



500 West Big Beaver
Troy, MI 48084
troymi.gov

CITY COUNCIL AGENDA ITEM

Date: March 4, 2024

To: Mark F. Miller, City Manager

From: Robert J. Bruner, Deputy City Manager
Megan E. Schubert, Assistant City Manager
Brian Goul, Recreation Director

Subject: Troy Historical Society Annual Report for Fiscal Year Ending 2023 and Financial Statements for Fiscal Year Ending 2023

The Troy Historical Society, established as a 501.c.3 nonprofit corporation in 1966, administers the Troy Historic Village for the City of Troy through a renewable management agreement. Troy Historical Society provides engaging education and enrichment programs at the city-owned Troy Historic Village as well as outreach programs for schools and adult groups. Nearly 30,000 guests visit the Village each year, including 15,000 students, chaperones, and teachers from public, private and charter schools in southeast Michigan. The Troy Historical Society is committed to expanding awareness of the Village as an outstanding center for history education, arts and culture, and inclusive community engagement.

The Troy Historical Society provides a welcoming environment that:

- Engages visitors in positive learning experiences and social interactions
- Respects the significance of history as we seek knowledge, understanding and relevance in our lives
- Recognizes artifacts as social objects and catalysts for sharing information and ideas
- Embraces innovative and creative interpretive programs
- Encourages civil discussion and objective analysis and evaluation of controversial issues
- Promotes a stewardship and adherence to the highest standards of historic preservation; manages resources with integrity and transparency; and treats all peoples with dignity and respect

Attached is the Troy Historical Society's Annual Report for FYE 2023 and Financial Statements for FYE 2023.



TROY HISTORIC VILLAGE

where history lives



Annual Report

Fiscal Year Ending June 30, 2023

AROUND THE VILLAGE

The Board of Trustees of the Troy Historical Society (THS) and staff of the Troy Historic Village (Village) present this Annual Report for the Fiscal Year ending June 30th, 2023 (FYE2023). We are pleased to report that **27,484 people visited the Troy Historic Village or attended Troy Historic Village programs this past fiscal year!** That number resembles our pre-Covid FYE2019 total attendance of 28,005 and represents a return to regular programming at the Village. Our biggest challenge moving forward is capacity: how much can we offer with the resources we have?

STAFF AND BOARD SUPPORT

Owned by the City of Troy and operated by the Troy Historical Society, the Troy Historic Village employs 3 full-time and 14 part-time staff members representing 8.5 full-time equivalents. In the past year, we hired a new business manager and increased our cleaning services to match our pre-Covid capacity. We added another flexible teaching staff position to scale up during our busy field trip season and for large community events; this staff person was also able to fill in for others on parental leave. The Troy Historic Village contracts regularly with a Graphic Designer, Webmaster, Blacksmith, and Watercolor Artist for operational and programmatic support.

During FYE2023, the Troy Historical Society worked to realign its committee structure to match the recently adopted Strategic Plan. Committees vary in composition, sometimes including staff or community members where appropriate:

- Village Growth and Direction Committee focuses on board and staff support and improvement.
- Finance Committee oversees the finances of THS and the Village.
- Fund Development Committee manages memberships, fundraisers, donors, and grants.
- Community Engagement Committee works to understand and partner with community organizations.
- Preservation, Innovation, and Education Committee works to utilize the Village buildings, grounds, and collections in the best possible way.



Troy Historical Society Board as of November 1, 2023

Padma Kuppa,
President
Kevin Enright,
Vice President
Ken Meskin, Treasurer
John Lavender,
Assistant Treasurer
Kris Rose, Secretary

Howard Adams
Garrick Allison

Barbara Chambers
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Sue Lavander
Kevin Lindsey
Michael Nowosatko
JoAnn Preston
Beena Nagappala
Cindy Stewart

AROUND THE VILLAGE

PROGRAM HIGHLIGHTS

Field Trips were back in full force! The Troy Historic Village was busy in the fall and booked solid from March to June hosting **9,660 students, 1,870 chaperones, and 476 teachers during the 2022-2023 school year.** In December 2022 with grant funding, we were able to pilot an Indigenous Voices program for Troy 5th grade students. With the help of Wayne Hardwick, a member of the Sault Ste Marie Tribe of Chippewa Indians and respected elder, we brought on other Indigenous partners to share their culture and heritage with three elementary schools. Using feedback from teachers, students, and presenters we hosted all Troy 5th graders in 2023.

PUBLIC PROGRAM HIGHLIGHTS

Public programs for our youngest visitors included Summer Half-Day History programs with hands-on activities like cooking, punching tin, and exploring a soldier's life. Digger the Village Groundhog encouraged kids to explore the past using their senses and experience the Village after dark with a nighttime scavenger hunt. We spent time rebuilding our preschool audience this year



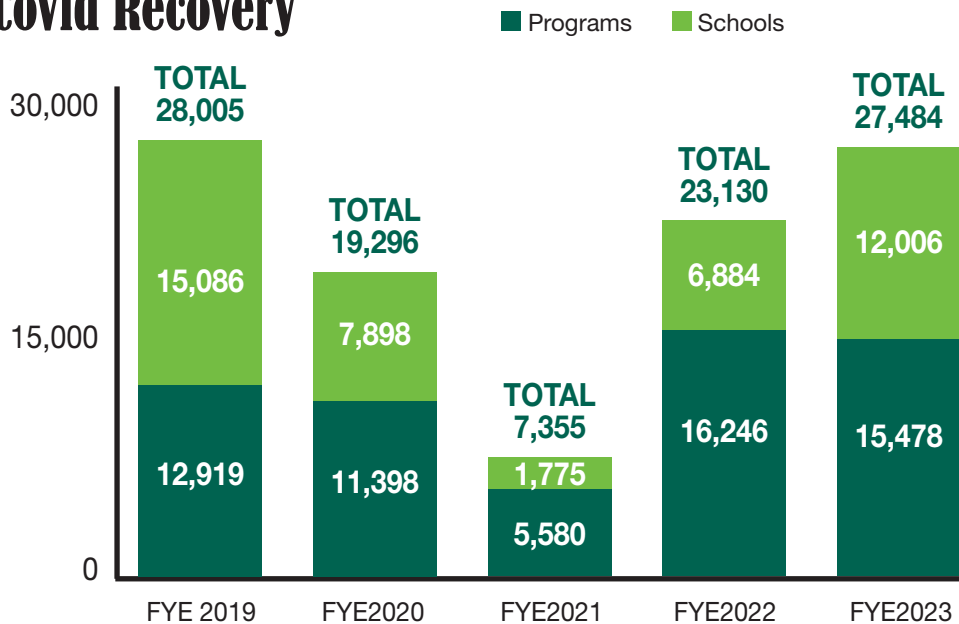
by marketing the depth of the Preschool Story Time program, highlighting the fact that each session includes more than just a story. Our young participants color, count, practice fine motor skills, and explore the Village each time they visit Cheddar the Village Mouse.

Adults explored everything from a History of Museums to the Underground Railroad at the monthly Thursday Tea program; they even listened their way through a History of Jazz with a local duet! Constitution Café participants continued to explore and debate the merits and difficulties of the Constitutional Amendments while Preservation Conversations covered Independence Hall to Troy architect Minoru Yamasaki and his Twin Towers in New York City. Villagers read *Isaac's Storm: A Man, A Time, and the Deadliest Hurricane in History*, and then went "beyond the book" with programs on climate change and disaster tourism.

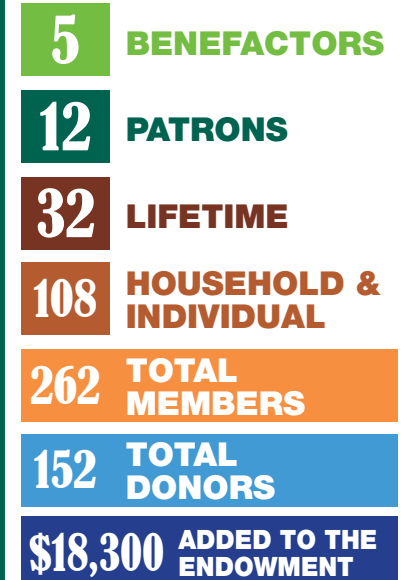
Immersive experiences included a retelling of the Edmund Fitzgerald's final journey, a trip through Victorian Christmas at the Village, and Supper with a Soldier (and several other 1860s reenactors). Village staff enjoyed creating themed tours as new ways to explore the Village and Troy history. This past year we walked through history at the Union Corners and White Chapel cemeteries and dug deep into our collections for our Curious and Macabre Lantern Tour and Objects of Our Affection Tour. In total, **15,478 people of all ages** joined us for this wide range of programs, activities, and events in the FYE 2023.

"As our school numbers return, we are simply faced with the question of how big can we grow? And that is a great place to be!" ~Jen Peters, Executive Director

Covid Recovery



Members

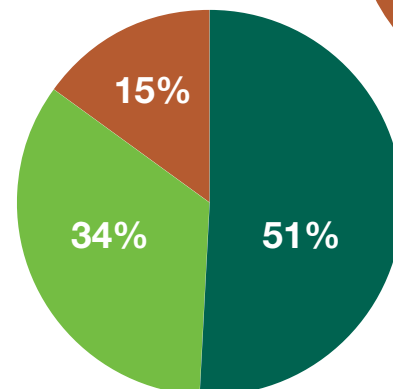


Village Visitors

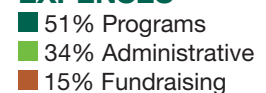


Financials*

SOURCE OF REVENUE



FUNCTIONAL EXPENSES



*Audited Financial Statements from FY 2022/2023

FINANCIALS

FINANCE

THS successfully completed its twelfth year operating the Village through a renewable management agreement with the City of Troy. The current agreement will end in 2026. In 2022-2023 we felt comfortable returning to a full budget after two full years of budgeting in 6-month increments. While expenses exceeded income, that was expected and covered by remaining Covid support funds. THS ended the year in a strong financial position with total gross receipts of \$526,619. We now have a self-managed Village Programs and Operations Endowment that will improve the long-term sustainability of Village operations, and for the first time we can work towards creating a reserve to alleviate cash flow fluctuations. Challenges will include keeping up with inflation and providing staff fair and competitive wages while working to expand programming capacity.

ENDOWMENTS

THS finalized an endowment structure and has partnered with The Cook Group to self-manage a Village Programs and Operations Endowment. The goal is to supplement the cost of general operations of the Village with a fixed annual disbursement as determined by THS. As of June 30, 2023, the endowment fund value was \$418,311; \$22,000 was disbursed to Village operations during the fiscal year.

The Troy Historic Village endowment fund managed by the Troy Community Foundation was valued at \$32,767.48 as of June 30, 2023.

GRANTS

The following grants were received in FYE2023:

- ✓ The **Michigan Arts and Culture Council** awarded a \$22,500 Operations Grant; THS scored high enough to secure this grant for 3 fiscal years though funding may change from year to year.
- ✓ **The Filmer Foundation** awarded \$4,000 to support the launch of the 5th grade Indigenous Voices program for Troy Schools.
- ✓ **Michigan Humanities Council** awarded a \$2,500 Bridging Michigan Grant to support the Indigenous Voices program. Combined with Filmer we were finally able to provide a pilot program in December 2022.
- ✓ **Kresge Foundation** allocated \$5,000 from a three-year grant of \$15,000 to support programs at the Village that contribute to the Troy community's quality of life.
- ✓ **The Troy Community Foundation** awarded \$1,000 towards rebuilding our Village website. As we redesign the site, we will be working to improve accessibility and make it easy for staff to maintain.
- ✓ The **City of Troy** appropriated \$100,000 to support general operations in the Village and \$6,000 to support a dendroarchaeological study of our oldest buildings. This is in addition to work completed through the Facilities & Grounds department to maintain and upgrade Village buildings and grounds.

Financial Snapshot

Revenue

Field Trips, Programs, & Admissions	\$207,340
Memberships & Private Donations	\$65,656
Donations to the Endowment	\$18,300
Rentals, Village Store, & Other	\$44,053
Sponsorships & Fundraising	\$51,639
Grants	\$29,481
Assets Released from Restrictions	\$4,150
City of Troy Operations Support	\$106,000

Expenses

Salaries and Related Fees	\$399,523
Artists and Professional Fees	\$61,684
Program Expenses	\$27,397
Fundraising Expenses	\$38,991
Administrative & Overhead Expenses	\$36,718



NATIONAL
ENDOWMENT
FOR THE
HUMANITIES



THE
KRESGE
FOUNDATION



Phillip & Elizabeth Filmer Memorial
Charitable Trust

COLLECTIONS

Staff Curator, Elizabeth Thornburg, and volunteers worked on the following projects during FYE2023:

- ✓ Identifying and pulling artifacts for the *Curious and Macabre Lantern Tour*, the *Victorian Christmas Mini-Exhibit*, *Objects of Our Affection Tour*, and *Pets: A History of Companionship* summer exhibit; researching various cemetery tours.
- ✓ Digitizing and adding materials from 1995, 1996, 1997, and 2005 backlog to the Past Perfect database.
- ✓ Digitizing small collections related to Troy Schools including photographs from the Poppleton School collection and adding those items to Past Perfect.
- ✓ Digitizing the Caswell Family photo album, Register of Women Voters 1919-1924, Teacher's Daily Register from Stone School, Rochester Era Troy news columns 1945-1949, the Renshaw collection as well as several other small collections of Troy Historical Society materials.
- ✓ Digitizing photos on loan from the Stevens Family.
- ✓ Digitizing a Barnard Family 8mm film with the assistance of Troy Video.
- ✓ Removing the remainder of collection items from the Lange Street House storage.
- ✓ Organizing the Gloria Anderlie collection (a unique collection of mid-20th century Troy photographs, news clippings and scrapbooks as well as cassettes and VHS tapes of Big Beaver High School Reunions)
- ✓ Providing photographs for a new Longhorn Steakhouse in Troy. They will be displayed with credit to the Troy Historical Society.
- ✓ Highlighting several newly acquired artifacts as part of Troy's Citizens Academy.
- ✓ Researching the Methodist Parsonage to update the interpretation to 1923-1926. Collaborating with the current Troy United Methodist Church, retired Methodist Clergy and ephemera expert LaVere Webster, and the Michigan United Methodist Archivist to identify a family and artifacts to focus on.
- ✓ Surveying the Caswell House contents and archive to update Past Perfect records; refining the collection to prepare to remove items found outside the scope of the collections.

The following items were accessioned into the Collection:

- ✓ Big Beaver High School scrapbook – Kinda Hupman
- ✓ Early 20th century birdcage, early 20th century ice cream maker, 1920s Floor lamp, 19th Century Desktop – Jen Peters
- ✓ Small silver locket with photographs of pets – Debbie Hancock
- ✓ 1864 Bound volume of *The American Agriculturist* for the Farm, Garden, and Household, (Volume 23) – Thomas Hayes
- ✓ 1916 Edison Mimeograph machine – THS Purchase (from NSCDA funds)
- ✓ Two different bronze concept pieces for the “Reflective Head”, one appx 24” tall and one appx 8” – City of Troy
- ✓ Two boxes of slides and a bag of Troy Specific Fire Department VHS Tapes – Troy Fire Department
- ✓ Several mid-20th century toys and games including a bowling game, ez-bake type oven, paper dolls, toy pots and pans, a toy doll chair, and 2 mismatched handmade crutches – Rhonda Morris

- ✓ 19th Century Step-back Hutch, two early 19th Century Framed Samplers, large Johnston's hot chocolate dispenser/ advertising piece – Charles Stenback
- ✓ Framed watercolor of Poppleton School by Jo Chiapelli given to Donor's late husband on his retirement from Troy School District – Donna Morse
- ✓ Jane Hadden's 1900s reference book from Stiles Elementary School (in poor condition, but the only artifact from this Troy family in the collection) – Adrienne Crawford
- ✓ Troy Farmer's Club program from 1913 – David Doss
- ✓ Newspaper clippings pertaining to Troy and one Troy Farmer's Club program from 1913 – David Doss
- ✓ Steeple clock, two pairs of mesh gloves, an electric vaporizer, two mouth harps, and an electric toaster – Heather Marsoupien
- ✓ Fourteen 19th-century books pertaining to the Methodist Church including several books of hymns – LaVere Webster



The following items were accepted into the THS Education collection:

- ✓ A chair and multiple lamps to be used in historic spaces – Wayne Plets
- ✓ Coffee Mill or pepper grinder for Education collection – Claudette Rusing
- ✓ Peter Wright Anvil 1-0-19 for programming use – Mark Mazorowicz
- ✓ Butter paddle, ice cream scoop, a stereoscope holder and 30 stereoscope slides, two pairs of wire-rimmed glasses, and assorted sewing tools – Heather Marsoupien
- ✓ Newspaper clippings to add to our clipping files from the collection of Tamara Renshaw – Bob Renshaw

Deaccessions:

- ✓ No items were deaccessioned during FYE2023.

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Volunteer hours were utilized by Collections in FYE2023

BUILDINGS AND GROUNDS

The City of Troy worked with THS to update the Troy Historic Village Master Plan in FYE2023. The Master Plan Steering Committee sought input from Village staff, visitors, community partners, and neighbors as they worked to better utilize the Village and fully incorporate the Niles-Barnard House and adjacent land. Rather than a detailed list of projects, the plan outlines and prioritizes several project areas with rough funding estimates. The final plan was approved by the THS Board in July, by the Historic District Commission in September, and is available on the Village website. THS looks forward to working with the City to identify possible funding and complete projects that will improve the usability and visibility of the Village for years to come.

The City completed a number of projects around the Village this year. HVAC systems in the General Store, Parsonage, and Church were updated, as was the overall Village security system. The Lange Street House, purchased by THS in 2007 to expand the Village property, was demolished and the land was regraded. As work moves forward on the Master Plan, this northwest corner of the Village has been identified as an ideal location for seasonal green parking. The City also replaced the Church entrance ramp which had become uneven and difficult to maneuver due to settling over time.

The Village completed phone and internet upgrades, improving the Wi-Fi reception within the Main Building and across some of the grounds. A new point of sale system was implemented, enabling better remote transactions for our community events. Village volunteers converted the tin display wagon into a functional puppet wagon that has been used for our preschool story time. Unused store furnishings from the Stage Nature Center were refitted to update the Village store, improving visibility, accessibility, and flow. Volunteers also continue to touch up small paint jobs around the Village.



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Rentals including Weddings, Graduations, Family Celebrations, and Business Meetings

COLLABORATIONS & COMMUNITY PARTNERS



THS continued to develop relationships and collaborate with community partners through FYE2023. To facilitate this work and better understand the needs of our community, THS has created and continues to develop a Community Engagement Committee comprised of board members, staff members, and community partners.

Village staff and volunteers handed out treats at Troy Recreation and Troy Public Library events, shared old-time toys at Troy Family Daze, and brought a bit of history to the Troy Farmers Market and Troy Fire Department Open Houses. We've collaborated on programs as well, working with the Troy Chamber to put on Fire and Flannel and hosting the Troy Kiwanis annual fundraiser. We again provided a pop-up Maple Syrup shop for Stage Nature Center's Maple Syrup Days. One of our biggest partnerships continues to be with the Troy Garden Club. They develop and maintain beautiful gardens and decorate the Village buildings for the winter holidays and we host the "home base" of their Garden Walk each July.



Metalsmith Rose Weiss and Watercolor Artist Megan Swoyer provided hundreds of hours of combined instruction during FYE2023. Through blacksmithing and watercolor classes, students of all ages find a new way to experience the Village as they learn new skills and explore their creativity. Again this year we welcomed the reenacting troupe, Bonnets and Crooked Hats, with other knowledgeable and skilled reenactors to present a Victorian Christmas and Supper with a Soldier events at the Village. These programs squarely hit the mission of enabling life-long exploration of history through creative, meaningful experiences.



In the spring of 2023, we began working with Zach Merrill, a dendroarchaeologist from Michigan Tech, to better understand our three oldest buildings. Zach took core samples from the timbers in Caswell, the Church, and Niles-Barnard to identify and date the trees. Initial results show that the Troy area was much more of a microclimate than we anticipated; the frequently flooded spaces affected both the type of trees found in the 1820s and 30s, and tree ring growth. With more analysis, we hope to better understand when the Niles-Barnard house was built and expanded and confirm the build dates on the Church and Caswell House. We will invite Zach back to present his findings and offer this presentation to Oakland University and Eastern Michigan University students for free.

BUSINESS AND COMMUNITY SPONSORS

BUSINESS AND COMMUNITY

EDUCATION SPONSORS

Kirco
Columbia Center

PROGRAM SPONSOR

Oakmont Senior Communities
Troy Women's Association
State Farm Insurance – Ann Percy

TRICK OR TREAT SPONSORS

Genisys Credit Union
Community Choice Credit Union
Troy Garden Club

EGG HUNT SPONSOR

Genisys Credit Union

HOLIDAY EVENTS SPONSORS

Genisys Credit Union
Troy Garden Club

HEALTHY LIVING INITIATIVES

Corewell Health
Troy Community Foundation

TROY TRAFFIC JAM

Gold Sponsors

Columbia Center
City of Troy
Troy Downtown Development Authority

Silver Sponsor

Kurtis Kitchen & Bath
Meadowbrook Insurance Agency
The Hagerty Group

Copper Sponsors

Alexander J Bongiorno
Creative Jeweler
The Reserve at Red Run
OHM Advisors
The Somerset Collection
Community Choice Credit Union
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Lincoln of Troy
DiLisio Contracting, Inc.

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Cadillac Products Automotive Company
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Dean & Fulkerson
Lambrecht Realty & Lambrecht Marina
The Cook Group at Merrill Lynch

Chrome Sponsors

Oakmont Senior Communities
GR Auto Gallery
Troy ESCAPE
CBTS
Campanelli & Pear
Successful Marketing
Lake Michigan Credit Union

SCARECROW ROW

A.J. Desmond & Sons
Funeral Home
Alexander J Bongiorno
Creative Jeweler
Alliance Mobile Health
Alpha Delta Kappa, Alpha
Upsilon Chapter
Anthology of Troy Senior Living
BB's of Troy
Benito's Pizza of Troy
Berkshire Hathaway Home
Service – Susheilla Mehta
C & G Newspapers – Troy Times
Celebrity Catering
Community Choice Credit Union
Crispelli's Bakery & Pizzeria
Disability Law Group
Fogo de Chao
Genisys Credit Union
Gotta Dance Studios

Green Lantern Pizza Troy
Health Markets - Troy
HOF Law
Home Depot – Troy
International Diamond Importers
Irma's Family Farm Fresh
Vegetables
Inman Audiology
Jonny Cakes Café
J-RO School of Music
Kurtis Kitchen and Bath
K-Value
La Botana
Lake Michigan Credit Union
Lardner the Gardener
Lincoln of Troy
LKOrthopedics
Madany Dental
Manpower
Mondrian Properties

Mr Kabob Xpress
MSU - Management Education
Center
New Century Realtors
Oakland Press
Oakmont Sterling Enhanced
Senior Living
Oaxaca
OUR Credit Union
Papa Romanos
PARTNR HAUS
Peppy's Pizza
Coldwell Banker Weir Manuel –
Karen Greenwood
Rexpointe Kennels
Ridley's Bakery
Rotary Club of Troy
Royal Oak Heating, Cooling &
Electrical
Signs & More

Somerset Collection
Sparkle Network
Stage Nature Center (sponsored)
State Farm Insurance – Ann Percy
T&I Credit Union
Telly's Greenhouse & Garden
Center
The Choice Group
Trevarrow Ace Hardware
Tri County Equipment
Troy Chamber of Commerce
Troy Dental
Troy Fire Department (sponsored)
Troy Garden Club
Troy Law Center
Troy-Metro Agency
Troy Police Department (sponsored)
Troy Public Library
Troy Racquet Club
Troy Sports Center
Troy Youth Soccer

BUSINESS AND OPERATIONS

AAA Ice Cream
ALCO Printing
Culver's – Rochester Hills

Honey Baked Ham
Mr. Kabob Xpress
Mod Pizza

Nothing Bundt Cakes
Red Robin – Troy
Ridley's Bakery Café

Sedona Taphouse
Signs & More
Tim Horton's – Troy

The Great Greek
Trevarrow Hardware
Troy Garden Club

FOUNDATIONS AND GRANTS



NATIONAL
ENDOWMENT
FOR THE
HUMANITIES



THE
KRESGE
FOUNDATION



Phillip & Elizabeth Filmer Memorial
Charitable Trust



INDIVIDUAL DONATIONS

Edna Abraham
Howard Adams
Mary Lou & Tom Alfes
Andrea Arends
Holly Arida
Paul & Brenda Balas
Dawn Beltowski
Molly Beste
Roopashree Bindiganavile
Dona Bonino
Rita Borraccio
Mike & Pam Brady
Doug Brooks
Jo Bruce-Shekeruk
Jessica Burke
Loraine Campbell
Terri Carter
Trudy & Reinhart Chisholm
Tonya Chisholm
Pamela Claps
Sandra Clark
Craig Cole
Thomas Cook & Marie
Masters
Richard Coon
Kendra Corman
Jim & Lois Cyruleski
Dennis & Carolyn Darch
Bill & Wendy Davy
Barbara Dawson
Andrea DeFrains
Smita Desai
Megan Dimmer
Michele Dungjen
Ivana & Kevin Enright
Aditya Ezhuthachan
Tracey Fenolio
Faith Fitzpatrick
Sue & David Ford
Traci Garnett
Janet Garrett
Patricia Gates
Frank Gerstenecker
Richard Golding
Danielle & Mathew Golling
Cheryl Gonda
Earl Gravlin & Julia
Sullivan

David Grocki
Sandy Gunderson
Rick Hall
Russell Harrington
Kristen Hartig
Patricia Hartner
Mary Hatala
Stephen Hatfield
Ken & Cindy Heck
Chris Herrick
Shirley Hull
Judy & Bruce Iceman
Leila Janssens
Jim & Joan Jarrait
Paul Jeden
Aly Johnson-Hill
Elizabeth & Roger Kaniarz
Jagdish Karira & Varsha
Karamchandani
Ruth Kell
Joe & Donna Killewald
Marlene Klebba & Louis
LaFave
Rosemary Kornacki
Jennette Kotila
Karen & John Kraft
Karavias
Dennis & Dianne Kramer
Kerry Krivoshein
Ponon Kumar
Padma Kuppa & Sudhakar
Tadepalli
Florita Kurtenbach
Gerald Laber
Jeff Lambrecht
Margaret Langni
Wayne LaPrise
Alyson Lauer
John & Sue Lavender
Barb Layman
Molly Leighton
Christal Lewandowski
Lynn LiCavoli
Kevin & Susan Lindsey
Anna & Phil Lloyd
Phil MacGowan
Susan Manauis
Jillian Mast

Kay McFarland
Tim & Julie McGee
Harry McLean
Verna & James
Meinershagen
Shari & Bob Mertz
Ken & Aleta Meskin
Catherine Mishark
Rocco Mistretta
John & Robin Mitchell
Geri Musial
Paul & Tamara Myles
Katie Neal
Maryann Neimeister
Cathy & Andrew OGawa
Mary O'Neill
Shirley Page
Anne Partlan
Karen & Donald Patterson
John Paul
Jen & Jeremy Peters
Amanda Petz
Dina Poli
Diane Preslow
JoAnn & Bob Preston
Chloe Price
Candice Purgatori
John Ragan
Ward Randol
Eric Reno
Helen & David Rieland
Gail & Elmer Rinke
Kristine Rose
Ida Rubino

David Ruby
Allen Salyer
Mary Schoenherr
Mark Shaw
Robin & Robert Siegel
Chris & Michelle Slaviero
Therese Stacy
Frances Stage
Janet & Rick Stanfield
Jeanne Stine
Donna & Ron Stork
Kathy Tenney
Nancy Thompson
Rosemary Tinetti
Madeleine Tohme
Blythe Tyler
Nancie VanderBeke
Jane VanDyke
Barbara Virzi
Fred Wasserman
Zola & LaVere Webster
John Weisgerber
Joy & Frank Wong
Pat Yakubison
Sarah Yates
Mike Yocum
Gerry Young & Linda
Luedeman
Deborah Zupancic
Todd & Diane
Zygmontowicz



VOLUNTEERS



Our volunteers have been back in full force during FYE2023. Covid restrictions kept us from many of our regular volunteering activities and fully interacting with volunteers. We also went through a period without a dedicated Volunteer Coordinator which, while necessary for maintaining a budget during difficult times, had noticeable effects on our connection with volunteers. With our new coordinator in place for more than a year now, we have reintroduced regular volunteer meetings, improved communications with volunteers, and gotten to know the various skills and interests of those spending their valuable time with us.



Volunteers supported the Village and staff by engaging the public, supporting operations, and preserving our resources. In FYE2023 volunteers ran various activities at our Trick-or-Treat, Cocoa & Crafts, and Egg Hunt events, warmly welcomed and checked in guests, and even completed training to become tour guides. Volunteers prepped school supplies and craft projects, put together Village mailings, and helped sort through a backlog of Village files. Some volunteers offered their skills and expertise around the Village as they fixed small issues, built specialty items for programs, or maintained stunning gardens.



Volunteers are also active in our fundraising activities. It takes around 100 volunteers each year to pull off the Troy Traffic Jam. From setup and car registration to parking cars, guiding visitors, counting ballots, and welcoming guests, we couldn't pull off the show without our volunteers. Volunteers request prizes for the Summer Raffle from more than 30 businesses, then assemble them into themed baskets. And without volunteers, we couldn't make Scarecrow Row happen! They solicit business sponsors, build more than half of the scarecrows on the row, and assist in setting up and tearing down. Profits from these fundraisers were an important part of the successful FYE2023 budget.



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Volunteers contributed a total of 4,652 hours of time to Village programs and operations support.

LOOKING FORWARD

Updating the Master Plan in FYE2023 was a crucial step in improving usage of the Village. We are grateful to the City for their financial support and insight during the process! To quote directly from the plan: “The Troy Historic Village Master Plan project places a strong emphasis on improving accessibility and enhancing the overall visitor experience. By strategically addressing signage, parking, circulation, and the placement of key facilities, the plan aims to create a more inviting and engaging environment for all visitors.” Key points include:

- Prominent Entrance Signage and Increased Visibility
- Enhanced Visitor Circulation and Connectivity
- Expanded Flexible Use of Outdoor Spaces
- Multi-Use Covered Outdoor Space at the Visitor Center
- Improved Parking and Visual Continuity
- Relocation of the Log Cabin and New Visitor Center
- Permanent Outdoor Space at Existing Buildings
- Enhancements to Wayfinding, Signage, and Exhibits

We are particularly excited about the possibility of our two biggest identified projects: a new Visitor Center and a redesigned and expanded parking lot. A new Visitor Center would enable us to have a central and clearly visible entry point for all visitors. School children could start their orientation in the Visitor Center and leave their lunches, exiting to their programs in various buildings, and returning to eat together in one space. Staff would have more control over Village access and a Visitor Center would offer additional flexible space for programs and events.

Moving most of the offices from our current Main Building would enable us to use the Old City Hall to tell the story of Troy from 1927 to today. This exciting time in Troy’s history includes the important story of immigration and modernization—it will help us explain how Troy looks the way it does today! The projected parking lot expansion will be limited by space but will improve visitor flow and safety while improving the visual impact of the Village. Both projects are projected to be more than one million dollars. THS looks forward to working with the City on creative funding ideas that would make them, and other Master Plan projects, attainable.



Troy Historical Society

Financial Report

June 30, 2023

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Independent Auditor's Report

To the Board of Directors of
Troy Historical Society

Opinion

We have audited the accompanying financial statements of Troy Historical Society (a not-for-profit organization), which comprise the statement of financial position as of June 30, 2023 and 2022, 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 the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Troy Historical Society as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Troy Historical Society and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Troy Historical Society's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Troy Historical Society's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Troy Historical Society'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.

Zerbo Consulting Group, P.C.

November 9, 2023

Statement of Financial Position

June 30, 2023 and 2022

	2023	2022
Assets		
Current Assets		
Cash and cash equivalents	\$ 179,477	\$ 200,439
Restricted cash	7,703	11,853
Receivables:		
Accounts	605	1,750
Grants	19,383	7,275
Inventory	4,842	7,982
Prepaid expenses	3,844	3,273
Total Current Assets	215,854	232,572
Property and Equipment		
Office equipment	40,215	41,160
Total Cost	40,215	41,160
Less accumulated depreciation	(39,464)	(39,909)
Property and Equipment - Net	751	1,251
Investments (Note 2)	418,311	396,800
Other Assets		
Beneficial Interest in Assets Held at Community Foundation (Note 6)	5,000	5,000
Total Assets	\$ 639,916	\$ 635,623
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 227	\$ 3,669
Accrued expenses	24,242	13,741
Rental deposits payable	-	7,000
Deferred revenue	54,928	33,308
Total Current Liabilities	79,397	57,718
Net Assets		
Without donor restrictions		
Undesignated	134,505	566,052
Board Designated (Note 4)	418,311	-
With donor restrictions	7,703	11,853
Total Net Assets	560,519	577,905
Total Liabilities and Net Assets	\$ 639,916	\$ 635,623

Statement of Activities and Changes In Net Assets

Years Ended June 30, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Other Support						
Program and operational activities	\$ 239,561	\$ -	\$ 239,561	\$ 155,782	\$ 67	\$ 155,849
Local government support (Note 5)	106,000	-	106,000	106,000	-	106,000
Donations and grants	78,169	-	78,169	108,545	-	108,545
Donations - bequests	-	-	-	438,712	-	438,712
Donations - endowment (Note 4)	18,300	-	18,300	-	-	-
Fundraising events	51,639	-	51,639	44,426	-	44,426
Membership	12,950	-	12,950	13,805	-	13,805
Merchandise sales	9,404	-	9,404	12,028	-	12,028
In-kind (Note 7)	6,446	-	6,446	2,933	-	2,933
Net assets released from restrictions	4,150	(4,150)	-	7,686	(7,686)	-
Total Revenue and Other Support	526,619	(4,150)	522,469	889,917	(7,619)	882,298
Operating Expenses						
Program activities	287,665	-	287,665	264,471	-	264,471
Management and general	189,657	-	189,657	171,191	-	171,191
Fundraising	86,991	-	86,991	59,886	-	59,886
Total Expenses	564,313	-	564,313	495,548	-	495,548
Excess of Operational Revenue over Operating Expenses	(37,694)	(4,150)	(41,844)	394,369	(7,619)	386,750
Other Changes in Net Assets						
Investment income (loss) - Net (Note 3)	24,911	-	24,911	(41,912)	-	(41,912)
Other income (loss)	(453)	-	(453)	285	-	285
Total Other Changes in Net Assets	24,458	-	24,458	(41,627)	-	(41,627)
Change in Net Assets	(13,236)	(4,150)	(17,386)	352,742	(7,619)	345,123
Net Assets - Beginning of year	566,052	11,853	577,905	213,310	19,472	232,782
Net Assets - End of year	<u>\$ 552,816</u>	<u>\$ 7,703</u>	<u>\$ 560,519</u>	<u>\$ 566,052</u>	<u>\$ 11,853</u>	<u>\$ 577,905</u>

Statement of Functional Expenses

Year Ended June 30, 2023

	Program Activities	Management and General	Fundraising	Total
Salaries and wages	\$ 214,603	\$ 136,920	\$ 48,000	\$ 399,523
Professional Fees	45,665	16,019	1,317	63,001
Advertising and promotion	4,526	2,732	26,619	33,877
Supplies	12,886	6,999	9,508	29,393
Telephone and internet	6,884	10,417	-	17,301
Bank service charges	440	4,318	-	4,758
Insurance	-	4,297	-	4,297
Equipment rental	600	1,484	-	2,084
Transportation	800	13	300	1,113
Depreciation	-	499	-	499
Miscellaneous	1,261	5,959	1,247	8,467
Total Expenses	\$ 287,665	\$ 189,657	\$ 86,991	\$ 564,313

Statement of Functional Expenses

Year Ended June 30, 2022

	Program Activities	Management and General	Fundraising	Total
Salaries and wages	\$ 191,168	\$ 121,886	\$ 45,272	\$ 358,326
Professional Fees	36,056	25,735	144	61,935
Advertising and promotion	4,878	1,685	12,817	19,380
Supplies	19,782	2,195	1,553	23,530
Telephone and internet	3,088	10,819	-	13,907
Bank service charges	1,393	2,744	-	4,137
Insurance	-	4,258	-	4,258
Equipment rental	1,465	1,075	100	2,640
Transportation	493	-	-	493
Depreciation	149	444	-	593
Miscellaneous	5,999	350	-	6,349
Total Expenses	\$ 264,471	\$ 171,191	\$ 59,886	\$ 495,548

Statement of Cash Flows

Years Ended June 30, 2023 and 2022

	2023	2022
Cash flows from Operating Activities:		
Change in net assets	\$ (17,386)	\$ 345,123
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	500	593
Disposal of equipment	-	5,926
Net realized and unrealized (gains) losses on investments	(24,911)	45,480
Changes in operating assets and liabilities that provided (used) cash:		
Accounts and grants receivable	(10,963)	3,025
Donated investments	-	(438,712)
Donated investments - endowment	(18,300)	-
Inventory	3,140	1,181
Prepaid expenses	(571)	(581)
Accounts payable	(3,442)	3,313
Accrued expenses	10,501	(274)
Rental deposits payable	(7,000)	3,250
Deferred revenue	21,620	8,020
Net cash used in operating activities	(46,812)	(23,656)
Cash flows from Investing Activities:		
Investment in beneficial interest in assets held at Community Foundation	-	(5,000)
Proceeds from sale of investments	21,700	36,684
Net cash provided by investing activities	21,700	31,684
Net (decrease) increase in cash and cash equivalents	(25,112)	8,028
Cash and cash equivalents - Beginning of year	212,292	204,264
Cash and cash equivalents - End of year	\$ 187,180	\$ 212,292
Statement of Financial Position Classification of Cash and Cash Equivalents		
Cash and cash equivalents	\$ 179,477	\$ 200,439
Cash for restricted purposes	7,703	11,853
Total cash and cash equivalents	\$ 187,180	\$ 212,292

June 30, 2023 and 2022

Note 1 – Nature of Activities and Significant Accounting Policies

Organization

Troy Historical Society (the Organization) is tax exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as an organization that is not a private foundation. The Organization's mission is to engage the community and enable life-long exploration of history by sharing and preserving its stories, artifacts, and buildings through creative, meaningful experiences. The Organization's vision is to enhance knowledge and historic context through the resources and activities centered at the Troy Historic Village. The Organization provides opportunities for community development, social interaction, and open dialogue on issues of importance. The Organization enriches lives by connecting its experiences of the past to one another. The Organization was formed in order to foster and encourage the collection and preservation of historical artifacts and to study and conduct historical research. It has grown from this foundation of preservation to preservation and education. The Organization is located in Troy, Michigan.

The City of Troy has a contract with the Organization that allows the Organization to operate, manage, and use the Troy Historic Village and its buildings for the purpose of the Organization's mission. See Note 5.

Nature of Activities

The Organization develops and offers history-related public educational programs to children and families, school fieldtrips, and senior citizens. The Organization operates the Historic Village and works with the City of Troy to maintain the accompanying buildings and artifacts. Fees are charged for most educational and group-taught programs. Other sources of income include local government support, donations, fundraising events, and special-event rentals.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed there by its donors: 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 Organization, 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.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with maturities of three months or less when purchased are considered cash equivalents and recorded at cost, which approximates fair value.

June 30, 2023 and 2022

Note 1 – Nature of Activities and Significant Accounting Policies (Continued)

Accounts and Grants Receivable

The Organization considers accounts receivable to be fully collectible as of June 30, 2023 and 2022, respectively; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Grants and contributions are recognized at fair value as revenues in the period in which there is sufficient evidence that an unconditional promise was received. Conditional promises are recognized when the conditions on which they depend are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. The allowance for uncollectible amounts is estimated based upon historical collection rates and specific identification of uncollectible amounts. As of June 30, 2023 and 2022, respectively, there were no allowances required for grants receivable.

Inventory

The Organization maintains an inventory of books, posters, and other mission related products, purchased for resale, that are sold in The Village Store. Inventory is valued at the lower of cost or market.

Property and Equipment

Property and equipment is carried at cost or, if donated, at fair market value at the time of donation. Depreciation is provided on a straight-line basis over the estimated useful lives of 3 to 27.5 years. The Organization's policy is to capitalize acquisitions of \$2,500 or more. For the years ended June 30, 2023 and 2022, depreciation expense was \$500 and \$593, respectively.

Investments

Investments for which market quotations are readily available are valued at the quoted market price.

Deferred Revenue

Deferred revenue consists of advances for future programs, events, rentals, and grants. The Organization recognizes revenue once the program, event, or rental has concluded. Grants are recognized in conjunction with agreement terms when any imposed conditions have been met.

Revenue and Other Support

Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received and are measured at fair value. The Organization receives support in the form of local government, corporate, and individual grants and contributions. Management has determined that these grants and contributions are from arrangements for which there is no commensurate benefit provided to the resource providers. Therefore, all of this support is considered to be contribution revenue. Contributions that are restricted by the donor are reported as an increase in net assets without donor restriction if the restriction expires in the reporting period in which the contributions are recognized. Contributions with donor-imposed time or purpose restrictions are reported as support with donor restrictions. All other contributions are reported as support without donor restrictions.

Unconditional promises to give with payments due in future periods are assumed to have an implicit time restriction. Those restrictions are released as contributions when collected or when allocations or grants are made to recipient organizations based on those future collections. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. There were no conditional promises to give recognized as of June 30, 2023 and 2022, respectively.

June 30, 2023 and 2022

Note 1 – Nature of Activities and Significant Accounting Policies (Continued)***Revenue and Other Support (Continued)***

The Organization offers program related experiences where the performance obligation is delivery of the program. Fees for these programs are based on the type of program and the number of participants in each program. These revenues are treated as exchange transactions and are recognized as revenue after delivery of the program has occurred.

The Organization conducts special fundraising events in which the gross proceeds paid by the sponsor represent contribution revenue to the Organization as there is no admission fee for participants or spectators for these types of events. The Organization also conducts special fundraising events in which the gross proceeds paid by the participant represents payment for the direct benefits received by the participant at the event. The performance obligation is delivery of the event, and revenue is recognized after the event has taken place. Funds received in excess of proceeds paid by participants for these events would represent contribution revenue to the Organization. There were no proceeds deemed to be contributions at any of these types of events for the years ended June 30, 2023 and 2022, respectively.

Contributed Services

The Organization pays for most services requiring specific expertise. However, many individuals donate their time in performing a variety of tasks to assist the Organization's operations. The donated hours and value of these contributed services have not been included in these financial statements, as they do not meet the criteria for recognition and were estimated for the years ended June 30, 2023 and 2022 to be 4,652 hours and 4,280 hours valued at approximately \$147,934 and \$124,116, respectively.

Concentrations of Credit Risk

The Organization derives most of its revenues from local government support, donations, and various fundraising events. For the years ended June 30, 2023 and 2022, local government support was approximately 20% and 12% of total revenues, respectively.

Functional Allocation of Expenses

Costs of providing the program, management and general, and fundraising services have been reported on a functional basis in the statement of functional expenses. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses required allocation on a reasonable basis that is consistently applied. Depreciation is allocated on the basis of the program or support service that uses the fixed asset. Costs have been allocated between the various programs and support services based on estimates determined by management. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

Adoption of New Accounting Pronouncement

In September 2020, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which was issued in order to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit organizations. The new guidance is effective for the Organization's year-ended June 30, 2022. See Note 7.

Subsequent Events

The financial statements and related disclosures include evaluation of events up through and including November 9, 2023, which is the date the financial statements were available to be issued.

June 30, 2023 and 2022

Note 2 – Fair Value Measurement***Fair Value Measurement***

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Organization has the ability to access. Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves that are observable at commonly quoted intervals. Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Organization's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

The following tables present information about the Organization's assets measured at fair value on a recurring basis at June 30, 2023 and 2022, respectively, and the valuation techniques used by the Organization to determine those fair values:

Assets Measured at Fair Value on a
Recurring Basis at
June 30, 2023

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Balance at June 30, 2023
Investments:		
Money market funds	\$ 21,760	\$ 21,760
Fixed income securities	271,589	271,589
Equity securities	124,962	124,962
Total investments at fair value	<u>\$ 418,311</u>	<u>\$ 418,311</u>

Assets Measured at Fair Value on a
Recurring Basis at
June 30, 2022

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Balance at June 30, 2022
Investments:		
Money market funds	\$ 15,766	\$ 15,766
Fixed income securities	160,550	160,550
Equity securities	220,484	220,484
Total investments at fair value	<u>\$ 396,800</u>	<u>\$ 396,800</u>

June 30, 2023 and 2022

Note 2 – Fair Value Measurement (Continued)***Fair Value Measurement (Continued)***

During the year ended June 30, 2022, investment funds were donated to the Organization, and this donation is included within Donations – Bequests on the Statement of Activities and Changes in Net Assets. As of June 30, 2022, the investments had a fair value of \$396,800. During the year ended June 30, 2023, the donated funds were reorganized into a Troy Historical Society Board Designated Endowment. The fair value of the board designated endowment was \$418,311 as of June 30, 2023. See Note 4 for the board designated endowment.

Note 3 – Investment Income

Investment income (loss) is composed of the following for the years ended June 30, 2023 and 2022:

	2023	2022
Interest and dividends	\$ 9,900	\$ 3,568
Net realized and unrealized gains (losses)	15,011	(45,480)
Total	<u>\$ 24,911</u>	<u>\$ (41,912)</u>

Note 4 – Board Designated Endowment

During the year ended June 30, 2022, investment funds were donated to the Organization in the form of a bequest with no donor restrictions. During the year ended June 30, 2023, the investment funds were reorganized into a Troy Historical Society Board Designated Endowment. The Organization's goal of this endowment is to support operations of the Troy Historic Village as the Board of Directors and management deems most beneficial. The changes in endowment net assets for the year ended June 30, 2023 are as follows:

	Changes in Endowment Net Assets for the Year Ended June 30, 2023
	Without Donor Restrictions
Board designated endowment funds - Beginning of Year	\$ -
Board designation of 2022 bequests	396,800
Investment return:	
Investment income	9,900
Net appreciation (realized and unrealized)	15,011
Total Investment return	<u>24,911</u>
Contributions	18,300
Appropriation of endowment assets for expenditure	<u>(21,700)</u>
Board designated endowment funds - End of Year	<u>\$ 418,311</u>

June 30, 2023 and 2022

Note 5 – City of Troy

Effective in March 2011, the City of Troy approved an operational agreement with the Organization to operate the Troy Historic Village located in Troy, Michigan, which allows the Organization non-exclusive use of the property. The agreement was renewed on July 1, 2016, and it expires on June 30, 2026.

In conjunction with this agreement, the City of Troy includes the Organization in its annual budget within the City's Recreation and Culture Department for building and ground routine maintenance as well as annual appropriations out of its General Fund for Organization operations, insurance, and operations-related maintenance and utilities. For the years ended June 30, 2023 and 2022, the City of Troy provided the Organization with appropriations for organizational operations in the amounts of \$106,000, respectively. The appropriations are recorded as Local Government Support on the Statement of Activities and Changes in Net Assets for the years ended June 30, 2023 and 2022.

Note 6 – Community Foundation Endowment

Effective December 1, 2017, The Organization established an endowment agreement with North Woodward Community Foundation (the Community Foundation) by an irrevocable transfer of funds in the amount of \$5,000 to the Community Foundation. The purpose of the endowment is to provide support to the Organization in its operating and management of the Troy Historic Village, owned by the City of Troy, as directed by the Community Foundation. The Community Foundation has the power to retain, invest, and reinvest the assets of the endowment to further the charitable or other exempt purposes of the Organization. The Community Foundation also has variance power over the endowment in that the Community Foundation's principles and procedures for advised funds provide that the commitments, grants, or expenditures from the funds shall be made to the Organization at such time or times and in such amount or amounts as determined by the Community Foundation. If the Organization ceases to operate and manage the Troy Historic Village, the endowment fund would continue to provide support to the Troy Historic Village by distributions to the next operator of the Troy Historic Village.

Annually, the Organization can request five percent of the average endowment fund balance of the preceding four quarters in the form of a distribution. As of June 30, 2023 and 2022, the North Woodward Community Foundation reported an approximate fair value of \$32,767 and \$30,323, respectively, for the endowment fund. As of June 30, 2023 and 2022, a request for distribution has not been made by the Organization.

Note 7 – In-kind Donations

The Organization received various in-kind donations for its programs and in support of the Organization in general. The in-kind donations were used during the years ended June 30, 2023 and 2022, and there were no donor-imposed restrictions associated with the contributed non-financial assets. Fair value of the contributed non-financial assets was determined based on the market value cost of a given item or service. In-kind donations for the years ended June 30, 2023 and 2022 are as follows:

Description	2023	2022
Advertising, promotional services, and sponsorship	\$ 1,550	\$ 758
Village and program supplies (items include but are not limited to round tables, presentation folders, baking supplies, prize baskets for fundraisers)	4,896	2,175
Total	<u>\$ 6,446</u>	<u>\$ 2,933</u>

June 30, 2023 and 2022

Note 8 – Liquidity and Availability of Financial Resources

The Organization has \$207,168 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure consisting of cash and cash equivalents and receivables. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date with the exception of \$7,703 to be used for donor restricted purposes. The Organization has a goal to maintain financial assets, which consist of cash and cash equivalents and receivables, on hand to meet 60 days of normal operating expenses, which are, on average approximately \$83,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.