

GLOBAL GREENGRANTS FUND
CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Global Greengrants Fund
Boulder, Colorado

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Global Greengrants Fund (the Organization), which comprise the consolidated statements of financial position as of June 30, 2023 and 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

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

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Organization 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.

Emphasis-of-Matter Regarding Correction of an Error

As described in Note 13 to the consolidated financial statements, the Organization has adjusted net assets with donor restrictions, net assets without donor restrictions, contribution revenue and contributions receivable. These adjustments were recorded during 2022 and impacted balances as of June 30, 2023. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Consolidated Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

In performing an audit in accordance with GAAS, we:

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



CliftonLarsonAllen LLP

Denver, Colorado
June 5, 2024

GLOBAL GREENGRANTS FUND
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	As Restated 2022
ASSETS		
Cash and Cash Equivalents	\$ 32,246,742	\$ 29,264,944
Investments	22,405,584	2,311,456
Contributions Receivable (As Restated - Note 13)	12,385,268	15,027,420
Other Receivables	151,861	11,242
Prepaid Expenses	-	32,442
Property and Equipment, Net	37,613	37,678
Security Deposits	1,085	1,085
	\$ 67,228,153	\$ 46,686,267
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 228,718	\$ 94,915
Accrued Expenses and Other Liabilities	188,178	148,724
Deferred Revenue	251,177	109,319
Grants Payable	359,820	147,600
	1,027,893	500,558
NET ASSETS		
Without Donor Restrictions (As Restated - Note 13)	48,868,049	26,900,332
With Donor Restrictions (As Restated - Note 13)	17,332,211	19,285,377
	66,200,260	46,185,709
Total Net Assets	66,200,260	46,185,709
Total Liabilities and Net Assets	\$ 67,228,153	\$ 46,686,267

See accompanying Notes to Consolidated Financial Statements.

GLOBAL GREENGRANTS FUND
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2023 AND 2022

	2023			As Restated 2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT						
Contribution and Grant Revenue (As Restated - Note 13)	\$ 30,953,201	\$ 15,008,254	\$ 45,961,455	\$ 22,774,346	\$ 26,107,849	\$ 48,882,195
Investment Income, Net	454,296	-	454,296	20,413	-	20,413
Contributed Nonfinancial Assets	-	-	-	1,000	-	1,000
Program Service Fees	5,000	-	5,000	59,715	-	59,715
Paycheck Protection Program Loan Forgiveness	-	-	-	377,150	-	377,150
Other Revenue	12,120	-	12,120	20,973	-	20,973
Net Assets Released from Restrictions (As Restated - Note 13)	16,961,420	(16,961,420)	-	16,903,055	(16,903,055)	-
Total Revenue, Gains and Other Support (As Restated - Note 13)	48,386,037	(1,953,166)	46,432,871	40,156,652	9,204,794	49,361,446
EXPENSES AND LOSSES						
Program Services	22,501,119	-	22,501,119	18,408,780	-	18,408,780
Management and General	1,666,588	-	1,666,588	969,789	-	969,789
Fundraising	2,326,492	-	2,326,492	1,440,323	-	1,440,323
Total Expenses	26,494,199	-	26,494,199	20,818,892	-	20,818,892
Change in Net Assets, Before Foreign Currency Translation Adjustment (As Restated - Note 13)	21,891,838	(1,953,166)	19,938,672	19,337,760	9,204,794	28,542,554
Change in Foreign Currency Translation Adjustment	75,879	-	75,879	(355,916)	-	(355,916)
CHANGE IN NET ASSETS (AS RESTATED - NOTE 13)	21,967,717	(1,953,166)	20,014,551	18,981,844	9,204,794	28,186,638
Net Assets - Beginning of Year	26,900,332	19,285,377	46,185,709	7,918,488	10,080,583	17,999,071
NET ASSETS - END OF YEAR (AS RESTATED - NOTE 13)	<u>\$ 48,868,049</u>	<u>\$ 17,332,211</u>	<u>\$ 66,200,260</u>	<u>\$ 26,900,332</u>	<u>\$ 19,285,377</u>	<u>\$ 46,185,709</u>

See accompanying Notes to Consolidated Financial Statements.

GLOBAL GREENGRANTS FUND
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2023 AND 2022

	2023			
	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Grants	\$ 17,989,700	\$ -	\$ -	\$ 17,989,700
Salaries and Wages	1,463,514	743,696	1,590,324	3,797,534
Payroll Taxes and Employee Benefits	327,233	180,354	361,511	869,098
Travel	474,742	164,911	85,872	725,525
Advisory Board Fees	543,187	-	11,416	554,603
Professional Fees	1,413,636	396,598	151,057	1,961,291
Occupancy	39,729	31,072	35,714	106,515
Other	249,378	149,957	90,598	489,933
	\$ 22,501,119	\$ 1,666,588	\$ 2,326,492	\$ 26,494,199

	2022			
	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Grants	\$ 15,621,085	\$ -	\$ -	\$ 15,621,085
Salaries and Wages	1,095,323	438,521	1,021,119	2,554,963
Payroll Taxes and Employee Benefits	249,616	145,619	220,205	615,440
Travel	80,866	20,448	18,669	119,983
Advisory Board Fees	336,870	-	-	336,870
Professional Fees	850,147	257,918	79,938	1,188,003
Occupancy	37,654	22,980	33,570	94,204
Other	137,219	84,303	66,822	288,344
	\$ 18,408,780	\$ 969,789	\$ 1,440,323	\$ 20,818,892

See accompanying Notes to Consolidated Financial Statements.

GLOBAL GREENGRANTS FUND
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets (As Restated - Note 13)	\$ 20,014,551	\$ 28,186,638
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	17,786	17,543
Realized and Unrealized (Gain) Loss on Operating Investments	(69,900)	45,471
Gain on Paycheck Protection Program Loan Forgiveness	-	(377,150)
Changes in Operating Assets and Liabilities:		
Contributions Receivable (As Restated - Note 13)	2,642,152	(7,911,835)
Other Receivables	(140,619)	14,370
Prepaid Expenses and Other Assets	32,442	(6,784)
Accounts Payable and Accrued Liabilities	173,257	45,390
Deferred Revenue	141,858	(22,037)
Grant Payable	212,220	66,220
Net Cash Provided by Operating Activities	23,023,747	20,057,826
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(24,455,228)	(5,208,296)
Proceeds from Sales of Investments	4,431,000	4,986,652
Purchases of Property and Equipment	(17,721)	(14,742)
Net Cash Used by Investing Activities	(20,041,949)	(236,386)
 NET CHANGE IN CASH AND CASH EQUIVALENTS	2,981,798	19,821,440
 Cash and Cash Equivalents - Beginning of Year	29,264,944	9,443,504
 CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 32,246,742	\$ 29,264,944
 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Donated Facility Lease	\$ -	\$ 1,000

See accompanying Notes to Consolidated Financial Statements.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

Global Greengrants Fund, Inc. was established in 2001 as a Colorado nonprofit corporation. Global Greengrants Fund, Inc. is the sole member of Global Greengrants Fund UK, a charitable private limited company that was established in 2012 in the United Kingdom. The mission of Global Greengrants Fund, Inc. and Global Greengrants Fund UK (collectively, the Organization) is to strengthen the grassroots environmental movement in developing countries through grant making. The grant making process includes soliciting funding requests, evaluating the requests, and awarding the grants. The Organization has advisory boards throughout the world who share grant making due diligence efforts with the administration office in Boulder, Colorado. The Organization finances its operations through donations and grants from individuals, foundations, and corporate sponsors.

Principles of Consolidation

The consolidated financial statements include the accounts of Global Greengrants Fund, Inc. and its affiliate Global Greengrants Fund UK. All balances and transactions between these entities have been eliminated in the consolidation.

Basis of Presentation

The Organization's consolidated financial statements are prepared on the accrual basis and, accordingly, reflect all significant receivables, payables, and other liabilities. Financial statement presentation follows accounting principles generally accepted in the United States of America (U.S. GAAP) promulgated by the Financial Accounting Standards Board (FASB). ASC 958-205 *Not-for-Profit Entities – Presentation of Financial Statements* requires the Organization to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. In addition, the Organization is required to present a consolidated statement of cash flows.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The board of directors has designated, from net assets without donor restrictions, net assets for an operating reserve and for administration under fiscal sponsorship agreements (Note 10).

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) 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, where the donor stipulates that resources be maintained in perpetuity. Global Greengrants Fund does not have any perpetually restricted net assets. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Cash and Cash Equivalents

The Organization considers all highly liquid investments available for current use with an original maturity of three months or less, including money market accounts, which are neither restricted by donors nor held for long-term purposes, to be cash equivalents.

Contributions Receivable

Contributions receivable are unconditional promises to give made by donors for which funds have not yet been received as of year-end. Unconditional promises to give that are expected to be collected within one year are recorded at the amount pledged. Promises to give that are expected to be received after one year are recorded at net realizable value. As of June 30, 2023, and 2022, the adjustments for present value of expected future cash flows for long-term pledges were not material to the consolidated financial statements; accordingly, no adjustments were made.

Subsequent to initial recognition, management uses the allowance method to determine the uncollectible amounts. The allowance is based upon assessment of the current economic environment, historical collection experience, review of specific outstanding accounts, and analysis of subsequent events. The Organization has determined that all contributions receivable are collectible as of June 30, 2023 and 2022.

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of the donation. Thereafter, investments are reported at fair value in the consolidated statements of financial position. Net investment appreciation (depreciation) in the fair value of investments, dividends, interest, and capital gains are reported in the consolidated statements of activities as investment income, net of investment expenses.

Property and Equipment

Property and equipment is stated at cost or, in the case of donated assets, at the fair value at the date of receipt. Depreciation is calculated using the straight-line method over the useful life of assets. For furniture, equipment, software, and leasehold improvements the life is between 3 to 5 years. The Organization capitalizes purchases of property and equipment with a cost greater than \$500 and a useful life greater than one year.

Maintenance and repairs are charged to operations when incurred. When property and equipment is sold or otherwise disposed, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in operations.

**GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

**NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Impairment of Long-Lived Assets

Management assesses the carrying value of long-lived assets for impairment when circumstances indicate such amounts may not be recoverable from future operations. Generally, assets to be held and used in operations are considered impaired if the sum of expected undiscounted future cash flows are less than the carrying amount of the asset. If impairment has occurred, the loss is measured based on the amount by which the carrying value exceeds its fair market value. Management does not believe that any impairment has occurred as of June 30, 2023 or 2022.

Grants Payable

Grants expense is recorded when approved for payment by the Organization's advisory board and management team. Amounts approved in one fiscal year, which are paid in a subsequent year, are reported as grants payable in the accompanying consolidated statements of financial position.

The Organization also intends to provide financial support to other nonprofit organizations that operate in certain developing countries. Future funding is contingent on the recipient organizations maintaining certain protocols with respect to its grantees and upon the availability of funds. Therefore, no liability has been recorded for these intentions to give.

Contribution and Grant Revenue Recognition

The Organization records unconditional contributions in accordance with the requirements of accounting principles generally accepted in the United States of America for nonprofit entities. The Organization recognizes revenue for contributions (and grants considered to be contributions) based upon the presence or absence of donor-imposed conditions. For those contributions absent of donor-imposed conditions, revenues are recognized at the time the Organization is notified of the contribution and that promise is verified, regardless of the timing of cash receipt. For contributions with donor-imposed conditions – that is, those with a measurable performance or other barrier and a right of return or release – revenues are recognized at the time the conditions are substantially met, regardless of the timing of cash receipt.

Payments received for conditional contributions and grants for which conditions have not been satisfied as of June 30, 2023 and 2022 are recorded as deferred revenue in the consolidated statements of financial position.

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes, or are designated for future periods, are reported as increases in net assets with donor restrictions.

When a donor restriction expires, that is, when a stipulated time restriction ends, or the purpose of the restriction is accomplished, net assets with restrictions are reclassified to net assets without restrictions and reported in the consolidated statements of activities as Net Assets Released from Restrictions.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Contribution and Grant Revenue Recognition (Continued)

Contributions to be received over multiple years, at a specified date in the future and for a specific purpose, are subject to time restrictions and are reported as increases in net assets with donor restrictions. Multi-year promises to give are recognized as restricted revenue in the year the written promise is received from the donor.

Donor agreements for donor advised funds and fiscal sponsorship arrangements convey variance power to the Organization's board of directors, which allows the board of directors to deviate from the donor's restrictions if the restriction becomes incapable of fulfillment or is inconsistent with the charitable needs of the community. The Organization strives to honor donors' charitable intent and accepts grant recommendations from donors. However, due to its variance power, the Organization generally reports contributions received under donor advised fund and fiscal sponsorship arrangement agreements as increases in net assets without donor restrictions.

The Organization received contributions totaling \$655,238 and \$1,507,895 from IKEA Foundation during fiscal years 2023 and 2022 respectively. The cash payment received related to this contribution were \$655,238 and \$1,507,870 during fiscal years 2023 and 2022 respectively.

Donated Services and In-Kind Contributions

A substantial number of unpaid volunteers have made significant contributions of their time to develop the Organization's programs. The value of this contributed time is not reflected in the accompanying consolidated financial statements because the services do not require specialized skills. Donated professional services (which include accounting and legal services) would be reflected in the consolidated statement of activities at their estimated fair value. No such services were donated during the years ended June 30, 2023 or 2022. Contributed goods are recorded at fair value at the date of donation.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of functional expenses. Program activities are those that are conducted in accordance with the Organization's nature of operations and certain necessary costs. Management and general activities are those that are not identifiable with a single program or fundraising activity, but that are indispensable to the conduct of those activities and to the Organization's existence. Fundraising activities involve inducing potential donors to contribute money, securities, services, materials, facilities, other assets, or time to the Organization. Salaries, benefits, and payroll tax expense is allocated to programs, management and general activities, and fundraising based on time recorded and classified by employees. All other expense is allocated to activities based on direct costs to those activities.

Reclassification

Certain 2022 amounts have been reclassified to conform to the current year presentation.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Foreign Currency

The financial position and results of operations of the Organization's foreign operations is measured using the foreign operation's local currency as the functional currency. Assets and liabilities are translated into U.S. dollars at the current rates of exchange as of the financial position date and revenues and expenses are translated using weighted average rates prevailing during the period. Accounts and transactions denominated in foreign currencies have been remeasured into functional currencies before translation into U.S. dollars. Foreign currency transaction gains and losses are shown as a component of changes in net assets before foreign currency translation adjustments in the consolidated statement of activities. Unrealized gains and losses from foreign currency translation are included in the change in foreign currency translation adjustment in the consolidated statements of activities.

Financial Instruments and Credit Risk

The Organization places its cash in temporary bank accounts with financial institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) and considered by management to be insured, high-quality, and creditworthy. The Organization had approximately \$27,782,000 and \$26,120,000 in excess of federally insured limits as of June 30, 2023 and 2022, respectively.

The Organization also has several foreign currency accounts at a financial institution not covered by FDIC insurance. At June 30, 2023 and 2022, the amount in these accounts was approximately \$2,283,000 and \$1,950,000, respectively.

The Organization has not experienced any losses in any of these accounts.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). The Organization has been classified by the IRS as a nonprofit organization other than a private foundation. However, income from activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated income. There was no income from business unrelated to the Organization's exempt purpose during the years ended June 30, 2023 and 2022. Since it has no income from business unrelated to its exempt purpose, no liability for federal income taxes has been recorded.

The Organization believes that it has conducted its operations in accordance with, and has properly maintained, its tax-exempt status, and that it has taken no material uncertain tax positions that qualify for federal recognition or disclosure in the consolidated financial statements.

**GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

**NOTE 1 NATURE OF THE ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

Use of Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Adoption of New Accounting Standard

In February of 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, Topic 842, *Leases*. The new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the statements of financial position. Most prominent of the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. The Organization adopted the requirements of the guidance effective July 1, 2022, and has elected to apply the provisions of this standard to the beginning of the period of adoption. The adoption of the standard did not have a significant impact on the assets and liabilities reported on the consolidated statements of financial positions.

Subsequent Events

In preparing the consolidated financial statements, the Organization has evaluated subsequent events through June 5, 2024, the date the consolidated financial statements were available to be issued.

NOTE 2 AVAILABILITY OF RESOURCES AND LIQUIDITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	2023	As Restated 2022
Cash and Cash Equivalents	\$ 32,246,742	\$ 29,264,944
Investments	22,405,584	2,311,456
Contributions Receivable (As Restated - Note 13)	12,385,268	15,027,420
Other Receivables	151,861	11,242
Subtotal	<u>67,189,455</u>	<u>46,615,062</u>
Less: Donor-Restricted Net Assets (As Restated - Note 13)	<u>(17,332,211)</u>	<u>(19,285,377)</u>
Financial Assets Available to Meet General Expenditures Over the Next Year	<u>\$ 49,857,244</u>	<u>\$ 27,329,685</u>

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 2 AVAILABILITY OF RESOURCES AND LIQUIDITY (CONTINUED)

The Organization's goal is generally to maintain financial assets to meet 180 days of operating expenses. The Organization maintains adequate cash reserves to meet this requirement.

NOTE 3 FAIR VALUE MEASUREMENT OF INVESTMENTS

Certain assets are reported at fair value in the consolidated financial statements. Fair value is the price that would be received to sell an asset in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets that the Organization can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. These include quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

Level 3 - Unobservable inputs for the asset. In these situations, the Organization develops inputs using the best information available in the circumstances.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 3 FAIR VALUE MEASUREMENT OF INVESTMENTS (CONTINUED)

The following investments were measured at fair value on a recurring basis at June 30:

		2023				
		Fair Value Measurements Using				
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments Measured at NAV	
ASSETS		Total				
Investments:						
Certificates of Deposit	\$ 692,074	\$ -	\$ 692,074	\$ -	\$ -	-
U.S. Agency Bonds	19,530,968	-	19,530,968	-	-	-
U.S. Treasury Bills	2,182,542	2,182,542	-	-	-	-
Total	<u>\$ 22,405,584</u>	<u>\$ 2,182,542</u>	<u>\$ 20,223,042</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
		2022				
		Fair Value Measurements at Report Date Using				
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments Measured at NAV	
ASSETS		Total				
Investments:						
Certificates of Deposit	\$ 500,361	\$ -	\$ 500,361	\$ -	\$ -	-
U.S. Agency Bonds	1,330,952	-	1,330,952	-	-	-
U.S. Treasury Bills	480,143	480,143	-	-	-	-
Total	<u>\$ 2,311,456</u>	<u>\$ 480,143</u>	<u>\$ 1,831,313</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>

NOTE 4 INVESTMENT INCOME

Net investment income consisted of the following for the years ended June 30:

	2023	2022
Interest Income	\$ 389,230	\$ 70,718
Net Realized and Unrealized Gain (Loss)	69,900	(45,471)
Investment Fees	(4,834)	(4,834)
Total Investment Income, Net	<u>\$ 454,296</u>	<u>\$ 20,413</u>

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 5 CONTRIBUTIONS RECEIVABLE

Contributions receivable consisted of unconditional promises to give. Future payments of contributions receivable are expected to be collected as follows for the years ended June 30:

<u>Year Ending June 30,</u>	<u>UK</u>	<u>U.S.</u>	<u>Total</u>
2024	\$ 2,090,077	\$ 6,987,575	\$ 9,077,652
2025	341,950	1,958,000	2,299,950
2026	104,666	903,000	1,007,666
Total Contributions Receivable	<u>\$ 2,536,693</u>	<u>\$ 9,848,575</u>	<u>\$ 12,385,268</u>

NOTE 6 PROPERTY AND EQUIPMENT

The following is a summary of property and equipment recorded at cost, less accumulated depreciation, as of June 30:

	<u>2023</u>	<u>2022</u>
Computer Hardware	\$ 112,073	\$ 94,352
Computer Software	56,260	56,260
Office Furniture and Equipment	10,370	10,370
Leasehold Improvement	42,057	42,057
Property and Equipment	220,760	203,039
Less: Accumulated Depreciation	(183,147)	(165,361)
Property and Equipment, Net	<u>\$ 37,613</u>	<u>\$ 37,678</u>

Depreciation expense for the years ended June 30, 2023 and 2022 was \$17,786 and \$17,543, respectively.

NOTE 7 LEASE COMMITMENTS

The Organization leases office space under a noncancelable operating lease that expires in December of 2023. The office space lease is with an unrelated party whereby a portion of the lease is payable in cash and the remainder is an in-kind donation by the landlord. Rent expense for office space totaled approximately \$55,000 and \$54,000 and the donated portion of facilities rent totaled \$30,000 and \$30,000 for the years ended June 30, 2023 and 2022, respectively.

Future minimum lease commitments are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 41,393
Total Future Minimum Lease Commitments	<u>\$ 41,393</u>

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 8 PAYCHECK PROTECTION PROGRAM (PPP) LOAN

Second Draw PPP Loan

In fiscal year 2021, the Organization received a second PPP loan in the amount of \$377,150 to fund payroll, rent, and utilities through the federal Paycheck Protection Program. This loan had stipulations that allowed the amounts owed to be forgiven subject to compliance and approval based on the timing and use of these funds in accordance with the program administered by the U.S. Small Business Administration (SBA). The loan originated on March 25, 2021, at a 1% fixed interest rate. On April 18, 2022, the Organization was notified that the SBA approved full forgiveness for the entire amount of its PPP Loan. Accordingly, the Organization recognized \$377,150 of Paycheck Protection Program Loan Forgiveness revenue related to this agreement during the year ended June 30, 2022, which represents the entire amount of the PPP loan as management believes that all the related performance barriers have been met.

NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following for the years ended June 30:

	<u>2023</u>	<u>As Restated 2022</u>
Subject to Expenditure for Specific Purpose:		
Specific Programs and Regions (As Restated - Note 13)	\$ 4,946,943	\$ 4,257,957
Subject to Expenditure for Specific Time Period:		
For Periods after June 30 (As Restated - Note 13)	<u>12,385,268</u>	<u>15,027,420</u>
Total Net Assets With Donor Restrictions (As Restated - Note 13)	<u>\$ 17,332,211</u>	<u>\$ 19,285,377</u>

Net assets released from restrictions consisted of the following for the years ended June 30:

	<u>2023</u>	<u>As Restated 2022</u>
Purpose Restrictions Accomplished:		
Specific Programs and Regions (As Restated - Note 13)	\$ 9,214,512	\$ 8,666,312
Time Restrictions Expired:		
Passage of Specified Time	<u>7,746,908</u>	<u>8,236,743</u>
Total Restrictions Released (As Restated - Note 13)	<u>\$ 16,961,420</u>	<u>\$ 16,903,055</u>

**GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 10 BOARD-DESIGNATED NET ASSETS

In 2014, the Organization established a Board-Designated Operating Reserve (the Reserve Fund). The purpose of the Fund is to support the continuity of the Organization's core operations during periods of unexpected operating losses or other financial stress. Utilization of the Reserve Fund is to be made subject to the approval of the board of directors, with the intention that it be used only in extraordinary circumstances to support the fixed operating expenses of the Organization, but not grant-making. The target size of the Fund established in 2014 was \$750,000.

In 2019, the board of directors approved an amendment to the Fund to achieve and maintain operating reserve sufficient to finance four months of the Organization's U.S. operations, excluding grants, under which the size of the Fund shall be established annually as part of the Organization's U.S. budgeting process by averaging the operating expenses, excluding grants, over each of the prior three years and dividing the resulting number by three. However, the Organization did not allocate additional resources to the Fund during the years ended June 30, 2023 and 2022.

The Organization entered into two fiscal sponsorship agreements with unrelated parties under which they receive gifts from donors and administer grants. The board of directors has final approval on grants made from the Funds and may refuse to make a grant if it is found to be inconsistent with the Organization's mission or policies. Upon termination of these agreements, any remaining assets in the Funds will be retained by the Organization.

Board-designated net assets consisted of the following for the years ended June 30:

	<u>2023</u>	<u>2022</u>
Designated Operating Reserve	\$ 750,000	\$ 750,000
Environmental Defenders Collaborative Fund	2,723,058	1,835,125
Agroecology Fund	4,846,644	3,518,930
Total Board-Designated Net Assets	<u>\$ 8,319,702</u>	<u>\$ 6,104,055</u>

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 11 DEFINED CONTRIBUTION RETIREMENT PLAN

The Organization sponsors a 403(b) defined contribution retirement plan (the Plan), which covers substantially all employees. Employees may elect to make pre-tax deferrals of their compensation, subject to certain limits. The Plan requires the Organization to make matching contributions of up to 4% of a participant's compensation provided their deferrals equal or exceed 4% of the participant's compensation. Matching contributions are immediately vested. Matching contributions totaled \$99,149 and \$78,348 for the years ended June 30, 2023 and 2022, respectively.

NOTE 12 SIGNIFICANT CONCENTRATIONS

Credit risk, with respect to receivables, is considered low due to past experience and the reputations of major contributors. As of June 30, 2023 and 2022, approximately 38% and 38% of the total contributions receivable balance was outstanding from one donor and two donors, respectively. During the years ended June 30, 2023 and 2022, one donor comprised 38% and 21%, respectively, of contributions and grant revenue.

NOTE 13 RESTATEMENT

The Organization has restated its contribution receivables and contribution and grant revenue as of July 1, 2022 to properly record contributions received during fiscal year 2022 that the Organization recorded in fiscal year 2023. The Organization also has restated its net assets as of July 1, 2022 to reflect releases of with donor restricted activity that was not properly included in fiscal year 2022. These releases were improperly reflected in the without donor restricted net asset balance. The Organization also has restated its net assets as of July 1, 2022 to reflect additions and releases of with donor restricted activity that was improperly included in fiscal year 2022. These additions and releases were improperly reflected in the with donor restricted net asset balance and have been removed.

The effects of this restatement on the fiscal year 2022 consolidated financial statements have been summarized below.

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 13 RESTATEMENT (CONTINUED)

	Statement of Financial Position, 2022		
	As Originally Stated	As Restated	Effect of Change
ASSETS			
Cash and Cash Equivalents	\$ 29,264,944	\$ 29,264,944	\$ -
Investments	2,311,456	2,311,456	-
Contributions Receivable	14,167,420	15,027,420	860,000
Other Receivables	11,242	11,242	-
Prepaid Expenses	32,442	32,442	-
Property and Equipment, Net	37,678	37,678	-
Security Deposits	1,085	1,085	-
	<u>\$ 45,826,267</u>	<u>\$ 46,686,267</u>	<u>\$ 860,000</u>
LIABILITIES AND NET ASSETS			
LIABILITIES			
Accounts Payable	\$ 94,915	\$ 94,915	\$ -
Accrued Expenses and Other Liabilities	148,724	148,724	-
Deferred Revenue	109,319	109,319	-
Grants Payable	147,600	147,600	-
	<u>500,558</u>	<u>500,558</u>	<u>-</u>
NET ASSETS			
Without Donor Restrictions	25,482,879	26,900,332	1,417,453
With Donor Restrictions	19,842,830	19,285,377	(557,453)
	<u>45,325,709</u>	<u>46,185,709</u>	<u>860,000</u>
Total Net Assets	<u>45,325,709</u>	<u>46,185,709</u>	<u>860,000</u>
Total Liabilities and Net Assets	<u>\$ 45,826,267</u>	<u>\$ 46,686,267</u>	<u>\$ 860,000</u>

GLOBAL GREENGRANTS FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 13 RESTATEMENT (CONTINUED)

	Statement of Activities, 2022								
	As Originally Stated			As Restated			Effect of Change		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT									
Contribution and Grant Revenue	\$ 21,600,346	\$ 26,421,849	\$ 48,022,195	\$ 22,774,346	\$ 26,107,849	\$ 48,882,195	\$ 1,174,000	\$ (314,000)	\$ 860,000
Investment Income, Net	20,413	-	20,413	20,413	-	20,413	-	-	-
Contribution Nonfinancial Assets	1,000	-	1,000	1,000	-	1,000	-	-	-
Program Service Fees	59,715	-	59,715	59,715	-	59,715	-	-	-
Paycheck Protection Program Loan Forgiveness	377,150	-	377,150	377,150	-	377,150	-	-	-
Other Revenue	20,973	-	20,973	20,973	-	20,973	-	-	-
Net Assets Released From Restrictions	<u>16,703,969</u>	<u>(16,703,969)</u>	<u>-</u>	<u>16,903,055</u>	<u>(16,903,055)</u>	<u>-</u>	<u>199,086</u>	<u>(199,086)</u>	<u>-</u>
Total Revenue, Gains and Other Support	38,783,566	9,717,880	48,501,446	40,156,652	9,204,794	49,361,446	1,373,086	(513,086)	860,000
EXPENSES AND LOSSES									
Program Services	18,408,780	-	18,408,780	18,408,780	-	18,408,780	-	-	-
Management and General	969,789	-	969,789	969,789	-	969,789	-	-	-
Fundraising	<u>1,440,323</u>	<u>-</u>	<u>1,440,323</u>	<u>1,440,323</u>	<u>-</u>	<u>1,440,323</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>20,818,892</u>	<u>-</u>	<u>20,818,892</u>	<u>20,818,892</u>	<u>-</u>	<u>20,818,892</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Assets, Before Foreign Currency Translation Adjustment	17,964,674	9,717,880	27,682,554	19,337,760	9,204,794	28,542,554	1,373,086	(513,086)	860,000
Change in Foreign Currency Translation Adjustment	<u>(355,916)</u>	<u>-</u>	<u>(355,916)</u>	<u>(355,916)</u>	<u>-</u>	<u>(355,916)</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	17,608,758	9,717,880	27,326,638	18,981,844	9,204,794	28,186,638	1,373,086	(513,086)	860,000
Net Assets - Beginning of Year	<u>7,874,121</u>	<u>10,124,950</u>	<u>17,999,071</u>	<u>7,918,488</u>	<u>10,080,583</u>	<u>17,999,071</u>	<u>44,367</u>	<u>(44,367)</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u>\$ 25,482,879</u>	<u>\$ 19,842,830</u>	<u>\$ 45,325,709</u>	<u>\$ 26,900,332</u>	<u>\$ 19,285,377</u>	<u>\$ 46,185,709</u>	<u>\$ 1,417,453</u>	<u>\$ (557,453)</u>	<u>\$ 860,000</u>



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