



INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

December 31, 2024

(With Summarized Comparative Information for the Year Ended December 31, 2023)

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
International Conservation Caucus Foundation
Washington, DC

Opinion

We have audited the accompanying financial statements of the International Conservation Caucus Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, 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 the International Conservation Caucus Foundation as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

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 the 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 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 the 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 the 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.

Report on Summarized Comparative Information

We have previously audited the Foundation's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 3, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

HAN GROUP LLC

HAN GROUP LLC
Washington, DC
August 20, 2025

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Statement of Financial Position

December 31, 2024

(With Summarized Comparative Information for 2023)

	<u>2024</u>	<u>2023</u>
Assets		
Cash and cash equivalents	\$ 239,727	\$ 589,886
Grants receivable	150,000	8,656
Other receivables	-	16,269
Prepaid expenses and security deposits	8,655	26,102
Right-of-use asset – operating lease	-	23,594
Due from Conservation Council of Nations	777,307	1,014,744
Insurance contract cash surrender value	60,047	56,619
Total assets	<u>\$ 1,235,736</u>	<u>\$ 1,735,870</u>
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 140,906	\$ 269,914
Refundable advances	236,768	-
Operating lease liability	-	22,661
Total liabilities	<u>377,674</u>	<u>292,575</u>
Net Assets		
Without donor restrictions	176,395	85,262
With donor restrictions	681,667	1,358,033
Total net assets	<u>858,062</u>	<u>1,443,295</u>
Total liabilities and net assets	<u>\$ 1,235,736</u>	<u>\$ 1,735,870</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Statement of Activities

Year Ended December 31, 2024

(With Summarized Comparative Information for 2023)

	2024		2023	
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Revenue and Support				
Contributions and grants:				
Corporations	\$ 1,189,589	\$ 185,000	\$ 1,374,589	\$ 1,937,298
Individuals	944,708	-	944,708	631,342
Memberships	257,000	-	257,000	270,000
Gala registrations	-	-	-	6,840
Rental income	45,859	-	45,859	44,070
Interest income	11,321	-	11,321	1,340
Other revenue and mailing list rental	14,993	-	14,993	13,390
Net assets released from restrictions:				
Satisfaction of time restrictions	50,000	(50,000)	-	-
Satisfaction of purpose restrictions	811,366	(811,366)	-	-
Total revenue and support	<u>3,324,836</u>	<u>(676,366)</u>	<u>2,648,470</u>	<u>2,904,280</u>
Expenses				
Program services	2,250,712	-	2,250,712	2,648,113
Supporting services:				
General and administrative	452,233	-	452,233	347,212
Fundraising	530,758	-	530,758	267,171
Total expenses	<u>3,233,703</u>	<u>-</u>	<u>3,233,703</u>	<u>3,262,496</u>
Change in Net Assets	91,133	(676,366)	(585,233)	(358,216)
Net Assets , beginning of year	<u>85,262</u>	<u>1,358,033</u>	<u>1,443,295</u>	<u>1,801,511</u>
Net Assets , end of year	<u>\$ 176,395</u>	<u>\$ 681,667</u>	<u>\$ 858,062</u>	<u>\$ 1,443,295</u>

See accompanying notes.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Statement of Functional Expenses

Year Ended December 31, 2024

(With Summarized Comparative Information for 2023)

	2024			2023	
	Supporting Services				
	Program	General		Total	Total
	Services	and	Fundraising		
		Administrative			
Salaries and related expenses	\$ 784,774	\$ 155,241	\$ 90,918	\$ 1,030,933	\$ 1,186,474
Mailing campaign expenses	195,128	-	401,720	596,848	441,602
Travel and transportation	300,754	131,783	6,688	439,225	367,030
Professional fees and contract labor	257,780	40,132	10,000	307,912	357,905
Grant awards	401,409	-	-	401,409	359,800
Conferences, meetings, and events	182,791	52,180	1,099	236,070	321,091
Occupancy	83,107	6,597	14,559	104,263	101,025
Office expenses	17,288	26,777	1,431	45,496	74,522
Insurance	21,981	7,800	4,343	34,124	26,586
Dues and subscriptions	5,700	17,265	-	22,965	21,317
Interest and bad debt	-	14,458	-	14,458	5,144
Total Expenses	\$ 2,250,712	\$ 452,233	\$ 530,758	\$ 3,233,703	\$ 3,262,496

See accompanying notes.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Statement of Cash Flows

Year Ended December 31, 2024

(With Summarized Comparative Information for 2023)

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities		
Change in net assets	\$ (585,233)	\$ (358,216)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Change in value of life insurance contract	(3,428)	(6,182)
Change in operating assets and liabilities:		
Grants receivable	(141,344)	1,128,844
Other receivables	16,269	(16,269)
Due from Conservation Council of Nations	237,437	(646,940)
Prepaid expenses and security deposits	17,447	(8,904)
Accounts payable and accrued expenses	(129,008)	(69,575)
Refundable advances	236,768	-
Change in the operating lease asset and liabilities	933	(933)
Net cash (used in) provided by operating activities	<u>(350,159)</u>	<u>21,825</u>
Net (Decrease) Increase in Cash and Cash Equivalents	(350,159)	21,825
Cash and Cash Equivalents , beginning of year	<u>589,886</u>	<u>568,061</u>
Cash and Cash Equivalents , end of year	<u>\$ 239,727</u>	<u>\$ 589,886</u>
Supplemental Disclosure:		
Cash paid for interest	<u>\$ 6,574</u>	<u>\$ 3,201</u>

See accompanying notes.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

1. Nature of Operations

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 activities are primarily provided by contributions from corporations, foundations, and individuals.

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 of Directors 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, 2024.

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) are reported as net assets released from restrictions.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

2. Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with GAAP 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, such as money market accounts, 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 the 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. The 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.

Leases

The Foundation determines if an arrangement is or contains a lease at contract inception. The Foundation recognizes a right-of-use (ROU) asset and a lease liability at the lease commencement date.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

2. Summary of Significant Accounting Policies (continued)

Leases (continued)

ROU assets for operating and finance leases are periodically evaluated for impairment losses. The Foundation uses the long-lived assets impairment guidance in ASC Subtopic 360-10, *Property, Plant, and Equipment—Overall*, issued by FASB, to determine whether an ROU asset is impaired, and if so, the amount of the impairment loss to recognize. The Foundation monitors events or changes in circumstances that require a reassessment of any of its leases. When a reassessment results in the remeasurement of lease liability, a corresponding adjustment is made to the carrying amount of the corresponding ROU asset unless doing so would reduce the carrying amount of the ROU asset to an amount less than zero. In that case, the amount of the adjustment that would result in a negative ROU asset balance is recorded as a gain or loss.

The operating lease ROU asset is presented as right-of-use asset – operating lease on the accompanying statement of financial position. The Foundation currently has no finance leases.

The Foundation has elected not to recognize ROU assets and lease liabilities for short-term leases that have a lease term of twelve months or less. The Foundation recognizes the lease payments associated with its short-term leases as an expense on a straight-line basis over the lease term. Variable lease payments associated with these leases are recognized and presented in the same manner as for all other leases of the Foundation.

The Foundation made an accounting policy election by class of underlying assets to account for each separate lease component of a contract and its associated non-lease components (lessor-provided maintenance) as a single lease component.

The Foundation elected to use a risk-free rate as the discount rate for the lease.

Grants Receivable

Grants receivable are reported at the amount management expects to collect from outstanding grant agreements or pledges. In reviewing the receivables, management considers the knowledge of the accounts and historical activity in establishing an allowance for doubtful accounts. No allowance for doubtful accounts is provided as of December 31, 2024 as management has determined the grants receivable to be fully collectable. All grants receivable as of December 31, 2024 will be collected in less than one year and no discount for the present value of future cash flows has been recorded.

Support and Revenue Recognition

Support, which includes contributions, grants and memberships from individuals, corporations, and foundations, is recorded when contributions and grants, including unconditional promises to give (pledges or signed agreements), 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 same year as received, are reported as increases in net assets without donor restrictions.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

2. Summary of Significant Accounting Policies (continued)

Support and Revenue Recognition (continued)

Contributions due in future periods are considered 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 barriers and a right of return, are recognized as support and revenue once the conditions on which they depend are met. The portions of conditional contributions for which the conditions and restrictions have been met in the same period in which the related revenue is recognized are reported as support without donor restrictions.

Amounts recognized in revenue that have not been received are included in grants receivable on the accompanying statement of financial position. Conversely, amounts received in advance of the conditions being met are recorded as refundable advances. As of December 31, 2024, the Foundation has refundable advances totaling \$236,768 at December 31, 2024. In addition, as of December 31, 2024, the Foundation has conditional grants totaling \$372,399 to be recognized in 2025 when the conditions have been met.

The Foundation's revenue streams under contracts with customers are comprised of office rental income and 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. Office space rental income is recognized when earned during the short-term lease agreement.

Functional Allocation of Expenses

The costs of providing programs and services are summarized on a functional basis on the accompanying statements of activities and functional expenses. 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, and insurance.

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

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

2. Summary of Significant Accounting Policies (continued)

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, 2024, since the Foundation had no unrelated business income during the year. The Foundation has been recognized by the Internal Revenue Service 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.

Summarized Comparative Information

The accompanying financial statements are presented with certain prior year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

3. Property and Equipment

Property and equipment consist of the following as of December 31, 2024:

Computer equipment and software	\$	23,465
Furniture and fixtures		<u>16,241</u>
Total property and equipment		39,706
Less: accumulated depreciation		<u>(39,706)</u>
Property and equipment, net	\$	<u><u>-</u></u>

There was no depreciation expense for the year ended December 31, 2024 as the assets were fully depreciated.

4. Net Assets With Donor Restrictions

Net assets with donor restrictions were restricted for the following at December 31, 2024:

Subject to passage of time	\$	50,000
Subject of expenditures for specific purposes:		
South America programs		595,962
Ocean programs		<u>35,705</u>
Total net assets with donor restrictions	\$	<u><u>681,667</u></u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

4. Net Assets With Donor Restrictions (continued)

During the year ended December 31, 2024, releases from net assets with donor restrictions were for the following programs:

Expiration of time restrictions	\$ 50,000
Satisfaction of purpose restrictions:	
ICCF-UK programs	359,869
South America programs	301,942
Ocean programs	134,555
Bahamas programs	15,000
Total satisfaction of purpose restrictions	<u>811,366</u>
Total net assets released from donor restrictions	<u>\$ 861,366</u>

5. Line of Credit

The Foundation has an unsecured \$125,000 line of credit available, which matures in February 2026. Interest in the loan accrues at the variable U.S. Prime Rate of interest as published in the Wall Street Journal. There were no principal amounts outstanding at December 31, 2024. In addition, there were no drawdowns, principal repayments, or interest expense during the year ended December 31, 2024.

6. Employee Benefit Plan

The Foundation maintains a defined contribution plan (the Plan) pursuant to Section 401(k) of the Internal Revenue Code. The Plan covers all employees who meet the minimum age and service requirements. The Foundation has elected to make matching contributions to the Plan, which totaled \$23,900 for the year ended December 31, 2024.

7. Allocation of Joint Costs

During the year ended December 31, 2024, the Foundation incurred joint costs for informational materials used for direct mail campaigns that included fundraising appeals. The joint cost expenses were allocated as follows for the year ended December 31, 2024:

Program expenses	\$ 201,033
Fundraising expenses	<u>413,877</u>
Total joint costs	<u>\$ 614,910</u>

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

8. Related Parties

The Foundation provides office space and administrative assistance to the Conservation Council of Nations (CCN). The Foundation is reimbursed for consulting services and expenditures performed or paid on behalf of CCN. During the year ended December 31, 2024, office rent totaling \$45,859 was charged by the Foundation to CCN in accordance with a short-term rental agreement. As of December 31, 2024, the Foundation recorded a receivable of \$777,307 due from CCN.

During the year ended December 31, 2024, the Foundation awarded grants totaling \$375,000 to CCN.

9. Memorandum of Understanding Agreements

The ICCF Group, which includes the Foundation, has offices in Africa (ICCF-Kenya), Europe (ICCF-UK), Asia (ICCF-Indonesia), and Latin America (ICCF-Colombia). 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, ICCF-Colombia, ICCF-Indonesia, ICCF-PERU, ICCF-Mexico, ICCF-Mongolia, and ICCF-Brazil to establish the agreement regarding use of logos, acronym, and legal name and to establish activities and responsibilities.

The Foundation and ICCF-UK share two common board members. During the year ended December 31, 2024, the Foundation awarded grants totaling \$25,331 to ICCF-UK.

10. Office Lease

The Foundation has an amended lease agreement for office space in Washington, D.C., which expires on April 30, 2025. Rent expense for the Foundation's headquarters totaled \$92,994 for the year ended December 31, 2024, which is included in occupancy expenses in the statement of functional expenses.

Subsequent to year end, the Foundation entered into an amended office lease agreement on March 12, 2025, which extends the term of the office lease rental from May 1, 2025 through April 30, 2026.

Future minimum payments are \$97,248 for the year ended December 31, 2025 and \$33,039 for the four months ended April 30, 2026. The Foundation has two one year options to renew the lease at 100% fair market value rental rate. The Foundation and the Landlord must both agree to the market rental rate six months prior to the April 30, 2026 expiration date.

INTERNATIONAL CONSERVATION CAUCUS FOUNDATION

Notes to Financial Statements

December 31, 2024

11. 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, 2024:

Cash and cash equivalents	\$	239,727
Grants receivable		150,000
Due from Conservation Council of Nations		<u>877,307</u>
Total financial assets		1,267,034
Less those unavailable for general expenditure within one year due to:		
Donor-imposed purpose and time restrictions		<u>(681,667)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$	<u><u>585,367</u></u>

12. 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 for 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.

13. Subsequent Events

All subsequent events have been evaluated through August 20, 2025, which is the date the financial statements were available to be issued. Except as disclosed in Note 10, there were no other subsequent events which require adjustment or disclosure in the accompanying financial statements.