

**INTERNATIONAL CONSERVATION
CAUCUS FOUNDATION**

FINANCIAL STATEMENTS

For the years ended December 31, 2021 and 2020



INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

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INDEPENDENT AUDITORS' REPORT

Board of Directors
International Conservation Caucus Foundation
Washington, D.C.

Opinion

We have audited the accompanying financial statements of International Conservation Caucus Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of International Conservation Caucus Foundation as of December 31, 2021, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of International Conservation Caucus Foundation 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.

Prior Period Financial Statements

The financial statements of International Conservation Caucus Foundation as of and for the year ended December 31, 2020 were audited by other auditors, who expressed an unmodified opinion on those financial statements in their report dated August 8, 2021.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

UHY LLP

Columbia, Maryland
March 3, 2023

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
STATEMENTS OF FINANCIAL POSITION
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 463,325	\$ 1,365,022
Grants and contributions receivable	516,750	660,271
Due from Conservation Council of Nations	115,090	-
Prepaid expenses and security deposit	18,480	7,780
Cash surrender value of life insurance	44,514	57,311
Property and equipment, net	-	-
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 1,158,159</u>	<u>\$ 2,090,384</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 143,517	\$ 142,956
Grants payable	25,000	-
Deferred rent	-	9,415
Paycheck Protection Program loans	107,274	152,600
	<u> </u>	<u> </u>
Total liabilities	<u>275,791</u>	<u>304,971</u>
NET ASSETS		
Without donor restrictions	37,410	818,307
With donor restrictions	844,958	967,106
	<u> </u>	<u> </u>
Total net assets	<u>882,368</u>	<u>1,785,413</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,158,159</u>	<u>\$ 2,090,384</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
STATEMENTS OF ACTIVITIES
For the year ended December 31, 2021 and 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support						
Individual contributions	\$ 975,852	\$ -	\$ 975,852	\$ 715,938	\$ -	\$ 715,938
Contributions from corporations and foundations	1,057,500	441,750	1,499,250	515,816	1,724,684	2,240,500
Paycheck Protection Program loan forgiveness	152,600	-	152,600	-	-	-
Other revenue and list rental revenue	4,226	-	4,226	43,591	-	43,591
Net assets released from restrictions	563,898	(563,898)	-	2,328,118	(2,328,118)	-
Total revenue and support	2,754,076	(122,148)	2,631,928	3,603,463	(603,434)	3,000,029
Expenses						
Program services	2,913,911	-	2,913,911	2,034,633	-	2,034,633
Supporting services:						
General and administrative	175,999	-	175,999	53,859	-	53,859
Fundraising	445,063	-	445,063	128,023	-	128,023
Total expenses	3,534,973	-	3,534,973	2,216,515	-	2,216,515
Change in Net Assets	(780,897)	(122,148)	(903,045)	1,386,948	(603,434)	783,514
Net Assets - beginning of year	818,307	967,106	1,785,413	(568,641)	1,570,540	1,001,899
Net Assets - end of year	\$ 37,410	\$ 844,958	\$ 882,368	\$ 818,307	\$ 967,106	\$ 1,785,413

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2021

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Personnel expenses:				
Salaries	\$ 593,174	\$ 19,135	\$ 25,513	\$ 637,822
Employee Benefits	150,867	4,867	6,489	162,223
Payroll taxes	44,091	1,422	1,896	47,409
Total personnel expenses	<u>788,132</u>	<u>25,424</u>	<u>33,898</u>	<u>847,454</u>
Advertising	10,999	-	-	10,999
Bad debt expense	-	34,033	-	34,033
Bank service charges	-	5,923	-	5,923
Conferences, meetings, and events	135,174	-	-	135,174
Grant awards	1,019,294	-	-	1,019,294
Insurance	7,028	227	302	7,557
Interest	-	333	-	333
Mailing campaign expenses	439,968	15,999	343,974	799,941
Occupancy and field office rent	74,416	2,095	45,042	121,553
Office expenses	21,210	771	16,583	38,564
Printing and copying	12,811	413	551	13,775
Professional fees	103,565	90,416	4,226	198,207
Telephone and utilities	11,321	365	487	12,173
Travel and transportation	289,993	-	-	289,993
	<u>2,913,911</u>	<u>175,999</u>	<u>445,063</u>	<u>3,534,973</u>
Total expenses	<u>\$ 2,913,911</u>	<u>\$ 175,999</u>	<u>\$ 445,063</u>	<u>\$ 3,534,973</u>

See accompanying notes to financial statements.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2020

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Subtotal</u>	<u>Total</u>
Personnel expenses:					
Salaries	\$ 650,101	\$ 20,971	\$ 27,961	\$ 48,932	\$ 699,033
Employee Benefits	98,197	3,167	4,224	7,391	105,588
Payroll taxes	46,985	1,516	2,021	3,537	50,522
Total personnel expenses	<u>795,283</u>	<u>25,654</u>	<u>34,206</u>	<u>59,860</u>	<u>855,143</u>
Advertising	5,162	-	-	-	5,162
Bad debt expense	100,000	-	-	-	100,000
Bank service charges	559	2,524	-	2,524	3,083
Conferences, meetings, and events	63,649	-	-	-	63,649
Grant awards	204,038	-	-	-	204,038
Insurance	10,262	3,560	-	3,560	13,822
Interest	-	3,021	-	3,021	3,021
Mailing campaign expenses	390,082	9,876	93,817	103,693	493,775
Miscellaneous	6,000	-	-	-	6,000
Occupancy and field office rent	99,659	-	-	-	99,659
Office expenses	21,382	1,384	-	1,384	22,766
Printing and copying	6,117	-	-	-	6,117
Professional fees	259,308	7,840	-	7,840	267,148
Telephone and utilities	13,386	-	-	-	13,386
Travel and transportation	59,746	-	-	-	59,746
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenses	<u>\$ 2,034,633</u>	<u>\$ 53,859</u>	<u>\$ 128,023</u>	<u>\$ 181,882</u>	<u>\$ 2,216,515</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
STATEMENTS OF CASH FLOWS
For the year ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Change in net assets	\$ (903,045)	\$ 783,514
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	-	-
Bad debt expense	34,033	100,000
Paycheck Protection Program loan forgiveness	(152,600)	-
Decrease (increase) in operating assets:		
Grants and contributions receivable	109,488	419,268
Due from Conservation Council on Nations	(115,090)	-
Advances to nonprofit organizations	-	6,738
Prepaid expenses and security deposit	(10,700)	9,074
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	561	(104,814)
Grants payable	25,000	-
Deferred rent	(9,415)	(1,483)
	<u>(118,723)</u>	<u>428,783</u>
Total adjustments		
Net cash provided by (used in) operating activities	<u>(1,021,768)</u>	<u>1,212,297</u>
Cash Flows from Investing Activities		
Change in value of life insurance contract	<u>12,797</u>	<u>(24,537)</u>
Cash Flows from Financing Activities		
Proceeds from Paycheck Protection Program loans	107,274	152,600
Repayments of line of credit	<u>-</u>	<u>(17,027)</u>
Net cash provided by financing activities	<u>107,274</u>	<u>135,573</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(901,697)	1,323,333
Cash and Cash Equivalents, Beginning of Year	<u>1,365,022</u>	<u>41,689</u>
Cash and Cash Equivalents, Ending of Year	<u>\$ 463,325</u>	<u>\$ 1,365,022</u>
Supplemental Cash Flow Information		
Cash paid for interest	<u>\$ 333</u>	<u>\$ 3,021</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

NOTES TO FINANCIAL STATEMENTS

For the years ended December 31, 2021 and 2020

NOTE 1 - NATURE OF THE ORGANIZATION

International Conservation Caucus Foundation (the Foundation) is a nonprofit organization that was formed to promote U.S. leadership in public/private international partnerships which support the responsible management of natural resources for habitat and biodiversity protection, poverty reduction, economic development and regional security. Resources for the Foundation's activity are primarily provided by contributions from corporations, foundations and individuals.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP).

Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). As required by the Not-for-Profit Topic of the FASB ASC, the Foundation is required 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.

- Net Assets Without Donor Restrictions – Net assets not subject to donor-imposed stipulations which are currently available for operating purposes under the direction of management and the Board of Directors or designated by the board for specific use.
- Net Assets With Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Foundation and/or the passage of time. The Foundation adopted the simultaneous release option for donor-restricted grants and contributions that are recognized and used within the same reporting period; therefore, these amounts are reported as without donor restrictions. Net assets with donor restrictions may also include net assets subject to donor-imposed stipulations that assets will be maintained permanently by the Foundation. The Foundation did not have any donor-imposed restrictions which are perpetual in nature as of December 31, 2021 and 2020.

Support is reported as increases in net assets without donor restrictions unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expiration of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) and changes in donor intent are reported as reclassifications between the applicable classes of net assets.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash equivalents include items that are readily convertible into cash and are stated at cost, which approximates fair value.

Property and Equipment, Net

Expenditures for furniture, fixtures and equipment are capitalized at cost. The Foundation capitalizes all property and equipment purchased with a cost of \$2,000 or more. Furniture, fixtures and equipment are depreciated on the straight-line basis over estimated useful lives of three to seven years.

Valuation of long-lived assets

The Foundation reviews property and equipment for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of the long-lived asset is measured by a comparison of the carrying amount of the asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the estimated fair value of the assets. Assets to be disposed of are reported at the lower of the carrying value or fair value, less costs to sell.

Grants Payable

The Foundation recognized grant expense and the related liability in the year an unconditional grant is awarded. Grants payable as of December 31, 2021 is scheduled to be paid within one year.

Compensated Absences

Compensated annual leave has not been accrued since the Foundation did not keep track of leave accruals; therefore, it cannot be reasonably estimated. The Foundation's policy is to recognize these costs when actually paid.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Support from individual contributions, grants, and contracts is recorded when unconditional contributions, which include unconditional promises to give (pledges), are received. Restricted contributions are reported as increases in net assets with donor restrictions and are reclassified to net assets without donor restrictions when restrictions are met. Restricted contributions, which have restrictions that are satisfied in the year received, are reported as increases in net assets without donor restrictions.

Contributions due in future periods are considered as net assets with donor restrictions until the period in which they are due, at which time the restriction is released. Contributions of property and equipment are recognized at fair value at the date of the contribution.

Grants and contributions that are considered to be conditional contributions, that is, those with a measurable performance or other barrier and a right of return, are recognized as support and revenue once the condition on which they depend are met. Revenue from government grants is recognized only to the extent of actual expenses incurred in compliance with the grants and subcontracts. Revenue recognized on grants and contributions, which have not been received, is reflected as grants and contributions receivable in the accompanying statements of financial position. Conversely, amounts received in advance of the conditions being met are recorded as refundable advances in the accompanying statements of financial position.

The Foundation's revenue streams under contracts with customers are comprised of mailing list rental revenue. The Foundation's revenue is recognized when a given performance obligation is satisfied, either over a period of time or at a point in time. Mailing list rental revenue is recognized at the time of distribution of the lists to the interested parties.

Functional Allocation of Expenses

The costs of providing programs and services are summarized on a functional basis in the accompanying financial statements. The Foundation incurs expenses that directly relate to, and can be assigned to, a specific program or supporting activity. The Foundation also conducts activities which benefit both its program objectives as well as supporting services. These costs, which are not attributable to a specific program or supporting activity, are allocated by management among program or supporting services benefited based on either financial or non-financial data, such as estimates of time and effort incurred by personnel. Expenses allocated include salaries and related expenses, occupancy, office expenses, telephone, and insurance.

Joint costs of informational materials or activities that include a fundraising appeal have been allocated among fundraising and the appropriate program or general and administrative functions.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising

The Foundation expenses the costs of advertising as they are incurred. Advertising expense aggregated \$10,999 and \$5,162 for the years ended December 31, 2021 and 2020, respectively.

Income Taxes

The Foundation is recognized as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code on income other than unrelated business income. No provision for income taxes is required as of December 31, 2021 and 2020, since the Foundation had no unrelated business income during both years. The Foundation has been recognized by the IRS as a publicly supported organization and is not a private foundation.

Management annually reviews its tax positions and has determined that there are no uncertain tax positions that are material to the financial statements.

Accounting Pronouncements Not Yet Adopted

In 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*. This ASU changes the accounting treatment for operating leases by recognizing both a lease asset and a lease liability, at the present value of the lease payments, in the statement of financial position. Additional disclosures regarding key information about the leasing arrangements will also be required. The FASB also issued ASU 2019-10 that deferred the effective date until the year ended December 31, 2022.

Reclassifications

Certain reclassifications were made to the 2020 financial statements to conform to the 2021 presentation. In 2020, the deposits in transit totaling \$156,339 have been reclassified to cash and cash equivalents from the grants and contributions receivable in the statements of financial position. In addition, the personnel expenses were allocated based on time and effort. There was no effect on the change in net assets.

NOTE 3 - GRANTS AND CONTRIBUTIONS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Due within one year:		
Corporate contributions	\$ 266,750	\$ -
Grants	<u>250,000</u>	<u>660,271</u>
Total net assets with donor restrictions	<u>\$ 516,750</u>	<u>\$ 660,271</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following as of December 31:

	<u>2021</u>	<u>2020</u>
Cost:		
Computer equipment and software	\$ 23,466	\$ 23,466
Furniture and fixtures	<u>16,241</u>	<u>16,241</u>
	39,707	39,707
Less: accumulated depreciation	<u>(39,707)</u>	<u>(39,707)</u>
	<u>\$ -</u>	<u>\$ -</u>

There was no depreciation expense for the years ended December 31, 2021 and 2020.

NOTE 5 - NET ASSETS WITH DONOR RESTRICTIONS

The Foundation maintains restricted net assets, which will be used when program expenses are incurred in connection with these activities. At December 31, 2021 and 2020, the Foundation maintained net asset with donor restrictions for the following programs:

	<u>2021</u>	<u>2020</u>
Net assets with donor restrictions:		
Indonesia program	\$ 238,171	\$ 550,000
Ocean's program	577,244	294,625
Bahamas program	29,543	64,814
ICCF UK program	<u>-</u>	<u>57,667</u>
Total net assets with donor restrictions	<u>\$ 844,958</u>	<u>\$ 967,106</u>

NOTE 6 - LINE OF CREDIT

The Foundation had a \$50,000 line of credit that was closed in November 2022. The loan was unsecured, with minimum monthly payments equal to the greater of \$100 or 1.5% of the loan balance until paid in full. Interest on the loan accrued at the prime rate of interest published by the Wall Street Journal plus 2.5%. There were no principal amounts outstanding at December 31, 2021 and 2020. In addition, there were no draw-downs, principal repayments, or interest expense during the years ended December 31, 2021 and 2020.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

NOTES TO FINANCIAL STATEMENTS

For the years ended December 31, 2021 and 2020

NOTE 7 - PAYCHECK PROTECTION PROGRAM LOANS

In March 2021 and May 2020, the Organization received loans for \$107,274 and \$152,600, respectively, from a local bank under the Paycheck Protection Program (PPP). Established as part of the Coronavirus Aid, Relief and Economic Security Act (CARES Act), the PPP provides for loans to qualifying businesses. The note bears interest at 1% and matures in two years; however, monthly payments are deferred for a period of ten months.

PPP borrowers can qualify to have the loans forgiven if the proceeds are used to pay payroll and certain other eligible costs; however, the amount of loan forgiveness will be reduced under certain conditions. The Foundation anticipates that these loans will be forgiven; however, until the forgiveness is actually received, the loan is reported as a liability in the statements of financial position. The Foundation will record forgiveness income upon being legally released from the loan obligation.

On October 13, 2021, the 2020 loan of \$152,600 was completely forgiven by the U.S. Small Business Administration and is reported as gain on extinguishment of debt in the accompanying statements of operations and loan forgiveness. The remaining balance of \$107,274 is reported as a loan payable in the accompanying statements of financial position. In March 2022, the Foundation was notified that the loan in the amount of \$107,274 was forgiven.

According to the rules of the SBA, the Foundation is required to retain PPP loan documentation for six years after the date the loan is forgiven or repaid in full, and permit authorized representatives of the SBA, including representatives of its Office of Inspector General, to access such files upon request. Should the SBA conduct such a review and reject all or some of the Foundation's judgments pertaining to satisfying PPP loan eligibility or forgiveness conditions, the Foundation may be required to adjust previously reported amounts and disclosures in the financial statements.

NOTE 8 - EMPLOYEE BENEFIT PLAN

The Foundation maintains a defined contribution plan pursuant to Section 401(k) of the Internal Revenue Code. The plan covers all employees who meet minimum age and service requirements. The Foundation has elected to make matching contributions to the plan which are up to 4% of wages that each employee elects to contribute to the plan, and totaled \$28,785 and \$5,531 for the years ended December 31, 2021 and 2020, respectively.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

NOTES TO FINANCIAL STATEMENTS

For the years ended December 31, 2021 and 2020

NOTE 9 - ALLOCATION OF JOINT COSTS

During the years ended December 31, 2021 and 2020, the Foundation incurred joint costs totaling \$799,941 and \$493,775, respectively, for informational materials used for direct mail campaigns that included fundraising appeals. For the year ended December 31, 2021, the Foundation incurred joint costs totaling \$799,941, of which \$439,968 was allocated to program expenses, \$15,999 to general and administrative, and \$343,974 to fundraising expenses. For the year ended December 31, 2020, the Foundation incurred joint costs totaling \$493,775, of which \$390,082 was allocated to program expenses, \$9,876 to general and administrative, and \$93,817 to fundraising expenses.

NOTE 10 - RELATED PARTIES

The Foundation provides office space and administrative assistance to the Conservation Council of Nations (CCN). The Foundation is reimbursed for consulting services performed by the President of the Foundation and reimbursed for expenditures paid on behalf of CCN. As of December 31, 2021, the Foundation recorded a receivable of \$115,090 due from Conservation Council of Nations for reimbursed expenses. The Foundation expects the amounts due to be reimbursed within one year, and no allowance has been recorded.

During the year ended December 31, 2021, the Foundation awarded grants totaling \$800,000 to CCN.

NOTE 11 - MEMORANDUM OF UNDERSTANDING

The ICCF Group, which includes the Foundation, has offices in Africa (ICCF-Kenya), Europe (ICCF-UK), Asia (ICCF-Indonesia), and Latin America (ICCF-Columbia). Each ICCF office is established as a separate legal entity, is registered in the host country, and has its own Board of Directors. The President of the Foundation is a board member of the other entities. The foreign entities have charitable status in their respective countries and their role is to further the mission of the ICCF Group. These separate legal entities are bound by a collaboration agreement that ensures a common purpose for all. Individual memorandum of understanding (MOU) agreements exist between the Foundation and ICCF-UK, ICCF-Kenya, and ICCF-Columbia to establish the agreement regarding use of logos, acronym, and legal name and to establish activities and responsibilities. An agreement with ICCF-Indonesia is in process.

The Foundation and ICCF-UK also share one common board member. During the year ended December 31, 2021, the Foundation awarded grants totaling \$194,294 to ICCK-UK.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 12 - COMMITMENTS

The Foundation has an amended lease agreement for office space in Washington, D.C., which expires on April 30, 2024. Future minimum lease payments are as follows:

December 31,		
2022	\$	94,674
2023		88,140
2024		<u>29,380</u>
Total	\$	<u>212,194</u>

Rent expense for the Foundation's headquarters totaled \$104,548 and \$95,050 for the years ended December 31, 2021 and 2020, respectively, which are included in occupancy expenses in the statements of activities.

NOTE 13 - LIQUIDITY AND FUNDS AVAILABLE

The Foundation regularly monitors liquidity to meet its annual operating needs. 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 as of December 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 463,325	\$ 1,365,022
Grants and contracts receivable	516,750	660,271
Due from Conservation Council of Nations	<u>115,090</u>	<u>-</u>
Total financial assets	1,095,165	2,025,293
Less those unavailable for general expenditure within one year due to:		
Donor-imposed restrictions	<u>(844,958)</u>	<u>(967,106)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 250,207</u>	<u>\$ 1,058,187</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2021 and 2020

NOTE 14 - CONCENTRATION RISKS

The Foundation maintains its cash balances at financial institution deposit accounts which, at times, may exceed federally insured limits. Non-interest and interest-bearing accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Foundation has not experienced any losses in such accounts, and management believes it is not exposed to any significant credit risk.

NOTE 15 - SUBSEQUENT EVENTS

All subsequent events have been evaluated through March 3, 2023, which is the date the financial statements were available to be issued. Except as disclosed, there were no other events which require adjustments or disclosures to these financial statements.