

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY- RLCA, LLC**

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY CONSOLIDATING INFORMATION**

**FOR THE YEARS ENDED
DECEMBER 31, 2022 AND 2021**

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**

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Independent Auditors' Report

To the Board of Directors
Reg Lenna Center for the Arts, Inc. and RLCA, LLC
Jamestown, New York

Opinion

We have audited the accompanying consolidated financial statements of Reg Lenna Center for the Arts, Inc. (a nonprofit organization) and Affiliated Entity - RLCA, LLC (a single-member limited liability company,) which comprise the consolidated statements of financial position as of December 31, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Reg Lenna Center for the Arts, Inc. and Affiliated Entity - RLCA, LLC, as of December 31, 2022 and 2021, and the changes in their net assets and member's equity and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are required to be independent of Reg Lenna Center for the Arts, Inc. and Affiliated Entity - RLCA, LLC, 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Reg Lenna Center for the Arts, Inc. and Affiliated Entity - RLCA, LLC's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibility for the Audit of the Consolidated 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 auditors' 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 judgement made by a reasonable user based on the consolidated financial statements.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Reg Lenna Center for the Arts, Inc. and Affiliated Entity - RLCA, LLC'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Reg Lenna Center for the Arts, Inc. and Affiliated Entity - RLCA, LLC'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.

Report on Supplementary Consolidating Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary consolidating information in Schedules I, II, III, and IV is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position, change in net assets and member's equity, and cash flows of the individual entities, and it 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 consolidating 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 supplementary consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Saxton, Kocur and Associates, LLP

Saxton, Kocur and Associates, LLP

June 8, 2023

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2022 AND 2021**

	<u>ASSETS</u>	Consolidated Total 2022	Consolidated Total 2021
CURRENT ASSETS			
Cash - general operations		\$ 721,521	\$ 604,742
Restricted cash - SVOG funding		-	118,996
Accounts and grants receivable		113,187	60,049
Inventory - food and beverages		4,101	4,977
Prepaid expenses and deposits		108,708	26,604
Total current assets		<u>947,517</u>	<u>815,368</u>
 PROPERTY AND EQUIPMENT, net of accumulated depreciation		 <u>6,411,609</u>	 <u>6,824,421</u>
 TOTAL ASSETS		 <u><u>\$ 7,359,126</u></u>	 <u><u>\$ 7,639,789</u></u>
 <u>LIABILITIES AND NET ASSETS</u>			
CURRENT LIABILITIES			
Accounts payable		\$ 25,332	\$ 13,775
Accrued expenses and security deposits		16,736	13,770
Deferred revenue		25,363	26,324
Refundable advance - SVOG		-	118,996
Current portion of long-term debt		18,628	6,109
Total current liabilities		<u>86,059</u>	<u>178,974</u>
 LONG-TERM DEBT, net of current portion		 <u>100,263</u>	 <u>118,891</u>
 Total liabilities		 <u>186,322</u>	 <u>297,865</u>
 NET ASSETS			
Net assets without donor restrictions		6,826,445	7,009,865
Net assets with donor restrictions		<u>346,359</u>	<u>332,059</u>
 Total net assets		 <u>7,172,804</u>	 <u>7,341,924</u>
		<u><u>\$ 7,359,126</u></u>	<u><u>\$ 7,639,789</u></u>

See accompanying notes to these consolidated financial statements.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	Without Donor Restrictions	With Donor Restrictions	Consolidated Total 2022
Support			
Contributions - individuals	\$ 21,294	\$ -	\$ 21,294
Contributions - corporate and non-profits	128,441	25,119	153,560
Contributions and grants - foundations	179,610	270,956	450,566
Contributions - in-kind materials and services	225	-	225
Grants - governments	56,869	88,000	144,869
Grant - SVOG	-	118,996	118,996
Net assets released from restrictions:			
Satisfaction of purpose or time restrictions	488,771	(488,771)	-
Total support	<u>875,210</u>	<u>14,300</u>	<u>889,510</u>
Revenue			
Admissions	175,628	-	175,628
Food and beverage sales	53,451	-	53,451
Fees and contracts	166,727	-	166,727
Rentals - theater and apartments	157,359	-	157,359
Interest income	1,199	-	1,199
Loss on asset disposal	-	-	-
Gain on extinguishment of PPP loan	-	-	-
Total revenue	<u>554,364</u>	<u>-</u>	<u>554,364</u>
Total support and revenue	<u>1,429,574</u>	<u>14,300</u>	<u>1,443,874</u>
Expenses			
Program services	1,211,420	-	1,211,420
Management and general	398,650	-	398,650
Fundraising	2,924	-	2,924
Total expenses	<u>1,612,994</u>	<u>-</u>	<u>1,612,994</u>
CHANGE IN NET ASSETS	(183,420)	14,300	(169,120)
NET ASSETS, beginning of year	<u>7,009,865</u>	<u>332,059</u>	<u>7,341,924</u>
NET ASSETS, end of year	<u>\$ 6,826,445</u>	<u>\$ 346,359</u>	<u>\$ 7,172,804</u>

	Without Donor Restrictions	With Donor Restrictions	Consolidated Total 2021
Support			
Contributions - individuals	\$ 29,736	\$ -	\$ 29,736
Contributions - corporate and non-profits	110,487	55,140	165,627
Contributions and grants - foundations	210,500	304,458	514,958
Contributions - in-kind materials and services	737	-	737
Grants - governments	60,000	187,063	247,063
Grant - SVOG	238,794	-	238,794
Net assets released from restrictions:			-
Satisfaction of purpose or time restrictions	355,579	(355,579)	-
Total support	<u>1,005,833</u>	<u>191,082</u>	<u>1,196,915</u>
Revenue			
Admissions	75,432	-	75,432
Food and beverage sales	23,737	-	23,737
Fees and contracts	60,084	-	60,084
Rentals - theater and apartments	90,823	-	90,823
Interest income	26,653	-	26,653
Loss on asset disposal	(1,454)	-	(1,454)
Gain on extinguishment of PPP loan	99,637	-	99,637
Total revenue	<u>374,912</u>	<u>-</u>	<u>374,912</u>
Total support and revenue	<u>1,380,745</u>	<u>191,082</u>	<u>1,571,827</u>
Expenses			
Program services	963,456	-	963,456
Management and general	257,199	-	257,199
Fundraising	5,779	-	5,779
Total expenses	<u>1,226,434</u>	<u>-</u>	<u>1,226,434</u>
CHANGE IN NET ASSETS	154,311	191,082	345,393
NET ASSETS, beginning of year	<u>6,855,554</u>	<u>140,977</u>	<u>6,996,531</u>
NET ASSETS, end of year	<u>\$ 7,009,865</u>	<u>\$ 332,059</u>	<u>\$ 7,341,924</u>

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

REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	Performing	Program Services					MANAGEMENT & GENERAL			Consolidated Total 2022	
		Movies	Buildings	WRFA	Videoworks	Concessions	Total	Operations	Fundraising		Total
Wages	\$ 14,410	\$ 12,105	\$ 39,505	\$ 129,790	\$ 55,096	\$ -	250,906	\$ 303,660	\$ 155	\$ 303,815	\$ 554,721
Payroll taxes	1,122	917	1,294	10,311	4,154	-	17,798	21,967	12	21,979	39,777
Employee benefits	-	-	400	16,163	1,629	-	18,192	18,095	-	18,095	36,287
Artistic contractual	95,429	-	-	-	-	-	95,429	-	-	-	95,429
Contracted services	12,723	-	-	52,179	74,933	10,031	74,933	6,882	-	6,882	81,815
Insurances	2,470	-	56,309	6,036	-	-	64,815	3,389	-	3,389	68,204
Occupancy	-	-	61,743	4,000	-	-	65,743	-	-	-	65,743
Equipment and maintenance	4,045	-	42,276	6,847	-	700	53,868	4,372	-	4,372	58,240
Building maintenance	55	-	44,111	-	-	-	44,166	227	-	227	44,393
Advertising	26,166	130	1,538	1,155	-	-	28,989	948	-	948	29,937
Technical/computer support	-	-	120	16,655	-	-	16,775	3,937	-	3,937	20,712
Movies	-	20,020	-	-	-	-	20,020	-	-	-	20,020
Food and beverages	-	-	-	-	-	13,347	13,347	-	2,307	2,307	15,654
Credit card processing fees	10,424	-	-	126	-	815	11,365	2,610	151	2,761	14,126
Printing	6,543	348	-	1,655	-	-	8,546	3,253	-	3,253	11,799
Memberships	-	-	-	6,001	-	-	6,001	761	-	761	6,762
Ticketing fees	6,417	-	-	-	-	-	6,417	-	-	-	6,417
Receptions and hospitality	3,910	-	-	137	-	-	4,047	581	299	880	4,927
Telephone	-	-	39	499	-	-	538	3,960	-	3,960	4,498
Postage	2,516	-	-	186	-	60	2,762	883	-	883	3,645
Interest	-	-	3,032	-	-	-	3,032	-	-	-	3,032
Loan and legal fees	-	-	-	-	-	-	-	-	-	-	-
Supplies	729	14	282	94	-	377	1,496	1,034	-	1,034	2,530
Licenses, permits, filing fees	-	-	-	-	-	285	285	275	-	275	560
Conference and travel	-	-	10	237	-	112	405	21	-	21	426
Expenses before depreciation	187,005	33,534	250,659	252,071	60,879	25,727	809,875	376,855	2,924	379,779	1,189,654
Depreciation	-	-	358,005	42,714	-	826	401,545	21,795	-	21,795	423,340
\$	\$ 187,005	\$ 33,534	\$ 608,664	\$ 294,785	\$ 60,879	\$ 26,553	\$ 1,211,420	\$ 398,650	\$ 2,924	\$ 401,574	\$ 1,612,994

	Program Services						MANAGEMENT & GENERAL			Consolidated Total 2021	
	Performing	Movies	Buildings	WRFA	Videoworks	Concessions	Total	Operations	Fundraising		Total
Wages	\$ 24,953	\$ 11,372	\$ 11,874	\$ 77,221	\$ 18,176	\$ -	143,596	\$ 179,903	\$ -	\$ 179,903	\$ 323,499
Payroll taxes	1,832	870	908	5,438	1,390	-	10,438	10,820	-	10,820	21,258
Employee benefits	-	-	346	9,994	546	-	10,886	11,979	-	11,979	22,865
Artistic contractual	64,986	-	-	-	-	-	64,986	-	-	-	64,986
Contracted services	11,068	-	-	16,295	-	6,996	34,359	9,344	-	9,344	43,703
Insurances	1,931	-	47,937	1,939	-	-	51,807	2,091	-	2,091	53,898
Occupancy	-	-	65,032	-	-	-	65,032	-	-	-	65,032
Equipment and maintenance	4,205	-	25,661	6,107	-	631	36,604	2,868	-	2,868	39,472
Building maintenance	-	-	60,226	19	-	-	60,245	-	-	-	60,245
Advertising	19,562	210	-	-	-	-	19,772	-	5	5	19,777
Technical/computer support	-	-	-	15,073	-	-	15,073	4,046	-	4,046	19,119
Movies	-	13,613	-	-	-	-	13,613	-	-	-	13,613
Food and beverages	50	-	-	-	-	4,958	5,008	-	1,517	1,517	6,525
Credit card processing fees	3,757	-	-	116	-	289	4,162	2,378	-	2,378	6,540
Printing	4,918	624	-	2,087	-	-	7,629	624	2,533	3,157	10,786
Memberships	-	-	90	5,740	-	-	5,830	665	-	665	6,495
Ticketing fees	3,310	-	-	28	-	-	3,338	-	-	-	3,338
Receptions and hospitality	1,752	16	11	847	-	-	2,626	587	-	587	3,213
Telephone	-	-	-	778	-	-	778	6,606	-	6,606	7,384
Postage	2,034	-	7	286	-	-	2,327	406	1,724	2,130	4,457
Interest	-	-	-	-	-	-	-	590	-	590	590
Supplies	44	-	1,490	169	-	402	2,105	571	-	571	2,676
Licenses, permits, filing fees	-	-	-	-	-	5,650	5,650	2,011	-	2,011	7,661
Conference and travel	-	-	20	68	-	30	118	36	-	36	154
Expenses before depreciation	144,402	26,705	213,602	142,205	20,112	18,956	565,982	235,525	5,779	241,304	807,286
Depreciation	-	-	352,310	43,016	-	2,148	397,474	21,674	-	21,674	419,148
	\$ 144,402	\$ 26,705	\$ 565,912	\$ 185,221	\$ 20,112	\$ 21,104	\$ 963,456	\$ 257,199	\$ 5,779	\$ 262,978	\$ 1,226,434

See accompanying notes to these financial statements.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	Consolidated Total 2022	Consolidated Total 2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (169,120)	\$ 345,393
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	423,340	419,148
Loss on asset disposition - RLCA, LLC	-	1,454
Gain on extinguishment of debt - PPP loan	-	(99,637)
(Increase) decrease in:		
Accounts and grants receivable	(53,138)	(27,248)
Inventory	876	(253)
Prepaid expenses and deposits	(82,104)	20,599
Increase (decrease) in:		
Accounts payable	11,557	6,146
Accrued expenses and security deposits	2,966	1,715
Deferred revenue	(961)	(14,854)
Refundable advance	(118,996)	118,996
Net cash provided by operating activities	<u>14,420</u>	<u>771,459</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of equipment - RLCA, LLC	-	10,497
Purchases of property and equipment	<u>(10,528)</u>	<u>(176,979)</u>
Net cash used by investing activities	<u>(10,528)</u>	<u>(166,482)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Line of credit repayments	-	(57,315)
CCIDA working capital loan proceeds	-	125,000
CCIDA working capital loan payments	<u>(6,109)</u>	<u>-</u>
Net cash provided (used) by financing activities	<u>(6,109)</u>	<u>67,685</u>
Change in cash and restricted cash	(2,217)	672,662
Cash and restricted cash, beginning	<u>723,738</u>	<u>51,076</u>
Cash and restricted cash, ending	<u><u>\$ 721,521</u></u>	<u><u>\$ 723,738</u></u>

See accompanying notes to these consolidated financial statements.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES – The Reg Lenna Center for the Arts, Inc. (the Center) is a non-profit organization that exists to conduct various programs at the Reg Lenna Theater in downtown Jamestown, New York. Major sources of revenues consist of contributions, theater and building rent, and performance admissions.

Major programs consist of the following: Performing - Artistic and cultural performances for the general public; WRFA-LP - A listener supported, non-commercial, low power FM radio station provided as a public service; Videoworks - A learner-centered, inquiry-based, multi-disciplinary curriculum for Jamestown High School students that integrates English Language Arts (ELA) and technology; Operations - General administration of the Reg Lenna Theater, which is used for cultural and community events.

RLCA, LLC was formed in 2014 as the Center's single-member limited liability company. The LLC was formed for the purpose of operating the concessions at the Theater.

PRINCIPLES OF CONSOLIDATION - The consolidated financial statements include the accounts of the Center and its wholly owned subsidiary, RLCA, LLC. All significant intercompany transactions and balances have been eliminated.

BASIS OF ACCOUNTING - The consolidated financial statements have been prepared on the accrual basis of accounting, and accordingly reflect all significant receivables, payables, and other liabilities.

BASIS OF PRESENTATION - The Center reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of donor restrictions: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Center, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as those that the donor stipulates that resources be maintained in perpetuity. All of the Center's donor-imposed restrictions are temporary in nature.

The Center's unspent contributions are reported in net assets with donor contributions if the donor limited their use, as are promised contributions that are not yet due. When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

CASH EQUIVALENTS - For purposes of the statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

INVENTORY - Inventory is stated at the lower of cost or net realizable value and consists of food and beverages.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

ACCOUNTS AND GRANTS RECEIVABLES - Accounts and grants receivables are stated at the amount management expects to collect from outstanding balances. Management of the Center believes that all receivables as of December 31, 2022 and 2021 were fully collectible, and accordingly, no allowance for doubtful accounts was established. If amounts become uncollectible, they will be charged to operations when the determination is made.

PROPERTY, EQUIPMENT AND DEPRECIATION - Property and equipment are recorded at cost or, if donated, at the estimated fair value at the date of donation. Acquisitions of property and equipment over \$2,500 are capitalized. Donated property and equipment are reported as support *without donor restrictions* unless a donor has restricted the donated asset to a specific purpose. Assets donated with donor restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support *with donor restrictions*. Such support is reclassified to support *without donor restrictions* when the restrictions expire or property and equipment is purchased. Depreciation of property and equipment is provided on a straight-line basis over the estimated useful lives of the assets.

SALES TAX - New York State imposes a sales tax of 8% on sales to nonexempt customers. Sales tax is collected on taxable sales from customers, is recorded as a liability, and is excluded from reported revenue amounts.

REVENUE RECOGNITION - Revenue is recognized when earned. Unconditional contributions of cash, securities or other assets, and unconditional promises to give are recorded when received. Conditional contributions and promises to give (i.e. those with a measurable performance or other barrier and a right of return) are not recognized until the conditions on which they depend are substantially met or explicitly waived by the donor. Amounts received prior to the meeting of conditions necessary for recognition as revenue are reported as refundable advances on the statements of financial position.

Support and revenues are considered to be available without donor restrictions unless specifically restricted by a donor. Amounts received with donor restrictions (e.g. time or purpose restrictions) are reported as *With Donor Restrictions* on the statements of activities. When a restriction is met or expires, net assets *With Donor Restrictions* are reclassified to net assets *Without Donor Restrictions* and reported as net assets released from restrictions.

In-kind support and revenues are recorded at fair value at the date received. Donated supplies recognized in 2022 and 2021 were \$225 and \$737, respectively.

Revenue is recognized when promised products or services are transferred (i.e. control is transferred) to customers in an amount that reflects the consideration to which the Center expects to be entitled in exchange for those products or services. Admissions to performances and movies received near or at the time of showing are recognized as revenue when received. Advance series admission sales are recognized as revenue on a pro-rata basis as each performance within the series occurs. Revenue from sponsorships of performances is recognized upon the occurrence of each sponsored performance. Revenue for gift certificates and Reg Bucks is recognized upon usage. Concession sales of the LLC are recognized at the time of sale. Rental income is recognized on a monthly basis or when a theater rental event occurs.

FAIR VALUE - The fair value of the Organization's current assets and current liabilities approximate their carrying values due to the short-term nature of maturities and expected collection or payment periods or because the terms are similar to market terms.

INCOME TAXES - Reg Lenna Center for the Arts, Inc. is a nonprofit organization exempt from federal income taxes under Internal Revenue Code Section 501(c)(3) and from New York State income taxes under Article 7-A of the Executive Law. The Center has been classified by the Internal Revenue Service as other than a private foundation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

INCOME TAXES, continued - The Organization has assessed its filing status under the sections of the Internal Revenue Code and New York State Executive Law referenced above and concluded that the Organization meets the requirements to be exempt from federal and state income taxes.

RLCA, LLC is a single-member LLC which has elected to be taxed as a corporation. As such, the LLC is subject to federal and state income taxes. Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes, if applicable.

The Center and LLC have timely filed annual exempt organization returns and income tax returns with the U.S. federal and New York jurisdictions through the year ended December 31, 2022. Such returns are generally subject to examination by the taxing jurisdictions for three years after filing.

ADVERTISING - The Organization uses advertising to promote its programs among the audiences it serves. Advertising costs are expensed as incurred.

FUNCTIONAL ALLOCATION OF EXPENSES - Expenses associated with providing programs and supporting services are presented in these financial statements by functional and natural classifications. Directly identifiable expenses are charged to the function benefited. Expenses benefiting more than one function are allocated based on measurable, reasonable, and consistent methods. Methods used to allocate include actual or estimates of time and effort, usage, and square footage.

USE OF ESTIMATES - Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

DONATED SERVICES - 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 Organization. Volunteers also provide various types of services that are not recognized as contributions in the financial statements since the recognition criteria are not met.

MANAGEMENT'S REVIEW - Management has evaluated events and transactions through June 8, 2023, the date the financial statements were available to be issued.

NOTE 2 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization regularly reviews its financial position and operations, including liquidity required to meet its general expenditures, liabilities, and other obligations that may come due. The Organization considers general expenditures to be those types of expenditures routinely incurred in operating its programs and supporting services.

Donor restricted net assets with restrictions expected to be met in the next calendar year are considered to be available for general expenditures.

The American Rescue Plan funding for maintaining programming and services of WRFA would be available for allowable expenses not covered by other funding and support expected to be provided for WRFA's operations.

The Organization also has a line of credit that could be drawn upon to meet general expenditures.

NOTE 2 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS, continued

The following reflects the Organization's financial assets available within one year of December 31 to meet general expenditures, liabilities, and other obligations that may come due, reduced by amounts not available because of donor restrictions.

	2022	2021
Financial assets at year end:		
Cash - general operations	\$ 721,521	\$ 604,742
Accounts and grants receivable	113,187	60,049
Financial assets	<u>834,708</u>	<u>664,791</u>
Less financial assets unavailable for general expenditures due to donor restrictions:		
Restricted for equipment	(103,231)	(28,441)
Restricted for WRFA allowable programming expenses:		
American Rescue Plan Funding	(85,561)	(179,806)
Restricted for Collecting Oral History project	<u>(6,045)</u>	<u>(15,000)</u>
Financial assets available	<u>\$ 639,871</u>	<u>\$ 441,544</u>

NOTE 3 - CASH FLOW INFORMATION

The reconciliation of cash and restricted cash on the statements of financial position to total cash and restricted cash on the statements of cash flows is as follows:

	2022	2021
Cash - operations	\$ 721,521	\$ 604,742
Cash - restricted	<u>-</u>	<u>118,996</u>
	<u>\$ 721,521</u>	<u>\$ 723,738</u>
Cash paid for interest during the year:	<u>\$ 3,032</u>	<u>\$ 590</u>

NOTE 4 - GRANTS RECEIVABLE

Grants receivable at year ended December 31, 2022 consisted of a grant from New York Council on the Arts in the amount of \$88,000 to be used on sound, rigging, and lighting system upgrades.

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:	2022	2021
Buildings	\$ 546,311	\$ 546,311
Building renovations	11,074,401	11,074,401
Land	3,000	3,000
Equipment and furniture	<u>375,837</u>	<u>365,309</u>
	11,999,549	11,989,021
Less accumulated depreciation	<u>5,587,940</u>	<u>5,164,600</u>
	<u>\$ 6,411,609</u>	<u>\$ 6,824,421</u>
Property and equipment, net, by entity:		
Reg Lenna Center for the Arts, Inc.	\$ 6,409,546	\$ 6,821,532
RLCA, LLC	<u>2,063</u>	<u>2,889</u>
	<u>\$ 6,411,609</u>	<u>\$ 6,824,421</u>

NOTE 6 - DEFERRED REVENUE

Deferred revenue consisted of the following:

	2022	2021
Sponsorships	\$ 20,774	\$ 10,409
Advance Ticket Sales	3,149	4,040
Gift certificates and Reg Bucks	1,440	375
Rental of theater	-	11,500
	<u>\$ 25,363</u>	<u>\$ 26,324</u>

NOTE 7 - REFUNDABLE ADVANCE - SVOG

In 2021, the Center received an Initial Phase Shuttered Venue Operators Grant (SVOG) program award of \$235,193 through the U.S. Small Business Administration (SBA). In addition, the Center received a Supplemental Phase SVOG program award of \$117,597. The SVOG program was established by the Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act of 2020, and amended by the American Rescue Plan Act of 2021. Under the Notice of Award of September 24, 2021, the combined awards of \$352,790 were to be used to pay allowable costs incurred from March 1, 2020 through June 30, 2022. Any funds not paid out by January 14, 2023, were required to be returned to the SBA. In 2021, the Organization had incurred allowable costs of \$233,794, resulting in a refundable advance liability of \$118,996 at December 31, 2021. In 2022, the Center incurred allowable costs of \$118,996, utilizing the entire grant.

NOTE 8 - LINE OF CREDIT

The Organization has a maximum line of credit of \$450,000. Interest is at the lender's Tax Exempt Financing Rate (i.e. 80% of the prime rate), with a floor of 3.6%. The line is secured by all property, equipment, and other assets of the Center.

NOTE 9 - LONG-TERM DEBT

	2022	2021
Working capital loan - CCIDA, \$125,000 term note dated March 31, 2021, no payments required through December 31, 2021, interest only payments of \$254 for the next eight months beginning January 1, 2022, followed by 76 principal and interest payments of \$1,778 beginning September 1, 2022, final payment due December 1, 2028, interest at 2.44%, secured by substantially all assets of the Center.	\$ 118,891	\$ 125,000
Less current maturities	<u>18,628</u>	<u>6,109</u>
Long-term debt, net of current maturities	<u>\$ 100,263</u>	<u>\$ 118,891</u>
Future maturities of long-term debt consisted of the following:	Years Ending	Annual Maturities
	2023	\$ 18,628
	2024	19,087
	2025	19,558
	2026	20,041
	2027	20,535
	Thereafter	<u>21,042</u>
		<u>\$ 118,891</u>

NOTE 10 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets restricted by time and/or purposes consisted of the following:

	2022	2021
Grant for subsequent year's general operations		
Lenna Foundation grant	\$ 150,000	\$ 100,000
WRFA programming and services - American Rescue		
Plan Act Stabilization Grant	85,561	179,806
Light and Sound Upgrade- NYSCA grant	88,000	-
WRFA equipment - Hultquist Foundation	9,478	9,478
Collecting Oral History Project - CRCF grant	6,045	15,000
Light and Sound Upgrade- CRCF grant	5,753	-
WRFA - CPB Community Service grant	1,522	8,812
Multi-media studio equipment	-	15,082
WRFA program - Lenna Foundation	-	3,881
	<u>\$ 346,359</u>	<u>\$ 332,059</u>

NOTE 11 - FUNDS HELD BY CHAUTAUQUA REGION COMMUNITY FOUNDATION

In 1988, the Center transferred \$600,000 of capital campaign funds to the Chautauqua Region Community Foundation, Inc. (CRCF) to establish the Reg Lenna Civic Center General Endowment Fund (General Fund). Since inception, additional contributions have been made directly to this fund. The Reg Lenna Civic Center/Julian B. Wright Memorial Fund (Wright Fund) was established at CRCF in March 1986. The Organization receives earnings and distributions from both funds. Combined distributions of \$73,334 and \$64,674 were received in 2022 and 2021, respectively.

In 1997, The Lenna Foundation established an initial \$500,000 endowment fund at CRCF for the maintenance of the Center. Distributions of \$31,956 and \$28,194 were received in 2022 and 2021, respectively.

CRCF has been granted variance power over all of the funds.

Fair value of funds, as provided by CRCF:	2022	2021
Reg Lenna Civic Center General Endowment Fund	\$ 1,748,293	\$ 2,161,952
R.A. and E.S. Lenna Fund	764,831	947,555
Julian Wright Memorial Fund	11,816	14,622
	<u>\$ 2,524,940</u>	<u>\$ 3,124,129</u>

NOTE 12 - EMPLOYEE BENEFIT PLAN

The Organization maintains a SIMPLE IRA plan with a 3% match. Expense for 2022 was \$12,600 and \$7,101 for 2021.

NOTE 13 - COMMITMENTS AND CONTINGENCIES

The Organization is self-insured for unemployment insurance purposes. During 2020, the Organization made claim payments of \$37,513 to the NYS Department of Labor. On April 22, 2021, the Organization received notification of an overpayment as a result of Governor Cuomo's 2020 Executive Order No. 202.45 and a January 2021 DOL Order. The Organization requested a refund of a \$36,723 overpayment and recognized such amount as a receivable at December 31, 2020. Full payment was received in May 2021.

NOTE 14 - CONCENTRATION OF CREDIT RISK

The Center maintains two checking accounts in one financial institution which, at times, may exceed federally insured limits. The balances were insured by the FDIC up to \$250,000 for 2022 and 2021. The Center had uninsured cash of \$471,164 and \$454,221 at December 31, 2022 and 2021. The Center has not experienced any losses in these accounts.

NOTE 15 - OTHER INFORMATION - INDIRECT ADMINISTRATIVE SUPPORT OF WRFA PROGRAM

For purposes of meeting a filing requirement of the Corporation for Public Broadcasting (CPB) to maintain Community Service Grants Program eligibility, certain administrative and facilities costs are considered as indirect administrative support of the WRFA program. The amount of indirect administrative support, as determined by the management of Reg Lenna Center for the Arts, Inc. and WRFA's general manager attributable to 2022 and 2021, was \$89,906 and \$65,660, respectively. This determined support was based on CPB Financial Reporting Guidelines for Preparing the Annual Financial Report (AFR) & Financial Summary Report (FSR).

NOTE 16 - EFFECT OF CURRENT ECONOMIC CONDITIONS ON CONTRIBUTIONS

The Center depends on contributions and grants for its revenue. The ability of the Center's contributors and grantors to continue giving amounts comparable with prior years is dependent upon current and future overall economic conditions. While the Center's management believes the Center has the resources to continue its programs, its ability to do so and the extent to which it continues, may be dependent on the above factors.

NOTE 17 - LEASES AND RENTAL INCOME

The Center has 7 apartments available to rent and has 4 operating leases for retail space. The Center will be working on apartment renovations; therefore, not all apartments are currently rented and some lease agreements are month-to-month to accommodate for these renovations. Apartment leases generally have a lease term of 1 year. The retail space lease terms have a range 1 to 4 years. The following annual rental income amounts are based on signed lease agreements as of December 31, 2022:

<u>Years ending December 31,</u>		
2023	\$	39,969
2024	\$	14,801

SUPPLEMENTARY CONSOLIDATING INFORMATION

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**
SCHEDULE I - CONSOLIDATING STATEMENTS OF FINANCIAL POSITION BY ENTITY
DECEMBER 31, 2022 AND 2021

	<u>ASSETS</u>			Consolidated
	RLCFA, Inc.	RLCA, LLC	Consolidating Adjustments	Total 2022
CURRENT ASSETS				
Cash - general operations	\$ 695,520	\$ 26,001	\$ -	\$ 721,521
Restricted cash - SVOG funding	-	-	-	-
Accounts and grants receivable	113,187	-	-	113,187
Due from affiliated entity	3,208	-	(3,208)	-
Inventory - food and beverages	-	4,101	-	4,101
Prepaid expenses and deposits	108,708	-	-	108,708
Total current assets	920,623	30,102	(3,208)	947,517
 PROPERTY AND EQUIPMENT, net of accumulated depreciation	 6,409,546	 2,063	 -	 6,411,609
 OTHER ASSETS				
Investment in subsidiary	28,351	-	(28,351)	-
 TOTAL ASSETS	 <u>\$ 7,358,520</u>	 <u>\$ 32,165</u>	 <u>\$ (31,559)</u>	 <u>\$ 7,359,126</u>

	<u>LIABILITIES AND NET ASSETS AND MEMBER'S EQUITY</u>			Consolidated
	RLCFA, Inc.	RLCA, LLC	Consolidating Adjustments	Total 2022
CURRENT LIABILITIES				
Accounts payable	\$ 25,332	\$ -	\$ -	\$ 25,332
Due to affiliated entity	-	3,208	(3,208)	-
Accrued expenses and deposits	16,130	606	-	16,736
Deferred revenue	25,363	-	-	25,363
Refundable advance - SVOG funding	-	-	-	-
Current portion of long-term debt	18,628	-	-	18,628
Total current liabilities	85,453	3,814	(3,208)	86,059
 LONG-TERM DEBT, net of current portion	 100,263	 -	 -	 100,263
 Total liabilities	 185,716	 3,814	 (3,208)	 186,322
 NET ASSETS AND MEMBER'S EQUITY				
Net assets without donor restrictions	6,826,445	-	-	6,826,445
Net assets with donor restrictions	346,359	-	-	346,359
Member's equity	-	28,351	(28,351)	-
Total net assets and member's equity	7,172,804	28,351	(28,351)	7,172,804
 TOTAL LIABILITIES AND NET ASSETS AND MEMBER'S EQUITY	 <u>\$ 7,358,520</u>	 <u>\$ 32,165</u>	 <u>\$ (31,559)</u>	 <u>\$ 7,359,126</u>

<u>ASSETS</u>				
	<u>RLCFA, Inc.</u>	<u>RLCA, LLC</u>	<u>Consolidating Adjustments</u>	<u>Consolidated Total 2021</u>
CURRENT ASSETS				
Cash - general operations	\$ 578,349	\$ 26,393	\$ -	\$ 604,742
Restricted cash - SVOG funding	118,996	-	-	118,996
Accounts and grants receivable	60,005	44	-	60,049
Due from affiliated entity	2,988	-	(2,988)	-
Inventory - food and beverages	-	4,977	-	4,977
Prepaid expenses and deposits	26,604	-	-	26,604
Total current assets	<u>786,942</u>	<u>31,414</u>	<u>(2,988)</u>	<u>815,368</u>
 PROPERTY AND EQUIPMENT, net of accumulated depreciation	 6,821,532	 2,889	 -	 6,824,421
 OTHER ASSETS				
Investment in subsidiary	<u>31,240</u>	<u>-</u>	<u>(31,240)</u>	<u>-</u>
 TOTAL ASSETS	 <u><u>\$ 7,639,714</u></u>	 <u><u>\$ 34,303</u></u>	 <u><u>\$ (34,228)</u></u>	 <u><u>\$ 7,639,789</u></u>

<u>LIABILITIES, NET ASSETS, AND MEMBER'S EQUITY</u>				
	<u>RLCFA, Inc.</u>	<u>RLCA, LLC</u>	<u>Consolidating Adjustments</u>	<u>Consolidated Total 2021</u>
CURRENT LIABILITIES				
Accounts payable	\$ 13,775	\$ -	\$ -	\$ 13,775
Due to affiliated entity	-	2,988	(2,988)	-
Accrued expenses and deposits	13,695	75	-	13,770
Deferred revenue	26,324	-	-	26,324
Refundable advance - SVOG funding	118,996	-	-	118,996
Current portion of long-term debt	6,109	-	-	6,109
Total current liabilities	<u>178,899</u>	<u>3,063</u>	<u>(2,988)</u>	<u>178,974</u>
 LONG-TERM DEBT - net of current portion	 <u>118,891</u>	 <u>-</u>	 <u>-</u>	 <u>118,891</u>
 Total liabilities	 <u>297,790</u>	 <u>3,063</u>	 <u>(2,988)</u>	 <u>297,865</u>
 NET ASSETS AND MEMBER'S EQUITY				
Net assets without donor restrictions	7,009,865	-	-	7,009,865
Net assets with donor restrictions	332,059	-	-	332,059
Member's equity	<u>-</u>	<u>31,240</u>	<u>(31,240)</u>	<u>-</u>
Total net assets and member's equity	<u>7,341,924</u>	<u>31,240</u>	<u>(31,240)</u>	<u>7,341,924</u>
 TOTAL LIABILITIES AND NET ASSETS AND MEMBER'S EQUITY	 <u><u>\$ 7,639,714</u></u>	 <u><u>\$ 34,303</u></u>	 <u><u>\$ (34,228)</u></u>	 <u><u>\$ 7,639,789</u></u>

See auditors' report.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**
SCHEDULE II - CONSOLIDATING STATEMENTS OF ACTIVITIES BY ENTITY
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	Without Donor Restrictions		With Donor Restrictions		Consolidating Adjustments	Consolidated Total 2022
	Reg Lenna Center, Inc.	RLCA, LLC	Reg Lenna Center, Inc.	Reg Lenna Center, Inc.		
Support:						
Contributions - individuals	\$ 21,294	\$ -	\$ -	-	\$ -	\$ 21,294
Contributions - corporate and non-profits	128,441	-	25,119	-	-	153,560
Contributions and grants - foundations	179,610	-	270,956	-	-	450,566
Contributions - in-kind materials and services	225	-	-	-	-	225
Grants - governments	56,869	-	88,000	-	-	144,869
Grant - SVOG	-	-	118,996	-	-	118,996
Net assets released from restrictions:						
Satisfaction of purpose or time restrictions	488,771	-	(488,771)	-	-	-
Total support	875,210	-	14,300	-	-	889,510
Revenues:						
Admissions	175,628	-	-	-	-	175,628
Food and beverage sales	-	53,451	-	-	-	53,451
Fees and contracts	166,727	-	-	-	-	166,727
Rentals - theater and apartments	157,359	-	-	-	-	157,359
Administrative fee	30,000	-	-	-	(30,000)	-
Interest income	986	213	-	-	-	1,199
Loss on asset disposal	-	-	-	-	-	-
Gain on extinguishment of PPP loan	-	-	-	-	-	-
Total revenues	530,700	53,664	-	-	(30,000)	554,364
Total support and revenues	1,405,910	53,664	14,300	-	(30,000)	1,443,874
Expenses by program and supporting services	1,586,441	56,553	-	-	(30,000)	1,612,994
CHANGE IN NET ASSETS BEFORE LLC LOSS	(180,531)	(2,889)	14,300	-	-	(169,120)
NET LOSS OF SUBSIDIARY	(2,889)	-	-	-	2,889	-
CHANGE IN NET ASSETS	(183,420)	(2,889)	14,300	-	2,889	(169,120)
NET ASSETS AND MEMBER'S EQUITY, beginning	7,009,865	31,240	332,059	-	(31,240)	7,341,924
NET ASSETS AND MEMBER'S EQUITY, ending	\$ 6,826,445	\$ 28,351	\$ 346,359	\$ -	\$ (28,351)	\$ 7,172,804

	Without Donor Restrictions		With Donor Restrictions	Consolidating Adjustments	Consolidated Total
	Reg Lenna Center, Inc.	RLCA, LLC	Reg Lenna Center, Inc.		2021
Support:					
Contributions - individuals	\$ 29,736	\$ -	\$ -	\$ -	\$ 29,736
Contributions - corporate and non-profits	110,487	-	55,140	-	165,627
Contributions and grants - foundations	210,500	-	304,458	-	514,958
Contributions - in-kind materials and services	737	-	-	-	737
Grants - governments	60,000	-	187,063	-	247,063
Grant - SVOG	233,794	5,000	-	-	238,794
Net assets released from restrictions:					
Satisfaction of purpose or time restrictions	355,579	-	(355,579)	-	-
Total support	1,000,833	5,000	191,082	-	1,196,915
Revenues:					
Admissions	75,432	-	-	-	75,432
Food and beverage sales	-	23,737	-	-	23,737
Fees and contracts	60,084	-	-	-	60,084
Rentals - theater and apartments	90,823	-	-	-	90,823
Administrative fee	-	-	-	-	-
Interest income	26,653	-	-	-	26,653
Loss on asset disposal	-	(1,454)	-	-	(1,454)
Gain on extinguishment of PPP loan	99,637	-	-	-	99,637
Total revenues	352,629	22,283	-	-	374,912
Total support and revenues	1,353,462	27,283	191,082	-	1,571,827
Expenses by program and supporting services	1,205,330	21,104	-	-	1,226,434
CHANGE IN NET ASSETS BEFORE LLC INCOME					
NET INCOME OF LLC	148,132	6,179	191,082	-	345,393
	6,179	-	-	(6,179)	-
CHANGE IN NET ASSETS	154,311	6,179	191,082		345,393
NET ASSETS AND MEMBER'S EQUITY, beginning	6,855,554	25,061	140,977	(25,061)	6,996,531
NET ASSETS AND MEMBER'S EQUITY, ending	\$ 7,009,865	\$ 31,240	\$ 332,059	\$ (31,240)	\$ 7,341,924

See auditors' report.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**
SCHEDULE III - CONSOLIDATING STATEMENTS OF FUNCTIONAL EXPENSES BY ENTITY
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	PROGRAM SERVICES				MANAGEMENT & GENERAL				Consolidated Total 2022
	Reg Lenna	RLCA LLC	Consolidating Adjustments	Consolidated Program	Reg Lenna	RLCA LLC	Consolidating Adjustments	Consolidated M&G	
Wages	\$ 250,906	\$ -	\$ -	\$ 250,906	\$ 303,815	\$ -	\$ -	\$ 303,815	\$ 554,721
Payroll taxes	17,798	-	-	17,798	21,979	-	-	21,979	39,777
Employee benefits	18,192	-	-	18,192	18,095	-	-	18,095	36,287
Artistic contractual	95,429	-	-	95,429	-	-	-	-	95,429
Contracted services	64,902	10,031	-	74,933	6,882	-	-	6,882	81,815
Insurances	64,815	-	-	64,815	3,389	-	-	3,389	68,204
Occupancy	65,743	-	-	65,743	-	-	-	-	65,743
Equipment and maintenance	53,168	700	-	53,868	4,372	-	-	4,372	58,240
Building maintenance	44,166	-	-	44,166	227	-	-	227	44,393
Advertising	28,989	-	-	28,989	948	-	-	948	29,937
Technical/computer support	16,775	-	-	16,775	3,937	-	-	3,937	20,712
Movies	20,020	-	-	20,020	-	-	-	-	20,020
Food and beverages	-	13,347	-	13,347	2,307	-	-	2,307	15,654
Credit card processing fees	10,550	815	-	11,365	2,761	-	-	2,761	14,126
Printing	8,546	-	-	8,546	3,253	-	-	3,253	11,799
Memberships	6,001	-	-	6,001	761	-	-	761	6,762
Ticketing fees	6,417	-	-	6,417	-	-	-	-	6,417
Receptions and hospitality	4,047	-	-	4,047	880	-	-	880	4,927
Telephone	538	-	-	538	3,960	-	-	3,960	4,498
Postage	2,702	60	-	2,762	883	-	-	883	3,645
Interest	3,032	-	-	3,032	-	-	-	-	3,032
Supplies	1,119	377	-	1,496	1,034	-	-	1,034	2,530
Licenses, permits, filing fees	-	285	-	285	275	-	-	275	560
Conference and travel	293	112	-	405	21	-	-	21	426
Administrative fees	-	-	-	-	-	30,000	(30,000)	-	-
Expenses before depreciation	784,148	25,727	-	809,875	379,779	30,000	(30,000)	379,779	1,189,654
Depreciation	400,719	826	-	401,545	21,795	-	-	21,795	423,340
	\$ 1,184,867	\$ 26,553	\$ -	\$ 1,211,420	\$ 401,574	\$ 30,000	\$ (30,000)	\$ 401,574	\$ 1,612,994

	PROGRAM SERVICES				MANAGEMENT & GENERAL				Consolidated Total 2021
	Reg Lenna	RLCA LLC	Consolidating Adjustments	Consolidated Program	Reg Lenna	RLCA LLC	Consolidating Adjustments	Consolidated M&G	
Wages	\$ 143,596	\$ -	\$ -	\$ 143,596	\$ 179,903	\$ -	\$ -	\$ 179,903	\$ 323,499
Payroll taxes	10,438	-	-	10,438	10,820	-	-	10,820	21,258
Employee benefits	10,886	-	-	10,886	11,979	-	-	11,979	22,865
Artistic contractual	64,986	-	-	64,986	-	-	-	-	64,986
Contracted services	27,363	6,996	-	34,359	9,344	-	-	9,344	43,703
Insurances	51,807	-	-	51,807	2,091	-	-	2,091	53,898
Occupancy	65,032	-	-	65,032	-	-	-	-	65,032
Equipment and maintenance	35,973	631	-	36,604	2,868	-	-	2,868	39,472
Building maintenance	60,245	-	-	60,245	-	-	-	-	60,245
Advertising	19,772	-	-	19,772	5	-	-	5	19,777
Technical/computer support	15,073	-	-	15,073	4,046	-	-	4,046	19,119
Movies	13,613	-	-	13,613	-	-	-	-	13,613
Food and beverages	50	4,958	-	5,008	1,517	-	-	1,517	6,525
Credit card processing fees	3,873	289	-	4,162	2,378	-	-	2,378	6,540
Printing	7,629	-	-	7,629	3,157	-	-	3,157	10,786
Memberships	5,830	-	-	5,830	665	-	-	665	6,495
Ticketing fees	3,338	-	-	3,338	-	-	-	-	3,338
Receptions and hospitality	2,626	-	-	2,626	587	-	-	587	3,213
Telephone	778	-	-	778	6,606	-	-	6,606	7,384
Postage	2,327	-	-	2,327	2,130	-	-	2,130	4,457
Interest	-	-	-	-	590	-	-	590	590
Supplies	1,703	402	-	2,105	571	-	-	571	2,676
Licenses, permits, filing fees	-	5,650	-	5,650	2,011	-	-	2,011	7,661
Conference and travel	88	30	-	118	36	-	-	36	154
Administrative fees	-	-	-	-	-	-	-	-	-
Expenses before depreciation	547,026	18,956	-	565,982	241,304	-	-	241,304	807,286
Depreciation	395,326	2,148	-	397,474	21,674	-	-	21,674	419,148
	<u>\$ 942,352</u>	<u>\$ 21,104</u>	<u>\$ -</u>	<u>\$ 963,456</u>	<u>\$ 262,978</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 262,978</u>	<u>\$ 1,226,434</u>

See auditors' report.

**REG LENNA CENTER FOR THE ARTS, INC.
AND AFFILIATED ENTITY - RLCA, LLC**
SCHEDULE IV - INCOME AND EXPENSES - REG LENNA CENTER FOR THE ARTS, INC.
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	Performing	Movies	Programs		WRFA	Videoworks	Supporting Services		Total
			Buildings				Operations	Fundraising	2022
Support:									
Contributions - individuals	\$ 1,228	\$ -	\$ -	\$ 6,298	\$ -	\$ 13,638	\$ 130	\$ -	\$ 21,294
Contributions - corporate and non-profits	36,934	5,500	-	106,344	-	4,782	-	-	153,560
Contributions and grants - foundations	-	-	120,956	361	-	329,249	-	-	450,566
Contributions - in-kind materials and services	-	-	-	-	-	-	225	-	225
Grant - governmental	7,369	-	88,000	-	-	49,500	-	-	144,869
Grant - SVOG	-	-	-	-	-	118,996	-	-	118,996
	<u>45,531</u>	<u>5,500</u>	<u>208,956</u>	<u>113,003</u>	<u>-</u>	<u>516,165</u>	<u>355</u>		<u>889,510</u>
Revenues:									
Admissions	128,255	35,790	-	4,738	-	-	6,845	-	175,628
Fees and contracts	41,355	-	24,872	26,000	64,000	10,500	-	-	166,727
Rentals - theater and apartments	-	-	157,359	-	-	-	-	-	157,359
Interest income and refunds and other	-	-	350	-	-	636	-	-	986
Administrative fee	-	-	-	-	-	30,000.00	-	-	30,000
	<u>169,610</u>	<u>35,790</u>	<u>182,581</u>	<u>30,738</u>	<u>64,000</u>	<u>41,136</u>	<u>6,845</u>		<u>530,700</u>
Expenses by program and supporting services	215,141	41,290	391,537	143,741	64,000	557,301	7,200	-	1,420,210
	<u>187,005</u>	<u>33,534</u>	<u>608,664</u>	<u>294,785</u>	<u>60,879</u>	<u>398,650</u>	<u>2,924</u>		<u>1,586,441</u>
Change in net assets without net loss of LLC	\$ 28,136	\$ 7,756	\$ (217,127)	\$ (151,044)	\$ 3,121	\$ 158,651	\$ 4,276	\$ -	\$ (166,231)

	Programs				Supporting Services			Total
	Performing	Movies	Buildings	WRFA	Videoworks	Operations	Fundraising	2021
Support:								
Contributions - individuals	\$ 685	\$ -	\$ -	\$ 13,218	\$ -	\$ 10,321	\$ 5,512	\$ 29,736
Contributions - corporate and non-profits	25,400	5,000	176,979	102,636	-	32,291	300	342,606
Contributions and grants - foundations	-	-	28,194	28,814	-	280,971	-	337,979
Contributions - in-kind materials and services	15.00	-	-	722	-	-	-	737
Grant - governmental	60,000	-	-	187,063	-	-	-	247,063
Grant - SVOG	5,263	8,349.00	79,192	17,150	-	123,840	-	233,794
	91,363	13,349	284,365	349,603	-	447,423	5,812	1,191,915
Revenues:								
Admissions	49,875	25,557	-	10,406	-	-	-	85,838
Fees and contracts	10,935	-	9,541	-	25,600	3,602	-	49,678
Rentals - theater and apartments	18,946	-	71,877	-	-	-	-	90,823
Interest income and refunds and other	-	-	1	-	-	26,652	-	26,653
Administrative fee	-	-	-	-	-	-	-	-
Gain on extinguishment of PPP loan	-	-	-	-	-	99,637	-	99,637
	79,756	25,557	81,419	10,406	25,600	129,891	-	352,629
Expenses by program and supporting services	171,119	38,906	365,784	360,009	25,600	577,314	5,812	1,544,544
	144,402	26,705	565,912	185,221	20,112	257,199	5,779	1,205,330
Change in net assets without net loss of LLC	\$ 26,717	\$ 12,201	\$ (200,128)	\$ 174,788	\$ 5,488	\$ 320,115	\$ 33	\$ 339,214