

PA CLEANWAYS

dba KEEP PENNSYLVANIA BEAUTIFUL

AUDIT REPORT

Years Ended September 30, 2025 and 2024

Vance & Company, PC
A Certified Public Accounting Firm

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL

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VANCE & COMPANY PC

A Certified Public Accounting Firm

5927 Rt. 981, Suite 4 • Latrobe, PA 15650 • Phone 724.539.2299 • Fax 724.539.2220 • vancecocpa.com

Independent Auditors' Report

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

Opinion

I have audited the accompanying financial statements of PA Cleanways dba Keep Pennsylvania Beautiful (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of PA Cleanways dba Keep Pennsylvania Beautiful as of September 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about PA Cleanways dba Keep Pennsylvania Beautiful's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Vance & Company, PC

Vance & Company, PC
Latrobe, Pennsylvania
January 7, 2026

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF FINANCIAL POSITION
September 30, 2025 and 2024

ASSETS	2025	2024
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 53,290	\$ 389,114
Accounts Receivable	271,424	132,487
Unbilled Receivables	155,336	75,174
Unconditional Promises To Give	8,500	1,000
Prepaid Expenses	18,374	17,201
ROU assets - Operating Lease	29,604	28,195
Total Current Assets	536,528	643,171
NONCURRENT ASSETS		
ROU assets - Operating Lease	17,763	47,366
Capital Assets:		
Furniture and Equipment	110,003	109,567
Less: Accumulated Depreciation	(94,854)	(90,667)
Net Capital Assets	15,149	18,900
Investments	178,021	145,316
Total Noncurrent Assets	210,933	211,582
TOTAL ASSETS	\$ 747,461	\$ 854,753

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

	<u>2025</u>	<u>2024</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 10,825	\$ 2,304
Accrued Expenses	2,834	4,863
Accrued Salary	14,274	11,422
Accrued PTO	4,579	4,263
Line of Credit	0	0
Operating Lease Liability - Current	<u>29,604</u>	<u>28,195</u>
Total Current Liabilites	62,116	51,047
NONCURRENT LIABILITIES		
Operating Lease Liability - Noncurrent	<u>17,763</u>	<u>47,366</u>
TOTAL LIABILITES	<u>79,879</u>	<u>98,413</u>
NET ASSETS		
Without Donor Restrictions	592,908	624,076
With Donor Restrictions	<u>74,674</u>	<u>132,264</u>
Total Net Assets	<u>667,582</u>	<u>756,340</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 747,461</u>	<u>\$ 854,753</u>

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

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
For The Years Ended September 30, 2025 and 2024

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Summarized Totals
REVENUES, GAINS AND OTHER SUPPORT:				
Government Grants	\$ 678,328	\$ 0	\$ 678,328	\$ 647,009
Contributions	96,052	255,934	351,986	375,150
Sales, net	486	0	486	414
Investment return, net	11,803	0	11,803	24,932
In-Kind Contributions	154,511	0	154,511	191,589
Membership Fees	0	0	0	0
Other Income	3,500	0	3,500	4,350
<i>Net Assets Released From Restrictions:</i>				
Satisfaction of Donor Restrictions	313,524	(313,524)	0	0
Total Revenues, Gains and Other Support	1,258,204	(57,590)	1,200,614	1,243,444
FUNCTIONAL EXPENSES:				
Program Services	1,045,229	0	1,045,229	1,078,976
Management and General	174,571	0	174,571	162,375
Fund Raising	69,572	0	69,572	71,869
Total Expenses	1,289,372	0	1,289,372	1,313,220
INCREASE (DECREASE) IN NET ASSETS	(31,168)	(57,590)	(88,758)	(69,776)
NET ASSETS-BEGINNING	624,076	132,264	756,340	826,116
NET ASSETS-ENDING	\$ 592,908	\$ 74,674	\$ 667,582	\$ 756,340

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

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
SCHEDULE OF FUNCTIONAL EXPENSES
Years Ended September 30, 2025 and 2024

	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUND RAISING	2025 TOTAL	2024 SUMMARIZED TOTAL
Salaries	\$ 373,862	\$ 95,862	\$ 9,586	\$ 479,310	455,777
Payroll Taxes	31,106	7,976	798	39,880	38,189
Employee Benefits	77,229	19,802	1,980	99,011	88,554
Grant Expense	189,675	0	0	189,675	172,886
Legal and Professional	0	22,962	0	22,962	15,201
Supplies	9,291	6,926	676	16,893	17,630
Cleanup Expenses	167,961	0	0	167,961	54,552
Program Subcontracts	2,340	0	0	2,340	23,041
Public Education and Outreach	93,993	0	0	93,993	254,875
Telephone	3,887	997	100	4,984	4,366
Postage	6,060	1,554	155	7,769	7,339
Printing and Photography	8,923	0	0	8,923	19,902
Fundraising	0	0	54,850	54,850	50,650
Occupancy Expense	25,607	6,566	657	32,830	31,435
Organization Fee	2,380	610	61	3,051	2,444
Investment Fee	0	1,395	0	1,395	752
Travel	8,038	2,061	206	10,305	15,586
Depreciation	3,266	837	84	4,187	3,144
Interest	0	74	0	74	0
Insurance	15,343	3,934	394	19,671	19,866
Consultants	1,009	259	25	1,293	18,593
Education and Training	23,523	4,151	0	27,674	18,873
Miscellaneous Expense	1,736	0	0	1,736	317
TOTAL EXPENSES	1,045,229	175,966	69,572	1,290,767	1,313,972
Less expenses included with revenues on the statement of activities					
Professional Services - Investment Fees	0	(1,395)	0	(1,395)	(752)
Total expenses included with revenues	0	(1,395)	0	(1,395)	(752)
Total expenses included in the expense section on the statement of activities	\$ <u>1,045,229</u>	\$ <u>174,571</u>	\$ <u>69,572</u>	\$ <u>1,289,372</u>	\$ <u>1,313,220</u>

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

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
STATEMENTS OF CASH FLOWS
For The Years Ended September 30, 2025 and 2024

	2025	2024
OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ (88,758)	\$ (69,776)
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	4,187	3,144
Net (Gain) Loss on Investments	(4,195)	(25,536)
(Increase) Decrease in Operating Assets:		
Accounts Receivable	(138,937)	66,088
Unbilled Receivables	(80,162)	(8,964)
Unconditional Promises To Give	(7,500)	1,500
Prepaid Expenses	(1,173)	3,278
ROU assets Operating Lease	28,194	(60,036)
Increase (Decrease) in Operating Liabilities		
Accounts Payable	8,521	(8,539)
Accrued Expenses	(2,029)	(7,095)
Accrued Salaries	2,852	2,940
Accrued PTO	316	1,040
Operating Lease Liability	(28,194)	60,036
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(306,878)	(41,920)
INVESTING ACTIVITIES		
Proceeds (Purchase) of Investments	(28,510)	751
Purchase of Capital Assets	(436)	(8,249)
NET CASH USED IN INVESTING ACTIVITIES	(28,946)	(7,498)
FINANCING ACTIVITIES		
Proceeds (Payments) - Note Payable	0	0
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(335,824)	(49,418)
CASH AND CASH EQUIVALENTS-BEGINNING	389,114	438,532
CASH AND CASH EQUIVALENTS-ENDING	\$ 53,290	\$ 389,114

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

PA CLEANWAYS
dba KEEP PENNSYLVANIA BEAUTIFUL
NOTES TO THE FINANCIAL STATEMENTS

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION AND NATURE OF ACTIVITIES

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

B. ESTIMATES

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

C. BASIS OF ACCOUNTING

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

D. FINANCIAL STATEMENT PRESENTATION

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

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

E. REVENUE AND REVENUE RECOGNITION

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

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

F. RECOGNITION OF DONOR RESTRICTIONS

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

G. CASH AND CASH EQUIVALENTS

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

H. ACCOUNTS RECEIVABLE

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

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES "CONTINUED"

I. INVESTMENTS

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

J. DONATED EQUIPMENT

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

K. DONATED SERVICES

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

L. FUNCTIONAL ALLOCATION OF EXPENSES

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

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

M. CAPITAL ASSETS

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

NOTE (1) SIGNIFICANT ACCOUNTING POLICIES “CONTINUED”

N. LEASES

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

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

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

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

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

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

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

NOTE (2) INCOME TAX STATUS

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

NOTE (3) CONCENTRATIONS

Approximately 82% and 83% of the Organization's government grants are provided by the Pennsylvania Department of Environmental Protection for the years ended September 30, 2025 and 2024, respectively. Approximately 51% and 41% of the accounts receivable as of September 30, 2025 and 2024, respectively, is due from the Pennsylvania Department of Environmental Protection.

The Organization maintains cash balances at several financial institutions located in Southwestern PA. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At September 30, 2025, the Organization's cash balance was insured.

NOTE (4) REVOLVING LINE OF CREDIT

The Organization has a \$150,000 revolving line of credit. At September 30, 2025 the full amount of the line of credit was available and there was no balance due. Bank advances on the credit line are payable on the expiration date of March 9, 2026. Interest is charged at the Wall Street Journal published prime rate (which may change daily). The credit line is secured by substantially all assets of the Organization.

NOTE (5) RELATED ENTITIES

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

NOTE (6) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with restrictions subject to expenditure for a specific purpose are available for the following purposes as of September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Restricted for programming in specific Counties	\$ 15,260	\$ 26,797
Miscellaneous Restrictions	<u>59,414</u>	<u>105,467</u>
Total Net Assets with Donor Restrictions – <i>Purpose Restrictions</i>	<u>\$ 74,674</u>	<u>\$ 132,264</u>

NOTE (7) NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by donors during 2025 and 2024 as follows:

	<u>2025</u>	<u>2024</u>
Restricted for programming in specific Counties	\$ 23,147	\$ 25,161
Miscellaneous Restrictions	<u>290,377</u>	<u>383,364</u>
Total Net Assets Released from Restrictions	<u>\$ 313,524</u>	<u>\$ 408,525</u>

NOTE (8) INVESTMENTS

The Organization’s investments at September 30, 2025 consisted of a Mutual funds held with Morgan Stanley Smith Barney and they are recorded at market value. The investment account was opened during fiscal year 2014.

	<u>2025</u>	<u>2024</u>
Mutual Funds	\$ <u>178,021</u>	\$ <u>145,316</u>

NOTE (9) RETIREMENT PLAN

The Agency has in effect a 401K plan which covers all employees. Under the terms of the plan, employees may elect to make pre-tax or after-tax contributions to the plan. The Organization matches up to 4% of compensation for participating employees. For the years ended September 30, 2025 and 2024, the Organization contributed \$18,614 and \$17,518 to the plan, respectively.

NOTE (10) LEASES

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

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

Reported under FASB ASC 842-year ended September 30, 2025:

Lease Cost

	<u>2025</u>
Operating Lease cost	\$ 31,973

Cash Flow Items

	<u>2025</u>
Cash paid for amounts included in the measurement of lease liabilities	
Operating cash flows from Operating Leases	\$ 31,973
Right-of-use assets obtained in exchange for lease liabilities	
Operating leases	\$ 47,367

Weighted-Average Information

	<u>2025</u>
Weighted-Average remaining lease term in years:	
Operating Lease – Office Building	1.90
Weighted-average discount rate:	
Operating lease-Office Building	5.00%

NOTE (10) LEASES "CONTINUED"

Future Minimum Lease Payments

<u>September 30,</u>	
2026	\$ 31,973
2027	18,651
Total lease payments	<u>50,624</u>
Less Interest	<u>(3,257)</u>
Present value of lease liabilities	<u>\$ 47,367</u>

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

Lease Cost

	<u>2024</u>
Operating Lease cost	\$ 13,322

Cash Flow Items

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

Weighted-Average Information

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

NOTE (10) LEASES “CONTINUED”

Future Minimum Lease Payments

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

NOTE (11) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

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

Financial assets at year-end	\$	231,311
Less those unavailable for general expenditures within one year, due to:		
Donor-restricted to specific purpose		<u>74,674</u>
Financial assets available to meet cash needs for general expenditure within one year	\$	<u>156,637</u>

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

NOTE (12) CONTRIBUTED NONFINANCIAL ASSETS

The Organization is dependent upon donated materials from diverse groups to fulfill its mission. For the years ended September 30, 2025 and 2024, donated materials recorded in the financial statements as in-kind contributions totaled \$154,511 and \$191,589, respectively.

<u>Years Ended September 30,</u>		<u>2025</u>		<u>2024</u>
Materials – Cleanup Supplies	\$	<u>121,821</u>	\$	<u>164,595</u>
Services		<u>32,690</u>		<u>26,994</u>
Total contributed nonfinancial assets	\$	<u>154,511</u>	\$	<u>191,589</u>

NOTE (12) CONTRIBUTED NONFINANCIAL ASSETS “CONTINUED”

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

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

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

NOTE (13) CONTINGENCIES

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

NOTE (14) SUBSEQUENT EVENTS

The organization has evaluated subsequent events through January 7, 2026, the date the financial statements were available to be issued.