Global Greengrants Fund, Inc.

Consolidated Financial Statements

For the Years Ended
June 30, 2019 and 2018

ACM

Global Greengrants Fund, Inc.

Contents

Independent Auditor's Report

Board of Directors
Global Greengrants Fund, Inc.
Boulder, Colorado

We have audited the accompanying consolidated financial statements of the Global Greengrants Fund, Inc., a nonprofit corporation, and its affiliate Global Greengrants Fund UK (collectively, the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2019 and 2018, 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.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the consolidated financial statements referred to above, present fairly, in all material respects, the consolidated financial position of the Organization as of June 30, 2019 and 2018, and the consolidated 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.

Emphasis of Matter

The COVID-19 global pandemic in 2020 (see Note 13) has caused business disruption in a variety of industries, markets and geographic regions, which has resulted in considerable uncertainty as to the financial impact and duration, which cannot be reasonably estimated at this time. Our opinion is not modified with respect to this matter.

ACM LLP

Greeley, Colorado
September 24, 2020

Global Greengrants Fund, Inc.

Consolidated Statements of Financial Position

As of June 30,		**2019**		2018
Assets				
Cash and cash equivalents	**$**	**4,885,898**	$	5,073,838
Contributions receivable		**2,829,943**		2,520,001
Other receivables		**29,323**		17,211
Investments		**2,351,389**		2,314,883
Property and equipment, net		**45,780**		46,057
Prepaid expenses and other		**1,881**		18,478
Security deposits		**1,477**		1,477
Total assets	**$**	**10,145,691**	$	9,991,945
Liabilities				
Accounts payable	**$**	**53,371**	$	82,699
Accrued liabilities		**81,212**		63,468
Deferred revenue		**7,389**		6,951
Grants payable		**27,362**		25,495
Total liabilities		**169,334**		178,613
Commitments and Contingencies				
Net assets				
Without donor restrictions		**5,989,664**		4,779,981
With donor restrictions		**3,986,693**		5,033,351
Total net assets		**9,976,357**		9,813,332
Total liabilities and net assets	**$**	**10,145,691**	$	9,991,945

See accompanying notes to the consolidated financial statements.

Global Greengrants Fund, Inc.

Consolidated Statements of Activities

For the Year Ended June 30,	2019			2018		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, gains and other support						
Contribution and grant revenue	**$ 6,201,516**	**$ 5,957,453**	**$ 12,158,969**	$ 2,653,776	$ 9,183,837	$ 11,837,613
Investment income, net	**36,506**	**-**	**36,506**	45,485	-	45,485
In-kind donations	**-**	**-**	**-**	875	-	875
Program service fees	**48,750**	**-**	**48,750**	**-**	-	-
Other revenue	**45,064**	**-**	**45,064**	2,597	-	2,597
Net assets released from restrictions	**7,004,111**	**(7,004,111)**	-	8,639,590	(8,639,590)	-
Total revenue, gains and other support	**13,335,947**	**(1,046,658)**	**12,289,289**	11,342,323	544,247	11,886,570
Expenses						
Program services	**10,529,671**	**-**	**10,529,671**	9,583,041	-	9,583,041
Management and general	**594,063**	**-**	**594,063**	388,015	-	388,015
Fundraising	**1,041,941**	**-**	**1,041,941**	647,792	-	647,792
Total expenses	**12,165,675**	**-**	**12,165,675**	10,618,848	-	10,618,848
Change in net assets, before foreign currency translation adjustment	**1,170,272**	**(1,046,658)**	**123,614**	723,475	544,247	1,267,722
Change in foreign currency translation adjustment	**39,411**	**-**	**39,411**	9,206	-	9,206
Change in net assets	**1,209,683**	**(1,046,658)**	**163,025**	732,681	544,247	1,276,928
Net assets, beginning of year	**4,779,981**	**5,033,351**	**9,813,332**	4,047,300	4,489,104	8,536,404
Net assets, end of year	**$ 5,989,664**	**$ 3,986,693**	**$ 9,976,357**	$ 4,779,981	$ 5,033,351	$ 9,813,332

See accompanying notes to the consolidated financial statements.

Global Greengrants Fund, Inc.

Consolidated Statements of Functional Expenses

		Supporting Services		
For the Year Ended June 30, 2019	Program Services	Management and General	Fundraising	Total
Grants	$ 8,616,911	$ -	$ -	$ 8,616,911
Employee compensation	865,695	206,411	634,270	1,706,376
Payroll taxes & employee benefits	203,811	67,754	174,676	446,241
Training and recruitment	4,045	3,427	5,840	13,312
Travel and meals	213,262	119,488	50,453	383,203
Advisory board fees	302,672	-	-	302,672
Professional fees	151,399	133,827	75,156	360,382
Occupancy expense	26,666	25,231	27,319	79,216
Other expense	145,210	37,925	74,227	257,362
Total expenses	$ 10,529,671	$ 594,063	$ 1,041,941	$ 12,165,675

For the Year Ended June 30, 2018				
Grants	$ 7,459,668	$ -	$ -	$ 7,459,668
Employee compensation	879,572	216,821	350,357	1,446,750
Payroll taxes & employee benefits	193,822	63,366	92,558	349,746
Training and recruitment	5,709	5,575	8,820	20,104
Travel and meals	219,432	51,606	41,285	312,323
Advisory board fees	378,809	-	-	378,809
Professional fees	184,374	66,575	92,939	343,888
Occupancy expense	44,083	10,510	16,120	70,713
Other expense	217,572	(26,438)	45,713	236,847
Total expenses	$ 9,583,041	$ 388,015	$ 647,792	$ 10,618,848

See accompanying notes to the consolidated financial statements.

Global Greengrants Fund, Inc.

Consolidated Statements of Cash Flows

For the Year Ended June 30,	**2019**	2018
Cash flows from operating activities		
Change in net assets	**$ 163,025**	$ 1,276,928
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation expense	**19,980**	18,937
Net appreciation on investments	**(36,506)**	(45,485)
Changes in operating assets and liabilities:		
Contributions receivable	**(303,478)**	(594,812)
Grants receivable	**-**	44,520
Other receivables	**(12,112)**	(12,099)
Prepaid expenses and other	**16,655**	(16,859)
Accounts payable and accrued liabilities	**(11,482)**	13,754
Grants payable	**(2,859)**	468
Net cash flows from operating activities	**(166,777)**	685,352
Cash flows from investing activities		
Proceeds from sale of investments	**-**	20,958
Purchases of equipment	**(19,703)**	(33,470)
Net cash flows from investing activities	**(19,703)**	(12,512)
Effect of exchange rate on cash and cash equivalents	**(1,460)**	1,668
Net change in cash and cash equivalents	**(187,940)**	674,508
Cash and cash equivalents at beginning of year	**5,073,838**	4,399,330
Cash and cash equivalents at end of year	**$ 4,885,898**	$ 5,073,838
Supplemental cash flow information		
Donated facility lease	**$ 25,000**	$ 25,000

See accompanying notes to the consolidated financial statements.

1. NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

Global Greengrants Fund, Inc. (the "Organization") was established in 2001 as a Colorado not-for-profit corporation. The Organization's mission 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.

Basis of Presentation

The consolidated financial statements include the accounts of Global Greengrants Fund, Inc. and its affiliate Global Greengrants Fund UK. Inter-organizational balances and transactions have been eliminated in consolidation.

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 ("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 statement of cash flows.

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, 2019 and 2018, the adjustments for present value of expected future cash flows for long-term pledges was not material to the consolidated financial statements, accordingly, no adjustments were made. Conditional promises to give are not included as support until the conditions are substantially met. As of June 30, 2019 and 2018, there were no conditional promises to give.

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, and analysis of subsequent events. The Organization has determined all contributions receivable are collectible as of June 30, 2019 and 2018.

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 statement 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 and software the life is between three to five years and for building and improvements it is 39 years. The Organization capitalizes property and equipment additions greater than $500.

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.

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, 2019 or 2018.

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 non-profit 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 Revenue Recognition

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.

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. The Organization records donor-restricted contributions as increases in net assets without donor restrictions if the restrictions are met in the same reporting period.

A donor restriction expires when a stipulated time restriction ends, when an unconditional promise with an implied time restriction is collected, or when a purpose restriction is accomplished. Upon expiration, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the consolidated statements of activities as net assets released from restrictions.

Donor agreements for donor advised funds grant variance power to the Organization's Board, allowing the Board to vary 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 agreements as increases in net assets without donor restrictions.

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 year ended June 30, 2019 or 2018. Contributed goods are recorded at fair value at the date of donation. No such goods were received for the years ended June 30, 2019 or 2018.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Functional expenses are also presented by natural classification in the consolidated statements of functional expenses.

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 included as a component of changes in net assets before foreign currency translation adjustments. Unrealized gains and losses from foreign currency translation are included in the change in foreign currency translation adjustment.

Financial Instruments and Credit Risk

The Organization places its temporary cash accounts with financial institutions that are insured by the Federal Deposit Insurance Corporation ("FDIC") and considered by management to be high-quality and creditworthy. The Organization had approximately $4,300,000 and $4,800,000 in excess of federally insured limits as of June 30, 2019 and 2018, 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. The Organization has been classified by the Internal Revenue Service 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 business income. There was no income from business unrelated to the Organization's exempt purpose during the years ended June 30, 2019 and 2018. 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. The Organization is no longer subject to U.S. federal, state, and local, or non-U.S. tax examinations by tax authorities for years before June 30, 2017.

Use of Estimates

The preparation of consolidated financial statements in conformity with 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.

Recently Adopted Pronouncements

In August of 2016, the Financial Accounting Board ("FASB") issued Accounting Standards Update ("ASU") 2016-14, Topic 958, *Presentation of Financial Statements of Not-for-Profit Entities*. The recently announced ASU simplifies and improves how a not-for-profit organization classifies its net assets, as well as the information it presents in financial statements and notes about its liquidity, financial performance, and cash flows. The ASU is effective for entities with financial statement fiscal years beginning after December 15, 2017 and for interim period beginning after December 15, 2018. Early adoption is permitted. Management has adopted ASU 2016-14 as of July 1, 2018, which did not have a material impact on the financial statements.

Recently Issued Accounting Pronouncements

In May of 2014, the FASB issued ASU 2014-09, Topic 606, *Revenue from Contracts with Customer*. ASU 2014-09 for nonpublic entities should be applied for entities with an annual reporting period beginning after December 15, 2018 and interim reporting periods within annual reporting periods beginning after December 15, 2020. Management is currently evaluating the impact of adoption of this standard on its consolidated financial statements.

In June of 2018, the FASB issued ASU 2018-08, *Contributions Receivable and Made*. The purpose of this ASU is to clarify and improve the scope and accounting guidance for contributions received and made. The new guidance aid in the classification of contributions and exchange transactions. The new guidance is effective for public business entities with fiscal years beginning after December 15, 2018. For all other organizations the new guidance is effective for fiscal years beginning after December 15, 2019 and interim period with fiscal years beginning after December 15, 2020. Management is currently evaluating the impact of adoption of this standard on its consolidated financial statements.

In February of 2016, the FASB issued ASU 2016-02, Topic 842, *Leases*. The purpose of this ASU is to establish the principle to report transparent and economically neutral information about the assets and liabilities that arise from leases. The new guidance is effective for public business entities with fiscal years beginning after December 15, 2018. For all other organizations the new guidance is effective for fiscal years beginning after December 15, 2021 and interim period with fiscal years beginning after December 15, 2021. Management is currently evaluating the impact of adoption of this standard on its consolidated financial statements.

2. RECLASSIFICATION OF PRIOR YEAR NET ASSETS

During the year ended June 30, 2019, the Organization discovered amounts not previously included in net assets with donor restrictions for Global Greengrants Fund UK. The reclass of the UK balances resulted in a reclassification of net assets as of June 30, 2018:

	Without Donor Restrictions	With Donor Restrictions
As originally stated:		
Statement of Financial Position		
Net assets	$ 4,967,460	$ 4,845,872
Statement of Activities		
Net assets, beginning of year	4,260,933	4,275,471
Net assets, end of year	4,967,460	4,845,872
Contributions and grant revenue	3,457,117	8,380,496
Net asset releases	7,810,095	(7,810,095)
As restated:		
Statement of Financial Position		
Net assets	4,779,981	5,033,351
Statement of Activities		
Net assets, beginning of year	4,047,300	4,489,104
Net assets, end of year	4,779,981	5,033,351
Contributions and grant revenue	2,653,776	9,183,837
Net asset releases	$ 8,639,590	$ (8,639,590)

3. AVAILABILITY OF RESOURCES AND LIQUIDITY

June, 30	2019
Cash and cash equivalents	$ 4,885,898
Contributions receivable	2,829,943
Other receivables	29,323
Investments	2,351,389
Financial assets available to meet general expenditures over the next year	$ 10,096,553

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. The assets above are subject to purpose restrictions of $872,847 as outlined in Note 9. However, as further described in Notes 13, the COVID-19 global pandemic adds uncertainty as to the impact on the Organization's future funding.

4. 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.

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

June 30,	**2019**			
	Level 1	**Level 2**	**Level 3**	**Total**
Publicly traded debt securities (1)	**$ 2,248,402**	**$ -**	**$ -**	**$ 2,248,402**
Money market funds (2)	**102,987**	**-**	**-**	**102,987**
Total investments	**$ 2,351,389**	**$ -**	**$ -**	**$ 2,351,389**

June 30,	*2018*			
	Level 1	Level 2	Level 3	Total
Publicly traded debt securities (1)	$ 2,312,384	$ -	$ -	$ 2,312,384
Money market funds (2)	2,499	-	-	2,499
Total investments	$ 2,314,883	$ -	$ -	$ 2,314,883

(1) Fair values are based upon quoted market prices for identical securities in active markets or published redemption values at the close of business on the reporting date.
(2) Fair values are equal to the sums of the account balances.

5. INVESTMENT INCOME

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

	2019	2018
Interest income	**$ 33,976**	$ 39,819
Net appreciation	**7,180**	9,110
Investment fees	**(4,650)**	(3,444)
Total investment income, net	**$ 36,506**	$ 45,485

6. 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:

	UK	US	**Total**
2020	$ 177,516	$ 1,522,586	$ 1,700,102
2021	149,841	830,000	979,841
2022	-	150,000	150,000
Total contribution receivable	$ 327,357	$ 2,502,586	$ 2,829,943

7. PROPERTY AND EQUIPMENT

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

	2019	2018
Computer hardware	**$ 76,038**	$ 90,538
Computer software	**73,995**	77,201
Office furniture and equipment	**10,370**	15,394
Leasehold improvements	**42,057**	42,057
Property and equipment	**202,460**	225,190
Less: Accumulated depreciation	**(156,680)**	(179,133)
Property and equipment, net	**$ 45,780**	$ 46,057

Depreciation expense for the years ended June 30, 2019 and 2018 was $19,980 and $18,937, respectively.

8. LEASE COMMITMENTS

The Organization leases office space under a non-cancelable operating lease. The original lease expired in June 2018, was renewed in July 2018, and expires in June of 2021. 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 $50,000 and the donated portion of facilities rent totaled $25,000 for the years ended June 30, 2019 and 2018.

The Organization leases office equipment under a non-cancelable operating lease that expires in April 2021. Lease expense is $675 per month.

Future minimum lease commitments are as follows:

Year Ended June 30,		
2020	$	34,260
2021		31,825
	$	66,085

9. NET ASSETS WITH DONOR RESTRICTIONS

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

		2019		2018
Contribution receivable	**$**	**2,829,943**	$	2,520,001
Restricted for specific purposes		**1,156,750**		2,513,350
Total net assets with donor restrictions	**$**	**3,986,693**	$	5,033,351

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

		2019		2018
Net cash received against promises to give	**$**	**2,038,831**	$	1,251,968
Satisfaction of program restrictions		**4,965,280**		7,387,622
Net assets released from restrictions	**$**	**7,004,111**	$	8,639,590

10. BOARD DESINGATED NET ASSETS

In 2014, the Organization established a Board Designated Operating Reserve (the "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 was 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, which has now been fully funded. In 2019, the Board of Directors approved an amendment to the Fund to achieve and maintain a minimum operating reserve sufficient to finance four months of the Organization's US operations, excluding grants, under which the size of the Fund shall be established annually as part of the Organization's US budgeting process by averaging the operating expenses, excluding grants, over each of the prior three fiscal years and dividing the resulting number by three.

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 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 $58,954 and $52,250 for the years ended June 30, 2019 and 2018, respectively.

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, 2019 and 2018, four and five donors, respectively and individually, comprised 10% or more of contributions receivable. During the year ended June 30, 2019 and 2018, one and two donors, respectively and individually, comprised 10% or more of contributions and grant revenue.

13. SUBSEQUENT EVENTS

Management of the Organization has evaluated subsequent events through September 24, 2020, the date the consolidated financial statements were available to be issued. Other than the matters described below, there were no events or transactions discovered during the evaluation that require recognition or disclosure in consolidated the financial statements.

The COVID-19 outbreak, which was declared a worldwide pandemic on March 11, 2020 by the World Health Organization ("WHO"), has caused business disruption in a variety of industries, markets and geographic regions. As a result of the spread of the COVID-19, public events and activities have been limited, stay-at-home orders have caused economic uncertainties which could have a negative financial impact on donations. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration. The extent to which the Organization will be affected is also uncertain. Therefore, while we expect this matter to negatively impact the business, results of operations, and financial position, the related financial impact cannot be reasonably estimated at this time.

Additionally, as a result of the economic stimulus efforts by the U.S. Government related to the COVID-19 outbreak, the Organization received funding for a Paycheck Protection Program loan through the Small Business Administration totaling $335,743. This loan may be forgiven if loan funds are used for approved expenses and the Organization maintains its workforce; however, the benefit to the Organization at the date these financial statements were available to be issued is unknown.