

**Cornell Cooperative Extension
Association of Monroe County**

**Notes to the Financial Statements
December 31, 2025**

1. Organization and Purpose

Cornell Cooperative Extension Association of Monroe County (the association) was formed by citizens of Monroe County under section 224 of NYS County Law, which allows for the establishment of the association as a subordinate governmental agency.

Cooperative extension associations are vital partners in fulfilling the land-grant and extension mission of Cornell University. This partnership includes county government, the State of New York, Cornell University, and the U.S. Department of Agriculture, as well as the system of county extension associations across the state. Each partner brings resources in the form of finances, research-based knowledge, educators, and facilities in order to accomplish the organizational mission.

The mission of the cooperative extension education system is to enable people to improve their lives and communities through partnerships that put experience and research knowledge to work. Extension staff and trained volunteers deliver educational programs, conduct applied research, and encourage community collaborations. Association educators connect people with the information they need on topics such as commercial and consumer agriculture; nutrition and health; youth and families; finance; energy efficiency; economic and community development; and sustainable natural resources. The association's ability to match university resources with community needs helps play a vital role in the lives of individuals, families, businesses, and communities throughout Monroe County.

The county extension association operates under a memorandum of agreement with Cornell University to provide educational programming to the residents of New York State.

2. Significant Accounting Policies

Basis of Accounting The financial statements are reported on an accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis of Presentation Financial statement presentation follows the recommendation of accounting standards that requires the association to report information regarding its financial position and activities according to two classes of net assets types: net assets with donor restrictions and net assets without donor restrictions. Contributions received are recorded as increases in unrestricted or restricted net assets, depending on the existence and nature of donor restrictions.

Federal Income Tax Status The association is exempt from federal income tax as a subordinate organization under a group ruling managed by Cooperative Extension Administration; however, is not part of Cornell University. The organization is exempt from federal income taxes under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3) of the code. Both the parent and subordinate organizations claim exemption from the IRS filing requirement for exempt organization, under Rev. Proc. 95-48.

Payroll Processing and Initial Deposit Cornell University administers the payroll function for the extension association.

The university bills the extension association monthly for reimbursement of employees' earnings and taxes. The association is expected to reimburse the university by the 20th of the following month.

The extension association has on deposit with the university an amount equal to approximately one monthly payroll. This is required to offset the university's cash flow.

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Use of Estimates The presentation of financial statements in conformity with accounting principles requires management to make estimates and assumptions for the reporting period and as of the financial statement date. These estimates and assumptions affect the reported amounts of assets, liabilities, revenues, and expenses. Actual results could differ from these results.

Donated Services Numerous volunteers have donated a significant number of hours for program services and board governance; however, no amount is reflected in the financial statements to reflect the value of donated services because the criteria for recognition as set forth under GAAP were not met.

Fringe Benefits Employee fringe benefit expenses, with the exception of workers' compensation and unemployment insurance, (e.g., health insurance, pensions, and post-retirement benefits) are paid by NYS through Cornell University on behalf of the extension association, using a fringe benefit rate determined by NYS. The extension association records an expense and corresponding state appropriation revenue for fringe benefit costs based upon the fringe benefit rate applied to total eligible personal service costs incurred.

Property and Equipment The association capitalizes expenditures for purchases of furniture, fixtures, and equipment of \$5,000 and more, at cost. Depreciation is recorded using the straight-line method over the estimated useful lives of the related assets. Acumatica calculates and posts depreciation expense monthly from the date the asset is placed in service until it is fully depreciated.

Vacation Accrual Policy The vacation policy allows employees to accumulate and carry over 1 work week (weekly scheduled hours) of unused vacation leave from one year to next year. Vacation is defined as paid time away from work for rest, relaxation and the balancing of work and family life. Vacation is not an additional remuneration above one's scheduled wage or salary, and as such, there is no pay out of accrued vacation at separation. Therefore, there is no additional liability for accrued vacation.

Right of Use Assets – Leases The extension association determines if a contract is or contains a lease when (i) explicitly or implicitly identified assets have been deployed in the contract and (ii) the customer obtains substantially all of the economic benefits from the use of that underlying asset and directs how and for what purpose the asset is used during the term of the contract. The association also considers whether its service arrangements include the right to control the use of an asset.

The association recognizes most leases on its balance sheets as a right-of-use (ROU) asset representing the right to use an underlying asset and a lease liability representing the obligation to make lease payments over the lease term, measured on a discounted basis. Leases are classified as either finance leases or operating leases based on certain criteria. Classification of the lease affects the pattern of expense recognition in the income statement.

The association made an accounting policy election not to recognize ROU assets and lease liabilities for leases with a term of 12 months or less.

Line of Credit The association does not have a line of credit.

Support and Revenues One source of extension association support is appropriations from county government. The association also receives state funding under County Law 224 as well as other programs. Additionally, the association receives federal funding (Smith Lever funds) which are available for association programs. Typically, the association's support comes from county government, state government, federal government and self-generated revenue and grants. The extension association receives substantial support from Monroe County comprising 23% of total support and revenues in 2025 year.

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3. Change in Accounting Principles

In June 2016, the FASB issued ASC Topic 326 Financial Instruments – Credit Losses to provide financial statement users with more decision-useful information about the expected credit losses on financial instruments and other commitments to extend credit held by a reporting entity at each reporting date. The incurred loss impairment methodology in current GAAP is replaced with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. This is an improvement as the probable initial recognition threshold in current GAAP is eliminated and instead reflects an entity’s current estimate of all expected credit losses. Previously, when credit losses were measured under GAAP, an entity generally only considered past events and current conditions in measuring the incurred loss. The extension association adopted Topic 326 in 2025 and has applied Topic 326 to reporting periods beginning on January 1, 2025, while prior periods continue to be reported and disclosed in accordance with the association’s historical accounting treatment under ASC Topic 310.

Adoption of Topic 326 resulted in the recoding of an allowance for credit losses of \$467.71 as of December 31, 2025. The adoption of the new credit loss standard did not materially impact net earnings or cash flows.

CCE Monroe County Current Estimated Credit Losses Worksheet 12/31/2025						
	<u>12-2020</u>	<u>12-2021</u>	<u>12-2022</u>	<u>12-2023</u>	<u>12-2024</u>	<u>12-2025</u>
Accounts Receivable Total	123,906.55	186,158.68	308,628.00	295,794.21	299,088.18	271,983.11
Bad Debt Expense	-	-	-	-	0.28	2,338.29
Percentage of total AR written off	0.00%	0.00%	0.00%	0.00%	0.00%	0.86%
% based on historical average				0.00%	0.00%	0.17%
Allowance for Credit Losses for 2025				-	-	467.71

4. Accounts Receivable

The accounts receivable was \$177,144.01 and \$214,027.80 as of December 31, 2025 and 2024, respectively. Accounts receivable are comprised of amounts due for Association sponsored programs. Accounts receivable are reported at the net amount expected to be collected, which is the amount billed less management’s estimate of amounts that may not be collectible (the allowance for credit losses).

In determining the allowance for credit losses, the Association estimates expected credit losses by using five-year historical loss information. The calculated historical loss rates are adjusted for current economic conditions, if applicable. The allowance for credit losses at December 31, 2025 was \$467.71.

5. Schedule of Fixed Assets

CCE Monroe County does not have any Fixed Assets.

6. Schedule of Investments

CCE Monroe County does not have investments.

7. Schedule of Long-Term Debts

CCE Monroe County does not have long-term debt.

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8. Schedule of Net Assets without Donor Restrictions

CCE Monroe County Funds without Donor Restriction 12/31/2025							
Net Asset	County Project Code	Purpose	Account/Subaccount	12-2024	Transfers Out	Transfers In	12-2025
General Fund	General	Funds for General Association Use/Operations	30000700001700100000000000	\$ 119,300.11	\$ (467.71)	\$ 100,473.35	\$ 219,305.75
Designated Fund	Food Forest	Funds to support the MG Food Forest	31200100001112102820000000	\$ 750.00	\$ -	\$ -	\$ 750.00
Designated Fund	Urban Ag Working Group (UAWG)	Funds to support Urban Ag Working Group (UAWG)	31200100001134134000000000	\$ 1,481.71	\$ (146.73)	\$ -	\$ 1,334.98
Designated Fund	Vehicle Costs	Funds for maintaining Association Vehicle	31200100001738101670000000	\$ 8,898.63	\$ -	\$ 479.09	\$ 9,377.72
Designated Fund	General	Funds to Support General 4-H Programming	31200500001500100000000000	\$ 83,236.93	\$ (110,424.37)	\$ 27,187.44	\$ -
Designated Fund	Monsanto Funds	Funds to Support 4-H Programming	31200500001500104040000000	\$ 901.54	\$ (510.71)	\$ -	\$ 390.83
Designated Fund	D.Sweet 4-H Support Donation	Funds to Support General 4-H Sustainable Clubs	31200500001500105550000000	\$ 6,923.32	\$ (75.98)	\$ -	\$ 6,847.34
Designated Fund	4H Workforce Dev. (Cultivating Comm)	Funds to support the 4-H Cultivating Community Program	31200500001500107600000000	\$ -	\$ (12,973.87)	\$ 12,973.87	\$ -
Designated Fund	Monroe County Horse	Funds to support 4-H Horse Programming	31200500001538105020000000	\$ 886.59	\$ -	\$ 1,544.55	\$ 2,431.14
Designated Fund	4-H Shooting Sports	Funds to support 4-H Shooting Sports Programming	31200500001553105220000000	\$ 1,416.42	\$ -	\$ -	\$ 1,416.42
Designated Fund	Blocks in Bloom	Funds to support MG Blocks in Bloom Program	31200600001611101260000000	\$ 3,771.76	\$ -	\$ 943.20	\$ 4,714.96
Designated Fund	MG Discretionary Funds	Portion of plant sale proceeds used at MGV's discretion	31200600001611101620000000	\$ 10,666.63	\$ (1,033.10)	\$ 1,812.27	\$ 11,445.80
Designated Fund	Pollinator Garden	Funds to support the MG Pollinator	31200600001611101630000000	\$ 158.81	\$ -	\$ 15.44	\$ 174.25
Designated Fund	Rosenblum Foundation MG Education Grant	Funds to support MG Education	31200600001611102760000000	\$ 8,142.00	\$ -	\$ 1,713.11	\$ 9,855.11
Designated Fund	South Lawn Community Garden	Funds to support South Lawn Farm Gardening	31200700001700106090000000	\$ 10,104.77	\$ (145.00)	\$ -	\$ 9,959.77
Designated Fund	D. Sweet Association Support Donation	Funds to support General Association Operations	31200700001700107550000000	\$ 2,500.00	\$ (373.19)	\$ -	\$ 2,126.81
Designated Fund	4H Workforce Dev. (Cultivating Comm)	Funds to support the 4-H Cultivating Community Program	31200700001700107600000000	\$ 29,212.46	\$ (12,973.87)	\$ -	\$ 16,238.59
Designated Fund	Bridge The Gap Fund	Funds raised to support Program and Association Operations	31200700001700120250000000	\$ -	\$ -	\$ 145,214.35	\$ 145,214.35
Designated Fund	General	Cornell Payroll Initial Deposit	31200700001734100000000000	\$ 65,844.00	\$ (9,930.00)	\$ -	\$ 55,914.00
Designated Fund	Avangrid Van	Funds for purchase of Avangrid Van	31200700001738104440000000	\$ -	\$ -	\$ 36,168.18	\$ 36,168.18
Designated Fund	General	Cornell Payroll Initial Deposit - Incorrect entry (in/out)	31200700531734100000000000	\$ -	\$ (9,930.00)	\$ 9,930.00	\$ -
Total Unrestricted Funds				\$ 354,195.68	\$ (149,054.53)	\$ 328,524.85	\$ 533,666.00

9. Schedule of Assets with Donor Restrictions

CCE Monroe County Funds with Donor Restriction 12/31/2025							
Net Asset	County Project Code	Purpose	Account	12-2024	Transfers Out	Transfers In	12-2025
Temp Rest Fund	Eclipse Event	To support 2024 Eclipse Event Programming	37000300001300101510000000	\$ 512.58	\$ (122.47)	\$ -	\$ 390.11
Temp Rest Fund	Paper Clover	To support 4-H Paper Clover Program	37000500001500105310000000	\$ 4,256.00	\$ (30,108.36)	\$ 30,928.37	\$ 5,076.01
Temp Rest Fund	ESL Cultivating Community Summer 202	To support 4-H Cultivating Community Programming	37000500001500105380000000	\$ 3,998.18	\$ -	\$ -	\$ 3,998.18
Temp Rest Fund	4-H Dairy Promotion	To support the 4-H Dairy Ag in the Classroom Program	37000500001525105420000000	\$ 17,318.64	\$ (33,573.56)	\$ 27,500.00	\$ 11,245.08
Temp Rest Fund	Earth Day	To support the 4-H Earth Day Program	37000500001529105240000000	\$ 10.35	\$ (681.48)	\$ 1,000.00	\$ 328.87
Temp Rest Fund	Harper Scholarship	Harper Education Scholarship Funds for 4-Hrs	37000500001570105080000000	\$ 2,471.01	\$ (1,000.00)	\$ -	\$ 1,471.01
Temp Rest Fund	4H Workforce Dev. (Cultivating Comm)	To support 4-H Cultivating Community Programming	37000500401500107600000000	\$ -	\$ (2,680.26)	\$ 2,680.26	\$ -
Temp Rest Fund	Stepping Up BiB	To support the MG Stepping Up Blocks in Bloom Program	37000600001604101450000000	\$ 1,470.96	\$ (1,470.96)	\$ -	\$ -
Temp Rest Fund	MG Seed to Supper	To support the Seed to Supper Program	37000600001611102750000000	\$ 2,582.48	\$ (92.97)	\$ -	\$ 2,489.51
Total Restricted Funds				\$ 32,620.20	\$ (69,730.06)	\$ 62,108.63	\$ 24,998.77

10. Classification of Functional Expenses

Statement of Functional Expenses CCE Monroe County 12/31/2025					
	Y.T.D. TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUND RAISING	METHOD USED
Salaries & Wages	\$ 785,693.05	\$ 608,870.70	\$ 176,822.35	\$ -	Actual
Employee Development	\$ 9,439.70	\$ 7,664.94	\$ 1,774.76	\$ -	Actual
Employee Benefits	\$ 469,849.85	\$ 369,148.11	\$ 100,701.74	\$ -	Actual, FTE
Unemployment/Workers' Comp	\$ 10,420.69	\$ 2,190.84	\$ 8,229.85	\$ -	Actual, FTE
Legal Fees	\$ 2,149.00	\$ -	\$ 2,149.00	\$ -	Actual
Supplies	\$ 173,482.43	\$ 172,458.90	\$ 1,023.53	\$ -	Actual
Communications	\$ 8,453.77	\$ 2,662.35	\$ 5,791.42	\$ -	Actual, FTE
Occupancy	\$ 32,548.88	\$ 29,496.40	\$ 3,052.48	\$ -	Actual, FTE
Equip Rental & Maint	\$ 262.10	\$ 2,170.82	\$ (1,908.72)	\$ -	Actual
Printing & Publications	\$ 14,407.56	\$ 16,248.18	\$ (1,955.29)	\$ 114.67	Actual
Travel	\$ 17,420.97	\$ 15,881.48	\$ 1,539.49	\$ -	Actual
Meetings & Conferences	\$ 12,039.83	\$ 10,613.07	\$ 1,426.76	\$ -	Actual
Awards & Prizes	\$ 7,504.97	\$ 7,049.99	\$ 454.98	\$ -	Actual
Association Services	\$ 7,837.45	\$ 2,273.41	\$ 5,564.04	\$ -	FTE
Insurance	\$ 10,897.17	\$ 424.20	\$ 10,472.97	\$ -	Actual, FTE
Miscellaneous	\$ 7,738.20	\$ 4,135.48	\$ 3,540.10	\$ 62.63	Actual
Consulting & Contracted Services	\$ 117,457.94	\$ 113,190.13	\$ 4,267.81	\$ -	Actual
Cost of Fund Raising	\$ 26,917.93	\$ -	\$ -	\$ 26,917.93	Actual
Enterprise	\$ 3,880.91	\$ 3,371.56	\$ 509.35	\$ -	Actual
TOTAL EXPENSES	1,718,402.40	1,367,850.56	323,456.62	27,095.23	
%	100%	80%	19%	2%	

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11. Right of Use Assets – Leases

The extension association leases real estate, including office locations, and equipment under operating lease agreements that have initial terms of 5 years. Leases include one or more options to renew, generally at the association’s sole discretion, with renewal terms that can extend the lease term up to 5 years. In addition, certain leases contain termination options, where the rights to terminate are held by either the association, the lessor or both parties. These options to extend or terminate a lease are included in the lease terms when it is reasonably certain that the association will exercise that option.

CCE Monroe County Right-Of-Use Assets 12/31/2025				
Operating Leases:				
Description	Balance 12/31/2024	Additions	Dispositions	Balance 12/31/2025
Right-Of-Use Buildings	\$115,942.23	\$463,768.92	-\$463,768.92	\$115,942.23
Right-Of-Use Equipment	\$13,459.64	\$15,720.00	-\$13,459.64	\$15,720.00
Original Cost of Right-Of-Use Assets	\$129,401.87	\$479,488.92	-\$477,228.56	\$131,662.23
Acc Amort, ROU Buildings	-\$115,942.23	\$233,953.16	-\$139,831.04	-\$21,820.11
Acc Amort, ROU Equipment	-\$13,206.68	\$477,154.62	-\$467,236.26	-\$3,288.32
Less Accumulated Amortization	-\$129,148.91	\$711,107.78	-\$607,067.30	-\$25,108.43
Operating Leases Current	\$251.89	\$68,191.12	-\$42,891.22	\$25,551.79
Operating Leases Non-Current	\$0.00	\$120,265.92	-\$39,263.91	\$81,002.01
Net Right-Of-Use Assets	\$252.96	\$1,190,596.70	-\$1,084,295.86	\$106,553.80

12. Nonfinancial Asset Contributions

CCE Monroe County does not have any nonfinancial asset contributions.

13. Liquidity

CCE Monroe County has \$1,517,981.76 of financial assets available within one year of the balance sheet date to meet cash needs for budgeted expenditures consisting of cash of \$433,101.52, estimated county, state and federal appropriations of \$566,098.01, encumbered grants and contracts totaling \$536,687.42 and current receivables of \$271,515.40. In addition, \$24,998.77 of financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

CCE Monroe County has a goal to maintain financial assets, which consist of cash on hand to meet 60 days of normal budgeted operating expenses, which are, on average, approximately \$223,511.41.

CCE Monroe County Quantitative Liquidity			
Year-End Closing	12/31/2025	Anticipated Next Year	12/31/2026
Cash Balance	\$433,101.52	Total Budgeted Expenses	\$1,863,521.31
Accounts Receivable	\$271,515.40		
Marketable Securities (current)	\$0.00		
Anticipated for next year	12/31/2026	Less Fringe Expense	-\$518,452.88
County Appropriation	\$452,000.00	Less Other In-Kind	\$0.00
State 224	\$102,098.01	Less Depreciation	-\$4,000.00
Smith Lever	\$12,000.00	Total Expenses	\$1,341,068.43
Grants & Contracts	\$536,687.42		
Year-End Closing	12/31/2025		
Less Restricted Cash	\$ (24,998.77)		
Less Current Liabilities	\$ (234,421.82)		
**Less Specific Designated Funds	\$ (30,000.00)	Designated for Van Purchase	
Total Assets Available	\$1,517,981.76	Average 60 Days Expenses	\$223,511.41
Liquidity Ratio (months)		13.583	

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14. Affiliations

A. Area Teams:

Cornell Cooperative Extension Association of Monroe County has a Memorandum of Agreement (MOA) with Cornell University naming them as host association for the Cornell Vegetable Program Team. This Team is comprised of Cornell employees who are Area Specialists providing programming services to the agricultural community of that region of New York. The association collects receipts and makes disbursements on behalf of Cornell Vegetable Program Team and holds these funds in bank accounts separate from their own. Funds held are at no time co-mingled. Economic transactions for the Cornell Vegetable Program Team are recorded in a separate company in Acumatica. Financial reports are reviewed by the Administrative Management Groups (AMG). Annual Financial Reporting is provided to Cornell Cooperative Extension by March 31st each year. The total assets of the Cornell Vegetable Program Team were \$438,671.07 as of December 31, 2025, \$218,265.88 of which was cash and equivalents. A transfer of \$202,861.03 in cash assets was transferred to CD investment accounts in 2025.

B. Contingencies and Commitments

A. Proceedings: There are currently no pending proceedings, the results of which could require payment by the Extension Association.

B. Other: The extension association receives grants, which are subject to audit by agencies of the State and Federal governments. Such audits may result in disallowances and a request for a return of funds. Based on prior audits, the extension association's administration believes disallowances, if any, will be immaterial.

During the 2025 calendar year, CCE Monroe's net assets increased by \$171,848.89. Of this amount, \$145,254.55 was generated through the Bridge the Gap campaign. Net of campaign activity, the organization realized an asset increase of \$26,594.34.