conform with current year categories.

NOTE 21: RESTATEMENT OF PRIOR BALANCES

The Council determined previously reported contribution to settlement trust and corresponding liability were understated by the value of committed property of $561,764. Contribution to settlement trust and due to settlement trust were restated by $561,764.

The Council determined previously reported unrealized gain on land held for resale and corresponding asset were understated by $465,793. Unrealized gain on land held for resale and investment in land held for resale were restated by $465,793.

NOTE 22: SUBSEQUENT EVENTS

The Council has evaluated subsequent events through July 29, 2024, the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

GARDEN STATE COUNCIL, INC
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	Operating Fund		Capital Fund		Endowment Fund		Total	
	2023	2022	2023	2022	2023	(As Restated) 2022	2023	(As Restated) 2022
ASSETS								
Cash	$ 672,188	745,701	578,120	517,764	22,627	18,427	1,272,935	1,281,892
Accounts receivable:								
Activities	29,440	9,341	22,268				51,708	9,341
Contributions receivable - net	72,911	61,299			6,186	7,446	79,097	68,745
Investments at fair value					6,285,701	4,561,409	6,285,701	4,561,409
Investment in land held for resale					561,764		561,764	-
Inventories - at cost	236,699	283,692					236,699	283,692
Prepaid expenses	43,564	73,783					43,564	73,783
Other Assets					192,802	192,802	192,802	192,802
Land, buildings and equipment, Less accumulated depreciation of $2,898,486 and $3,619,057			2,889,325	3,567,077			2,889,325	3,567,077
Total Assets	1,054,802	1,173,816	3,489,713	4,084,841	7,069,080	4,780,084	11,613,595	10,038,741
LIABILITIES AND NET ASSETS								
Accounts payable	38,384	55,565		519	560	1,060	38,944	57,144
Accrued Payroll	4,510	29,510					4,510	29,510
Other current liabilities	52,707	72,684					52,707	72,684
Custodian Accounts:								
Order of the Arrow	57,663	58,907					57,663	58,907
Other	252,197	279,890					252,197	279,890
Deferred income	54,122	157,238		20,000			54,122	177,238
Due to Settlement Trust					561,764	561,764	561,764	561,764
Total Liabilities	459,583	653,794	-	20,519	562,324	562,824	1,021,907	1,237,137
Net Assets:								
Net Assets Without Donor Restrictions	222,412	147,221	3,332,905	3,888,764	3,373,541	1,077,660	6,928,858	5,113,645
Net Assets With Donor Restrictions	372,807	372,801	156,808	175,558	3,133,215	3,139,600	3,662,830	3,687,959
Total Net Assets	595,219	520,022	3,489,713	4,064,322	6,506,756	4,217,260	10,591,688	8,801,604
Total Liabilities and Net Assets	$ 1,054,802	1,173,816	3,489,713	4,084,841	7,069,080	4,780,084	11,613,595	10,038,741

See accompanying auditor's report

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND)
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	(As Restated) Endowment Fund	(As Restated) Total
Changes in net assets without donor restrictions:								
Public Support and Revenue:								
Direct Contributions:								
Friends of Scouting - Gross	$ 109,823			109,823	109,050			109,050
Less: Provision for Uncollectibles	(6,279)			(6,279)	(6,529)			(6,529)
Net Friends of Scouting	103,544			103,544	102,521			102,521
Contributions from individuals and organizations Foundations and Trusts	408,576	175,500	20,253	604,329	412,407	5,400	56,113	473,920
Special events - Gross	554,130			554,130	470,402			470,402
Less: Cost of net Benefits	(122,214)			(122,214)	(134,678)			(134,678)
Net Special events	431,916			431,916	335,724			335,724
Total direct contributions	944,036	175,500	20,253	1,139,789	850,652	5,400	56,113	912,165
Indirect Contributions:								
United Ways	5,025			5,025	4,920			4,920
Burlington County Council, Boy Scout Camp	288,817			288,817	265,824			265,824
Total indirect contributions	293,842	-	-	293,842	270,744	-	-	270,744
Other Revenues:								
Sale of supplies - Gross	375,204			375,204	398,607			398,607
Less: Cost of Goods Sold	(265,190)			(265,190)	(229,910)			(229,910)
Net Sales of Supplies	110,014			110,014	168,697			168,697
Product Sales	420,494			420,494	360,666			360,666
Less: Commissions	(167,305)			(167,305)	(148,823)			(148,823)
Less: Cost of Goods Sold	(108,546)			(108,546)	(97,762)			(97,762)
Net Sales of Products	$ 144,643			144,643	114,081			114,081

See accompanying auditor's report

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND)
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	(As Restated) Endowment Fund	(As Restated) Total
Camping	$ 159,035			159,035	226,938			226,938
Activities	241,497			241,497	161,253			161,253
Net realized gain/(loss) on investments			(112,140)	(112,140)			(385,912)	(385,912)
Net unrealized gain/(loss) on investments			452,994	452,994			(741,125)	(741,125)
Investment income/(expense)	206,146	21	(81,625)	124,542	279,885	25	(116,642)	163,268
Gain on Sale of Assets		927,674		927,674				-
Other	437,080	4,945		442,025	521,310	156,661		677,971
Total other revenues	1,298,415	932,640	259,229	2,490,284	1,472,164	156,686	(1,243,679)	385,171
Net assets released from restriction	84,065	68,750	32,138	184,953	77,000			77,000
Total public support and revenues	2,620,358	1,176,890	311,620	4,108,868	2,670,560	162,086	(1,187,566)	1,645,080
Expenses:								
Program services	1,997,294	160,388		2,157,682	1,975,821	197,237		2,173,058
Supporting Services								
Management and general	337,206	27,078		364,284	333,581	33,299		366,880
Fundraising	259,391	20,829		280,220	256,599	25,616		282,215
Total supporting services	596,597	47,907	-	644,504	590,180	58,915	-	649,095
Contribution to Settlement Trust				-			3,890,626	3,890,626
Charter and national service fee	53,233			53,233	53,619			53,619
Total expenses	2,647,124	208,295	-	2,855,419	2,619,620	256,152	3,890,626	6,766,398
Changes in net assets without donor restrictions	$ (26,766)	968,595	311,620	1,253,449	50,940	(94,066)	(5,078,192)	(5,121,318)

See accompanying auditor's report

GARDEN STATE COUNCIL, INC.
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND)
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31,

	2023				2022			
	Operating Fund	Capital Fund	Endowment Fund	Total	Operating Fund	Capital Fund	(As Restated) Endowment Fund	(As Restated) Total
Changes in net assets with donor restrictions:								
Public Support and Revenue:								
Direct Contributions:								
Friends of Scouting - Gross	$ 55,745			55,745	39,812			39,812
Net Friends of Scouting	55,745			55,745	39,812			39,812
Contributions from individuals and organizations:								
Capital Contribution		50,000		50,000		100,000		100,000
Contributions from individuals and organizations			1,000	1,000	40,000		12,431	52,431
Other Direct Contributions	19,186		1,000	20,186	3,664		645	4,309
Associated Organizations	200			200				-
Special Events	8,940			8,940	2,775			2,775
Net unrealized gain/(loss) on investments			22,866	22,866			(10,825)	(10,825)
Investment Income/(expense)			887	887			525	525
Net Assets released from restrictions	(84,065)	(68,750)	(32,138)	(184,953)	(60,306)	(75,000)	(2,000)	(137,306)
Changes in net assets with donor restrictions:	6	(18,750)	(6,385)	(25,129)	25,945	25,000	776	51,721
Changes in total net assets	(26,760)	949,845	305,235	1,228,320	76,885	(69,066)	(5,077,416)	(5,069,597)
Total net assets beginning of the year	520,022	4,064,322	4,217,260	8,801,604	439,767	4,285,758	9,145,676	13,871,201
Transfer of Subsidiary Net Assets			561,764	561,764				-
Transfers	101,957	(1,524,454)	1,422,497	-	3,370	(152,370)	149,000	-
Total net assets, end of year	595,219	3,489,713	6,506,756	10,591,688	520,022	4,064,322	4,217,260	8,801,604
Analysis of ending net assets:								
Without Donor Restrictions	222,412	3,332,905	3,373,541	6,928,858	147,221	3,888,764	1,077,660	5,113,645
With Donor Restrictions	372,807	156,808	3,133,215	3,662,830	372,801	175,558	3,139,600	3,687,959
Total net assets, end of year	$ 595,219	3,489,713	6,506,756	10,591,688	520,022	4,064,322	4,217,260	8,801,604

See accompanying auditor's report

GARDEN STATE COUNCIL, INC
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED DECEMBER 31

	2023					2022				
	Program Services	Management & General	Fund Raising	Total Support Total	Total	Program Services	Management & General	Fund Raising	Total Support Services	Total
Professional Salaries	$ 463,484	78,251	60,193	138,444	601,928	480,752	81,166	62,435	143,601	624,353
Staff Salaries	338,616	57,169	43,976	101,145	439,761	294,954	49,797	38,306	88,103	383,057
Payroll Taxes	65,378	11,038	8,491	19,529	84,907	81,197	13,709	10,545	24,254	105,451
Employee Benefits	161,592	27,282	20,986	48,268	209,860	156,295	26,388	20,298	46,686	202,981
Employment Related Expenses	946	160	123	283	1,229	2,411	407	313	720	3,131
Total salaries and related expenses	1,030,016	173,900	133,769	307,669	1,337,685	1,015,609	171,467	131,897	303,364	1,318,973
Travel Expense	68,995	11,649	8,960	20,609	89,604	97,700	16,495	12,688	29,183	126,883
Occupancy Expense										
Utilities	130,106	21,966	16,897	38,863	168,969	167,821	28,333	21,795	50,128	217,949
Real Estate Taxes	8,708	1,470	1,131	2,601	11,309	8,515	1,438	1,106	2,544	11,059
Fire and Liability Insurance	86,352	14,579	11,215	25,794	112,146	66,331	11,199	8,614	19,813	86,144
Repairs and Maintenance	77,901	13,152	10,117	23,269	101,170	75,535	12,753	9,810	22,563	98,098
Operating Supplies	42,735	7,215	5,550	12,765	55,500	46,352	7,826	6,020	13,846	60,198
Postage	5,143	868	668	1,536	6,679	8,301	1,401	1,078	2,479	10,780
Telephone	29,622	5,001	3,847	8,848	38,470	33,832	5,712	4,394	10,106	43,938
Conference Expense	106,852	18,040	13,877	31,917	138,769	33,643	5,680	4,369	10,049	43,692
Recognition awards	46,357	7,827	6,020	13,847	60,204	38,469	6,495	4,996	11,491	49,960
Specific Assistance to Individuals	52,289	8,828	6,791	15,619	67,908	24578	4149	3192	7,341	31,919
Professional Fees	117,988	19,920	15,323	35,243	153,231	121,933	20,586	15,835	36,421	158,354
Activity Expense	24,847	4,195	3,227	7,422	32,269	68,355	11,540	8,877	20,417	88,772
Equipment Expense	34,639	5,848	4,499	10,347	44,986	40,018	6,756	5,197	11,953	51,971
Printing and Publications	24,150	4,077	3,136	7,213	31,363	11,177	1,887	1,452	3,339	14,516
Other Expense:										
Rental Property Expenses	31,665	5,346	4,112	9,458	41,123	66,797	11,277	8,676	19,953	86,750
Insurance	54,974	9,281	7,140	16,421	71,395	60,533	10,220	7,861	18,081	78,614
Miscellaneous	46,386	7,831	6,024	13,855	60,241	54,113	9,136	7,028	16,164	70,277
Bad Debt Expense	5,248	886	682	1,568	6,816				-	-
Camping Expense	3,986	673	518	1,191	5,177	3,006	508	390	898	3,904
Total expense before depreciation	2,028,959	342,552	263,503	606,055	2,635,014	2,042,618	344,858	265,275	610,133	2,652,751
Depreciation	128,723	21,732	16,717	38,449	167,172	130,440	22,022	16,940	38,962	169,402
Total Functional Expenses	$2,157,682	364,284	280,220	644,504	2,802,186	2,173,058	366,880	282,215	649,095	2,822,153

See accompanying auditor's report

GARDEN STATE COUNCIL, INC
(a nonprofit corporation)
BOY SCOUTS OF AMERICA
(INCLUDING CONSOLIDATED BOY SCOUT TRUST FUND
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31

	Operating Fund		Capital Fund		Endowment Fund		Total	
	2023	2022	2023	2022	2023	(As Restated) 2022	2023	(As Restated) 2022
CASH FLOWS FROM OPERATING ACTIVITIES:								
Change in net assets	$ (26,760)	76,885	949,845	(69,066)	305,235	(5,077,416)	1,228,320	(5,069,597)
Adjustments to reconcile change in net assets to net								
Cash used by operating activities:								
Depreciation			167,172	169,402			167,172	169,402
Interest and Dividends from Investments					80,738	116,117	80,738	116,117
(Gain)/Loss on sale of investments					112,140	385,912	112,140	385,912
Unrealized (Gain)/Loss on investments					(475,860)	751,950	(475,860)	751,950
(Increase)/Decrease in accounts receivable	(20,099)	(2,379)	(22,268)				(42,367)	(2,379)
Decrease/(Increase) in contributions receivable	(11,612)	(15,585)			1,260	(4,186)	(10,352)	(19,771)
Decrease/(Increase) in inventories	46,993	(46,564)					46,993	(46,564)
(Increase)/Decrease in interfund loans		(3,370)		2,370		1,000	-	-
(Increase)/Decrease in prepaid expenses	30,219	25,413		633			30,219	26,046
Increase/(Decrease) in accounts payable	(17,181)	26,930	(519)	519	(500)	1,060	(18,200)	28,509
Increase/(Decrease) in accrued payroll	(25,000)	29,510					(25,000)	29,510
Increase/(Decrease) in other current liabilities	(19,977)	35,980					(19,977)	35,980
Increase/(Decrease) in custodian accounts	(28,937)	33,372					(28,937)	33,372
Increase/(Decrease) in deferred income	(103,116)	38,650	(20,000)	20,000			(123,116)	58,650
Increase/(Decrease) in due to settlement trust						561,764	-	561,764
Increase/(Decrease) in loans payable		(225,590)					-	(225,590)
Interfund Transfer	101,957	3,370	(1,524,454)	(152,370)	1,422,497	149,000	-	-
Net cash provided/(used) by operating activities	(73,513)	(23,378)	(450,224)	(28,512)	1,445,510	(3,114,799)	921,773	(3,166,689)
CASH FLOWS FROM INVESTING ACTIVITIES:								
Proceeds from sale of investments					3,975,291	4,575,849	3,975,291	4,575,849
Purchase of investments					(5,416,601)	(1,443,923)	(5,416,601)	(1,443,923)
Net capital expenditures			510,580	(287)			510,580	(287)
Net cash provided/(used) in investing activities	-	-	510,580	(287)	(1,441,310)	3,131,926	(930,730)	3,131,639
Net increase/(decrease) in cash and cash equivalents	(73,513)	(23,378)	60,356	(28,799)	4,200	17,127	(8,957)	(35,050)
Cash and cash equivalents at beginning of year	745,701	769,079	517,764	546,563	18,427	1,300	1,281,892	1,316,942
Cash and cash equivalents at end of year	$ 672,188	745,701	578,120	517,764	22,627	18,427	1,272,935	1,281,892
Supplemental Information								
Non Cash Activity:								
PPP Loan Forgiveness	$ -	225,590					-	225,590

See accompanying auditor's report