

ENVIRONMENTAL FUND FOR TEXAS, INC.
dba EARTHSHARE OF TEXAS

INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS

June 30, 2024

ENVIRONMENTAL FUND FOR TEXAS, INC.
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Environmental Fund for Texas, Inc. dba EarthShare of Texas
Austin, Texas

Opinion

We have audited the accompanying financial statements of Environmental Fund for Texas, Inc. dba EarthShare of Texas (a nonprofit corporation), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Environmental Fund for Texas, Inc. dba EarthShare of Texas as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Environmental Fund for Texas, Inc. dba EarthShare of Texas 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 Environmental Fund for Texas, Inc. dba EarthShare of Texas'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 controls. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement 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 Environmental Fund for Texas, Inc. dba EarthShare of Texas'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Environmental Fund for Texas, Inc. dba EarthShare of Texas'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.

Allman & Associates, Inc.

Austin, Texas
January 16, 2025

ENVIRONMENTAL FUND FOR TEXAS, INC.
dba EARTHSHARE OF TEXAS

STATEMENT OF FINANCIAL POSITION

June 30, 2024

Assets

Current Assets:	
Cash and cash equivalents	\$ 782,555
Restricted cash	170,423
Pledges receivable	117,404
Contributions receivable - facility use	13,333
Grants receivable	25,000
Other receivables	427
Membership dues receivable	48,432
Prepaid expenses	3,043
Total Current Assets	<u>1,160,617</u>
Furniture and equipment	9,607
Less: Accumulated depreciation	(9,607)
Furniture and equipment, net	<u>-</u>
Total Assets	<u>\$ 1,160,617</u>

Liabilities and Net Assets

Current Liabilities:	
Accounts payable	\$ 32,575
COACCC payable	60,972
Distributions payable	219,334
Waco SECC payable	3,919
Capitol Area SECC payable	97,325
Other campaigns payable	2,376
Total Current Liabilities	<u>416,501</u>
Total Liabilities	416,501
Net Assets:	
Without donor restrictions	
Undesignated	570,533
Total net assets without donor restrictions	<u>570,533</u>
With donor restrictions	
Purpose	160,250
Time restrictions	13,333
Total net assets with donor restrictions	<u>173,583</u>
Total Net Assets	<u>744,116</u>
Total Liabilities and Net Assets	<u>\$ 1,160,617</u>

See accompanying auditors' report and notes to financial statements.

ENVIRONMENTAL FUND FOR TEXAS, INC.
dba EARTHSHARE OF TEXAS

STATEMENT OF ACTIVITIES

Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Totals
Change in Net Assets:			
Public Support and Revenue			
Public Support			
Gross campaign pledges	\$ 221,097	\$ -	\$ 221,097
Less: Fees and shrinkage	(35,557)	-	(35,557)
Less: Designated to specific organizations	(160,439)	-	(160,439)
Public support designated to EarthShare of Texas	25,101	-	25,101
Revenue			
Membership dues and fees	160,000	-	160,000
Cause campaign revenue	151,015	-	151,015
Management fee revenue	153,175	-	153,175
Grants and contributions	43,788	187,000	230,788
In-kind contributions	2,000	-	2,000
Other income	20,716	-	20,716
Interest income	1,686	-	1,686
Total Revenue	532,380	187,000	719,380
Net assets released from restrictions	46,750	(46,750)	-
Total Public Support and Revenue	604,231	140,250	744,481
Expenses			
Program services			
Campaign management	594,469	-	594,469
Supporting services			
Management and general	115,877	-	115,877
Fundraising	34,511	-	34,511
Total supporting services	150,388	-	150,388
Total Expenses	744,857	-	744,857
Change in net assets	(140,626)	140,250	(376)
Net assets, beginning of year	711,159	33,333	744,492
Net assets, end of year	\$ 570,533	\$ 173,583	\$ 744,116

See accompanying auditors' report and notes to financial statements.

ENVIRONMENTAL FUND FOR TEXAS, INC.
dba EARTHSHARE OF TEXAS

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2024

<u>Expense Category</u>	<u>Program Services</u>	<u>Supporting Services</u>		<u>Total</u>
	<u>Campaign Management</u>	<u>Management and General</u>	<u>Fundraising</u>	
Advertising and promotion	\$ 30,275	\$ -	\$ -	\$ 30,275
Affiliation fee	14,000	-	-	14,000
Bank charges	657	-	-	657
Campaign fees and expenses	58,814	-	-	58,814
Capitol Area SECC expenses	22,231	-	-	22,231
Cause campaign distributions	151,015	-	-	151,015
Distributions to members	23,685	-	-	23,685
Dues and subscriptions	1,050	-	-	1,050
In-kind rent	15,503	2,640	1,857	20,000
Insurance	2,077	354	250	2,681
Office expense	1,136	381	135	1,652
Postage and shipping	798	-	-	798
Printing and reproduction	310	53	37	400
Promotional materials	2,432	-	-	2,432
Professional services	2,000	64,763	-	66,763
Repairs and maintenance	6,379	1,086	764	8,229
Special event expenses	-	-	303	303
Telephone	239	41	29	309
Travel	2,296	2,565	176	5,037
Waco Area SECC expenses	1,208	-	-	1,208
Wages and benefits	258,364	43,994	30,960	333,318
Total Expenses	<u>\$ 594,469</u>	<u>\$ 115,877</u>	<u>\$ 34,511</u>	<u>\$ 744,857</u>

See accompanying auditors' report and notes to financial statements.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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STATEMENT OF CASH FLOWS

Year Ended June 30, 2024

Cash Flows From Operating Activities:	
Change in Net Assets	\$ (376)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:	
Changes in assets and liabilities:	
Pledges receivable	41,745
Membership dues and other receivables	474,261
Prepaid expenses	(1,197)
Accounts payable	31,033
COACC payable	(12,722)
Waco SECC payable	258
Capitol Area SECC payable	(229,735)
Other campaigns payable	(388,674)
Distributions payable	<u>(14,933)</u>
Net Cash Used By Operating Activities	<u>(100,340)</u>
Change In Cash and Cash Equivalents	(100,340)
Beginning Cash and Cash Equivalents	<u>1,053,318</u>
Ending Cash and Cash Equivalents	<u>\$ 952,978</u>
Supplemental disclosure of cash flow information:	
Income taxes paid	<u>\$ -</u>
Interest paid	<u>\$ -</u>

See accompanying auditors' report and notes to financial statements.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Environmental Fund for Texas, Inc., dba EarthShare of Texas, (the “Organization”) is a not-for-profit organization that was founded in 1992 as a federation of qualified member organizations (“Members”). The Organization conserves natural resources and builds a healthy and sustainable environment by leveraging monetary contributions to its member organizations, employers, and the community. The Organization supports more than 35 of the most respected conservation and environmental organizations in Texas. From air quality to wildlife rehabilitation to the development of green technology, Members work to protect the environment. In 1997, the Organization affiliated itself with EarthShare, a national federated fund-raising organization, and supports more than 30 national organizations through this affiliation.

The Organization protects its donors by ensuring that each of its member groups adheres to strict eligibility criteria and operates with the highest possible ethical and professional standards. Members are also required to pay annual dues which are used to fund the operations of the Organization. The Organization’s other revenues come from campaign management fees and cause campaign support.

The Organization’s main activity is campaign management. Annual campaigns are conducted by the Organization to raise public support for distribution to members. Funds are raised during a campaign period, which is the time between the start of the planning, promotion, and initiation of appeals for contributions and pledges under a particular annual campaign and the formal termination date of the campaign. Most annual campaigns of the Organization are conducted in the fall of each year. The Organization distributes campaign funds using a distribution year, which is the 12-month period for which funds from a particular campaign are earmarked to be distributed to participating agencies. Distributions are made quarterly. The Organization earns administrative fees for conducting campaigns, monitoring and distributing funds to participant agencies, and other donor designated organizations.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting. Using this method of accounting, revenues and other support and the related accounts receivable are reported when the funds are considered earned, regardless of when the cash is received. Expenses and the related accounts payable are reported when the obligation is incurred, regardless of when the cash is disbursed.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenues and expenses during the reporting period. Significant estimates include those used in the functional allocation of expenses. Actual results could differ from those estimates.

Financial Statement Presentation

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor, or grantor, imposed restrictions. Financial statement presentation follows the Financial Accounting Standards Board ASC 958-205, *Not-for-Profit Entities Presentation of Financial Statements*.

Net assets of the Organization and changes therein are classified and reported as follows:

Without donor restrictions – Net assets available for use in general operations and are not subject to donor-imposed restrictions. These net assets may be used for any purpose or designated for specific purposes by action of the board.

With donor restrictions – Net assets subject to donor imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature and require that the assets be maintained permanently. 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.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Organization considers cash and highly liquid investments with maturities of three months or less when purchased to be cash equivalents, except when held specifically for investment purposes. Restricted cash is included in the cash and cash equivalents in the statement of cash flows at year end. The following table provides a reconciliation of cash, cash equivalents and restricted cash reported in the statement of financial position that sum to totals of the same such amounts in the statement of cash flows.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	<u>Amount</u>
Cash	\$ 204,652
Money market	577,903
Restricted cash -City of Austin Charitable Campaign	61,215
Restricted cash -Capitol Area SECC	105,426
Restricted cash -Waco SECC	<u>3,782</u>
Total	<u>\$ 952,978</u>

Revenue Recognition

Contracts with Customers - Revenue from contracts with customers are recorded when the underlying performance obligations are met, in accordance with FASB, Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers (Topic 606)*. When the Organization receives payment in advance, a contract liability is recorded as deferred revenue and then reduced when the revenue is recognized. Dues and management fees are recorded as revenue in the campaign year to which they apply.

Contributions - Contributions, including unconditional pledges and grants, are recorded when received. In accordance with FASB Accounting Standards Codification (ASC) 958-605, *Not-For-Profit Entities Revenue Recognition*, contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence or nature of any donor restrictions. All contributions are considered available for unrestricted use unless specifically restricted by the donor. Campaign pledges are recorded in the financial statements upon receipt of pledge information from the campaigns. The Organization honors designations made to each member organization. As all pledges are expected to be collected within one year, they are recorded at their net realizable value, which approximates fair value. This is achieved by recording the pledges net of the estimated uncollectible pledges (shrinkage) and for estimated costs incurred by others (fees). Shrinkage occurs when employees leave their employment thus leaving pledge balance as uncollectible. This shrinkage is calculated based on historical collection percentages.

Pledges, grants and membership dues receivable reflect promises to give, amounts owed due to contractual relationships, or membership fees due from participating agencies. The allowance for doubtful pledges is based on historical experience, an assessment of economic conditions, and a review of subsequent collections. There were no balances for allowances for uncollectible accounts as of June 30, 2024 as substantially all accounts receivable were subsequently collected and the remaining balances were deemed collectible by management.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In-Kind Donations

Contributed goods and services are recorded at fair value at the date the services are provided. Donated services are recognized as contributions in accordance with GAAP if the services (a) create or enhance nonfinancial assets or (b) require and are provided by individuals with specialized skills and if not provided by donation would typically need to be purchased.

Furniture and Equipment

Furniture and equipment items in excess of \$500 are capitalized at cost, or if donated, at estimated fair value at the time of donation. Depreciation is computed on a straight-line basis using estimated useful lives of three to ten years. When assets are retired, or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized. Maintenance and repairs are charged to expense as incurred. Depreciation expense was \$0 for the year ended June 30, 2024.

Distributions Payable

Pledges that are designated to the Organization's member agencies are recorded as distributions payable. Cash received from campaigns is allocated to each participating member agency in the ratio that each agency was designated from the relevant campaign. Member's share of undesignated pledges is calculated based upon a board-approved formula. Prior to the quarterly distribution of the campaign receipts to Members, expenses approved by the Members are deducted and are recorded as campaign expenses.

COACCC and SECC Payables

The Organization manages the City of Austin Combined Charities Campaign (COACCC), the Capital Area State Employee Charitable Campaign (SECC) and the Waco SECC campaign. Pledges and contributions received from these campaigns are held in separate bank accounts and allocated to each participating Member agency in the ratio that each agency was designated from the donor. The Member's share of undesignated pledges is calculated based upon a ratio derived from the percent of designated funds received. Funds are distributed on a bi-monthly basis and an administrative fee is paid to the Organization based on the contract agreement.

Functional Expenses

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

ENVIRONMENTAL FUND FOR TEXAS, INC.
dba EARTHSHARE OF TEXAS

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional Expenses

Expenses that can be identified with a specific program or that relate to a specific source of revenue are allocated directly to that program. Management and general expense are those expenses necessary to ensure a proper office, articulate organizational strategies and administrative policies of the President and Board of Directors, maintain competent legal services for program administration, and properly manage the financial and budgetary responsibilities of the Organization. Fundraising expenses are those staff and office expenses used in fundraising efforts for specific campaigns operated by the Organization.

Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist primarily of cash and cash equivalents and receivables. Cash and cash equivalent accounts exceeded the maximum Federal Deposit Insurance Corporation limits by \$657,027 at June 30, 2024.

The Organization generally does not maintain collateral for its receivables and does not believe significant credit risk exists as of June 30, 2024.

Income Taxes

The Organization is exempt from federal income taxes, except on unrelated business income, under Internal Revenue Code Section 501(c)(3). Additionally, the Organization qualifies for the charitable contribution deduction and has been classified as an organization other than a private foundation under Section 509(a).

The Organization has adopted the recognition requirements for uncertain tax positions as required by generally accepted accounting principles, with no cumulative effect adjustment required. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more likely than not be sustained upon examination by taxing authorities. The Organization has analyzed the tax positions taken in its filings with the Internal Revenue Service and state jurisdictions where it operates. The Organization believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Organization's financial position, changes in its net assets or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at June 30, 2024. The Organization is subject to income tax audits for the previous three years which are open. There are currently no audits for any tax periods in progress.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Changes in Not-for-Profit Accounting Standards

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments* (“ASU 2016-13”), to provide financial statement users with more decision-useful information about the expected credit losses on financial instruments and other commitments to extend credit held by a reporting entity at each reporting date. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. ASU 2016-13 is effective for non-profit organizations for fiscal years beginning after December 15, 2022. Financial assets held by the Organization that are subject to this guidance include membership dues receivable. ASU 2016-13 has been adopted with no material effect on the financial statements or disclosures.

2. FAIR VALUE OF FINANCIAL INSTRUMENTS

The requirements of Fair Value Measurements and Disclosures of the Accounting Standards Codification apply to all financial instruments and all nonfinancial assets and nonfinancial liabilities that are being measured and reported on a fair value basis. Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement is the same in both cases – to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price). *Fair Value Measurements and Disclosures* also establish a fair value hierarchy that prioritizes the inputs used in valuation methodologies into the following three levels:

- Level 1 Inputs – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.
- Level 2 Inputs – Inputs other than quoted prices included with Level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 Inputs – Unobservable inputs for the asset or liability.

The fair value of the current assets and current liabilities approximate the carrying amounts of such instruments due to their short-term, highly liquid nature.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

3. RETIREMENT PLAN

The Organization offers full time employees the opportunity for participation in a contributory retirement plan. The Organization matches employees' contributions up to 3% of salary. The expense to the Organization for the year ended June 30, 2024 was \$4,286.

4. LEASE COMMITMENTS

In February 2022, the Organization entered into a sublease for office space at 505 East Huntland Dr. in Austin, Texas. This sublease was amended in March 2023 updating the leased space and extending the term to February 2025. The rent for the entire term of the lease is \$0. The Organization recognized the fair value of the lease of \$53,333 based on average market rates in Austin, Texas as an in-kind contribution during the year ended June 30, 2023. For the year ended June 30, 2024, \$20,000 of the donated space was recognized as in-kind rent. The remaining value of the lease as of June 30, 2024 was \$13,333.

5. PUBLIC SUPPORT DESIGNATED TO EARTHSHARE OF TEXAS

Public support received during the annual campaign, not designated for a specific participant organization, is to be allocated and distributed to participant agencies based on a formula determined by the governing board and approved by the membership council. Such undesignated funds are to be allocated equally to fully participating agencies. The allocations are to be tracked and reported to participant agencies and no interest is to accumulate on undistributed funds. Whenever the Board authorizes payments on distributions, the payments will be pro-rata to participant agencies. If a participant agency resigns and is in good standing, the agency is entitled to its share of moneys from campaigns conducted while still participating in EarthShare of Texas, whenever that payment occurs. A terminated organization will be entitled to its share of moneys from campaigns conducted while still participating in EarthShare of Texas, less expenses, fines, annual dues, entry fees, and any other moneys due to EarthShare of Texas. A terminated organization is not entitled to a refund of any dues, fees, or moneys previously paid to EarthShare of Texas.

Of the \$25,101 of Public Support Designated to EarthShare of Texas, \$23,685 was distributed to members and \$1,416 was retained by the Organization.

6. EARTHSHARE NATIONAL

The Organization is an affiliate of EarthShare, a national nonprofit that connects the most influential environmental organizations with employers, people and communities to protect the planet. As a state affiliate, the Organization supports the national member organizations by providing access to the state employee charitable campaigns. Affiliate fees paid to EarthShare National were \$14,000 for the year ended June 30, 2024.

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

7. IN-KIND DONATIONS

In-kind donations consisted of \$2,000 of donated consulting fees utilized in campaign management programs and \$20,000 of donated lease space allocated among programs, management & general, and fundraising during the year ended June 30, 2024.

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following at June 30, 2024:

Subject to expenditure for specified purpose:	
Green Leaders Fellowship	\$ 157,000
Green Workforce Collaborative	3,250
Total subject to purpose restrictions	<u>160,250</u>
Subject to the passage of time:	
Donated facility space	<u>13,333</u>
Total net assets subject to time restrictions	<u>13,333</u>
Total net assets with donor restrictions	<u>\$ 173,583</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended June 30, 2024:

Satisfaction of purpose restrictions:	
Green Workforce Accelerator	\$ 15,000
Green Workforce Collaborative	11,750
Total satisfaction of purpose restrictions	<u>26,750</u>
Satisfaction of timing restrictions:	
Use of donated facility space	<u>20,000</u>
Total net assets released from restrictions	<u>\$ 46,750</u>

ENVIRONMENTAL FUND FOR TEXAS, INC.
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NOTES TO FINANCIAL STATEMENTS

June 30, 2024

9. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

Cash and cash equivalents	\$ 952,978
Pledges receivable	117,404
Grants receivable	25,000
Other receivables	427
Membership dues receivable	<u>48,432</u>
Financial assets at year end	1,144,241
Less: Assets unavailable for general expenditure within one year due to:	
Restricted cash	(170,423)
Restricted by donor with purpose restrictions	(160,250)
Restricted by donor with timing restrictions	<u>(13,333)</u>
Total financial assets restricted by donor	<u>(344,006)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 800,235</u>

As part of the Organization's liquidity management plan, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To help manage those obligations as well as unanticipated liquidity needs, the Organization maintains approximately \$650,000 in its operating and savings accounts. Although the Organization does not intend to spend from its savings accounts, amounts could be made available if needs exceed what is held in the operating accounts.

10. SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the statement of financial position date but before the financial statement are issued. Management has evaluated subsequent events through January 16, 2025, the date the financial statements were available for issuance, and there were no subsequent events to disclose.