

**ROSE FOUNDATION FOR COMMUNITIES
AND THE ENVIRONMENT**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
DECEMBER 31, 2023**

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INTRODUCTORY SECTION

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ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT
Financial Statements
For the Year Ended December 31, 2023

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Rose Foundation for Communities and the Environment
Oakland, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Rose Foundation for the Communities and the Environment (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Rose Foundation for Communities and the Environment as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Rose Foundation for Communities and the Environment 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Foundation's ability to continue as a going concern for a reasonable period of time, generally 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 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 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for a reasonable period of time.

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

Emphasis of Matters – Restatements

Prior Period Adjustment - As discussed in Note 2P in the Notes to Financial Statements, management determined that revenue recorded in 2022 should have been deferred and not recognized until 2023. As a result of the restatement, net assets as of January 1, 2023 decreased by \$256,186.

Change in Accounting Method – As discussed in Note 2P, management changed its method of accounting over the recognition of revenues related to fiscal sponsorships and mitigation fees. As a result of these restatements, net assets as of January 1, 2023 decreased by \$2,611,117.

The cumulative effect of both of these restatements reduced net assets as of January 1, 2023 by \$2,867,303.

The emphasis of these matters do not constitute a modification to our opinion.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules included in the Supplemental Section, as listed in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Mazze & Associates

Pleasant Hill, California
September 24, 2024

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2023**

ASSETS

Current assets:	
Cash and cash equivalents (Note 2B)	\$17,462,184
Investments (Note 3)	7,741,608
Accounts receivables	375,000
Grants receivable	83,937
Prepays and deposits	<u>14,852</u>
Total current assets	25,677,581
Noncurrent assets:	
Right-of-Use Asset - Lease (Note 8)	<u>495,220</u>
Total Assets	<u><u>\$26,172,801</u></u>

LIABILITIES

Accounts payable	\$64,413
Accrued compensation	105,902
Grants payable (Note 4)	2,824,679
Deferred revenue (Note 5)	21,846,021
Right-of-Use Liability - Lease (Note 8)	<u>525,497</u>
Total Liabilities	<u>25,366,512</u>

NET ASSETS (Note 2A)

Without donor restrictions	64,462
With donor restrictions:	
Purpose restrictions (Note 7)	719,132
Perpetual in nature (Note 6)	<u>22,695</u>
Total Net Assets	<u>806,289</u>
Total Liabilities and Net Assets	<u><u>\$26,172,801</u></u>

See accompanying notes to financial statements

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Without Donor Restrictions	With Donor Restrictions		
		Purpose Restrictions	Perpetual in Nature	Total
SUPPORT AND REVENUE				
Support				
Donations and bequests	\$188,763	\$975,401	\$1,000	\$1,165,164
Grants:				
Public foundations				948,199
Private foundations		948,199		948,199
Governmental		321,091		321,091
Mitigation payments:				
Mitigation fund receipts		7,638,724		7,638,724
Other income	1,035			1,035
Total Support	<u>189,798</u>	<u>9,883,415</u>	<u>1,000</u>	<u>10,074,213</u>
Revenue				
Net investment income (Note 3)	869,251		4,593	873,844
Transfers	(65)	65		
Total Revenue	<u>869,186</u>	<u>65</u>	<u>4,593</u>	<u>873,844</u>
Net assets released from restrictions (Note 7)	9,822,055	(9,820,567)	(1,488)	
Total Support and Revenue	<u>10,881,039</u>	<u>62,913</u>	<u>4,105</u>	<u>10,948,057</u>
OPERATING EXPENSES				
Program service	9,176,219			9,176,219
Support services:				
Management and general	827,225			827,225
Fundraising	504,843			504,843
Total Expenses	<u>10,508,287</u>			<u>10,508,287</u>
Change in net assets	372,752	62,913	4,105	439,770
Net Assets at Beginning of Year, as restated (Note 2P)	<u>(308,290)</u>	<u>656,219</u>	<u>18,590</u>	<u>366,519</u>
Net Assets at End of Year	<u>\$64,462</u>	<u>\$719,132</u>	<u>\$22,695</u>	<u>\$806,289</u>

See accompanying notes to financial statements

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Program Services	Support Services		Total
		Management and General	Fundraising	
FUNCTIONAL EXPENSES				
Personnel - salaries	\$654,613	\$533,889	\$288,107	\$1,476,609
Personnel - benefits and payroll taxes	128,141	164,227	75,073	367,441
Grants awarded	8,087,650			8,087,650
Professional fees	145,152	42,453	89,865	277,470
Bank and credit card fees	1,496	1,169		2,665
Dues, subscriptions and professional development	4,717	3,561	2,601	10,879
Equipment maintenance	1,575	1,487	685	3,747
Insurance	2,795	2,066	1,215	6,076
Office supplies	32,259	10,749	4,615	47,623
Postage	2,175	1,942	560	4,677
Printing	6,750	7,004	1,911	15,665
Rent (Note 8)	60,983	45,057	26,550	132,590
Lease amortization (Note 8)	5,416	4,003	2,355	11,774
Telephone and website	3,553	2,585	1,628	7,766
Travel and transportation	25,052	5,229	1,107	31,388
Events		1,804	8,571	10,375
Training	13,892			13,892
Total Functional Expenses	<u>\$9,176,219</u>	<u>\$827,225</u>	<u>\$504,843</u>	<u>\$10,508,287</u>

See accompanying notes to financial statements

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023**

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$439,770
Restatement of previously recognized revenues	(2,611,117)
Adjustments to reconcile changes in net assets to net cash provided (used) by operating activities:	
Amortization of lease asset	11,774
Realized gain on investments	(222,457)
Unrealized gain on investments	(262,229)
Decrease in grants receivable	21,234
Decrease in prepaids and deposits	4,458
Increase in accounts payable	47,490
Increase in accrued compensation	29,941
Increase in grants payable	373,924
(Decrease) in deferred revenue	(713,470)
Total Adjustments	<u>(709,335)</u>
Net Cash (Used) by Operating Activities	<u>(2,880,682)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase and reinvestment of investments	(1,792,223)
Sales of investments	1,650,418
Dividend and interest income	215,371
Net (reinvestment) of dividend and interest income	(49,268)
Investment expenses, fees and other	<u>(25,089)</u>
Net Cash (Used) by Investing Activities	<u>(791)</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS	(2,881,473)
Cash and Cash Equivalents, Beginning of Year	<u>20,343,657</u>
Cash and Cash Equivalents, End of Year	<u><u>\$17,462,184</u></u>

SUPPLEMENTARY INFORMATION:

No taxes or interest were paid by the Foundation during 2023.

See accompanying notes to financial statements

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ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 1 – ORGANIZATION AND PROGRAMS

A. Reporting Entity

The Rose Foundation for Communities and the Environment (Foundation) is a California non-profit corporation which was organized in 1992. The purpose of the Foundation is to encourage environmental and community stewardship by supporting charitable and educational projects. The Foundation's principal sources of revenue are from donations, grants, and mitigation payments as a neutral third party. The Foundation is not involved as either a plaintiff or defendant in the underlying actions.

B. Programs

New Voices Are Rising – seeks to increase civic participation within under-represented communities, increase young people's commitment to environmental justice, and reduce air and water pollution that severely impact both human health and the health of the San Francisco Bay. The program helps young people gain the skills and experience in civic engagement that they need to begin to tackle the problems – including environmental health problems – that disproportionately impact their communities.

Grant Making Programs – are organized into a series of discrete funds. Each fund has a specific mission, and each fund may also have a specific geographic scope. Most funds are guided by a volunteer funding board whose members donate their time and expertise in guiding overall grant making strategy and individual grant decisions.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of 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). The financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in the Accounting Standards Codification (ASC), No. 958, *Financial Statements of Not-for-Profit Organizations*.

The Foundation reports information regarding its financial position and activities according to two classes of net assets:

Net Assets Without Donor Restrictions – Net assets available for use in general operations that are not subject to or are no longer subject to donor-imposed restrictions.

Net Assets With Donor Restrictions – Net assets whose use is limited by donor-imposed time and/or purpose 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. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

B. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash is defined as cash in demand deposit accounts as well as cash on hand. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and investments so near their maturity that the risk of changes in value due to changes in interest rates is negligible. These are generally investments with maturity dates within three months of the acquisition date.

C. Investments

Investments are reported at their fair values in the statement of financial position using readily determinable market values. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

D. Receivables

Receivables are recorded net of an allowance for expected losses. The allowance is recorded based on an estimate of the expected collectability of the amounts.

E. Property and Equipment

Fixed asset additions in excess of \$3,000 are recorded at cost, or if donated, at fair value on the date of donation, less accumulated depreciation. Depreciation is determined on the straight-line method over the estimated useful lives of the assets assigned at 5 years for computers and equipment and 7 years for furniture and fixtures. Expenditures for maintenance and repairs are charged to expenses as incurred. As of December 31, 2023, the Foundation has no property and equipment meeting its threshold.

F. Leases

The Foundation recognizes and measures its leases in accordance with FASB ASC 842, Leases. The Foundation determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of the existing contract are changed. The Foundation's policy is to recognize leases in excess of \$3,000. Lease liabilities and a right of use (ROU) asset are recognized at the commencement date of the lease. The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a discount rate. The discount rate is the implicit rate if it is readily determinable or otherwise the Foundation uses its incremental borrowing rate. See Note 8 for further details.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Support and Revenues

Support consists of donations, bequests, and grants from individuals, public and private foundations, governments. Unconditional promises to give are recognized as revenues or gains in the period received and as assets depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Revenues also include mitigation fund receipts from corporations. These funds are received in advance and the recognition of revenue is deferred until such time that these funds are utilized for their pre-determined purposes. See Note 5 for further details.

H. Contributed Services and Equipment

Donated services and equipment are reflected in the financial statements at the fair value of the services received only if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

I. Advertising Costs

Advertising costs, if any, are expensed as incurred.

J. Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited, based on the type of expense.

The Foundation allocated its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support service are allocated directly. Indirect costs are allocated among program and support services on a basis proportionate to the direct staff time or other method which best measures the relative degree of benefit.

K. Income Taxes

The Foundation is exempt from income tax under Section 501(c)(3) of U.S. the Internal Revenue Code. Accordingly, no provision for income taxes has been provided in these financial statements. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization that is not a private foundation under Section 509(a)(1). Unrelated business income, if any, may be subject to income tax. The Foundation paid no taxes on unrelated business income in the year ended December 31, 2023.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Generally accepted accounting principles require the recognition, measurement, classification, and disclosure in the financial statements of uncertain tax positions taken or expected to be taken in the organization's tax returns. Management has determined that the Foundation does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Foundation's tax returns will not be challenged by the taxing authorities and that the Foundation will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, the Foundation's tax returns remain open for federal income tax examination for three years from the date of filing.

L. *Use of Estimates*

The preparation of financial statements in conformity with generally accepted accounting principle requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

M. *Fair Value Measurements*

The Foundation reports certain assets and liabilities at fair value in the financial statements. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Accounting standards set a framework for measuring fair value using a three tier hierarchy based on observable and non-observable inputs. Observable inputs consist of data obtained from independent sources. Non-observable inputs reflect industry assumptions. These two types of inputs are used to create the fair value hierarchy, giving preference to observable inputs.

The three-tier hierarchy categorizes the inputs as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3: Unobservable inputs for the asset or liability. In these situations, the Foundation develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset, or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Financial Instruments and Credit Risk

Financial instruments that potentially subject the Foundation to concentration of credit risk consist primarily of cash and investments. The Foundation holds its cash with four separate financial institutions, and substantially all of its investments with one financial institution. These balances may at times exceed FDIC and SIPC insurance limits. The Foundation invests only with financial institutions with strong credit ratings and has established guidelines relative to diversification and maturities that maintain safety and liquidity.

At December 31, 2023, the Foundation had approximately \$3.3 million on deposit in excess of federally insured limits. The Foundation has not experienced any losses on its federally insured accounts and believes they are not exposed to any significant credit risk from cash.

O. Subsequent Events

The Foundation evaluated subsequent events for recognition and disclosure through September 24, 2024, the date which these financial statements were available to be issued. Management concluded that no material subsequent events occurred since December 31, 2023 that requires recognition or disclosure in such financial statements.

P. Restatement of Beginning Net Assets

Prior Period Adjustment - During fiscal year ended December 31, 2023, management determined that a receipt related to fiscally sponsored funds was recognized in 2022, however, it should have been deferred to the 2023 fiscal year. As a result, management recorded a prior year adjustment to increase deferred revenue and decrease revenue, resulting in an overall decrease of beginning net assets as of January 1, 2023 in the amount of \$256,186.

Change in Accounting Method Related to Revenue Recognition - Prior to 2023, the Foundation's practice was to recognize revenues related to fiscal sponsorships and mitigation funds upon receipt. In 2023, the Foundation determined it would be more appropriate and transparent to defer these revenues when received, and recognize revenue once the funds were utilized for their designated funds or programs. As a result of this change in accounting method, management recorded a restatement of beginning net assets as of January 1, 2023 in the amounts of \$2,577,715 and \$33,402, respectively, related to fiscal sponsorships and mitigation funds.

The cumulative effect of these restatements was a decrease in beginning net assets at January 1, 2023 of \$2,867,303.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 3 – INVESTMENTS

The Foundation's overall investment goal is to preserve capital, generate income to support current operations, maintain appropriate liquidity, and consider investments as an extension of the Foundation's programs, and therefore, ensure that funds are invested in consideration of mission. The Foundation's secondary goal is the growth of capital to offset the effect of inflation and to provide for future needs.

The Foundation investment portfolio shall be comprised of four pools: Cash Pool, Short-Term Pool, Long-Term Pool, and Endowments/Special Funds.

The Cash Pool is to be invested 100% in cash and cash equivalents, such as money market funds, sufficient to fully support at least 6 months of the Foundation's annual operating budget, plus funds needed to support 3-6 months of projected grantmaking. Certificates of deposit shall be no longer in duration than 1 year.

The Short-Term Pool shall be invested in a combination of cash and cash equivalents, and fixed income securities such as US Treasury instruments, other government bonds, investment-grade corporate bonds, and fixed income mutual funds. Bonds or other fixed income securities must be rated "A" or better by Standard & Poor or Moody's at the time of purchase. The holding of junk bonds (i.e., bonds rated below "BBB" by a standard rating agency), is prohibited. Holdings in any one company or issuer shall not exceed 10% of the total value of the portfolio. No more than 25% of the portfolio shall be invested in any single economic sector. However, unrated US Treasury and other US government securities are eligible for inclusion in the portfolio, and holdings of US government securities may exceed 10% of the total value of the portfolio.

The Long-Term Pool (Reserve Fund/Operating Endowment) shall be invested similarly to the Short-Term Pool, however, may hold fixed income securities with maturities greater than 3 years, and may hold promissory notes from community loan funds and similar types of less-liquid but mission-aligned investments. The equities portion of the pool shall be invested in U.S. and international securities and/or mutual funds including exchange-traded funds. No single investment security shall represent more than 5% of the total pool. The purchase of private placements of any kind, options, futures, warrants, margin purchases, short sales and/or real estate (except REITs) is prohibited.

The Permanent Endowments and Special Funds Pool will be managed in such a way to meet the needs expressed in the Deed of Gift or other specific instructions. Such funds shall generally be placed in separate accounts, and a specific asset allocation plan shall be developed for each fund as it is created.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 3 – INVESTMENTS (Continued)

The following are the major categories of marketable equity securities measured at fair value on a recurring basis during the year ended December 31, 2023 using quoted prices in active markets for identified assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3):

<u>Description</u>	Fair Value		Total
	Measurements		
	Using		
	Quoted Price in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	
Mutual funds - Equity funds		\$120,128	\$120,128
Mutual funds - Bond funds		1,120,097	1,120,097
Equities	\$1,902,137		1,902,137
Exchange Traded Funds	290,700		290,700
Agency Securities	4,244,319		4,244,319
Other Assets	64,227		64,227
	<u>\$6,501,383</u>	<u>\$1,240,225</u>	<u>\$7,741,608</u>

Mutual Funds are reported using level 2 inputs based on values provided by the investment advisors.

Net investment return consisted of the following for the year ended December 31, 2023:

Interest and dividend income	\$413,826
Realized gain on investments	222,457
Unrealized gain/loss on investments	262,229
Investment expenses	(24,668)
Net investment income	<u>\$873,844</u>

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 4 – GRANTS PAYABLE

As of December 31, 2023, the Foundation recorded grants payable related to grants approved prior to year-end. The following summarizes grants payable at December 31, 2023:

California Grassroots	\$87,075
California Watershed Protection	59,500
Columbia River	80,000
Consumer Products	389,000
Donor Advised Groups	17,500
Funding Partnerships	400,000
Grays Harbor & Chehalis River Waters	40,000
LA Community Water Justice	206,325
Leadership Grassroots	6,000
Orca Fund	245,000
Pacific Northwest Grassroots	3,500
Privacy Grants	1,039,245
Puget Sound & Salish Sea	222,500
Spokane River Fund	29,034
	\$2,824,679
Total Grants Payable	\$2,824,679

NOTE 5 – DEFERRED REVENUE

The Foundation receives mitigation payments from various corporations and fiscally-sponsored funds. These mitigation payments and fiscally-sponsored funds are sometimes advanced to finance program expenditures and are conditional on performance of the terms of the agreement. Deferred revenue constitutes the amount of grants awarded and mitigation payments in which allowable program expenditures have not yet been incurred as of year-end.

Mitigation Funds – As part of settlements in which the Foundation is written in to receive funds, a portion of these funds are allocated for administrative fees. While most funds are collected in advance, the Foundation does not recognize revenue from these funds until certain conditions are met, and therefore, defers any unearned amounts until the funds are utilized for their specified purposes.

Fiscally Sponsorship Funds – The Foundation receives fiscally sponsored funds, and has little discretion over the use of these funds, and therefore, defers any amounts not utilized at the end of the year. During 2023, the Foundation received and deferred \$38,337 of these funds.

See Note 2.P. for discussion of the change in accounting method related to these funds, and restatements of prior period recognized revenues.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 5 – DEFERRED REVENUE (Continued)

As of December 31, 2023, deferred revenue consists of the following:

California Hazardous Waste Protection	\$255,000
California Watershed Protection	1,434,270
Columbia River	510,253
Consumer Financial Education	1,334,053
Consumer Privacy Rights	59,671
Consumer Products	1,858,345
Environmental Others	104,233
Fiscally Sponsored Funds	882,321
Funding Partnerships	706,000
Grays Harbor & Chehalis River Watershed	213,485
Kern County Air Pollution	46,206
Madera Well Resilience Fund	613,798
New Voices Are Rising	28,335
Port of LA Air Pollution	11,412,818
Puget Sound & Salish Sea	1,085,828
Southeast Madera County Responsible Growth	201,315
Rose Foundation Deferred Fees	<u>1,100,090</u>
Total Deferred Revenue	<u><u>\$21,846,021</u></u>

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 6 – ENDOWMENT

The Foundation's endowment consists of a donor restricted balance established for the purpose of creating an endowment for the Anthony Grassroots Prize and is held in one investment account. Its endowment includes donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Law

The Board of Directors of the Foundation has interpreted the California State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair market value of the original gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation retains in perpetuity (a) the original value of the gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund, if applicable. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by SPMIFA. The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purpose of the Foundation and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the Foundation
7. The investment policies of the Foundation

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a constant stream of funding for annual operating needs supported by its endowment while seeking to preserve the real (i.e., inflation adjusted) purchasing power of the endowment assets. Endowment assets include those assets of the donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s). Under this policy, as approved by the Finance Committee, the endowment assets are invested in a manner that is intended to produce results that (1) meet the expected rate of return as dictated by the asset allocation in place and (2) exceed a weighted index of the total asset allocation and component benchmarks over rolling five-year periods by an appropriate amount (annualized, net of fees, over a full market cycle). In addition to rolling five-year periods, rolling three-year periods will be monitored for trends. Actual returns in any given year may vary.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return, the Foundation targets a diversified asset allocation that places greater emphasis on equity-based investments to achieve its long-term objectives with prudent risk constraints.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 6 – ENDOWMENT (Continued)

Spending Policy and how the Investment Objectives Relate to Spending Policy

The Foundation currently distributes all income from endowment assets.

The changes in endowment net assets for the year ended December 31, 2023 were as follows:

	Restricted in Perpetuity	Total
Endowment net assets, December 31, 2022	\$18,590	\$18,590
Donations received	1,000	1,000
Investment return:		
Investment income, net	3,628	3,628
Interest and dividends	965	965
Total investment return	4,593	4,593
Appropriation for endowment assets for expenditure	(1,488)	(1,488)
Endowment net assets, December 31, 2023	\$22,695	\$22,695

The endowment net asset composition by type of fund as of December 31, 2023, consists of the following:

	Perpetual in Nature	Total
Donor-restricted endowment funds	\$22,695	\$22,695
Total Funds	\$22,695	\$22,695

Funds with Deficiencies

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Foundation has interpreted SPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At December 31, 2023, the Foundation had no underwater endowments.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS
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Net assets with donor restrictions are restricted for the following purposes at December 31, 2023:

New Voices Are Rising	(\$222,938)
California Grassroots Fund	165,992
Leadership Grassroots Fund	70,454
Pacific Northwest Grassroots Funds	25,000
Single Entity Funds	8,363
Donor Advised	672,261
	\$719,132
	\$719,132

For the year ended December 31, 2023, net assets were released from restriction from donor sources as follows:

California Grassroots Fund	\$348,095
Donor Advised	723,218
Fiscally Sponsored	488,501
Leadership Grassroots Fund	138,273
Mitigation Funds	7,594,772
New Voices Are Rising	463,495
Pacific Northwest Grassroots Funds	64,000
Single Entity Funds	213
Endowment Fund	1,488
	\$9,822,055
	\$9,822,055

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 8 – LEASES

Right-of-Use Asset and Liability – Related to Lease

The Foundation leases its office space under a 120-month non-cancelable operating lease which commenced on March 1, 2018 and terminates on February 29, 2028. The minimum monthly lease rate for the office space started at \$9,000 per month, adjusted annually by 3% each March 1st. At the end of the 120-month term, the Foundation has an option to renew the lease for another 5-year term. The lease agreement does not provide an implicit rate, therefore the Foundation has elected to use the risk-free rate of 1.5% as its incremental borrowing rate, based on the information available at the commencement date in determining the present value of lease payments.

Future asset amortization and lease payments for the office space are as follows:

	Asset	Liability
2024	\$118,848	\$114,119
2025	118,848	121,493
2026	118,848	129,210
2027	118,848	137,278
2028	19,828	23,397
Total	\$495,220	\$525,497

As of December 31, 2023, monthly rent was \$10,433. For the 2023 fiscal year, total rent expense was \$132,590, and amortization of the right-of-use lease asset was \$11,774.

NOTE 9 – RETIREMENT PLANS

The Foundation has adopted a 401(k) retirement plan, which covers all employees who have completed six months of service. The Foundation makes matching contributions equal to 100% of the participant contribution during the plan year, not to exceed 5% of each participant's compensation, for all eligible participants. To encourage employee contributions, the Foundation matches \$1 for every \$4 invested in the Plan by employees up to \$1,000 per year. During the year ended December 31, 2023 the Board approved a contribution to the plan which totaled \$86,135.

NOTE 10 – CONCENTRATIONS

A significant portion of the Foundation's total revenue is derived from mitigation payments from various causes. For the year ended December 31, 2023, support from mitigation was 62% of total revenue.

ROSE FOUNDATION FOR THE COMMUNITIES AND THE ENVIRONMENT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 – LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

Financial assets available for general expenditures of \$2,699,881, that is, without donor or other restrictions limiting their use, for use within one year of the statement of financial position date, consisted of the following at December 31, 2023:

Total current financial assets:	
Cash and cash equivalents	\$17,462,184
Investments	7,741,608
Grants receivable	<u>83,937</u>
Total current financial assets	25,287,729
Contractual or donor-imposed restrictions:	
Amounts held in deferred revenue for specific purposes	(21,846,021)
Donor-imposed restrictions for specific purposes	(719,132)
Endowment fund - restricted in perpetuity	<u>(22,695)</u>
Financial Assets Available to Meet Cash Needs	
Within One Year for General Expenditures	<u><u>\$2,699,881</u></u>

NOTE 12 – RELATED PARTY TRANSACTIONS

The Foundation President and Executive Director, both Board Members, are married. They are the co-founders of the Foundation as well as employees.

SUPPLEMENTAL SECTION

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF FUNDS WITH DONOR RESTRICTIONS - PURPOSE RESTRICTIONS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	California Grassroots Fund	Donor Advised	Fiscally Sponsored	Leadership Grassroots
SUPPORT AND REVENUE				
Support				
Donations and bequests	\$88,965	\$817,744	\$54,890	
Grants:				
Private foundations	260,000		400,199	\$192,000
Governmental	59,932			
Mitigation payments:				
Mitigation receipts				
Total Support	<u>408,897</u>	<u>817,744</u>	<u>455,089</u>	<u>192,000</u>
Revenue				
Transfers	<u>15,447</u>	<u>(8,432)</u>		<u>(2,000)</u>
Total Revenue	<u>15,447</u>	<u>(8,432)</u>		<u>(2,000)</u>
Net assets released from restrictions	<u>(348,095)</u>	<u>(723,218)</u>	<u>(488,501)</u>	<u>(138,273)</u>
Total Support and Revenue	<u>76,249</u>	<u>86,094</u>	<u>(33,412)</u>	<u>51,727</u>
Change in net assets	76,249	86,094	(33,412)	51,727
Net Assets at Beginning of Year, as restated	<u>89,743</u>	<u>586,167</u>	<u>33,412</u>	<u>18,727</u>
Net Assets at End of Year	<u><u>\$165,992</u></u>	<u><u>\$672,261</u></u>	<u><u></u></u>	<u><u>\$70,454</u></u>

<u>Mitigation Funds</u>	<u>New Voices Are Rising</u>	<u>Pacific Northwest Grassroots</u>	<u>Single Entity Funds</u>	<u>Total</u>
	\$7,321		\$6,481	\$975,401
	46,000	\$50,000		948,199
	261,159			321,091
<u>\$5,061,009</u>				<u>5,061,009</u>
<u>5,061,009</u>	<u>314,480</u>	<u>50,000</u>	<u>6,481</u>	<u>7,305,700</u>
<u>(43,950)</u>		<u>39,000</u>		<u>65</u>
<u>(43,950)</u>		<u>39,000</u>		<u>65</u>
<u>(7,594,772)</u>	<u>(463,495)</u>	<u>(64,000)</u>	<u>(213)</u>	<u>(9,820,567)</u>
<u>(2,577,713)</u>	<u>(149,015)</u>	<u>25,000</u>	<u>6,268</u>	<u>(2,514,802)</u>
(2,577,713)	(149,015)	25,000	6,268	(2,514,802)
<u>2,577,713</u>	<u>(73,923)</u>		<u>2,095</u>	<u>3,233,934</u>
	<u>(\$222,938)</u>	<u>\$25,000</u>	<u>\$8,363</u>	<u>\$719,132</u>

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF MITIGATION FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	California Hazardous Waste Protection	California Watershed Protection	Columbia River	Consumer Financial Education
SUPPORT AND REVENUE				
Support				
Mitigation payments:				
Mitigation receipts	\$22,500	(\$301,469)	\$369,176	\$42,521
Total Support	<u>22,500</u>	<u>(301,469)</u>	<u>369,176</u>	<u>42,521</u>
Revenue				
Interest and dividends				
Transfers			(5,000)	
Total Revenue			<u>(5,000)</u>	
Net assets released from restrictions	(22,500)	(545,680)	(488,768)	(42,521)
Total Support and Revenue		<u>(847,149)</u>	<u>(124,592)</u>	
Change in net assets		(847,149)	(124,592)	
Net Assets at Beginning of Year		<u>847,149</u>	<u>124,592</u>	
Net Assets at End of Year				
As of December 31, 2023, each program has the following funds available for future expenditures, included in Deferred Revenue	<u>\$255,000</u>	<u>\$1,434,270</u>	<u>\$510,253</u>	<u>\$1,334,053</u>
<i>Related to funds received in prior years*:</i>				
Funds received in prior years, that were released in 2023 as expenses		(\$361,250)	(\$82,588)	
Cash receipts received in 2023 and prior years, that were deferred as of year-end		<u>(485,899)</u>	<u>(42,004)</u>	
Program's change in net assets		<u>(\$847,149)</u>	<u>(\$124,592)</u>	

* Prior to 2023, the Foundation recognized revenue related to mitigation funds upon receipt. In 2023, and moving forward, the Foundation will defer these revenues when received and recognize it once utilized in their designated fund. Due to this change in accounting method, management recorded a restatement of net assets in the amount of \$2,577,715 related to mitigation funds as of January 1, 2023.

Consumer Privacy Rights	Consumer Products Fund	Environmental Others	Funding Partnerships	Grays Harbor & Chehalis River Watershed	Kern County Air Pollution Mitigation Fund
\$1,139,693	\$2,263,238	(\$104,233)	\$871,775	(\$60,485)	(\$18,555)
<u>1,139,693</u>	<u>2,263,238</u>	<u>(104,233)</u>	<u>871,775</u>	<u>(60,485)</u>	<u>(18,555)</u>
		(4,450)			
		<u>(4,450)</u>			
(1,139,693)	(2,263,238)	(18,542)	(871,775)		(2,854)
		(127,225)		(60,485)	(21,409)
		(127,225)		(60,485)	(21,409)
		127,225		60,485	21,409
<u>\$59,671</u>	<u>\$1,858,345</u>	<u>\$104,233</u>	<u>\$706,000</u>	<u>\$213,485</u>	<u>\$46,206</u>
		(\$22,992)			(\$163)
		(104,233)		(\$60,485)	(21,246)
		<u>(\$127,225)</u>		<u>(\$60,485)</u>	<u>(\$21,409)</u>

(Continued)

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF MITIGATION FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	LA Community Water Justice	Madera Well Resilience	ORCA Fund	Port of LA Air Pollution
SUPPORT AND REVENUE				
Support				
Mitigation payments:				
Mitigation receipts	\$30,000		\$500,000	\$559,824
Total Support	<u>30,000</u>		<u>500,000</u>	<u>559,824</u>
Revenue				
Interest and dividends				
Transfers				
Total Revenue				
Net assets released from restrictions	(30,000)		(500,000)	(613,000)
Total Support and Revenue				<u>(53,176)</u>
Change in net assets				(53,176)
Net Assets at Beginning of Year				<u>53,176</u>
Net Assets at End of Year				<u><u> </u></u>
As of December 31, 2023, each program has the following funds available for future expenditures:		<u>\$613,798</u>		<u>\$11,412,818</u>
<i>Related to funds received in prior years:</i>				
Funds received in prior years, that were released in 2023 as expenses				
Cash receipts received in 2023 and prior years, that were deferred as of year-end				<u>(\$53,176)</u>
Program's change in net assets				<u><u>(\$53,176)</u></u>

Puget Sound & Salish Sea	Southeast Madera County Responsible Growth	Spokane River Fund	Total
<u>(\$51,661)</u>	<u>(\$201,315)</u>		<u>\$5,061,009</u>
<u>(51,661)</u>	<u>(201,315)</u>		<u>5,061,009</u>
<u>(27,000)</u>		<u>(\$7,500)</u>	<u>(\$43,950)</u>
<u>(27,000)</u>		<u>(7,500)</u>	<u>(43,950)</u>
<u>(1,024,667)</u>		<u>(31,534)</u>	<u>(7,594,772)</u>
<u>(1,103,328)</u>	<u>(201,315)</u>	<u>(39,034)</u>	<u>(2,577,713)</u>
(1,103,328)	(201,315)	(39,034)	(2,577,713)
<u>1,103,328</u>	<u>201,315</u>	<u>39,034</u>	<u>2,577,713</u>
<hr/> <hr/>			
<u>\$1,085,828</u>	<u>\$201,315</u>		<u>\$19,835,275</u>
(\$588,700)		(\$39,034)	(\$1,094,727)
<u>(514,628)</u>	<u>(\$201,315)</u>		<u>(1,482,986)</u>
<u>(\$1,103,328)</u>	<u>(\$201,315)</u>	<u>(\$39,034)</u>	<u>(\$2,577,713)</u>

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF FISCAL SPONSORSHIP
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Clearya	Fresno Building Healthy Communities	Friends of Sierra Valley	Foundation Partnership
SUPPORT AND REVENUE				
Support				
Donations and bequests	\$11,217		(\$664)	(\$1,509)
Grants:				
Public foundations				
Private foundations				
Total Support	11,217		(664)	(1,509)
Revenue				
Transfers				
Total Revenue				
Net assets released from restrictions	(11,217)			(3,000)
Total Support and Revenue			(664)	(4,509)
Change in net assets			(664)	(4,509)
Net Assets at Beginning of Year, as restated			664	4,509
Net Assets at End of Year				
As of December 31, 2023, each program has the following funds available for future expenditures, included in				
Deferred Revenue	\$148,940	\$683,200	\$664	\$4,509
<i>Related to funds received in prior years*:</i>				
Funds received in prior years, that were released in 2023 as expenses				
Cash receipts received in 2023 and prior years, that were deferred as of year-end			(\$644)	(\$4,509)
Program's change in net assets			(\$644)	(\$4,509)

* Prior to 2023, the Foundation recognized revenue related to fiscal sponsorships upon receipt. In 2023, and moving forward, the Foundation will defer these revenues when received and recognize it once utilized in their designated fund. Due to this change in accounting method, management recorded a restatement of net assets in the amount of \$33,402 related to fiscal sponsorships as of January 1, 2023.

<u>Just Cities</u>	<u>Lincoln Heights Coalition</u>	<u>Little Growers</u>	<u>Rootid</u>	<u>Save Elephant Hill</u>	<u>The CEQA Project</u>
\$1,256	(\$9,995)	(\$10)	\$1,098	\$10,000	\$44,766
<u>1,256</u>	<u>(9,995)</u>	<u>(10)</u>	<u>1,098</u>	<u>10,000</u>	<u>44,766</u>
<u>(1,356)</u>		<u>1</u>	<u>(1,887)</u>	<u>(10,000)</u>	<u>(60,843)</u>
<u>(100)</u>	<u>(9,995)</u>	<u>(9)</u>	<u>(789)</u>		<u>(16,077)</u>
<u>(100)</u>	<u>(9,995)</u>	<u>(9)</u>	<u>(789)</u>		<u>(16,077)</u>
<u>100</u>	<u>9,995</u>	<u>9</u>	<u>789</u>		<u>16,077</u>
<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>
	<u>\$9,995</u>	<u>\$14</u>	<u>\$187</u>		<u>\$33,543</u>
<u>(\$100)</u>		<u>\$5</u>	<u>(\$602)</u>		<u>\$5,622</u>
	<u>(\$9,995)</u>	<u>(14)</u>	<u>(187)</u>		<u>(21,699)</u>
<u>(\$100)</u>	<u>(\$9,995)</u>	<u>(\$9)</u>	<u>(\$789)</u>		<u>(\$16,077)</u>

(Continued)

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF FISCAL SPONSORSHIP
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Together Restoring Economic Empowerment	Valley Onward	Water Climate Project	Total
SUPPORT AND REVENUE				
Support				
Donations and bequests	(\$1,224)		(\$45)	\$54,890
Grants:				
Public foundations				
Private foundations		\$400,199		400,199
Total Support	(1,224)	400,199	(45)	455,089
Revenue				
Transfers				
Total Revenue				
Net assets released from restrictions		(400,199)		(488,501)
Total Support and Revenue	(1,224)		(45)	(33,412)
Change in net assets	(1,224)		(45)	(33,412)
Net Assets at Beginning of Year	1,224	-	45	33,412
Net Assets at End of Year				
As of December 31, 2023, each program has the following funds available for future expenditures, included in Deferred Revenue				
Deferred Revenue	\$1,224		\$45	\$882,321
<i>Related to funds received in prior years:</i>				
Funds received in prior years, that were released in 2023 as expenses				\$4,925
Cash receipts received in 2023 and prior years, that were deferred as of year-end	(\$1,224)		(\$45)	(38,317)
Program's change in net assets	(\$1,224)		(\$45)	(\$33,392)

ROSE FOUNDATION FOR COMMUNITIES AND THE ENVIRONMENT

**SCHEDULE OF FUNDS WITH DONOR RESTRICTIONS - PERPETUAL IN NATURE
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Anthony Prize Endowment	Total
REVENUE		
Donations	\$1,000	\$1,000
Realized and unrealized gains (losses), net	3,628	3,628
Interest and dividends	965	965
Total Revenue	<u>5,593</u>	<u>5,593</u>
Net assets released from restrictions	<u>(1,488)</u>	<u>(1,488)</u>
Total Support and Revenue	<u>4,105</u>	<u>4,105</u>
Change in net assets	4,105	4,105
Net Assets at Beginning of Year	<u>18,590</u>	<u>18,590</u>
Net Assets at End of Year	<u><u>\$22,695</u></u>	<u><u>\$22,695</u></u>

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