

GIVE TO COLOMBIA, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of Give to Colombia, Inc.

Opinion

We have audited the accompanying financial statements of Give to Colombia, Inc. (a nonprofit organization), (the "Organization"), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years 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 Organization as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America

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 Organization 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, that raise substantial doubt about the Organization'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 Organization'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, that raise substantial doubt about the Organization'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.

Haller Robbins Epelbaum Misiunas, LLC

Miami, Florida
May 15, 2023

GIVE TO COLOMBIA, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 172,991	\$ 162,557
Pledges receivable	-	1,706
	<u> </u>	<u> </u>
Total assets	<u>\$ 172,991</u>	<u>\$ 164,263</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	<u>\$ 28,677</u>	<u>\$ 3,881</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS		
	<u>144,314</u>	<u>160,382</u>
	<u> </u>	<u> </u>
Total liabilities and net assets	<u>\$ 172,991</u>	<u>\$ 164,263</u>

See accompanying notes to financial statements.

GIVE TO COLOMBIA, INC.

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31,

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions	\$ 144,419	\$ 347,788	\$ 492,207	\$ 47,171	\$ 251,096	\$ 298,267
Interest income	3	-	3	7	-	7
	<u>144,422</u>	<u>347,788</u>	<u>492,210</u>	<u>47,178</u>	<u>251,096</u>	<u>298,274</u>
Special events	-	-	-	56,993	-	56,993
Less: Direct costs	-	-	-	(27,674)	-	(27,674)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,319</u>	<u>-</u>	<u>29,319</u>
Net assets released from temporary restrictions	347,788	(347,788)	-	300,740	(300,740)	-
Total support and revenue	<u>492,210</u>	<u>-</u>	<u>492,210</u>	<u>377,237</u>	<u>(49,644)</u>	<u>327,593</u>
EXPENSES						
Program services	438,720	-	438,720	286,111	-	286,111
Fundraising	-	-	-	2,600	-	2,600
Management and general	69,558	-	69,558	31,303	-	31,303
Total expenses	<u>508,278</u>	<u>-</u>	<u>508,278</u>	<u>320,014</u>	<u>-</u>	<u>320,014</u>
CHANGE IN NET ASSETS	(16,068)	-	(16,068)	57,223	(49,644)	7,579
NET ASSETS - BEGINNING	160,382	-	160,382	103,159	49,644	152,803
NET ASSETS - ENDING	<u>\$ 144,314</u>	<u>\$ -</u>	<u>\$ 144,314</u>	<u>\$ 160,382</u>	<u>\$ -</u>	<u>\$ 160,382</u>

See accompanying notes to financial statements.

GIVE TO COLOMBIA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2022

	<u>Program Services</u>	<u>Fundraising</u>	<u>Management and General</u>	<u>Total</u>
Accounting fees	\$ -	\$ -	\$ 12,500	\$ 12,500
Bank and merchant account fees	1,886	-	230	2,116
Contract services	9,972	-	49,853	59,825
Dues and subscriptions	-	-	204	204
Grants to others	426,862	-	-	426,862
Insurance	-	-	1,800	1,800
Legal fees	-	-	495	495
Licenses and permits	-	-	1,677	1,677
Office and other	-	-	1,299	1,299
Postage and shipping	-	-	386	386
Website	-	-	1,114	1,114
	<u>\$ 438,720</u>	<u>\$ -</u>	<u>\$ 69,558</u>	<u>\$ 508,278</u>

See accompanying notes to financial statements.

GIVE TO COLOMBIA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2021

	<u>Program Services</u>	<u>Fundraising</u>	<u>Management and General</u>	<u>Total</u>
Accounting fees	\$ -	\$ -	\$ 13,400	\$ 13,400
Bank and merchant account fees	3,266	-	398	3,664
Contract services	2,640	-	13,200	15,840
Grants to others	280,205	-	-	280,205
Insurance	-	-	1,800	1,800
Legal fees	-	-	450	450
Licenses and permits	-	-	1,179	1,179
Marketing	-	2,600	-	2,600
Office and other	-	-	170	170
Postage and shipping	-	-	409	409
Travel	-	-	89	89
Website	-	-	208	208
	<u>\$ 286,111</u>	<u>\$ 2,600</u>	<u>\$ 31,303</u>	<u>\$ 320,014</u>

See accompanying notes to financial statements.

GIVE TO COLOMBIA, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31,

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (16,068)	\$ 7,579
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Change in operating assets and liabilities:		
(Increase) decrease in pledges receivable	1,706	(1,706)
Increase (decrease) in accounts payable and accrued expenses	<u>24,796</u>	<u>(8,977)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>10,434</u>	<u>(3,104)</u>
NET INCREASE (DECREASE) IN CASH	10,434	(3,104)
CASH AT BEGINNING OF YEAR	<u>162,557</u>	<u>165,661</u>
CASH AT END OF YEAR	<u><u>\$ 172,991</u></u>	<u><u>\$ 162,557</u></u>

See accompanying notes to financial statements.

GIVE TO COLOMBIA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 - THE ORGANIZATION

Nature of Activities

Give to Colombia, Inc., (the "Organization") is a nonprofit organization incorporated pursuant to the laws of the State of Florida and was founded in 2003. The Organization seeks to increase the flow of international donations and provide enduring, scalable and sustainable solutions to Colombia's most vulnerable populations in the areas of education, economic development, health and nutrition and environment. It creates, promotes and facilitates alliances between international donors and Colombian grassroots organizations, optimizing the social impact of private and institutional donors' investments in the social sector. To achieve these goals, the Organization selects and partners with local foundations to implement high impact projects, ensuring that they comply with the donors' standards of reporting, accountability and effectiveness.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP") and in accordance with the Financial Accounting Standard Board ("FASB"). In accordance with these standards, the Organization is required to report information regarding its financial position and activities according to two classes of net assets, according to external imposed restrictions, as follows:

- *Net assets without donor restrictions* – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.
- *Net assets with donor restrictions* – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of support, revenue and expenses during the reporting period. Actual results could differ from those estimates; however, management does not believe these differences would have a material effect on the financial statements.

GIVE TO COLOMBIA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Internal Revenue Service has determined that the Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying consolidated financial statements reflect no provision for income taxes. The Organization's income tax filings are subject to audit by federal tax authorities.

The Organization assesses its tax positions in accordance with "*Accounting for Uncertainties in Income Taxes*" as prescribed by the Accounting Standards Codification, which provides guidance for financial statement recognition and measurement of uncertain tax positions taken or expected to be taken in a tax return for open tax years (generally a period of three years from the later of each return's due date or the date filed) that remain subject to examination by the Organization's major tax jurisdictions.

The Organization believes that it does not have any significant uncertain tax positions requiring recognition or measurement in the accompanying financial statements.

Cash

For the purposes of the statements of cash flows, cash includes deposits with banks. The Organization's maintains its cash with high credit quality financial institutions, which at times may exceed federally insured limits. The Organization has not experienced any losses on such accounts and believes it is not exposed to any credit risk on cash.

Support and Revenue Recognition

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restriction or net assets with donor restriction depending on the nature of the restriction. When a restriction expires, net assets with donor restriction are reclassified to net assets without donor restriction. Contributions of donated non-cash assets are recorded at their fair values in the year received.

The Organization uses the allowance method to determine uncollectible pledges receivable. The allowance is based on prior years' experience and management's analysis of specific pledges made. As of December 31, 2021, no allowance was deemed necessary.

Property and Equipment

Purchased property and equipment are recorded at cost. Expenditures for property and equipment in excess of \$2,500 are capitalized, lesser amounts are expensed. Expenditures for repairs and maintenance are charged to expense as incurred. Donated property and

GIVE TO COLOMBIA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment (Continued)

equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Property and equipment donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Property and equipment is depreciated using the straight-line method over the estimated useful life of the assets, ranging from three to seven years. Upon the sale or disposition, the related costs and accumulated depreciation are removed from the accounts and any resulting gain or loss is recognized in the consolidated statements of activities and change in net assets.

Contributions In-Kind

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contribution of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. The Organization utilizes donated office space in Miami. The value of the donated space is immaterial, and therefore no related entry is recorded.

Allocation of Functional Expenses

The cost of providing the various programs and other activities has been summarized on a functional basis in the consolidated statements of activities and change in net assets and the consolidated statements of functional expenses. Accordingly, certain common expenses have been allocated among the programs and supporting services based upon management's estimate of factors such as time spent or space utilized.

Subsequent Events

The Organization has evaluated subsequent events and transactions for potential recognition and disclosure in the financial statements through May 15, 2023, the date which the financial statements were available to be issued.

NOTE 3- PROPERTY AND EQUIPMENT

Property and equipment comprises the following at December 31,

	<u>2022</u>	<u>2021</u>
Office Equipment	\$ 4,308	\$ 4,308
Less: accumulated depreciation	(4,308)	(4,308)
Total property and equipment	<u>\$ -</u>	<u>\$ -</u>

GIVE TO COLOMBIA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 4 - AVAILABILITY AND LIQUIDITY

Financial assets and liquidity resources available within one year for general expenditures were as follow at December 31,

	<u>2022</u>	<u>2021</u>
Cash	\$ 172,991	\$ 162,557
Pledges receivable	-	1,706
Total financial assets available to management for general expenditures within one year	<u>\$ 172,991</u>	<u>\$ 164,263</u>

Total financial assets are available to pay for operating expenses during the current year. As part of the liquidity plan, the Organization invests excess cash in a short-term savings account.

NOTE 5 - ECONOMIC DEPENDENCE

The Organization provides its program services with funds received from individual and corporate charitable foundations. A reduction in the level of this funding, if this were to occur, may have a significant effect on the Organization's programs and activities. Contributions received from two donors represented 61% and 60% of the Organization's total support and revenue for the years ended December 31, 2022 and 2021, respectively.

NOTE 6 - GRANT ALLOCATIONS

During 2022 and 2021, the Organization awarded grants to the following organizations in Colombia:

	<u>2022</u>	<u>2021</u>
A La Rueda Rueda	\$ 93,000	\$ 93,000
Aldeas Infantiles SOS Colombia (AISOS)	-	20,020
Colombia Cuida Colombia	-	9,732
Corp. Antioquia Presente	73,908	80,033
Corporación Matamoros	46,500	-
Fundación Bahia y Ecosistemas	-	28,846
Fundación Carla Cristina	17,701	-
Fundación Catalina Muñoz	13,000	-
Fundación Grupo Argos	-	108
Fundacion Hogar Nueva Granada	2,841	-
Fundación MarViva	-	43,194
Fundación Operacion Sonrisa Colombia	33,333	-
Fundación Oro Molido	65,000	-
Fundación Soles Marianos	48,278	-
Fundapresai	-	4,650
Other	7,013	622
Poderosas Colombia	26,288	-
	<u>\$ 426,862</u>	<u>\$ 280,205</u>