



350.ORG

FINANCIAL STATEMENTS

SEPTEMBER 30, 2021

TABLE OF CONTENTS
SEPTEMBER 30, 2021

	<u>Pages</u>
Independent Auditor's Report	3-4
Financial Statements	
Statement of Financial Position	5
Statement of Activities	6
Statement of Functional Expenses	7
Statement of Cash Flows	8
Notes to Financial Statements	9-16

Independent Auditor's Report

Board of Directors
350.Org
Washington, D.C.

We have audited the accompanying financial statements of 350.Org (the Organization) (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 350.Org as of September 30, 2021, 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.

Board of Directors
350.Org

Report on Summarized Comparative Information

We have previously audited the Organization's September 30, 2020 financial statements, and we expressed an unmodified audit opinion on those financial statements in our report dated April 16, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Councilor, Buchanan + Mitchell, P.C.

Washington, D.C.
May 20, 2022

Certified Public Accountants

350.ORG

STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF SEPTEMBER 30, 2020)

	<u>2021</u>	<u>2020</u>
Assets		
Cash and Cash Equivalents	\$ 11,681,555	\$ 8,024,015
Investments	75,274	75,769
Grants and Contributions Receivable, Net	3,615,435	2,489,370
Accounts Receivable	16,493	8,088
Due from 350.Org Action Fund	11,302	421,013
Travel Card Advances	37,345	63,918
Prepaid Expenses and Other Current Assets	316,111	285,853
Deposits	322,696	377,324
Property and Equipment, Net	83,847	91,326
Total Assets	<u>\$ 16,160,058</u>	<u>\$ 11,836,676</u>
Liabilities and Net Assets		
Accounts Payable and Accrued Expenses	\$ 754,290	\$ 689,281
Accrued Compensation	1,372,459	816,995
Grants Payable	-	142,070
PPP Refundable Advance	1,291,827	1,291,827
Total Liabilities	3,418,576	2,940,173
Net Assets		
Without Donor Restrictions	8,325,874	4,582,452
With Donor Restrictions	4,415,608	4,314,051
Total Net Assets	<u>12,741,482</u>	<u>8,896,503</u>
Total Liabilities and Net Assets	<u>\$ 16,160,058</u>	<u>\$ 11,836,676</u>

See accompanying Notes to Financial Statements.

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2021 Total</u>	<u>2020 Total</u>
Revenue				
Grants and Contributions	\$ 16,026,373	\$ 5,681,844	\$ 21,708,217	\$ 25,042,624
PPP Contribution	1,299,898	-	1,299,898	-
Donated Services	21,871	-	21,871	4,193
Investment Income	43,350	-	43,350	11,447
Other Income, Net	81,796	-	81,796	1,000
Releases from Restriction	5,580,287	(5,580,287)	-	-
Total Revenue	<u>23,053,575</u>	<u>101,557</u>	<u>23,155,132</u>	<u>25,059,264</u>
Expenses				
Program Services				
Field	11,201,474	-	11,201,474	10,951,728
Communications	2,091,724	-	2,091,724	2,944,786
Digital	2,467,645	-	2,467,645	1,729,434
Total Program Services	<u>15,760,843</u>	<u>-</u>	<u>15,760,843</u>	<u>15,625,948</u>
Supporting Services				
Management and General	3,072,095	-	3,072,095	3,008,731
Fundraising	477,215	-	477,215	720,357
Total Supporting Services	<u>3,549,310</u>	<u>-</u>	<u>3,549,310</u>	<u>3,729,088</u>
Total Expenses	<u>19,310,153</u>	<u>-</u>	<u>19,310,153</u>	<u>19,355,036</u>
Change in Net Assets	3,743,422	101,557	3,844,979	5,704,228
Net Assets, Beginning of				
Year (Prior to Restatement)	4,582,452	4,314,051	8,896,503	3,295,229
Prior Period Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>(102,954)</u>
Net Assets, Beginning of	<u>4,582,452</u>	<u>4,314,051</u>	<u>8,896,503</u>	<u>3,192,275</u>
Year (After Restatement)	<u>4,582,452</u>	<u>4,314,051</u>	<u>8,896,503</u>	<u>3,192,275</u>
Net Assets, End of Year	<u>\$ 8,325,874</u>	<u>\$ 4,415,608</u>	<u>\$ 12,741,482</u>	<u>\$ 8,896,503</u>

See accompanying Notes to Financial Statements.

350.ORG

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020)

	Program Services			Total Program Services	Supporting Services		2021 Total	2020 Total
	Field	Communications	Digital		Management and General	Fundraising		
Salaries	\$ 6,848,785	\$ 1,190,174	\$ 1,233,997	\$ 9,272,956	\$ 2,036,640	\$ 316,615	\$ 11,626,211	\$ 6,236,874
Taxes and Employee Benefits	1,064,877	208,836	200,268	1,473,981	416,291	83,977	1,974,249	1,548,573
Volunteer Training	62,584	4,259	-	66,843	442	-	67,285	23,676
Conferences and Meetings	419,144	11,668	68	430,880	-	-	430,880	302,579
Consulting	1,134,712	250,501	450,451	1,835,664	167,075	6,332	2,009,071	8,168,933
Advertising	127,691	54,803	3,286	185,780	7,492	14,350	207,622	118,821
Telephone	27,868	4,812	920	33,600	13,727	1,177	48,504	33,726
Website	7,403	-	78,335	85,738	-	-	85,738	292,402
Insurance	55,751	9,693	10,049	75,493	16,464	2,579	94,536	74,522
Postage and Shipping	10,670	-	-	10,670	9,146	3,135	22,951	9,021
Professional Fees	709,921	132,252	164,458	1,006,631	247,564	4,166	1,258,361	937,089
Miscellaneous	133,019	22,135	31,436	186,590	24,858	8,253	219,701	259,967
Equipment Rental and Purchases	18,765	4,095	9,286	32,146	7,904	388	40,438	51,491
Dues and Subscriptions	242,106	175,853	260,331	678,290	44,582	31,123	753,995	524,365
Professional Development	19,418	207	-	19,625	50,821	69	70,515	16,368
Occupancy	149,854	13,712	17,257	180,823	18,440	2,772	202,035	333,526
Travel	133,211	2,454	1,002	136,667	-	611	137,278	351,888
Depreciation and Amortization	35,695	6,270	6,501	48,466	10,649	1,668	60,783	71,215
Total Expenses	\$ 11,201,474	\$ 2,091,724	\$ 2,467,645	\$ 15,760,843	\$ 3,072,095	\$ 477,215	\$ 19,310,153	\$ 19,355,036

See accompanying Notes to Financial Statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED SEPTEMBER 30, 2020)

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Change in Net Assets	\$ 3,844,979	\$ 5,704,228
Adjustments to Reconcile Change in Net Assets to to Net Cash Provided by Operating Activities		
Depreciation and Amortization	60,783	71,215
Prior Period Adjustments	-	(102,954)
Donated Securities Received	(1,476,838)	(970,178)
Proceeds from Sales of Donated Securities	1,477,333	1,935,446
Loss on Disposal of Property and Equipment	17,049	12,747
Increase in Grants and Contributions Receivable, Net	(1,126,065)	(350,066)
(Increase) Decrease in Accounts Receivable	(8,405)	43,625
Decrease (Increase) in Due from 350.Org Action Fund	409,711	(111,923)
Decrease in Travel Card Advances	26,573	43,729
(Increase) Decrease in Prepaid Expenses and Other Current Assets	(30,258)	205,290
Decrease in Deposits	54,628	121,652
Increase (Decrease) in Accounts Payable and Accrued Expenses	65,009	(1,036,619)
Increase in Accrued Compensation	555,464	116,826
Decrease in Grants Payable	(142,070)	(357,916)
Increase in PPP Refundable Advance	-	1,291,827
Net Cash Provided by Operating Activities	<u>3,727,893</u>	<u>6,616,929</u>
Cash Flows from Investing Activities		
Purchases of Property and Equipment	<u>(70,353)</u>	<u>(8,804)</u>
Net Cash Used in Investing Activities	<u>(70,353)</u>	<u>(8,804)</u>
Net Increase in Cash and Cash Equivalents	3,657,540	6,608,125
Cash and Cash Equivalents, Beginning of Year	<u>8,024,015</u>	<u>1,415,890</u>
Cash and Cash Equivalents, End of Year	<u><u>\$11,681,555</u></u>	<u><u>\$ 8,024,015</u></u>

See accompanying Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

350.Org (the Organization) is a dynamic and highly collaborative climate change campaign, building a global grassroots movement to solve the climate crisis. The Organization works with volunteers in countries around the world, using online tools to facilitate strategic campaigns, grassroots organizing, and public engagement actions in order to communicate both the realities of science and principles of justice and help realize the solutions that will ensure a better future for all.

The Organization is supported primarily by grants and contributions.

The major programs of the Organization are as follows:

Field: The Field program works to bring international and national policy more in line with the scientific necessities of tackling the climate crisis. This work is accomplished by building broad and deep connections to support an international network of climate activists, as well as identifying key moments to elevate an issue and advocate for social change.

Communications: The Communications program works to shape the terms of debate on climate change internationally and domestically through a creative and incisive narrative, and a sophisticated media strategy encompassing both traditional and new media.

Digital: The Digital program works to facilitate dialogue and organizing amongst individuals, organizers, and organizations in the global climate movement around the world. This work is accomplished through online media such as emails, blogs, and social networks, multimedia such as photo galleries and videos, and web tools such as online maps that allow users to more quickly and easily understand how to connect to a global movement for change.

Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting. Consequently, revenue is recognized when earned and expenses when incurred.

Income Taxes

The Internal Revenue Service has determined the Organization to be exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the Code) and not to be a private foundation within the meaning of Section 509(a) of the Code. However, income from certain activities not directly related to the Organization's tax exempt purpose is subject to taxation as unrelated business income. The Organization had no net unrelated business income for the year ended September 30, 2021.

The Organization requires that a tax position be recognized or derecognized based on a "more-likely-than-not" threshold. This applies to positions taken or expected to be taken in a tax return. The Organization does not believe its financial statements include, or reflect, any uncertain tax positions. The Organization's IRS Form 990 is subject to examination generally for three years after filing.

Cash and Cash Equivalents

For financial statement purposes, the Organization considers all cash held in demand deposit accounts to be cash and cash equivalents, including amounts held in cash in the investment account.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Equity investments are recorded at fair value using quotations on national exchanges. Debt securities are recorded at fair value using readily available pricing sources for comparable investments. Investment income, including realized and unrealized gains and losses, is included in the statement of activities.

Accounts Receivable

The Organization records accounts receivable at estimated net realizable value. The Organization reviews the collectability of the receivables on a regular basis; no reserve for doubtful accounts has been established because management expects to collect receivables in full.

Grants and Contributions Receivable

The Organization records grants and contributions receivable at estimated net realizable value. The Organization reviews the collectability of the receivables on a regular basis; no reserve for doubtful accounts has been established because management expects to collect receivables in full.

Property and Equipment

The Organization capitalizes all property and equipment acquisitions greater than \$1,000. Property and equipment are recorded at cost, if purchased, or at fair market value, if donated. Depreciation is computed using the straight-line method over the useful lives of the assets. Maintenance and repairs are charged to expense when incurred.

Revenue Recognition

Unconditional grants and contributions are recorded as support at fair value when received or when promised. Unconditional grants and contributions that are restricted by the donor for purpose or time are reported as increases in net assets with donor restrictions, depending on the existence and/or nature of the restriction. When the stipulated time restriction ends or the purpose of the restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Conditional grants and contributions are reported as refundable advances until the date that the conditions have been substantially met or explicitly waived by the donor.

Contributed securities are recorded at fair value on the date of the gift.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Volunteers also provided various services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets

For financial statement purposes, net assets are classified as follows:

Net Assets Without Donor Restrictions: include those net assets whose use is not restricted by donors, even though their use may be limited in other respects, such as by board designation.

Net Assets With Donor Restrictions: include those net assets whose use by the Organization has been donor-restricted by specific time or purpose limitations.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, taxes and employee benefits, occupancy, dues and subscriptions, insurance, and depreciation and amortization. These expenses are allocated on the basis of either total salaries or total other costs. Expenses directly identifiable to specific programs and supporting activities are presented accordingly.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Prior Year Information

The financial statements include certain prior year summarized comparative totals as of and for the year ended September 30, 2020. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the financial statements for the year ended September 30, 2020, from which the summarized information was derived.

Reclassification

Certain 2020 amounts have been reclassified for comparative purposes.

2. LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's cash flows have seasonal variations due to the timing of grants and contributions, and vendor payments. The Organization manages its liquidity to meet general expenditures, liabilities, and other obligations as they become due.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

2. LIQUIDITY AND AVAILABILITY OF RESOURCES (CONTINUED)

The following reflects the Organization's financial assets as of September 30, 2021, reduced by amounts not available for general operating expenditure within one year:

Financial Assets	Amount
Cash and Cash Equivalents	\$ 11,681,555
Grants and Contributions Receivable Due in Less Than One Year	3,418,677
Accounts Receivable	16,493
Due from 350.Org Action Fund	11,302
Investments Available for Operating Purposes	75,274
Less Amount Restricted by Donors for Purpose	(1,598,591)
Financial Assets Available to Meet Cash Needs for General Expenditures within One Year	\$ 13,604,710

The Organization's Board of Directors created a target for an Operational Reserve Fund equal to four months average operating expenses, approximately \$7 million currently, which would be able to be utilized with authorization of a majority of the Board of Directors. These funds are included in net assets without donor restrictions.

3. CONCENTRATIONS

As of September 30, 2021, approximately 48% of grants and contributions receivable (unpaid balances) were due from two donors.

The Organization maintains cash balances at a financial institution. The accounts at this institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At times during the year, the Organization's cash balances exceeded the FDIC insurance limits. Management believes the risk in these situations to be minimal.

Certain employees in the United States are members of the Progressive Workers Union, which engages in collective bargaining with the Organization.

4. RELATED PARTY TRANSACTIONS

The Organization shares office space and other related expenses and services with 350.Org Action Fund (the Fund), a nonprofit organization exempt under Section 501(c)(4) of the Internal Revenue Code. Costs have been allocated between the Organization and the Fund based upon salaries and other contractual arrangements. Total expenses allocated to the Fund for the year ended September 30, 2021, were approximately \$150,000.

5. RESPONSE TO COVID-19

The spread of COVID-19 (coronavirus disease) has had a disruptive impact on the daily life and operations of individuals, businesses, and nonprofits around the world. There is uncertainty about financial and economic impacts in all sectors of the economy. The financial markets have experienced significant volatility, and this may continue for an extended period of time. In light of these circumstances, management continues to assess how best to adapt to changed circumstances.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

5. RESPONSE TO COVID-19 (CONTINUED)

During the years ended September 30, 2021 and 2020, the Organization received two Small Business Administration (SBA) loans under the Paycheck Protection Program (PPP) in the amount of \$1,291,827 each. PPP provides up to cash-flow assistance through 100% federally guaranteed loans to eligible recipients to maintain payroll during the COVID-19 public health emergency and cover certain other expenses. If the Organization maintains its workforce and meets certain requirements, up to 100% of the loan may be forgiven by the SBA. The Treasury Department anticipates that no more than 40% of the forgiven amount may be for non-payroll costs. Also, if the Organization does not retain its entire workforce, the level of forgiveness is reduced by the percentage of the decrease. Loans under PPP have an interest rate of 1% and a maturity of two to five years, if not forgiven. The Organization is accounting for the loans as conditional contributions when received.

The first PPP loan, which was received during the year ended September 30, 2020, was waived by the Small Business Administration (SBA) during the year ended September 30, 2021, and as such, the loan proceeds are included as PPP contribution without donor restrictions on the statement of activities as of September 30, 2021.

The second PPP loan was received during the year ended September 30, 2021. The balance has been included in PPP refundable advance on the statement of financial position as of September 30, 2021, since repayment had not been waived. The Organization did receive forgiveness in February 2022.

6. CONDITIONAL GRANT

At September 30, 2021, the Organization has two grants for which a portion is considered conditional, \$500,000 will be recognized as grants and contributions revenue as qualifying expenses are incurred. \$250,000 will be recognized as grants and contributions revenue based on satisfactory market performance and asset availability of the donor.

7. RETIREMENT PLANS

The Organization has a defined contribution plan in the U.S. and a tax-advantaged pension scheme in the U.K. The Organization's contributions to the retirement plans were approximately \$164,000 for the year ended September 30, 2021.

8. ACCRUED COMPENSATION

Accrued compensation includes accrued vacation, accrued salaries, and an estimate for a retrospective salary adjustment of approximately 715,000.

9. PROPERTY AND EQUIPMENT

Property and equipment consisted of equipment in the amount of \$195,921, less accumulated depreciation and amortization of \$112,074 as of September 30, 2021.

10. OPERATING LEASES

The Organization has a lease for office space and is obligated under the lease through October 2021. Subsequent to year end, the Organization amended the lease to extend the lease through October 31, 2022.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

10. OPERATING LEASES (CONTINUED)

Future minimum rental payments subsequent to the lease amendment are as follows:

<u>For the Years Ending September 30,</u>	<u>Amount</u>
2022	\$ 58,800
2023	5,390
Total Minimum Lease Payments	<u>\$ 64,190</u>

Occupancy expense includes rental reimbursements made to employees.

11. GRANTS AND CONTRIBUTIONS RECEIVABLE

Grants and contributions receivable consisted of the following as of September 30, 2021:

<u>Description</u>	<u>Amount</u>
Receivable in Less than One Year	\$ 3,418,677
Receivable in One to Five Years	199,742
Total Grants and Contributions Receivable	3,618,419
Less Discount to Net Present Value	<u>(2,984)</u>
Grants and Contributions Receivable, Net	<u>\$ 3,615,435</u>

Grants and contributions receivable have been discounted to present value using an annual discount rate of approximately .3%.

12. INVESTMENTS AND FAIR VALUE MEASUREMENTS

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels as follows:

Level 1 - inputs to the valuation methodology are quoted prices for identical assets or liabilities in active markets (examples include equity securities);

Level 2 - inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability other than quoted prices, either directly or indirectly, including inputs in markets that are not considered to be active (examples include corporate and municipal bonds); and

Level 3 - inputs to the valuation methodology are unobservable and significant to the fair value measurement. The inputs into the determination of fair value require significant management judgment (examples include certain private equity securities, alternate investments and split-interest agreements).

The following presents the Organization's assets measured at fair value as of September 30, 2021:

	<u>Fair Value</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Equities	\$ 21,167	\$ 21,167	\$ -	\$ -
Municipal Bond	54,107	-	54,107	-
Total	<u>\$ 75,274</u>	<u>\$ 21,167</u>	<u>\$ 54,107</u>	<u>\$ -</u>

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

13. COMMITMENTS AND CONTINGENCIES

The Organization has various contracts for consulting and other services, some of which include penalties for cancellation or early termination. Management believes the risk in these situations to be minimal.

14. DONATED SERVICES

During the year ended September 30, 2021, the Organization received donated services of approximately \$21,900, which are included in professional fees and dues and subscriptions expenses in the statement of functional expenses, and are allocated as follows:

	Total Program Services	Management and General	Fundraising	2021 Total
Professional Fees	\$ 5,725	\$ 1,165	\$ 174	\$ 7,064
Dues, Subscriptions, and Licenses	13,320	876	611	14,807
Total	<u>\$ 19,045</u>	<u>\$ 2,041</u>	<u>\$ 785</u>	<u>\$ 21,871</u>

15. FOREIGN OPERATIONS

The Organization operates in several countries outside the United States through employees, contract staff and consultants, and branch operations. The financial results of operations of the Organization's South African and the United Kingdom branch operations are prepared using the U.S. dollar as the functional currency. As a result, the transactions that are denominated in foreign currencies are remeasured into U.S. dollars, and any resulting gains or losses are included in miscellaneous expenses in the statement of activities. For the year ended September 30, 2021, foreign currency transactions netted to a gain of approximately \$81,800 and reported as other income on the statement of activities. Assets of the Organization's branches outside the United States were approximately \$57,000 at September 30, 2021.

16. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were available for the following purposes as of September 30, 2021:

Purpose	Amount
North America	\$ 150,357
South America	64,670
Asia	269,820
Europe	50,000
Africa	498,812
Fossil Fuel Divestment	340,403
Worldwide Programme	17,177
Organizational Development	92,036
Movements	46,911
Other	68,405
Time Restricted	<u>2,817,017</u>
Total Net Assets With Donor Restrictions	<u>\$ 4,415,608</u>

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

16. NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

Net assets were released from donor restrictions for the year ended September 30, 2021, as follows:

<u>Purpose</u>	<u>Amount</u>
North America	\$ 487,438
South America	25,000
Asia	496,773
Europe	74,580
Africa	376,188
Fossil Fuel Divestment	90,707
Worldwide Programme	15,000
Organizational Development	314,995
Movements	103,089
Other	22,500
Global Gathering	200,000
Time Restricted	<u>3,374,017</u>
Net Assets Released from Restrictions	<u><u>\$ 5,580,287</u></u>

17. PRIOR PERIOD ADJUSTMENTS IN SUMMARIZED COMPARATIVE INFORMATION

Net assets as of October 1, 2019, were restated to correct two errors including a \$100,000 pledge receivable that had not been recorded and \$202,954 of expenses that were not recognized. The effect of these corrections is reflected as a \$102,954 decrease in net assets as of October 1, 2019.

18. SUBSEQUENT EVENTS

Subsequent events were evaluated through May 20, 2022, which is the date the financial statements were available to be issued.