

PATH FOUNDATION, INC.

Financial Statements
And
Independent Auditors' Report

March 31, 2019 and 2018

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
PATH Foundation, Inc.

We have audited the accompanying financial statements of PATH Foundation, Inc. ("the Organization"), which comprise the Statement of Financial Position as of March 31, 2019, and the related Statements of Activities and Changes in Net Assets, Functional Expenses, and Cash Flows for the year then ended and the related Notes to Financial Statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of PATH Foundation, Inc., as of March 31, 2019, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Organization's 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 31, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended March 31, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Marshall Jones

Atlanta, Georgia
June 7, 2019

PATH FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
 March 31, 2019 and 2018

	2019	2018
ASSETS		
Cash and cash equivalents	\$ 4,304,513	\$ 2,532,720
Investments	1,762,138	1,788,607
Grants receivable	1,019,386	1,796,074
Pledges receivable	4,708,356	3,727,544
Prepaid expenses	14,532	16,486
Property and equipment, net	58,686	78,905
TOTAL ASSETS	\$ 11,867,611	\$ 9,940,336
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 273,876	\$ 83,319
Accrued liabilities	4,913	999
Deferred revenue	745,242	-
Total Liabilities	1,024,031	84,318
Net Assets		
Net assets without donor restriction	5,429,921	4,000,056
Net assets with donor restriction	5,413,659	5,855,962
Total Net Assets	10,843,580	9,856,018
TOTAL LIABILITIES AND NET ASSETS	\$ 11,867,611	\$ 9,940,336

These financial statements should be read only in connection with the accompanying independent auditors' report and notes to financial statements.

PATH FOUNDATION, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
For the Year Ended March 31, 2019 and 2018

	Net Assets Without Donor Restriction	Net Assets With Donor Restriction	2019 Total	2018 Total
Revenues				
Grant and contribution revenue	\$ 632,613	\$ 8,652,512	\$ 9,285,125	\$ 7,141,774
Special events	-	-	-	19,305
Program service fee	646,699	-	646,699	-
Interest income	41,379	-	41,379	47,443
Sale of asset	-	-	-	9,000
Miscellaneous revenue	100	-	100	3,868
Maintenance endowment income	14,583	-	14,583	99,885
Investment return, net	20,413	-	20,413	56,848
Net assets released from restriction	9,094,815	(9,094,815)	-	-
Total Revenues	10,450,602	(442,303)	10,008,299	7,378,123
Expenses				
Program services	8,295,561	-	8,295,561	11,774,104
Supporting services				
General and administrative	606,808	-	606,808	382,785
Fundraising	118,368	-	118,368	117,408
Total Expenses	9,020,737	-	9,020,737	12,274,297
Change in Net Assets	1,429,865	(442,303)	987,562	(4,896,174)
Net Assets – beginning of year	4,000,056	5,855,962	9,856,018	14,752,192
Net Assets – End of Year	\$ 5,429,921	\$ 5,413,659	\$ 10,843,580	\$ 9,856,018

These financial statements should be read only in connection with the accompanying independent auditors' report and notes to financial statements.

PATH FOUNDATION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
For the Years Ended March 31, 2019 and 2018

	Program Services	General and Administrative	Fundraising Expenses	2019 Total	2018 Total
Trail planning, design, and constructions costs	\$ 7,025,471	\$ -	\$ -	\$ 7,025,471	\$10,728,463
Salaries and wages	824,299	428,652	-	1,252,951	887,582
Payroll taxes	31,341	23,088	-	54,429	45,455
Advertising and promotion	-	5,403	-	5,403	6,561
Consulting	1,891	1,946	118,368	122,205	108,551
Depreciation	-	20,219	-	20,219	19,823
Financial services	-	13,854	-	13,854	13,380
Insurance	61,449	40,870	-	102,319	103,287
Miscellaneous	-	1,845	-	1,845	-
Office supplies	-	2,597	-	2,597	3,396
Printing and postage	-	18,098	-	18,098	17,977
Professional fees	-	16,136	-	16,136	19,990
Repairs	-	4,307	-	4,307	3,005
Special events	-	-	-	-	11,032
Storage rental	-	2,585	-	2,585	3,320
Technology	-	22,295	-	22,295	12,636
Telephone	-	3,261	-	3,261	3,360
Trail maintenance	241,574	-	-	241,574	222,690
Travel and auto	9,535	1,652	-	11,187	15,949
Uncollectible grant	100,001	-	-	100,001	47,838
Total Expenses	\$ 8,295,561	\$606,808	\$118,368	\$ 9,020,737	\$12,274,297

These financial statements should be read only in connection with the accompanying independent auditors' report and notes to financial statements.

PATH FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
For the Years Ended March 31, 2019 and 2018

	2019	2018
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Cash Flows From Operating Activities		
Changes in net assets	\$ 987,562	\$(4,896,174)
Adjustments to reconcile change in net assets to net cash (used) by operating activities:		
Net loss (gain) on investments	52,656	(83,120)
Depreciation	20,219	19,823
(Increase) decrease in assets:		
Grants receivable	776,688	1,565,675
Pledges receivable	(980,812)	3,986,122
Prepaid expenses	1,954	(448)
Increase (decrease) in liabilities:		
Accounts payable	190,557	(232,377)
Accrued liabilities	3,914	(8,668)
Deferred revenue	745,242	-
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Net Cash Provided by Operating Activities	1,797,980	350,833
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Cash Flows From Investing Activities		
Purchases of property and equipment	-	(1,978)
Reinvestments of interest and dividends, net	(26,187)	-
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Net Cash (Used) by Investing Activities	(26,187)	(1,978)
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Net Increase in Cash and Cash Equivalents	1,771,793	348,855
Cash and cash equivalents – beginning of year	2,532,720	2,183,865
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Cash and Cash Equivalents – End of Year	\$4,304,513	\$ 2,532,720
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These financial statements should be read only in connection with the accompanying independent auditors' report and notes to financial statements.

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2019 and 2018

NOTE 1 – DESCRIPTION OF BUSINESS AND BASIS OF PRESENTATION

Description of Business

PATH Foundation, Inc. (“the Organization”) was formed in September 1991 for the purpose of developing a regional greenway trail system for use by all citizens, providing them with transportation and recreational opportunities as well as increasing the quality and enjoyment of their daily lives.

The Organization has development trail master plans for the City of Atlanta and many adjacent jurisdictions which guide development of greenway trail development in the metro area. The Organization has entered into public-private partnerships with the state of Georgia and most metro governments to advance trail planning, design, and construction. During the past twenty-three years, the Organization has developed over 100 miles of greenway trails in metro Atlanta.

Beginning in 1998, the Organization expanded outside of metro Atlanta and partnered with the state of Georgia to build the Silver Comet Trail in West Georgia. In addition, the Organization has built greenway trails using the public-private partnership model in Beaufort, South Carolina, the City of Carrollton, Georgia, and along the coast in Glynn and Camden Counties. Including these trails, the Organization has built over 250 miles of greenway trails.

The Organization continues to extend the Stone Mountain Trail, the South River Trail, the Olde Town Conyers Trail and the Southtowne Trail in metro Atlanta. Beginning in 2010, the Organization began constructing components of the Atlanta BeltLine.

Basis of Presentation

Financial statement presentation follows the recommendations of accounting principles generally accepted in the United States of America (“GAAP”). Under GAAP, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Net assets without donor restrictions – Subject to self-imposed limits by the action of the governing board. Board-designated net assets may be earmarked for future programs, investments, contingencies, purchase or construction of fixed assets, or other uses.

Net assets with donor restrictions – Composition of net assets with donor restrictions at the end of the period and how the restrictions affect the use of resource. The Organization had net assets with donor restriction on March 31, 2019.

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2019 and 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make significant estimates and assumptions that may affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Organization considers all highly liquid investments with original maturities of ninety days or less to be cash equivalents.

Pledges Receivable

Pledges receivable are amounts due based on unconditional promises to give made by individuals and entities and are unsecured. Pledges receivable are reported at fair value in the period the promise is made and subsequently carried at their estimated collectible amounts. Pledges receivable are evaluated for collectability based on past collection history with donors. Provisions for losses on pledges receivable are determined on the basis of loss experience, known and inherent risk in the pledge balances, and current economic conditions.

Deferred Revenue

Certain revenues are deferred as they have not yet been earned since the payments were received but the services have not yet been completed as of the close of the fiscal year. Accordingly, master plans fees received are deferred until delivery of planning and design consulting services for the master plans.

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PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2019 and 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment are stated at cost. Depreciation is provided on the straight-line method over the assets' estimated useful lives as follows:

<u>Classification</u>	<u>Estimated Lives</u>
Furniture and equipment	3 years
Automobile	5 years

Additions and major improvements to existing assets greater than \$1,000 are capitalized, while minor improvements, maintenance, and repairs are charged to expense as incurred. The fair value of donated property and equipment is also capitalized. Upon retirement or disposal of property and equipment, the costs and related accumulated depreciation amounts are eliminated, and any gain or loss is included in the Statement of Activities and changes in net assets.

Investments

Marketable equity and debt securities are carried at fair market value. When marketable securities are bought or sold, the transaction is recorded as of the trade date of the transaction.

Donated Goods and Services

Donated goods, such as materials, equipment or other assets, are reported as contributions at their estimated fair values at the date of donation. Donated services that create or enhance nonfinancial assets or that require specialized skills, that are provided by individuals possessing those skills and that would typically need to be purchased if not provided by donation, are recorded as contributions at their estimated fair values in the period the services are performed.

No amounts have been reflected in the financial statements for donated services for the years ended March 31, 2019 and 2018. The Organization receives services from a small number of volunteers who give significant amounts of their time to the Organization's programs and fundraising organizations but do not meet the criteria for financial statement recognition.

Income Taxes

The Organization is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3). However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income.

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PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2019 and 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes (Continued)

The Organization only recognizes the tax benefit from an uncertain tax position taken or expected to be taken in a tax return if the tax position is more likely than not to be sustained upon an examination, based on the technical merits of the position. Management has analyzed tax positions taken for filings with the Internal Revenue Service and all state jurisdictions where the Organization operates. Management believes that income tax filing positions would be sustained upon examination and does not anticipate that any adjustments would result in a material adverse effect on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at March 31, 2019.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits in progress for any tax periods. The Organization believes it is no longer subject to income tax examinations for years prior to March 31, 2016.

Memberships

Membership fees are recognized over the term of membership, which is one year. Individual, family, and corporate memberships are available. Members receive information about trail projects, construction updates, the Organization's events, and other trail related information through the quarterly newsletter.

Compensated Absences

Employees of the Organization are entitled to paid vacations, sick days and other time off depending on job classification, length of service and other factors. The information is not available to estimate the amount of compensation for future absences and accordingly, no liability has been recorded in the accompanying financial statements. The Organization's policy is to recognize the costs of compensated absences when paid to employees.

Fair Value of Financial Instruments

In accordance with Financial Accounting Standards Codification (FASC) 820, *Fair Value Measurement and Disclosures*, FASC 820-10 defines fair value, establishes a framework for the measurement of fair value, and enhances disclosures about fair value measurements. The carrying amount of the Organization's cash approximates fair value due to the short maturity of this instrument. The fair values of investments in securities traded on national securities exchanges are

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PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value of Financial Instruments (Continued)

valued at the last reported bid price. Pledges receivable are discounted at an interest rate, which approximates their fair value. Grants receivable are recorded at the net present value of the amounts expected to be collected. For other assets and liabilities, not otherwise carried at fair value, fair value approximates carrying value due to the current nature of such assets and liabilities.

Subsequent Events

The Organization has evaluated subsequent events through the filing date of this report. No subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

NOTE 3 – CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash deposits in a bank deposit account which at times may exceed FDIC limits. The amount in excess of FDIC insured limits at March 31, 2019 and 2018, were approximately \$4,500,471 and \$2,971,900, respectively.

The Organization depends heavily on contributions and grants for its support and revenue. The ability of certain of the Organization’s contributors and grantors to continue giving amounts comparable with prior years may be dependent upon current and future overall economic conditions. While the Board of Directors believes the Organization 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 4 – PLEDGES RECEIVABLE

Unconditional pledges receivable is recorded at net realizable value and consist of the following as of March 31, 2019 and 2018:

	2019	2018
Due within one year	\$ 553,355	\$ 2,234,210
Due within two to five years	4,155,000	1,493,334
Total Pledges Receivable	\$4,708,355	\$ 3,727,544

(Continued)

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 4 – PLEDGES RECEIVABLE (Continued)

No provision has been made for uncollectible accounts, as management considers all accounts to be currently collectible. Uncollectible accounts are expensed on an individual basis when they are deemed to no longer be collectible.

NOTE 5 – LINE OF CREDIT

The Organization has an unsecured guidance line of credit with a local bank that allows borrowings up to \$250,000 with interest payable at the bank’s prime rate plus 0.50% per annum. The line of credit is reviewed every five years at which time it is renewed with the next schedule review to be June 10, 2020. As of March 31, 2019, and 2018, there were no borrowings outstanding against the line of credit.

NOTE 6 – INVESTMENTS

The Organization maintains a Board Designated Reserve Fund investment account. Investments are reported at fair market value. Cost, market value and unrealized appreciation and (depreciation) at March 31, 2019, are summarized as follows:

	Cost	Fair Market Value	Unrealized Appreciation (Depreciation)
Cash and cash equivalents	\$ 198,616	\$ 198,616	\$ -
Mutual funds and equity funds	1,447,881	1,563,522	115,641
	\$ 1,646,497	\$ 1,762,138	\$ 115,641

Investment return for the year ended March 31, 2019 and 2018, is summarized as follows:

	2019	2018
Short-term and long-term capital gain	\$ 5,504	\$ 4,492
Net realized gain	129,990	16,924
Net unrealized (loss) gain	(115,081)	35,432
Total Investment (Loss) Income	\$ 20,413	\$ 56,848

Administrative expenses relating to investment income amounted to \$10,000.

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PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2019 and 2018

NOTE 6 – INVESTMENTS (Continued)

GAAP establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs.

The three levels of the fair value hierarchy under GAAP are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used on March 31, 2019.

- *Mutual Funds and Equity Funds*: Valued at the net asset value of shares held by the Organization at year end.
- *Money Market Funds*: Valued at the net asset value of money markets held by the Organization at year end.

(Continued)

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 6 – INVESTMENTS (Continued)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth, by level within the fair value hierarchy, the Organization's assets at fair value as of March 31,

	Level 1	Level 2	Level 3	2019	2018
Mutual funds and equity funds	\$1,563,522	-	-	\$1,563,522	\$1,729,400
Money market funds	198,616	-	-	198,616	59,207
Total Fair Value	\$1,762,138	\$ -	\$ -	\$1,762,138	\$1,788,607

NOTE 7 – PROPERTY AND EQUIPMENT

Major classes of fixed assets consist of the following at March 31, 2019 and 2018:

Vehicles	\$99,116	\$129,316
Office furniture and equipment	43,037	43,037
Subtotal	142,153	172,353
Less: accumulated depreciation	(83,467)	(93,448)
Total Property and Equipment	\$ 58,686	\$ 78,905

Depreciation expense for the year ended March 31, 2019 and 2018 was \$20,219 and 19,823, respectively.

NOTE 8 – COMMITMENTS AND CONTINGENCIES

The Organization has received grants, which require the fulfillment of certain conditions as set forth in the instrument of the grant. The failure to fulfill the conditions could result in the return of the funds to the grantors. Although the return of funds is a possibility, the Board of Directors deems the contingency unlikely, since upon accepting the grants, the Organization has agreed to comply with the provisions thereof.

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 9 – RELATED PARTY TRANSACTIONS

The Organization receives materials and/or services pro-bono from entities whose employees are on the Organization’s Board of Directors. The Organization received legal services from a law firm and is furnished office space from WSB-Television. The values of these services were impracticable to determine.

NOTE 10 – TRAIL PATHS IN PROGRESS

The following is a detail listing of trails that were in progress at March 31, 2019:

Northside Drive (Ivan Allen)	\$ 1,274,540
PATH400 Miami Circle to Sidney Marcus	1,017,740
PATH400 Gordon Bynum to Miami Circle	1,008,317
Ivan Allen Bridge Enhancement	628,520
Peachtree Creek Greenway	515,829
Panola-Henry County Spur	238,341
South River Trail Phase 5	235,076
Westside Trail	212,485
Cycle Tracks around Centennial Olympic Park	205,187
Battle of Atlanta Trail	184,961
Commerce Drive Cycle Track	146,133
Mt. Paran to Chattahoochee River Trail	140,225
Chastain Park to Wieuca	103,517
Trolley Tail BeltLine to Kirkwood	100,337
LaGrange Phase 5 - Country Club	99,450
Clayton Connects - Walt Stephens Connector	81,823
Silver Comet Connector - Apartments Northside	62,779
Silver Comet Connector - River to Whetstone	59,714
Newnan Linc Segment D	59,367
Silver Comet Connector - Whetstone Trail	55,435
Columbus 9th Street to River	52,800
Emory - Andrews at Haygood	49,082
LaGrange Thread Phase 4	45,066
Columbus 10th Street Plaza	40,446
Emory - North Decatur Road	40,224
Silver Comet Connector - Tilford Yard	36,398
Lakewood Feasibility Study	34,988
O50 - Newnan Linc Segment B	32,022
Bike Depot Centennial Park	29,804
Silver Comet Connector - Church Line	22,975

(Continued)

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 10 – TRAIL PATHS IN PROGRESS (Continued)

Custer to BeltLine	\$ 18,676
Columbus MLK to Dinglewood	17,490
Spanish Moss Trail - Downtown Beaufort	14,655
PATH400 Adina from Garson	13,825
LaGrange-Daniel to Calumet	11,197
Silver Comet Connector - Marietta Blvd Sidepath	10,753
Silver Comet Connector - PATH Parkway to BeltLine	7,285
PATH400 - Miami Circle to Gordon By	2,300
City of Sandy Springs Master Plan	2,178
Newnan Linc Segment A	1,979
Underpass Northside Bridge	638
Total	\$ 6,934,945

NOTE 11 – NET ASSETS WITH DONOR RESTRICTION

Net assets with donor restriction at March 31, 2019, consisted of the following:

	2019	2018
Construction of trails	\$ 705,303	\$ 2,128,418
Time-restricted contributions	4,708,356	3,727,544
Total Net Assets With Donor Restriction	\$ 5,413,659	\$ 5,855,962

The following net assets were released from restriction during the year ended March 31, 2019 and 2018:

	2019	2018
Construction of trails	\$ 4,055,626	\$ 7,955,097
Time-restricted contributions	5,039,189	3,077,705
Total released from restriction	\$ 9,094,815	\$ 11,032,802

NOTE 12 – THE PATH FOUNDATION ENDOWMENT FUND

The Organization entered into a restricted fund agreement with The Community Foundation for Greater Atlanta, Inc. (“the Community Foundation”) on November 28, 1995. The purpose of the agreement was to create a restricted fund (“the Fund”) named The Path Foundation Endowment Fund of the Community Foundation under which persons and organizations could make contributions to the Fund to benefit the Organization.

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PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 12 – THE PATH FOUNDATION ENDOWMENT FUND (Continued)

Per terms of the agreement, the net income from the Fund will be distributed to the Organization at least annually. The net income is to be used for maintenance of the trails established in metropolitan Atlanta or elsewhere in Georgia. The Community Foundation has the ultimate authority and control over distribution from the Fund. The Fund is the property of the Community Foundation and therefore is not included in the accompanying financial statements. The Community Foundation investment fund is the long-term equity/fixed income investment vehicle of the Community Foundation. The activity of the Fund during the year ended March 31, 2019, is summarized as follows:

Beginning balance, April 1, 2018	\$ 315,895
Grants approved	(14,583)
Investment returns	9,106
Investment fees	(4,029)
Ending balance, March 31, 2019	\$ 306,389

NOTE 13 – COMPLETED TRAILS OR SIDEWALKS

During the fiscal year, the following trails or sidewalks were completed:

Proctor Creek Greenway Phase 1	\$ 3,535,716
Bobby Jones Golf Trail - Northwest BeltLine Connector	2,018,960
South Peachtree Creek Trail Phase 3	1,082,874
South Peachtree Creek Trail to Emory	883,670
Stone Mountain Phase 8	287,408
Newnan LINC	169,359
East Point PATH	143,471
Georgia Tech Parkway Median Plan	87,291
Jacksonville FL Master Plan	83,704
LaGrange Thread Phase 3	82,123
LaGrange Thread Phase 3B	52,594
City of Tucker Master Plan	48,814
Columbus River Road	48,551
Villa Rica Master Plan	44,066
Clayton Connects - Jonesboro	42,523
Dragonfly Trail Pro Services	34,892
Johnson Park to Monastery Master Plan	18,328

(Continued)

PATH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
 March 31, 2019 and 2018

NOTE 13 – COMPLETED TRAILS OR SIDEWALKS (Continued)

Columbus Assessment	16,728
Newnan LINC to Depot	16,259
Emory Feasibility Study	15,109
Pullman Yard PATH	10,334
Total	\$ 8,722,774

The total cost of trails completed through March 31, 2019, is \$126,810,417. Various trails include partially designed trails that will not be constructed.

NOTE 14 – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization has \$6,380,734 of financial assets available within one year of the statement of financial position date to meet cash needs for campaign funded trails and general expenditures consisting of cash of \$4,304,513, investments in board designated reserve fund of \$1,762,138, grants of \$1,019,386 and pledges of \$4,708,356 as of March 31, 2019. \$5,413,659 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position. The receivables are subject to restriction and are expected to be collected within one to three years. The Organization’s liquidity management is designed to ensure financial assets are available as its trail and general expenditures and other liabilities come due. The following represents the financial assets available to meet cash needs within one year as of March 31, 2019:

Cash and cash equivalents	\$4,304,513
Grants receivable	1,019,386
Pledges receivable	4,708,356
Investments in board designated reserve fund	1,762,138
Total Liquid Assets	11,794,393
Net assets with restriction	(5,413,659)
Financial assets available for campaign funded trails and general operations	\$6,380,734

These notes should only be read in connection with the accompanying financial statements and independent auditors’ report.