



**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

**YEARS ENDED
JUNE 30, 2023 and 2022**



**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

YEARS ENDED JUNE 30, 2023 AND 2022

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Independent Auditor's Report

Board of Directors
Beyond Borders, Inc.
Norristown, PA

Opinion

We have audited the accompanying consolidated financial statements of Beyond Borders, Inc. and Fondasyon Depase Fwontyè Yo (collectively, the Organization), which comprise the consolidated statements of financial position as of June 30, 2023 and 2022 and the related consolidated 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 Beyond Borders, Inc. and Fondasyon Depase Fwontyè Yo as of December 31, 2023 and 2022, 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 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Entities 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.

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 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 Entities' ability to continue as a going concern for one year after the date the consolidated financial statements are issued.

Auditor's 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 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 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these consolidated financial statements.

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 Entities' 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 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.

Brown Plus

Camp Hill, Pennsylvania
May 7, 2024

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and cash equivalents	\$ 333,518	\$ 657,353
Investments	319,727	298,559
Accounts receivable	16,282	19,489
Pledges receivable, net of discount	1,185,233	897,065
Prepaid expenses	95,916	107,109
Property and equipment, net	10,379	15,870
Total assets	\$ 1,961,055	\$ 1,995,445
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 62,583	\$ 47,721
Due to partners	80	1,445
Deferred revenue	201,690	206,338
Accrued expenses		1,895
Total liabilities	264,353	257,399
Net assets:		
Without donor restrictions	572,041	782,498
With donor restrictions	1,124,661	955,548
Total net assets	1,696,702	1,738,046
Total liabilities and net assets	\$ 1,961,055	\$ 1,995,445

See notes to consolidated financial statements.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

**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:						
Contributions	\$ 506,659	\$ 861,226	\$ 1,367,885	\$ 942,103	\$ 1,260,926	\$ 2,203,029
Grants	205,000	1,065,540	1,270,540	192,736	1,147,117	1,339,853
Program service revenue	39,613		39,613	32,831		32,831
Investment income (loss)	25,986		25,986	(5,548)		(5,548)
Gain (loss) from foreign currency translation	(80,621)		(80,621)	3,818		3,818
Loss on disposal of property and equipment				(15,797)		(15,797)
Net assets released from restrictions	1,757,653	(1,757,653)	-	1,888,038	(1,888,038)	-
Total revenue	2,454,290	169,113	2,623,403	3,038,181	520,005	3,558,186
Expenses:						
Program:						
Urban model community initiative	292,860		292,860	257,854		257,854
Rural model community initiative	722,141		722,141	749,891		749,891
Rethinking power	909,678		909,678	821,934		821,934
Sustaining livelihoods	34,985		34,985	82,360		82,360
Transforming the mission model	61,637		61,637	69,789		69,789
Earthquake response				158,188		158,188
Total program expenses	2,021,301		2,021,301	2,140,016		2,140,016
Support services:						
Management and general	342,289		342,289	281,137		281,137
Fundraising	301,157		301,157	277,036		277,036
Total support services	643,446		643,446	558,173		558,173
Total expenses	2,664,747		2,664,747	2,698,189		2,698,189
Change in net assets	(210,457)	169,113	(41,344)	339,992	520,005	859,997
Net assets:						
Beginning of year	782,498	955,548	1,738,046	442,506	435,543	878,049
End of year	\$ 572,041	\$ 1,124,661	\$ 1,696,702	\$ 782,498	\$ 955,548	\$ 1,738,046

See notes to consolidated financial statements.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023**

	Program services					Support services				Total expenses
	Urban model community initiative	Rural model community initiative	Rethinking power	Sustaining livelihoods	Transforming the mission model	Total program services	Management and general	Fundraising	Total support services	
Payroll	\$ 110,881	\$ 228,340	\$ 385,792	\$ 22,100	\$ 35,550	\$ 782,663	\$ 156,351	\$ 128,540	\$ 284,891	\$ 1,067,554
Payroll taxes	799	1,116	9,964	1,345	2,164	15,388	12,168	9,768	21,936	37,324
Employee benefits	18,508	41,956	77,270	4,719	8,669	151,122	48,342	19,421	67,763	218,885
Audit							18,300		18,300	18,300
Bank charges	719	2,795	3,061			6,575	12,518		12,518	19,093
Consulting fees	16,852	62,059	46,394		6,843	132,148	23,770	74,284	98,054	230,202
Depreciation	1,327	146	521		542	2,536	396	1,209	1,605	4,141
Discretionary	6,877	123				7,000	2,888		2,888	9,888
Partner grants		234,042	72,551	4,800		311,393				311,393
Insurance							9,255		9,255	9,255
Professional fees	4,403	15,212	14,579			34,194	14,239		14,239	48,433
Occupancy	24,621	16,135	43,767	511	935	85,969	6,140	4,740	10,880	96,849
Postage								6,410	6,410	6,410
Program meetings	38,137	40,012	166,549			244,698				244,698
Promotional materials								41,500	41,500	41,500
Staff development	25	50	25	75		175	125	1,088	1,213	1,388
Supplies	31,352	12,042	50,947	304	516	95,161	917	1,982	2,899	98,060
Telephone	7,351	21,810	8,751	490	663	39,065	843	2,560	3,403	42,468
Pledge writeoffs							34,326		34,326	34,326
Other direct costs					5,000	5,000				5,000
Travel	31,008	46,303	29,507	641	755	108,214	1,711	9,655	11,366	119,580
Total expenses	\$ 292,860	\$ 722,141	\$ 909,678	\$ 34,985	\$ 61,637	\$ 2,021,301	\$ 342,289	\$ 301,157	\$ 643,446	\$ 2,664,747

See notes to consolidated financial statements.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022**

	Program services						Support services			Total expenses	
	Urban model community initiative	Rural model community initiative	Rethinking power	Sustaining livelihoods	Transforming the mission model	Earthquake response	Total program services	Management and general	Fundraising		Total support services
Payroll	\$ 105,776	\$ 222,884	\$ 378,637	\$ 26,232	\$ 38,538		\$ 772,067	\$ 112,189	\$ 128,593	\$ 240,782	\$ 1,012,849
Payroll taxes	12,146	13,399	27,920	1,696	2,410		57,571	8,784	10,363	19,147	76,718
Employee benefits	7,546	52,864	34,585	6,473	10,390		111,858	35,081	29,412	64,493	176,351
Audit								18,500		18,500	18,500
Bank charges	5,632	298	730				6,660	15,985		15,985	22,645
Board and staff meetings								3,346		3,346	3,346
Consulting fees	10,650	24,666	63,559		10,667		109,542	20,260	58,486	78,746	188,288
Depreciation	1,297	98	321		357		2,073	196	677	873	2,946
Discretionary	6,260	673					6,933	1,066		1,066	7,999
Partner grants		267,350	49,954	46,157		\$ 158,188	521,649				521,649
Insurance								10,264		10,264	10,264
Professional fees	8,660	9,360	9,704				27,724	15,915		15,915	43,639
Occupancy	16,239	8,599	17,834	683	1,032		44,387	4,291	4,913	9,204	53,591
Postage									5,255	5,255	5,255
Program meetings	32,521	41,227	89,555				163,303				163,303
Promotional materials	463						463		33,242	33,242	33,705
Staff development	149	149	149	153			600	1,439	303	1,742	2,342
Supplies	17,938	35,195	135,074	391	504		189,102	717	2,023	2,740	191,842
Telephone	14,344	4,475	1,525	401	587		21,332	1,821	1,980	3,801	25,133
Pledge writeoffs								29,809		29,809	29,809
Other Direct Costs					5,000		5,000				5,000
COVID-19 supplies	4,883	14,240	2,517				21,640				21,640
Travel	13,350	54,414	9,870	174	304		78,112	1,474	1,789	3,263	81,375
Total expenses	\$ 257,854	\$ 749,891	\$ 821,934	\$ 82,360	\$ 69,789	\$ 158,188	\$ 2,140,016	\$ 281,137	\$ 277,036	\$ 558,173	\$ 2,698,189

See notes to consolidated financial statements.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
Cash flows from operating activities:		
Increase in net assets	\$ (41,344)	\$ 859,997
Foreign exchange rate gain	80,621	(3,818)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	4,141	2,946
Loss on disposal of property and equipment		15,797
Realized gain on sale of investments	(315)	(494)
Unrealized (gain) loss on investments	(11,936)	8,176
(Increase) decrease in:		
Accounts receivable	3,207	(14,012)
Pledges receivable	(288,168)	(598,690)
Prepaid expenses	11,193	50,887
Increase (decrease) in:		
Accounts payable	14,862	(112,273)
Due to partners	(1,365)	(449,516)
Deferred revenue	(4,648)	(7,167)
Accrued expenses	(1,895)	1,895
Net cash used in operating activities	(235,647)	(246,272)
Cash flows from investing activities:		
Purchase of property and equipment		(11,445)
Proceeds from sale of property and equipment	1,350	2,170
Purchase of investments	(316,557)	(103,908)
Proceeds from sale of investments	307,640	1,954
Net cash used in investing activities	(7,567)	(111,229)
Cash flows provided by (used in) financing activities, effect of foreign currency exchange rate changes on cash and cash equivalents	(80,621)	3,818
Net decrease in cash	(323,835)	(353,683)
Cash and cash equivalents:		
Beginning of year	657,353	1,011,036
End of year	\$ 333,518	\$ 657,353

See notes to consolidated financial statements.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

1. Nature of activities and summary of significant accounting policies:

Nature of activities:

Beyond Borders, Inc. (Beyond Borders) was incorporated as a nonprofit organization in January 1993 as a group of people who join together out of devotion to Christ to work for justice and peace by fostering transformative learning within and across cultural and economic borders. Beyond Borders' mission is to build movements in Haiti to help people liberate themselves from oppression and isolation. In pursuit of this mission Beyond Borders is committed to helping people build four movements in Haiti – the movement to end child servitude, the movement to guarantee universal access to quality education, the movement to end violence against women and girls and the movement for dignified work and sustainable livelihoods.

On June 30, 2020, Beyond Borders gained control of and had a financial interest in a non-governmental foundation in Haiti, Fondasyon Depase Fwontyè Yo (DF).

Principles of consolidation:

The consolidated financial statements include Beyond Borders and DF (collectively, the Organization). DF is consolidated since Beyond Borders has the ability to appoint the board of directors for DF and Beyond Borders has an economic interest in DF. Beyond Borders gained control of DF effective June 30, 2020.

Basis of accounting:

The accompanying consolidated financial statements are prepared on the accrual basis of accounting with revenue recognized when earned and expenses recognized when incurred.

Basis of presentation:

Financial statement presentation follows the requirements of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities in two classes of net assets: net assets without donor restriction and net assets with donor restrictions.

Net assets without donor restrictions - those not restricted by donors or the donor-imposed restrictions have expired. Net assets without donor restrictions, but subject to self-imposed limits by action of the board, are also classified as net assets without donor restrictions. The board may earmark net assets for future programs, purchase of fixed assets or other uses. Such designations are considered to be included in board designated net assets.

Net assets with donor restrictions - those subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restriction. Also included in this category are net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. The donors may permit all or part of the income earned on any related investments be used for general or specific purposes.

Cash and cash equivalents:

For purposes of the consolidated statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

1. Nature of activities and summary of significant accounting policies (continued):

Accounts receivable:

The Organization carries accounts receivable at the outstanding balance reduced by any charge-offs and any allowance for doubtful accounts. The Organization periodically reviews the accounts receivable and charges off balances that are deemed to be uncollectible. The allowance for doubtful accounts is calculated based on historical experience and management's evaluation of outstanding accounts receivable at the end of each year. Accordingly, management concluded that no allowance is necessary.

Accounts receivable consisted of the following at June 30:

	<u>Accounts receivable</u>	
	<u>2023</u>	<u>2022</u>
Beginning of year	\$ 19,489	\$ 5,477
End of year	16,282	19,489

Property and equipment and depreciation and amortization:

Property and equipment are stated at cost. Expenditures for maintenance, repairs and renewals of a minor nature are charged against earnings as incurred. Major improvements and betterments are capitalized. Depreciation is provided by the use of the straight-line method over the estimated useful lives of the related assets.

Revenue recognition:

The Organization's primary sources of revenue are contributions from individuals, churches and estates and grants from foundations. Contributions are considered non-exchange transactions and are recognized when received. Conditional contributions are not recognized as revenue until the condition has been met. Contributions with donor restrictions are recorded as net assets with donor restrictions. The Organization tracks the use of donor restrictions and releases them from restrictions as they are met. Grant revenue is recognized when the Organization completes the obligation specified in the grant agreement. Any grant funds received in advance of the obligation being met are recorded as deferred revenue until the obligation has been met. Unspent grant funds must be returned to the grantors at the end of the grant period.

Program service revenues from one of the Organization's employees who spends time performing duties for another organization with a similar mission are considered to be exchange transactions and, accordingly, are recognized as the services are completed. These revenues are recognized in the year the services are provided.

Deferred revenue:

The Organization recognizes deferred revenue consisting of funds received for program activities occurring in the next fiscal year. These amounts are recorded as revenue when the activities occur.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

1. Nature of activities and summary of significant accounting policies (continued):

Donated services:

Unpaid volunteers conduct a portion of the Organization's functions. The value of this contributed time is not reflected in the accompanying consolidated financial statements as the volunteers' time does not meet criteria for recognition under current accounting standards.

Leases:

Leases that have a term of 12 months or less upon commencement are considered short-term in nature. Accordingly, short-term leases are not included on the statement of financial position and are expensed on a straight-line basis over the term of the lease. The Organization currently has no lease commitments that exceed 12 months.

Functional expenses, allocation methodologies:

Expenses are summarized and categorized based on their functional classification as either program or supporting services. Specific expenses that are readily identifiable to a single program or activity are charged directly to that function. Certain categories of expenses are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, wages and employee benefits, which are allocated on the basis of estimates of time and effort, and other Organizational expenses on the basis of program impact relative to the Organization's budget.

Foreign currency translation:

The Organization maintains foreign deposit accounts which are subject to foreign currency translation risk.

Uses of estimates:

The preparation of the consolidated financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates affecting these financial statements include management's allocation of functional expenses, the useful lives of fixed assets, the allowance for uncollectible pledges and the fair value of investments.

Recently issued accounting standards:

In June 2016, the FASB issued Accounting Standards Update (ASU) 2016-13, *Financial Instruments – Credit Losses*, to replace the incurred loss impairment methodology under current GAAP with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. The Organization will be required to use a forward-looking expected credit loss model for accounts receivables, loans and other financial instruments. Credit losses relating to available-for-sale debt securities will also be recorded through an allowance for credit losses rather than as a reduction in the amortized cost basis of the securities. The standard will be effective for the Organization beginning July 1, 2023. The Organization is currently evaluating the impacts of adopting this guidance on its financial position, activities and cash flows.

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

2. Adoption of new accounting pronouncement:

In February 2016, the FASB issued ASU No. 2016-02, *Leases*, which amends the guidance in former ASC-842, *Leases*. The core principle of ASC 842 is that any entity should recognize an asset and related liability for leases longer than one year to depict the transfer of promised rights and obligations in an amount that reflects the consideration to which the entity expects to be entitled. Additionally, the guidance requires improved disclosures to help users of financial statements better understand the nature, amount, timing and uncertainty of leases and cash flows arising from contracts. For contracts existing at the time of adoption, the Organization elected to not reassess: (i) whether any are or contain a lease, (ii) lease classification and (iii) initial direct costs.

Effective July 1, 2022, the Organization adopted ASU 2016-02 using the modified retrospective method and did not adjust comparative prior periods. In addition, the Organization adopted the package of practical expedients in transition, which permit the Organization not to reassess the prior conclusions pertaining to lease identification, lease classification and initial direct costs on leases that commenced prior to adoption of the new standard. There was no material impact on the Organization upon adoption of the standard.

3. Liquidity and availability of financial assets:

As of June 30, 2023 and 2022, financial assets available within one year for general expenditure, such as operating expense and purchases of property and equipment, were as follows:

	2023	2022
Cash and cash equivalents	\$ 333,518	\$ 657,353
Accounts receivable	16,282	19,489
Operating investments	319,727	298,559
Total financial assets	669,527	975,401
Net assets restricted by purpose	(8,850)	(58,483)
Financial assets available to meet general expenditures over the next 12 months	\$ 660,677	\$ 916,918

The Organization's primary sources of cash flows are contributions and grants which are received throughout the year and may or may not contain donor restrictions. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due.

4. Concentrations:

Credit risk:

The Organization maintains its cash and cash equivalents with high quality financial institutions. Domestic deposit accounts at a financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per customer. From time to time during the year, Beyond Borders, Inc. may have balances at financial institutions in excess of \$250,000; therefore, amount in excess of \$250,000 are uninsured and uncollateralized. As of June 30, 2023, no amounts held in domestic accounts were uninsured.

**BEYOND BORDERS, INC. AND
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

4. Concentrations (continued):

Credit risk:

The Organization also maintains international bank accounts in Haiti. Deposit accounts at these financial institutions are not insured by the FDIC or any other governmental agency. As of June 30, 2023, uninsured deposits at these institutions totaled \$148,152.

Revenue:

There was no revenue concentration for the year ended June 30, 2023 and 2022.

5. Investments and fair value measurements:

The Organization follows FASB ASC 820, *Fair Value Measurement*, which defines fair value, establishes a framework for measuring fair value in GAAP and requires expanded disclosures about fair value measurements. ASC 820 establishes a hierarchy that ranks the quality and reliability of inputs, or assumptions, used in the determination of fair value and requires financial assets carried at fair value to be classified and disclosed in one of the following three categories:

Level 1 – Quoted prices in active markets for an identical investment

Level 2 – Other significant observable inputs, including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.

Level 3 – Significant unobservable inputs, including the Organization’s own assumptions in determining the fair value of investments

The following table sets forth by level, within the fair value hierarchy, the Organization’s assets that are measured at fair value as of June 30:

	2023		2022	
	Cost	Fair value	Cost	Fair value
Level 1 - Quoted prices, Mutual funds	\$ 308,494	\$ 319,727	\$ 299,262	\$ 298,559

The following schedule summarizes the investment income (loss) in the accompanying statements of activities for the year ended June 30:

	2023	2022
Interest and dividends	\$ 13,735	\$ 2,134
Realized gain on sale of investments	315	494
Unrealized gain (loss) on investments	11,936	(8,176)
Total investment income (loss)	\$ 25,986	\$(5,548)

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022

5. Investments and fair value measurements (continued):

The Organization records its investments at fair value. As such, unrealized gains (losses) referred to above were recognized in the accompanying statements of activities.

The Securities Investor Protection Corporation (SIPC), a federal mandated U.S. nonprofit corporation that protects customer cash from financial loss in the event a broker-dealer becomes insolvent, covers the Organization's securities.

SIPC automatically covers securities (stocks, bonds, notes) up to \$500,000 per client capacity (e.g., individual, joint), of which \$250,000 may be cash. This means in the unlikely event of a liquidation, a court-appointed trustee of a SIPC member firm and SIPC representative will examine the records of the member firm to verify that all of the securities are accounted for. If sufficient funds are not available in customer accounts to satisfy claims within the above limits, the reserve funds of SIPC are used to supplement the distribution, up to the limits noted above.

6. Pledges receivable:

During the year ended June 30, 2021, Beyond Borders began a multi-year campaign to raise additional funds. Contributions to the campaign continued in the year ended June 30, 2023. Beyond Borders records unconditional promises to give as support at the time the promise is made. Pledges are recorded as donor restricted net assets until payment has been received from the donor. The campaign pledges represent multi-year pledges, which have been discounted to the estimated present value using a 3.01% and 0.87% rate for pledges outstanding at June 30, 2023 and 2022, respectively. The pledge balances are as follows at June 30:

	2023	2022
Pledges receivable	\$ 1,337,845	\$ 993,641
Discount for future payments	(112,477)	(66,767)
Allowance for uncollectible pledges	(40,135)	(29,809)
Pledges receivable, net of discounts	\$ 1,185,233	\$ 897,065

Amounts due for the capital campaign are as follows:

2024	\$ 444,452
2025	394,397
2026	311,684
2027	170,859
2028	16,453
	1,337,845
Reserve and discount	(152,612)
Pledges receivable, net of discounts	\$ 1,185,233

**BEYOND BORDERS, INC. AND
FONDASYON DEPASE FWONTYÈ YO**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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7. Property and equipment:

Property and equipment consisted of the following at June 30:

<u>Description</u>	<u>Estimated life range (years)</u>	<u>2023</u>	<u>2022</u>
Office equipment	3-5	\$ 20,426	\$ 23,333
Accumulated depreciation		<u>(10,047)</u>	<u>(7,463)</u>
Net property and equipment		<u>\$ 10,379</u>	<u>\$ 15,870</u>

Depreciation expense was \$4,141 and \$2,946 for the years ended June 30, 2023 and 2022, respectively.

8. Net assets with donor restrictions:

At June 30, 2023 and 2022, net assets with donor restrictions consisted of the following:

	<u>2023</u>	<u>2022</u>
Purpose restrictions:		
Rural model community initiative		\$ 49,275
Read-A-Thon	\$ 1,881	1,881
COVID-19 response		7,327
Water Catchment	6,969	
Time restrictions, pledges	<u>1,115,811</u>	<u>897,065</u>
Total	<u>\$ 1,124,661</u>	<u>\$ 955,548</u>

**BEYOND BORDERS, INC. AND
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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9. Net assets released from restrictions:

During the fiscal year ended June 30, 2023 and 2022, releases from restrictions were as follows:

	<u>2023</u>	<u>2022</u>
Urban model community initiative	\$ 64,063	\$ 3,300
Rural model community initiative	630,479	738,662
Rethinking power	549,013	662,753
Sustainable livelihoods		15,519
Reduction of pledges	506,771	292,667
Earthquake response		153,788
COVID-19 response	<u>7,327</u>	<u>21,349</u>
	<u>\$ 1,757,653</u>	<u>\$ 1,888,038</u>

10. Related party transaction, lease:

The Organization leases office space from employees under annually renewable operating leases.

Total occupancy costs were \$96,849 and \$53,591 for the years ended June 30, 2023 and 2022, respectively. This included \$17,000 and \$16,215 for occupancy costs paid to employees for the years ended June 30, 2023 and 2022, respectively.

11. Income tax status:

Beyond Borders has been recognized as exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. DF has been recognized as a nonprofit organization in Haiti.

12. Subsequent events:

The Organization has evaluated all subsequent events through May 7, 2024, the date the consolidated financial statements were available to be issued.