

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEARS ENDED JUNE 30, 2023 AND 2022



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**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
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YEARS ENDED JUNE 30, 2023 AND 2022**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
The Global Fund for Children
Washington, DC

Report on the Audit of the Consolidated Financial Statements

Opinion

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

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

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are required to be independent of The Global Fund for Children and Affiliates and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Note 1 to the consolidated financial statements, The Global Fund for Children and Affiliates adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-of-use asset and corresponding liability for all operating and finance leases with lease terms greater than one year. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Consolidated Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

We did not audit the financial statements of The Global Fund for Children UK Trust, a wholly owned affiliate, which statements reflect total assets of \$17,128,815 and \$1,284,970 as of June 30, 2023 and 2022, respectively, and total revenues of \$19,184,762 and \$1,902,596, respectively, for the years then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for The Global Fund for Children UK Trust, is based solely on the report of the other auditors.

In performing an audit in accordance with GAAS, we:

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

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.



CliftonLarsonAllen LLP

Arlington, Virginia
March 14, 2024

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
ASSETS		
Cash and Cash Equivalents	\$ 21,874,076	\$ 7,859,830
Promises to Give (Net)	13,344,990	5,401,232
Accounts Receivable - Other	132,350	122,412
Prepaid Expenses	67,499	57,845
Investments	2,403,226	2,286,068
Right-of-Use Asset - Operating	1,293,199	-
Property and Equipment (Net)	170,596	194,671
Deposits	96,822	25,132
	\$ 39,382,758	\$ 15,947,190
Total Assets		
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 247,076	\$ 131,363
Grants Payable	602,328	755,957
Accrued Vacation/Payroll	193,154	157,830
Lease Liability - Operating	1,578,806	311,281
Note Payable	493,675	500,000
Total Liabilities	3,115,039	1,856,431
NET ASSETS		
Without Donor Restrictions	12,274,580	2,518,804
With Donor Restrictions	23,993,139	11,571,955
Total Net Assets	36,267,719	14,090,759
Total Liabilities and Net Assets	\$ 39,382,758	\$ 15,947,190

See accompanying Notes to Consolidated Financial Statements.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2023 AND 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE						
Gifts and Grants	\$ 10,865,478	\$ 24,184,270	\$ 35,049,748	\$ 890,541	\$ 13,365,597	\$ 14,256,138
Contributed Services	70,925	-	70,925	41,532	-	41,532
Investment Income (Loss), Net	317,723	78,445	396,168	(167,344)	(181,733)	(349,077)
Foreign Exchange Gain (Loss)	762,742	-	762,742	(185,099)	-	(185,099)
Other	45,060	50,791	95,851	75,648	52,323	127,971
Net Assets Released from Restrictions	11,892,322	(11,892,322)	-	9,651,519	(9,651,519)	-
Total Revenue	<u>23,954,250</u>	<u>12,421,184</u>	<u>36,375,434</u>	<u>10,306,797</u>	<u>3,584,668</u>	<u>13,891,465</u>
EXPENSES						
Program Services:						
Communications	560,353	-	560,353	428,419	-	428,419
Programs	11,940,793	-	11,940,793	8,573,245	-	8,573,245
Total Program Services	<u>12,501,146</u>	<u>-</u>	<u>12,501,146</u>	<u>9,001,664</u>	<u>-</u>	<u>9,001,664</u>
Supporting Services:						
Management and General	883,532	-	883,532	605,025	-	605,025
Fundraising	813,796	-	813,796	657,773	-	657,773
Total Supporting Services	<u>1,697,328</u>	<u>-</u>	<u>1,697,328</u>	<u>1,262,798</u>	<u>-</u>	<u>1,262,798</u>
Total Expenses	<u>14,198,474</u>	<u>-</u>	<u>14,198,474</u>	<u>10,264,462</u>	<u>-</u>	<u>10,264,462</u>
CHANGE IN NET ASSETS	9,755,776	12,421,184	22,176,960	42,335	3,584,668	3,627,003
Net Assets - Beginning of Year	<u>2,518,804</u>	<u>11,571,955</u>	<u>14,090,759</u>	<u>2,476,469</u>	<u>7,987,287</u>	<u>10,463,756</u>
NET ASSETS - END OF YEAR	<u>\$ 12,274,580</u>	<u>\$ 23,993,139</u>	<u>\$ 36,267,719</u>	<u>\$ 2,518,804</u>	<u>\$ 11,571,955</u>	<u>\$ 14,090,759</u>

See accompanying Notes to Consolidated Financial Statements.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Program Services			Supporting Services			Total Expenses
	Programs	Communications	Total	Management and General	Fundraising	Total	
Grants	\$ 7,498,864	\$ -	\$ 7,498,864	\$ -	\$ -	\$ -	\$ 7,498,864
Salaries and Benefits	2,134,014	289,543	2,423,558	495,376	555,449	1,050,825	3,474,382
Consultants and Professional Services	942,918	60,127	1,003,045	223,434	17,900	241,334	1,244,379
Intern Program	869	5,865	6,734	-	-	-	6,734
Staff Development/Activities	19,327	2,236	21,563	8,658	1,019	9,677	31,240
Knowledge Exchanges	226,349	200	226,548	7,757	1,837	9,594	236,142
Fellowships	56,373	37,736	94,109	-	-	-	94,109
Conferences	20,992	-	20,992	10,087	1,857	11,945	32,936
Travel	453,450	13,394	466,844	56,468	22,977	79,445	546,290
Annual Report	175	3,617	3,792	-	-	-	3,792
Fundraising Events	-	155	155	-	4,914	4,914	5,069
Accounting and Auditing	-	2,896	2,896	-	3,067	3,067	5,963
Fall and Spring Appeals	-	-	-	54,350	-	54,350	54,350
Legal - Donated Services	-	-	-	70,925	-	70,925	70,925
Computers, Software, and Technology	62,094	33,624	95,718	81,396	35,990	117,386	213,104
Office Supplies and Stationary	608	19	627	5,593	63	5,656	6,283
Printing and Photocopying	226	856	1,082	512	-	512	1,594
Postage and Shipping	638	-	638	1,899	804	2,703	3,341
Equipment Lease and Maintenance	2,099	2,007	4,106	16,770	222	16,992	21,098
Dues and Subscriptions	15,315	356	15,671	43,878	2,945	46,823	62,494
Bank and Payroll Processing	16,915	1,097	18,012	19,803	7,971	27,774	45,786
State Registration Fees	-	-	-	-	11,460	11,460	11,460
Telephone/Fax/Internet	16,082	1,207	17,289	36,366	-	36,366	53,655
Insurance	2,420	-	2,420	35,977	-	35,977	38,397
Depreciation	24,938	4,692	29,630	6,270	6,838	13,108	42,738
Gifts and Flowers	220	-	220	688	-	688	908
Rent	203,095	31,068	234,164	63,726	66,963	130,689	364,852
Public Relations and Communications	14	27,573	27,587	-	-	-	27,587
Direct Expenses	11,697,997	518,268	12,216,264	1,239,933	742,276	1,982,210	14,198,474
Indirect Expenses	242,796	42,085	284,881	(356,401)	71,520	(284,881)	-
Total Expenses	\$ 11,940,793	\$ 560,353	\$ 12,501,146	\$ 883,532	\$ 813,796	\$ 1,697,328	\$ 14,198,474

See accompanying Notes to Consolidated Financial Statements.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022**

	Program Services			Supporting Services			Total Expenses
	Programs	Communications	Total	Management and General	Fundraising	Total	
Grants	\$ 5,385,934	\$ -	\$ 5,385,934	\$ -	\$ -	\$ -	\$ 5,385,934
Salaries and Benefits	1,905,621	279,462	2,185,083	369,583	444,225	813,808	2,998,891
Consultants and Professional Services	478,945	7,777	486,722	64,496	29,400	93,896	580,618
Intern Program	307	2,734	3,041	1,990	-	1,990	5,031
Staff Development/Activities	3,520	319	3,839	8,215	7,462	15,677	19,516
Knowledge Exchanges	53,914	-	53,914	-	-	-	53,914
Fellowships	39,743	-	39,743	-	-	-	39,743
Conferences	2,376	1,021	3,397	580	-	580	3,977
Travel	177,914	3,462	181,376	26,295	43,954	70,249	251,625
Annual Report	-	3,880	3,880	-	-	-	3,880
Fundraising Events	-	2,246	2,246	-	267	267	2,513
Accounting and Auditing	10,000	-	10,000	91,501	-	91,501	101,501
Legal - Donated Services	-	-	-	43,013	-	43,013	43,013
Computers, Software, and Technology	56,118	29,399	85,517	68,602	35,389	103,991	189,508
Office Supplies and Stationary	1,078	330	1,408	3,287	352	3,639	5,047
Printing and Photocopying	181	-	181	305	-	305	486
Postage and Shipping	143	735	878	1,429	513	1,942	2,820
Equipment Lease and Maintenance	5,024	44	5,068	10,474	(28)	10,446	15,514
Dues and Subscriptions	40,190	1,406	41,596	6,706	11,569	18,275	59,871
Bank and Payroll Processing	10,195	759	10,954	7,656	13,781	21,437	32,391
State Registration Fees	-	-	-	-	11,817	11,817	11,817
Telephone/Fax/Internet	8,667	2,085	10,752	23,267	587	23,854	34,606
Insurance	1,809	-	1,809	34,092	1,824	35,916	37,725
Depreciation	23,004	4,239	27,243	5,509	4,512	10,021	37,264
Gifts and Flowers	-	-	-	458	1,667	2,125	2,125
Rent	144,888	31,073	175,961	58,160	76,575	134,735	310,696
Public Relations and Communications	4,244	29,772	34,016	-	420	420	34,436
Direct Expenses	8,353,815	400,743	8,754,558	825,618	684,286	1,509,904	10,264,462
Indirect Expenses	219,430	27,676	247,106	(220,593)	(26,513)	(247,106)	-
Total Expenses	\$ 8,573,245	\$ 428,419	\$ 9,001,664	\$ 605,025	\$ 657,773	\$ 1,262,798	\$ 10,264,462

See accompanying Notes to Consolidated Financial Statements.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022**

	2023	2022
CASH FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 22,176,960	\$ 3,627,003
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided by Operating Activities:		
Depreciation and Amortization	42,738	37,264
Unrealized (Gain) Loss on Investments	(84,941)	480,691
Realized Loss (Gain) on Investments	34,816	(23,954)
Changes in Assets and Liabilities:		
Accounts Receivable - Promises to Give and Other	(7,953,696)	(1,285,831)
Prepaid Expenses	(9,654)	58,313
Deposits	(71,690)	(5,671)
Accounts Payable and Accrued Expenses	115,713	(18,628)
Grants Payable	(153,629)	400,328
Accrued Vacation/Payroll	35,324	38,106
Lease Liability	(25,674)	-
Deferred Lease Obligation	-	6,556
Contributions Restricted for Long-Term Purposes:		
Contributions	(36,652)	(11,500)
Net Cash Provided by Operating Activities	14,069,615	3,302,677
CASH FROM INVESTING ACTIVITIES		
Purchases of Investments	(560,024)	(797,177)
Sale of Investments	492,991	668,536
Purchases of Property and Equipment	(18,663)	(23,191)
Net Cash Used by Investing Activities	(85,696)	(151,832)
CASH FROM FINANCING ACTIVITIES		
Proceeds from Note Payable	-	350,000
Repayments of Note Payable	(6,325)	-
Collection of Contributions Restricted for Long-Term Purposes	36,652	11,500
Principal Payments on Capital Lease Obligation	-	(238)
Net Cash Provided by Financing Activities	30,327	361,262
NET INCREASE IN CASH AND CASH EQUIVALENTS	14,014,246	3,512,107
Cash and Cash Equivalents - Beginning of Year	7,859,830	4,347,723
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 21,874,076	\$ 7,859,830
SUPPLEMENTAL DISCLOSURE OF NONCASH INFORMATION		
Donated Securities Received	\$ 111,083	\$ 24,694
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Right-of-Use Asset in Exchange for Lease Liability - Operating Lease	\$ 1,492,960	\$ -

See accompanying Notes to Consolidated Financial Statements.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organizations

The Global Fund for Children (GFC) is an international nonprofit organization that envisions a future where all children and youth enjoy equal resources and opportunities in society, and live free from violence, discrimination, and exploitation. GFC's mission is to partner with community-based organizations around the world to help children and youth reach their full potential and advance their rights.

The Global Fund for Children UK Trust (UK Trust) is a charity organization that exists to improve the lives of millions of children and youth facing poverty, injustice, and discrimination. The UK Trust was officially incorporated as a private limited company in December 2006 and received charity registration in the United Kingdom in June 2007. GFC is the sole member of the UK Trust and appoints the trustees; therefore, the organizations are consolidated.

Principles of Consolidation

The consolidated financial statements include the accounts of The Global Fund for Children and The Global Fund for Children UK Trust. Significant inter-company accounts and transactions have been eliminated in consolidation.

Basis of Presentation

GFC 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.

Income Tax Status

GFC is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). The Internal Revenue Service has classified GFC as a publicly supported foundation under sections 509(a)(1) and 170(b)(1)(A)(VI) of the IRC. The Global Fund for Children UK Trust is exempt from tax in the UK under Section 505 of the Taxes Act of 1988.

GFC has adopted the guidance in the income tax standard regarding the recognition and measurement of uncertain tax positions. The implementation of this guidance had no impact on GFC's financial statements. GFC believes it has appropriate support for unrelated trade or business positions and, as a result, does not have uncertain income tax positions that have a material impact on the financial statements. GFC files as a tax-exempt organization.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

Management used estimates and assumptions in preparing the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Cash Equivalents

For consolidated financial statement purposes, GFC considers its money market funds to be cash equivalents. Restricted cash is maintained in a separate bank account as a depository for donor-restricted contributions and grants. These funds are released after satisfying the purposes and conditions of the restrictions.

Accounts Receivable

Accounts receivable are recorded at their net realizable value. Accounts 90 days past due are analyzed for collectibility and when all collection efforts have been exhausted, the account is written off to bad debts.

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received. Conditional promises to give are recognized only when the conditions on which they depend are met and the promises become unconditional. There were no conditional promises to give at June 30, 2023 and 2022.

Investments

Investments consist of equity securities, equity mutual funds, and fixed income mutual funds. These investments are recorded in the accompanying financial statements at fair market value. Interest, dividends, and realized gains or losses are recorded when earned. Fluctuations in the fair value of the portfolio are recorded as unrealized gains or losses.

Fair Value of Financial Instruments

GFC accounts for a significant portion of its financial instruments at fair value or considers fair value in its measurement. GFC accounts for certain financial assets and liabilities at fair value based on various accounting literature. GFC also accounts for certain assets at fair value under applicable industry guidance.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value of Financial Instruments (Continued)

GFC has categorized its consolidated financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded on the consolidated statements of financial position are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities whose values are based on unadjusted quoted prices for identical assets or liabilities in an active market that GFC has the ability to access.

Level 2 – Financial assets and liabilities whose values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the asset or liability. Level 2 inputs include among others, quoted prices for similar assets or liabilities in active market or non-active market.

Level 3 – Financial assets and liabilities whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability.

Property and Equipment

Property and equipment are recorded at cost and depreciated on a straight-line basis over the estimated useful lives of the assets of three to five years. Leasehold improvements are amortized over the life of the lease. GFC capitalizes all purchases of long-lived assets in excess of \$1,000, while maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

Leases

GFC determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets – operating and lease liability – operating and finance leases are included in ROU assets – financing and lease liability – financing in the consolidated statements of financial position.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

ROU assets represent GFC's right to use an underlying asset for the lease term and lease liabilities represent the GFC's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that GFC will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. GFC has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the consolidated statements of financial position.

GFC has elected to use a risk-free discount rate, commensurate with the term of the lease, to determine the present value of the lease payments for each lease agreement. In addition, GFC has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

Net Assets

Net assets are classified for accounting and reporting purposes according to their nature and purpose and based upon the existence or absence of any restrictions thereon. A description of each net asset group is as follows:

Net Assets Without Donor Restrictions – Represent funds presently available for use by GFC at its discretion.

Net Assets With Donor Restrictions – Represent funds subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The corpus of these donations is invested, and the earnings are recorded in nets assets with donor restrictions until appropriated for spending and utilized for the intended purpose.

Grants Payable

Grants payable are recognized when approved by program directors.

Contributions and Grants

Contributions and grants are recorded as revenue in the year notification is received from the donor. Support that is donor-restricted, either by program or by time, is reported as an increase in net assets with donor restrictions. When the restriction expires, that is, when a time restriction ends or the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions as net assets released from restrictions.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributed Services

Contributed services are recorded at their fair market value.

Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, salary and other overhead costs have been allocated among the programs and supporting services benefited based on time expended.

Foreign Exchange Transactions

Assets, liabilities, and transactions related to the Global Fund for Children UK Trust, which is included in the consolidated financial statements, are converted to U.S. dollars. Assets and liabilities are converted at year-end using the spot exchange rate. Operations throughout the year are converted using the average exchange rate.

Concentration of Credit Risk

GFC maintains demand deposits which may, at times, exceed federally insured limits.

Recently Adopted New Accounting Standards

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, *Leases* (ASC 842). The new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the statement of financial position. Most prominent of the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

GFC adopted the requirements of the guidance effective July 1, 2022, and has elected to apply the provisions of this standard to the beginning of the period of adoption, with certain practical expedients available. Lease disclosures for the year ended June 30, 2022, continue to be presented in accordance with the guidance under the lease standard in effect during that period.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying consolidated financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported consolidated net assets.

Subsequent Events

In preparing these consolidated financial statements, GFC has evaluated events and transactions for potential recognition or disclosure through March 14, 2024, the date the consolidated financial statements were available to be issued.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 2 LIQUIDITY AND AVAILABILITY

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:

	<u>2023</u>	<u>2022</u>
Cash and Cash Equivalents	\$ 21,874,076	\$ 7,859,830
Promises to Give (Net)	13,344,990	5,401,232
Accounts Receivable - Other	132,350	122,412
Investments	<u>2,403,226</u>	<u>2,286,068</u>
Subtotal	37,754,642	15,669,542
Less: Donor Restricted Funds	<u>(23,993,139)</u>	<u>(11,571,955)</u>
Total	<u>\$ 13,761,503</u>	<u>\$ 4,097,587</u>

As part of its liquidity management, GFC structures its financial assets to be available as its general expenditures and liabilities come due. GFC also has a line of credit available in the amount of \$750,000 if needed.

NOTE 3 PROMISES TO GIVE

Promises to give as of June 30, 2023 and 2022, are unconditional. Amounts due after one year are discounted at the rate of 6.30% and 7.17% as June 30, 2023 and 2022, respectively. Promises to give are considered fully collectible and are due as follows at June 30:

	<u>2023</u>	<u>2022</u>
Promises to Give Due in Less Than One Year	\$ 1,421,762	\$ 4,880,066
Promises to Give Due in One to Five Years	<u>11,964,363</u>	<u>559,185</u>
Subtotal	13,386,125	5,439,251
Less: Present Value Discount	<u>(41,135)</u>	<u>(38,019)</u>
Net Promises to Give	<u>\$ 13,344,990</u>	<u>\$ 5,401,232</u>

As of June 30, 2023, promises to give consist of a pledge from one donor, representing approximately 81% of net pledges. For the year ended June 30, 2022, promises to give consist of pledges from three donors, representing 76% of net pledges.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 4 INVESTMENTS

Investments are recorded at fair value and are comprised of the following at June 30:

	2023		2022	
	Cost	Fair Value	Cost	Fair Value
Fixed Income Mutual Funds	\$ 1,604,604	\$ 1,431,422	\$ 1,515,584	\$ 1,365,881
Equity Mutual Funds	941,387	971,804	998,190	920,187
Total	<u>\$ 2,545,991</u>	<u>\$ 2,403,226</u>	<u>\$ 2,513,774</u>	<u>\$ 2,286,068</u>

Investment income consisted of the following for the years ended June 30:

	2023	2022
Interest and Dividends	\$ 369,265	\$ 132,624
Realized (Loss) Gain	(34,816)	23,954
Unrealized Gain (Loss)	84,941	(480,691)
Investment Expenses	(23,222)	(24,964)
Total Investment Income, Net	<u>\$ 396,168</u>	<u>\$ (349,077)</u>

In general, investments are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect amounts reported in future consolidated statements of activities.

NOTE 5 FAIR VALUE MEASUREMENTS

The following tables present GFC's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30:

	2023			Total
	Level 1	Level 2	Level 3	
Fixed Income Mutual Funds	\$ 1,431,422	\$ -	\$ -	\$ 1,431,422
Equity Mutual Funds	971,804	-	-	971,804
Total	<u>\$ 2,403,226</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,403,226</u>

	2022			Total
	Level 1	Level 2	Level 3	
Fixed Income Mutual Funds	\$ 1,365,881	\$ -	\$ -	\$ 1,365,881
Equity Mutual Funds	920,187	-	-	920,187
Total	<u>\$ 2,286,068</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,286,068</u>

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 6 NOTE PAYABLE

On September 8, 2021, GFC amended its Economic Injury Disaster Loan (EIDL) from the Small Business Administration by increasing the amount from \$150,000 to \$500,000. The loan is secured by the assets of GFC and requires monthly principal and interest payments of \$2,213 at 2.75% starting in fiscal year 2023. Principal and interest is payable over a 30-year period.

Future minimum payments on the loan is as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 12,957
2025	13,285
2026	13,698
2027	14,084
2028	14,482
Thereafter	425,169
Total	<u>\$ 493,675</u>

NOTE 7 NET ASSETS WITH DONOR RESTRICTIONS

At June 30, net assets with donor restrictions consist of the following:

	<u>2023</u>	<u>2022</u>
Subject to Expenditure for Specific Purpose:		
Grantmaking	\$ 9,491,822	\$ 5,060,977
Time Restricted	13,344,990	5,401,232
Subject to Spending Policy and Appropriation:		
Donor-Restricted Gifts that Allow for Draws Against the Original Corpus	1,262,767	1,226,115
Accumulated Endowment Loss Subject to Spending Policy	(106,440)	(116,369)
Total	<u>\$ 23,993,139</u>	<u>\$ 11,571,955</u>

NOTE 8 ENDOWMENT

Net assets with donor restrictions include endowment funds in which donors placed restrictions that stipulate the original principal of the gift is to be held and invested by GFC indefinitely and spent in accordance with a spending policy for two funds. At June 30, 2023 and 2022, funds totaling \$1,156,327 and \$1,109,746, respectively, were available and represent contributions and investment earnings including matching funds received to assist in establishing and maintaining an endowment fund.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 8 ENDOWMENT (CONTINUED)

The endowment funds are subject to the Uniform Prudent Management of Institutional Funds Act (UPMIFA). Under UPMIFA, all unappropriated endowment fund assets are considered restricted. The board of directors has interpreted UPMIFA as requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, GFC considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gifts donated to the permanent endowment, and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The unspent earnings are available for expenditure in subsequent years following appropriation by GFC's board of directors in a manner consistent with the standard of prudence prescribed by UPMIFA to support activities as specified by the donor.

In accordance with UPMIFA, GFC considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund.
- The purposes of GFC and the donor-restricted endowment fund.
- General economic conditions.
- The possible effect of inflation and deflation.
- The expected total return from income and the appreciation of investments.
- Other resources of GFC.
- The investment policies of GFC.

GFC has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to increase its endowment while seeking to maintain the purchasing power of endowment assets. Endowment assets include those assets of donor-restricted funds that GFC must hold in perpetuity or for a donor-specified period. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that is intended to preserve principal while earning as much income as possible assuming a conservative level of investing risk.

GFC has also established a spending policy for its endowment funds that allows it to draw 5% of the fund's total market value based on the three-year average balance of the portfolio at the end of each calendar year.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 8 ENDOWMENT (CONTINUED)

Composition of and changes in endowment net assets are as follows:

	<u>With Donor Restrictions</u>
Net Assets - June 30, 2021	\$ 1,377,875
Contributions	11,500
Investment Loss, Net	(181,735)
Appropriations	<u>(97,894)</u>
Net Assets - June 30, 2022	1,109,746
Contributions	36,652
Investment Income, Net	78,445
Appropriations	<u>(68,516)</u>
Net Assets - June 30, 2023	<u><u>\$ 1,156,327</u></u>

Funds With Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires GFC to retain as a fund of perpetual duration. At June 30, 2023 and 2022, deficiencies of this nature existed in both donor restricted endowment funds, which had an original gift value of \$1,262,768 and \$1,226,116, respectively. At June 30, 2023, the fair value of the donor restricted endowment funds was noted as \$1,156,327, which resulted in a deficiency of \$106,440. At June 30, 2022, the fair value of the donor restricted endowment funds was noted as \$1,109,746, which resulted in a deficiency of \$116,369. Such deficiencies are primarily a result of unfavorable market fluctuations that occurred after the investment of contributions for donor-restricted endowment funds and continued appropriation for certain programs that were deemed prudent by the board of directors.

NOTE 9 PROGRAM SERVICES

Program services are segregated by type of activity within the consolidated statements of activities. The specific activities that are included in each program area are as follows:

Programs

Grantmaking

The Global Fund for Children identifies and invests in courageous grassroots organizations that advance children's rights around the world. Run by dedicated local leaders, these grassroots partners empower young people facing poverty and injustice to reach their full potential. GFC's goal is to help these organizations deepen their impact and build their capacity for social change. GFC carries out this work across four core focus areas: Education; Gender Equity; Youth Empowerment; and Freedom from Violence and Exploitation.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 9 PROGRAM SERVICES (CONTINUED)

Programs (Continued)

Grantmaking (Continued)

For the year ended June 30, 2023, GFC awarded 521 grants to 274 community-based organizations. In addition to these program grants, grantee partners were also able to access other GFC capacity-development support, such as site visit consultations, assistance with applying to other donors, and access to networking and capacity-development initiatives like knowledge exchange workshops.

Communications

Through its communications outreach, GFC uses digital media, photography, and stories to tell about its efforts dedicated to identifying, funding, advising, mentoring, and partnering with organizations that empower children and youth. By using its website, online outreach, and social media, GFC highlights its ability to take smart risks that others won't, partnering with innovative organizations that are fighting the odds in places like slums, refugee camps, and rural villages. GFC provides a crucial link, connecting community leaders with the professional services and support they need to succeed.

NOTE 10 CONTRIBUTED SERVICES

GFC receives various in-kind donations, which GFC would have to purchase if not donated, and therefore, they are recorded as revenue and expenses in the accompanying consolidated financial statements. During June 30, 2023 and 2022, GFC and the UK Trust received services with an estimated fair value of \$70,925 and \$41,532 respectively, in the form of pro bono professional and legal services. The legal services were dedicated to administrative legal advice. These services are evaluated at the fair market value rate based on the typical rates for the professional services rendered.

NOTE 11 OFFICE LEASE

In March 2018, GFC entered into an 89-month noncancelable operating lease for office space commencing July 2018. In February 2021, the term of the lease was amended. The amendment extends the lease to March 31, 2029, and includes scheduled rental increases from a monthly base rent of \$22,130. The amendment also included a three month rent abatement and a refurbishment allowance for credit against base rent in the amount of \$25,535 that was applied in February 2022.

Rent expense related to this office space and the UK Trust totaled \$364,881 and \$310,696 for the years ended June 30, 2023 and 2022, respectively. Rent expense reflected in the consolidated statements of functional expenses and the statements of activities – U.S. Operations for the years ended June 30, 2023 and 2022, includes the expense of storage space.

**THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 11 OFFICE LEASES (CONTINUED)

The ROU assets reported in the accompanying consolidated statements of financial position as right-of-use asset - operating totaled \$1,293,199 at June 30, 2023.

Other quantitative information is as follows concerning GFC office lease for the year ended June 30, 2023:

Operating Lease Costs	\$ 248,797
Cash Paid for Amounts Included in the Measurement of Lease Liability:	
Operating Cash Flows from Operating Leases	\$ 274,471
Weighted-Average Remaining Lease Term - Operating Lease	5.8 Years
Weighted-Average Discount Rate - Operating Lease	2.92%

A maturity analysis of annual undiscounted cash flows for the lease liability as of June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 281,333
2025	288,367
2026	295,576
2027	302,965
2028	310,539
Thereafter	237,412
	<u>1,716,192</u>
Less Imputed Interest	(137,386)
Total	<u>\$ 1,578,806</u>

NOTE 12 TAX SHELTERED ANNUITY PLAN

GFC maintains a contributory defined contribution plan under Section 403(b) of the Internal Revenue Code for the benefit of its employees. All employees, except for part-time employees who normally work less than 20 hours per week, may participate in the Plan. Following three months of service, GFC is required to match participant contributions as defined in the agreement, but not to exceed 4% of total gross salary. In addition, GFC may choose to make a discretionary contribution to the Plan. In order to be eligible to receive a discretionary contribution, an employee must complete two years of service.

Pension expense for the Plan totaled \$83,719 and \$73,837 for the years ended June 30, 2023 and 2022, respectively.

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

NOTE 13 CONTINGENCIES AND COMMITMENTS

Collectibility of Revenue

GFC receives a majority of its revenue from grants and contracts. The ultimate determinations of amounts received under these programs often are based upon allowable costs, reported to the donor. In some instances, the donor reserves the right to audit the program costs. Until the final settlement is reached with each donor, there exists a contingency to refund any amount received for costs deemed unallowable in an audit conducted by a donor. Such settlements, if any, will be recognized as revenue or expense in the period the amount is determined.

Employment Agreement

GFC has an employment agreement with an executive that includes severance payments upon termination without cause.

NOTE 14 LINE OF CREDIT

GFC has a revolving line of credit in the amount of \$750,000. The line of credit is due on demand. The interest rate on funds borrowed is prime plus 0.54% (8.79%) at June 30, 2023. GFC is subject to certain covenants as defined in the agreement. GFC did not draw down on its line of credit during the years ended June 30, 2023 and 2022.

NOTE 15 RELATED PARTY TRANSACTIONS

During the years ended June 30, 2023 and 2022, GFC received contributions from board members totaling \$323,495 and \$273,334, respectively.



INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

Board of Directors
The Global Fund for Children
Washington, DC

We have audited the consolidated financial statements of The Global Fund for Children and Affiliates as of and for the years ended June 30, 2023 and 2022, and our report thereon dated March 14, 2024, which expressed an unmodified opinion on those consolidated financial statements, appears on pages 1 and 2. Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information on pages 22 through 25, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements, and, accordingly, we do not express an opinion or provide any assurance on it.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Arlington, Virginia
March 14, 2024

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)

ASSETS	<u>GFC</u>	<u>UK Trust</u>	<u>Eliminations</u>	<u>Consolidated</u>
ASSETS				
Cash and Cash Equivalents	\$ 16,410,031	\$ 5,464,045	\$ -	\$ 21,874,076
Accounts Receivable:				
Promises to Give (Net)	1,902,362	11,442,628	-	13,344,990
Other	40,064	184,470	(92,184)	132,350
Prepaid Expenses	59,695	7,804	-	67,499
Investments	2,403,226	-	-	2,403,226
Right-of-Use Asset - Operating	1,293,199	-	-	1,293,199
Property and Equipment (Net)	170,596	-	-	170,596
Deposits	66,954	29,868	-	96,822
	<u>\$ 22,346,127</u>	<u>\$ 17,128,815</u>	<u>\$ (92,184)</u>	<u>\$ 39,382,758</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts Payable and Accrued Expenses	\$ 259,498	\$ 79,762	\$ (92,184)	\$ 247,076
Grants Payable	474,600	127,728	-	602,328
Accrued Vacation/Payroll	163,818	29,336	-	193,154
Lease Liability - Operating	1,578,806	-	-	1,578,806
Note Payable	493,675	-	-	493,675
Total Liabilities	<u>2,970,397</u>	<u>236,826</u>	<u>(92,184)</u>	<u>3,115,039</u>
NET ASSETS				
Without Donor Restriction	11,690,709	583,871	-	12,274,580
With Donor Restriction	7,685,021	16,308,118	-	23,993,139
Total Net Assets	<u>19,375,730</u>	<u>16,891,989</u>	<u>-</u>	<u>36,267,719</u>
	<u>\$ 22,346,127</u>	<u>\$ 17,128,815</u>	<u>\$ (92,184)</u>	<u>\$ 39,382,758</u>

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)

	GFC			UK Trust			Elimination	Consolidated		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total		Without Donor Restrictions	With Donor Restrictions	Total
REVENUE										
Gifts and Grants	\$ 10,926,275	\$ 6,257,277	\$ 17,183,552	\$ 444,236	\$ 17,926,993	\$ 18,371,229	\$ (505,033)	\$ 10,865,478	\$ 24,184,270	\$ 35,049,748
Contributed Services	70,925	-	70,925	-	-	-	-	70,925	-	70,925
Investment Income, Net	317,723	78,445	396,168	-	-	-	-	317,723	78,445	396,168
Foreign Exchange Gain	-	-	-	762,742	-	762,742	-	762,742	-	762,742
Other	45,060	-	45,060	-	50,791	50,791	-	45,060	50,791	95,851
Net Assets Released from Restrictions	9,508,707	(9,508,707)	-	2,383,615	(2,383,615)	-	-	11,892,322	(11,892,322)	-
Total Revenue	20,868,690	(3,172,985)	17,695,705	3,590,593	15,594,169	19,184,762	(505,033)	23,954,250	12,421,184	36,375,434
EXPENSES										
Program Services:										
Communications	522,859	-	522,859	37,494	-	37,494	-	560,353	-	560,353
Programs	9,423,614	-	9,423,614	3,022,212	-	3,022,212	(505,033)	11,940,793	-	11,940,793
Total Program Services	9,946,473	-	9,946,473	3,059,706	-	3,059,706	(505,033)	12,501,146	-	12,501,146
Supporting Services:										
Management and General	656,828	-	656,828	226,704	-	226,704	-	883,532	-	883,532
Fundraising	599,674	-	599,674	214,122	-	214,122	-	813,796	-	813,796
Total Supporting Services	1,256,502	-	1,256,502	440,826	-	440,826	-	1,697,328	-	1,697,328
Total Expenses	11,202,975	-	11,202,975	3,500,532	-	3,500,532	(505,033)	14,198,474	-	14,198,474
CHANGE IN NET ASSETS	9,665,715	(3,172,985)	6,492,730	90,061	15,594,169	15,684,230	-	9,755,776	12,421,184	22,176,960
Net Assets - Beginning of Year	2,024,994	10,858,006	12,883,000	493,810	713,949	1,207,759	-	2,518,804	11,571,955	14,090,759
NET ASSETS - END OF YEAR	\$ 11,690,709	\$ 7,685,021	\$ 19,375,730	\$ 583,871	\$ 16,308,118	\$ 16,891,989	\$ -	\$ 12,274,580	\$ 23,993,139	\$ 36,267,719

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
STATEMENT OF FUNCTIONAL EXPENSES – U.S. OPERATIONS
YEAR ENDED JUNE 30, 2023
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)

	Program Services			Supporting Services			Total Expenses
	Programs	Communications	Total	Management and General	Fundraising	Total	
Grants	\$ 5,610,197	\$ -	\$ 5,610,197	\$ -	\$ -	\$ -	\$ 5,610,197
Salaries and Benefits	1,726,349	273,704	2,000,053	363,729	390,714	754,443	2,754,496
Consultants and Professional Services	856,257	43,547	899,804	158,515	17,900	176,415	1,076,219
Intern Program	869	5,865	6,734	-	-	-	6,734
Staff Development/Activities	18,638	901	19,539	6,514	288	6,802	26,341
Knowledge Exchanges	224,979	-	224,979	-	-	-	224,979
Fellowships	56,373	37,736	94,109	-	-	-	94,109
Conferences	14,945	-	14,945	7,340	-	7,340	22,285
Travel	407,736	13,394	421,130	30,180	17,382	47,562	468,692
Annual Report	175	3,617	3,792	-	-	-	3,792
Fundraising Events	-	155	155	-	4,914	4,914	5,069
Fall and Spring Appeals	-	2,896	2,896	-	3,067	3,067	5,963
Accounting and Auditing	-	-	-	54,350	-	54,350	54,350
Legal - Donated Services	-	-	-	70,925	-	70,925	70,925
Computers, Software, and Technology	57,965	33,624	91,589	80,826	35,990	116,816	208,405
Office Supplies and Stationary	89	8	97	4,178	-	4,178	4,275
Printing and Photocopying	226	856	1,082	410	-	410	1,492
Postage and Shipping	638	-	638	1,822	804	2,626	3,264
Equipment Lease and Maintenance	2,099	2,007	4,106	16,770	222	16,992	21,098
Dues and Subscriptions	13,747	356	14,103	43,690	2,885	46,575	60,678
Bank and Payroll Processing	16,467	1,097	17,564	15,543	6,764	22,307	39,871
State Registration Fees	-	-	-	-	11,460	11,460	11,460
Telephone/Fax/Internet	15,969	1,207	17,176	35,459	-	35,459	52,635
Insurance	2,420	-	2,420	32,757	-	32,757	35,177
Depreciation	24,938	4,692	29,630	6,270	6,838	13,108	42,738
Gifts and Flowers	220	-	220	556	-	556	776
Rent	153,558	28,741	182,299	45,222	41,847	87,069	269,368
Public Relations and Communications	14	27,573	27,587	-	-	-	27,587
Direct Expenses	9,204,868	481,976	9,686,844	975,056	541,075	1,516,131	11,202,975
Indirect Expenses	218,746	40,883	259,629	(318,228)	58,599	(259,629)	-
Total Expenses	\$ 9,423,614	\$ 522,859	\$ 9,946,473	\$ 656,828	\$ 599,674	\$ 1,256,502	\$ 11,202,975

THE GLOBAL FUND FOR CHILDREN AND AFFILIATES
STATEMENTS OF CASH FLOWS – U.S. OPERATIONS
YEARS ENDED JUNE 30, 2023 AND 2022
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)

	2023	2022
CASH FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 6,492,730	\$ 4,179,284
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	42,738	37,264
Unrealized (Gain) Loss on Investments	(84,941)	480,691
Realized Loss (Gain) on Investments	34,816	(23,954)
Changes in Assets and Liabilities:		
Accounts Receivable - Promises to Give and Other	3,357,908	(1,403,930)
Prepaid Expenses	(10,143)	53,219
Deposits	(45,851)	(1,642)
Accounts Payable and Accrued Expenses	169,462	(6,028)
Grants Payable	(281,357)	400,328
Accrued Vacation/Payroll	24,766	19,328
Lease Liability	(25,674)	-
Deferred Lease Obligation	-	6,556
Contributions Restricted for Long-Term Purposes:		
Contributions	(36,652)	(11,500)
Net Cash Provided by Operating Activities	9,637,802	3,729,616
CASH FROM INVESTING ACTIVITIES		
Purchases of Investments	(560,024)	(797,177)
Proceeds from Sale of Investments	492,991	668,536
Purchases of Property and Equipment	(18,663)	(23,191)
Net Cash Used by Investing Activities	(85,696)	(151,832)
CASH FROM FINANCING ACTIVITIES		
Proceeds from Note Payable	-	350,000
Repayments of Note Payable	(6,325)	-
Collection of Contributions Restricted for Long-Term Purposes	36,652	11,500
Principal Payments on Capital Lease Obligation	-	(238)
Net Cash Provided by Financing Activities	30,327	361,262
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,582,433	3,939,046
Cash and Cash Equivalents - Beginning of Year	6,827,598	2,888,552
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 16,410,031	\$ 6,827,598
SUPPLEMENTAL DISCLOSURE OF NONCASH INFORMATION		
Donated Securities Received	\$ 111,083	\$ 24,964
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Right-of-Use Assets Obtained in Exchange for New Lease Liability - Operating Lease	\$ 1,492,960	\$ -