By the Numbers

Since 2002, more than 1 million donors have given $444 million to 23k+ projects in 170 countries through GlobalGiving.

2019 was another incredible year for GlobalGiving. We built upon our record-breaking success in 2018 to raise more than $62 million from 182k donors for 3,702 organizations. This report highlights some of our key accomplishments.
Highlights from Our 2019 Programs + Activities

Disaster Response

In 2019, 31,785 people supported disaster-impacted communities around the world on GlobalGiving. Nearly $7 million was directed to disaster relief and recovery projects in our community, and collectively, we responded to and raised funds for more than 160 devastating events in 46 countries.

At the core of GlobalGiving’s approach to disaster response is our enduring commitment to be trustworthy stewards of our donors’ funds, as well as adherence to our belief that local communities must be the predominant voices developing and owning longer-term solutions to benefit themselves and their environments. We will continue to learn, to test our hypotheses, and to improve our communication and transparency to donors throughout the life cycle of our response. Those impacted by these tragedies deserve nothing less.
Participatory Grantmaking

GlobalGiving's Field Program, Evidence + Learning, and Disaster Response staff piloted a participatory grantmaking project in Mexico as part of our ongoing exploration of community-led in disaster recovery and resilience. The participatory grantmaking exercise followed a model by the FRIDA - The Young Feminist Fund. The model decentralizes decisions resource allocation and trusts that grantees are the experts of their own realities. Workshop participants anonymously voted to determine the organization that would receive a $10k GlobalGiving grant—Derechos de la Mujer Nääxiwiin A.C. In 2020, GlobalGiving intends to further invest in participatory grantmaking as we continue to improve our work, live our values, and transform the sector.

Climate Fund

Local efforts to protect our planet are too often underfunded and overlooked. In 2019, we launched the GlobalGiving Climate Action Fund, which provides ongoing support for solutions led by the communities most affected by our climate crisis. From Fijian ocean floors to Mexican mountain tops, the leaders in our Climate Action Fund are fighting the devastating consequences of climate change. Six selected organizations, including Instituto Chaikuni and Corals for Conservation, received stable, monthly funding for one year to support and enhance their work.
Disaster Feedback Fellows | Championing Feedback

In communities affected by natural disasters and humanitarian crises, gathering and using feedback in program design can be particularly challenging. GlobalGiving understands the importance of feedback in development and humanitarian initiatives. We partnered for a second year with Feedback Labs to support community leaders centering feedback in their work across the globe through the Disaster Feedback Fellowship. Feedback Fellow Piter Panjaitan of Yayasan Buki Kehidupan Ungasan (Bali Life Foundation) in Indonesia is one of the 10 Disaster Feedback Fellows. Piter believes that capacity-building activities—such as education, training, and partnership programs—should be better adapted to suit local needs, geography, culture, and climate conditions. Culturally appropriate programming will improve communities ability to withstand and recover from disasters. Piter founded Bali Life Foundation alongside his wife Lyna. The foundation is focused on educational empowerment for underprivileged children, and restoring hope, dignity, and purpose to families. Piter is proud of Bali Life’s work and their ability to respond to disasters—after the last Indonesia tsunami, they were able to help 2,000 people in partnership with GlobalGiving.

Clinton Global Initiative + Community Foundations of US Virgin Islands

In 2019, former Secretary Hillary Rodham Clinton recognized GlobalGiving for its commitment to disaster recovery and preparedness in the Caribbean. "Many families are still navigating the complex process of recovery. GlobalGiving commits to fund the three long-term recovery groups working here to build long-term resiliency. We could not be happier to announce this commitment!" Our partners in the U.S. Virgin Islands (St. John, St. Croix, and St. Thomas) are proof that when donors support local, community-led organizations, they not only help meet immediate needs after a disaster, they also contribute to strengthening capacity, as communities become more resilient in the face of future disasters.
Partnering for Impact - Facebook + GlobalGiving

GlobalGiving continues to be Facebook’s implementing partner for Facebook Crisis Response via the Crisis Donate Button (CDB). Through 140 crisis activations, the Facebook community raised $367,000 which provided emergency relief and early recovery for communities and families in 46 countries affected by typhoons, earthquakes, fires, and other natural disasters. Community leaders working with 107 nonprofit organizations across the globe accessed resources for crises largely overlooked by traditional aid agencies and mainstream news media.

Locally-led disaster response is at the core of the CDB program. The donations may at times appear modest but GlobalGiving community-led partners are extremely efficient and creative. With $5,787, the West Street Recovery team supported low-income communities affected by Tropical Storm Imelda. Working mostly through volunteers, they mucked and repaired homes, building local capacity in the process. In addition, they facilitated a community meeting to discuss the importance of drainage initiatives and to coordinate an advocacy campaign to the local government to more equitably distribute available resources.

For CDBs that raise higher volumes, GlobalGiving leverages its extensive trust-based grantmaking experience. The devastating fires across Australia stirred the world to give, and Facebook joined in the fight to support first responders, communities impacted by the fires—both human and wildlife—in the impacted regions through a matching fund. GlobalGiving will be a support to the region and our nonprofit partner for years to come. With our partners, we have enabled both critical immediate services for survivors and just-as-critical long-term recovery and resilience efforts.
Commitment to Connection

Peer Learning Network

GlobalGiving knows that connecting nonprofit partners with peers, and learning from their experiences can spark ideas, teach new skills, and inspire the GlobalGiving community to tackle challenges. That is why in 2019 we continued to build and expand networking, connection, and feedback. Our monthly Peer Learning Network includes an expert guest speaker, one-on-one feedback, and an opportunity for our nonprofit partners to connect and learn from one another. The Peer Learning Network sessions create community, connectedness and a shared sense of purpose, as well as persistence through shared challenges. The result is a learning and engaged community. A representative from Turning Point Trust, Kenya explained, “I learned how to do a child protection self-audit. We then conducted this for our organization, which sparked a thorough review of our child protection policy and procedures.”

Increased participation in the Peer Mentoring Group resulting in an expanded GlobalGiving Peer-to-Peer Mentoring Program to provide our nonprofit leaders an additional way to learn from their peers. In 2019, our third cohort made up of 8 mentors hosted sessions with GlobalGiving nonprofit leaders that wanted to learn from a specific mentor based on shared experience or knowledge. This continued call for additional networking, interaction, and learning led our Community Engagement Team to launch the 2019 cohort of the GlobalGiving Leadership Council with a new, guiding initiative: How can GlobalGiving be a better “connector” for our communities?
Neutrality Paradox

In 2018, GlobalGiving had begun to explore two key learning initiatives, “The Neutrality Paradox” and “Evidencing Community-Led Change,” through a newly formed initiative team, Evidence + Learning. In 2019, GlobalGiving hosted a convening of nonprofits, companies, and stakeholders to address emerging challenges in philanthropy. The “Neutrality Paradox” explores the value of technology to provide open, democratic platforms while also balancing the need to take responsibility for how technology is used. This means that platforms necessarily have to take a stance—departing from a position of neutrality. Most platforms establish trust by sharing their standard vetting processes. But, once a charitable cause has ‘passed’ a vetting process, this process of maintaining trust (as well as managing a multitude of risks) doesn’t stop. Philanthropy stewards must be both proactive (e.g. conduct upfront vetting) and reactive (e.g. consider new information). We need to be able to react fast to changing situations and respond in the face of complex and sometimes conflicting politics, ethics, legislation, and regulation.

The convening, attended by large technology companies, interested parties like Global Partners Digital (GPD), as well as other nonprofits and platforms, has yielded an active working group, several practical protocols and products, as well as increased interest from the philanthropic sector and beyond.

GlobalGiving is addressing this issue because, while we are not a think-tank or consultancy, we feel this issue in our work, and we know that others in our sector and our nonprofit partners are challenged by this paradox. We could have come up with an internal set of tools, but in order to best exemplify our values GlobalGiving thought it better to share our challenge, invite others to share too, and work collaboratively to design adaptable solutions for the philanthropic sector at large.
Other Highlights + Growth

Bill and Melinda Gates Foundation
GlobalGiving continues to work with the Bill & Melinda Gates Foundation to research, learn and develop new products to increase giving and philanthropy, shared data and experimentation in the social sector, and creative approaches to generosity. With support from the foundation GlobalGiving launched the Giving Goal Dashboard and Smart Giving 101 to help donors pick and donate to causes based on the things they care about. These tools and learnings increase giving and connection between donors and the causes that they care about.

Giving Circles
Giving Circles are not a new concept, but they are making a comeback in the shifting environment of giving. With the national trend of giving going down year over year, nonprofits and philanthropists—big and small—are getting creative on how to bring people together to give to causes and communities that make an impact. Giving Circles are a way for friends, families, and strangers to increase collective charitable impact for good. In 2019 we highlighted the work of a Superstar “GlobalGiver” Pam Giarrizo and her work developing a giving circle.

ZOLA
ZOLA, a wedding registry site, joined GlobalGiving as a partner. ZOLA realized that their registry services, complete with cruises and plateware, were missing an element that their customers needed - social good. GlobalGiving causes are now featured on the site. Now when registering for a new blender, a couple can also choose to register for a gift to the environment, which features a GlobalGiving partner.

Matching on #GivingTuesday
In 2019, GlobalGiving leaned into the global movement to encourage donations on the global #GivingTuesday. GlobalGiving made $542,000 available in matching funds as well as other prizes. These funds as well as social media, increased platform performance and allowed our partner organizations to raise $1,670,000+ in 24 hours. #GivingTuesday brought in over 11,000 donors.

Local Giving Options
In early 2019 we launched Euros, after extensive testing. In October of 2019, based on our learnings from implementing Euros, we launched AUS and CAD currency. With these additional currency options we have also invested in the internal GlobalGiving infrastructure with the goal of introducing one to two non-western currencies in 2020.
Maxvine, ambassador for Polycom Development Project

Stories from the Field

Maxine + Polycom

Maxvine lives in Kibera, one of the most impoverished and densely populated communities in Kenya. A radiant 13-year-old with a passion to lift those around her, Maxvine is an ambassador for the nonprofit Polycom Development Project at her local school. Polycom Development Project mobilizes the power of Kibera girls and women to take charge of their future. It has established programs in partnership with local institutions which include educational discussions—around sexual health, menstrual hygiene, and more—sanitary pad distribution, sports engagement, and mentorship opportunities. In her role as an ambassador, Maxvine acts as a point person for other young girls to approach for guidance on challenges they face and to gain access to the personal development opportunities, sense of security, and the plethora of resources offered by Polycom. She enjoys inspiring other young girls in her community to rise above their circumstances, she told GlobalGiving Field Traveler Isabelle Hall. “When you encourage someone like you, you feel empowered yourself,” she said. Chronic absenteeism from school is common in Kibera as a result of menstrual shame. Since the presence of Polycom in schools there has been a reduction in girls' absenteeism. Girls now feel they have access to proper education and materials, and a safe space in their community supported by a diverse peer learning group. It will be grounded in an equity-based approach that will position community members as authors and owners of the findings and recommendations.
Helena + African Library and Information Associations

Helena first proposed the idea of an Africa-wide library association at a conference in South Africa in 2013—and her African colleagues agreed on the need. One year later, she became the Executive Director of the African Library and Information Associations and Institutions, a nonprofit based in Ghana that trains librarians to lead projects addressing social issues in their communities and also works with African governments and institutions for better policies for libraries. “I want people to really know that what we are doing is to improve the lives of people and communities,” she told a GlobalGiving staff member. “One of the projects educates the community to reduce teenage pregnancy. There is another whose project takes books to prisoners so that by the time the person comes out of prison, they have some sort of education and become useful to the community. There is someone who went and started training fish farmers on access to financial support to help them increase their yield and another project that recycles plastic waste into something useful,” Helena explained. The librarians’ are taught to formulate goals around the Sustainable Development Goals. One of Helena’s main challenges is funding and ensuring the organization’s sustainability. Fortunately, she understands the importance of foreplanning and a diverse portfolio of funding and is also thinking of ways she can innovate the program. This year, her nonprofit will be piloting remote digital training for librarians in order to keep costs down and amplify their impact.

Nicolette + The Centre Marembo Organisation

Nicolette quit her job to start a nonprofit devoted to abandoned children. She left her comfortable job as a labor inspector to start a nonprofit after meeting an 11-year-old girl breastfeeding a baby in the streets of Kigali, the capital of Rwanda. After a brief conversation with the pre-teen mother, Nicolette was then taken to the girl’s squatter settlement where she was living with other boys and girls who were left behind by their communities. She found drugs scattered around the house and a 14-year-old boy lying on the ground with an abscess on his foot. “I learned a lot in university about human and child rights so I asked: How can I contribute to my community?” That experience led her to become a child rights activist and start The Centre Marembo Organisation. The center helps girls and young mothers get back on their feet by providing them with medical rehabilitation, educational opportunities, vocational training, community reintegration, and legal representation. You can see Nicolette proudly posing with her organization’s registration with the Ministry of Health in this portrait, taken by GlobalGiving Field Traveler Leena El Seed.
Commitment to Community-Led

In 2018, we published the results of this two-year impact study. In that report we found that GlobalGiving nonprofit partners demonstrated significantly more participatory planning and decision-making processes. In 2018 we had decided to hone our research and learning on community-led.

In 2019, GlobalGiving continued to review, strengthen, learn and implement community-led practices in our work. We have taken that learning and implemented it into our Field Program and Disaster Response, finding that local knowledge and community support enables GlobalGiving to more quickly identify, navigate and strategize response to shifting landscapes.

Starting in 2020, we’ll test several of our Community-Led definitions/hypotheses with a community-based action research project to ask community members in several countries what “community led” looks like to them, how community-led approaches can be evidenced, and whether or not it’s related to real-world impact, given their experiences. GlobalGiving has partnered with the Global Fund for Community Foundations (GFCF). GFCF brings extensive experience conducting and supporting research, action-learning, and writing that deepens the evidence base for community-led development and provides practical guidance for practitioners and funders. Our research will be conducted in six countries, by in-country researchers, and supported by a diverse peer learning group. It will be grounded in an equity-based approach that will position community members as authors and owners of the findings and recommendations.
In January of 2020, GlobalGiving launched the Coronavirus Relief Fund. As the crisis escalated globally, in March, Alix shared a simple statement to our community: we're here to help.

The coronavirus crisis is certainly unique. Unlike hurricanes, wildfires, and humanitarian catastrophes, this crisis affects all of us, not just those of us in a particular geographic region. Yet, like other crises, it's inspired incredible generosity from people of all means around the world.

Despite staring into the unknown, ordinary people and our corporate partners are answering the call for help. The GlobalGiving community has raised millions of dollars for COVID-19 relief through our Coronavirus Relief Fund. Dozens of our nonprofit partners are hard at work on the front lines of the crisis, protecting the most vulnerable people from the outbreak.

Most of our partners, however, aren't directly involved in frontline efforts to stop the coronavirus. They're deep in uncharted waters, too. Their economic struggle isn't making headlines or mentioned in press conferences. But their work has never been harder, and it must go on. Suddenly, they must find a way to fundraise without a gala, educate without a classroom, rally their staff without four walls to unite them.

GlobalGiving is making $1,000 microgrants to at least 100 vetted nonprofit partners in our community who tell us they need it and hoping to do many more through additional support.

We won't ask them to fill out a lengthy grant application. We'll simply ask them to tell us what they need in a few sentences. And then we'll trust them.

We'll trust that they'll put the money, however inadequate, to good use. Trust that a little something extra at this difficult time is better than nothing. Trust that they know what their communities need right now better than anyone else.
GlobalGiving Foundation Board of Directors

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*Partner (Retired), Latham & Watkins LLP*

**A.J. Wasserstein**  
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*Private Investor*

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*Co-Founder, GlobalGiving*

**Laura Callanan**  
*Founding Partner, Upstart Co-Lab*

**Khanyi Dhlomo-Chijioke**  
*Entrepreneur*

**Tina Exarhos**  
*Chief Content Officer, Now This*

**Twesigye Jackson Kaguri**  
*Founder, Nyaka AIDS Orphans Project*

**Mari Kuraishi**  
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**Ben Tarbell**  
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Deidre McGlashan  
Chief Digital Officer, MediaCom

Please note: This list represents 2021 board members and was last updated October 7, 2021.
CONSOLIDATED FINANCIAL STATEMENTS

GLOBALGIVING FOUNDATION, INC. AND SUBSIDIARY

FOR THE YEAR ENDED DECEMBER 31, 2019
WITH SUMMARIZED CONSOLIDATED FINANCIAL INFORMATION FOR 2018
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EXHIBIT A - Consolidated Statement of Financial Position, as of December 31, 2019, with Summarized Consolidated Financial Information for 2018 4

EXHIBIT B - Consolidated Statement of Activities and Change in Net Assets, for the Year Ended December 31, 2019, with Summarized Consolidated Financial Information for 2018 5

EXHIBIT C - Consolidated Statement of Functional Expenses, for the Year Ended December 31, 2019, with Summarized Consolidated Financial Information for 2018 6

EXHIBIT D - Consolidated Statement of Cash Flows, for the Year Ended December 31, 2019, with Summarized Consolidated Financial Information for 2018 7

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
GlobalGiving Foundation, Inc. and Subsidiary
Washington, D.C.

We have audited the accompanying consolidated financial statements of the GlobalGiving Foundation, Inc. and Subsidiary, which comprise the consolidated statement of financial position as of December 31, 2019, and the related consolidated statements of activities and change in net assets, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We did not audit the financial statements of GlobalGiving UK, a subsidiary, which statements reflect total assets of $1,603,942 as of December 31, 2019 and total revenue of $2,610,028 for the year ended December 31, 2019. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for GlobalGiving UK, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
Opinion

In our opinion, based on our audit and the report of other auditors, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the GlobalGiving Foundation, Inc. and Subsidiary as of December 31, 2019, and the consolidated change in their net assets and their consolidated cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the GlobalGiving Foundation, Inc. and Subsidiary's 2018 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated November 13, 2019. The financial activity of GlobalGiving UK included in those financial statements was audited by other auditors, whose report dated June 24, 2019 was furnished to us, and our opinion, insofar as it related to the amounts included for GlobalGiving UK, was based solely on the report of the other auditors. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2018, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

September 30, 2021
## ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
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<tr>
<td>Cash and cash equivalents</td>
<td>$39,274,563</td>
<td>$41,946,290</td>
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<td>Investments</td>
<td>2,563,413</td>
<td>1,000,919</td>
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<td>Receivables</td>
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<td>2,809,996</td>
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<tr>
<td>Pledges and grants receivable</td>
<td>15,000</td>
<td>300,000</td>
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<td>Prepaid expenses and other assets</td>
<td>92,771</td>
<td>64,597</td>
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<tr>
<td><strong>Total current assets</strong></td>
<td>$43,356,723</td>
<td>$46,121,802</td>
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<tr>
<td><strong>FIXED ASSETS</strong></td>
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<tr>
<td>Fixed assets, net of accumulated depreciation and amortization of $1,066,697 and $959,759 for 2019 and 2018, respectively</td>
<td>$420,483</td>
<td>$397,659</td>
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<tr>
<td><strong>OTHER ASSETS</strong></td>
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<tr>
<td>Other assets - Trademark</td>
<td>311,487</td>
<td>311,487</td>
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<td><strong>TOTAL ASSETS</strong></td>
<td><strong>$44,088,693</strong></td>
<td><strong>$46,830,948</strong></td>
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## LIABILITIES AND NET ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CURRENT LIABILITIES</strong></td>
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<tr>
<td>Accounts payable and accrued expenses</td>
<td>$285,198</td>
<td>$269,169</td>
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<tr>
<td>Accrued payroll liabilities</td>
<td>80,391</td>
<td>73,004</td>
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<tr>
<td>Project distributions payable</td>
<td>723,175</td>
<td>552,781</td>
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<tr>
<td>Deferred revenue</td>
<td>307,418</td>
<td>427,732</td>
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<tr>
<td>Deferred rent</td>
<td>99,172</td>
<td>87,094</td>
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<tr>
<td>Other current liabilities</td>
<td>5,667</td>
<td>6,378</td>
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<tr>
<td><strong>Total current liabilities</strong></td>
<td>$1,501,021</td>
<td>$1,416,158</td>
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<tr>
<td><strong>NON-CURRENT LIABILITIES</strong></td>
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<td></td>
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<tr>
<td>Deferred rent, net of current portion</td>
<td>$431,023</td>
<td>$529,815</td>
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<td><strong>Total liabilities</strong></td>
<td><strong>1,932,044</strong></td>
<td><strong>1,945,973</strong></td>
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<td><strong>NET ASSETS</strong></td>
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<tr>
<td>Without donor restrictions</td>
<td>6,793,404</td>
<td>6,155,113</td>
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<tr>
<td>With donor restrictions</td>
<td>35,363,245</td>
<td>38,729,862</td>
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<td><strong>Total net assets</strong></td>
<td><strong>42,156,649</strong></td>
<td><strong>44,884,975</strong></td>
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<td><strong>TOTAL LIABILITIES AND NET ASSETS</strong></td>
<td><strong>$44,088,693</strong></td>
<td><strong>$46,830,948</strong></td>
</tr>
</tbody>
</table>

See accompanying notes to consolidated financial statements.
# GlobalGiving Foundation, Inc. and Subsidiary

## Consolidated Statement of Activities and Change in Net Assets

For the Year Ended December 31, 2019

With Summarized Consolidated Financial Information for 2018

<table>
<thead>
<tr>
<th></th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and Revenue</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Grants</td>
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<td>$30,000</td>
<td>$1,092,150</td>
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<td>Project contributions</td>
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<td>57,847,482</td>
<td>61,604,779</td>
<td>58,615,065</td>
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<td>Professional services</td>
<td>2,945,046</td>
<td>-</td>
<td>2,945,046</td>
<td>2,140,485</td>
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<td>Investment income, net of fees</td>
<td>41,245</td>
<td>-</td>
<td>41,245</td>
<td>22,344</td>
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<tr>
<td>Interest income</td>
<td>154,510</td>
<td>-</td>
<td>154,510</td>
<td>85,631</td>
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<tr>
<td>Other revenue</td>
<td>79,370</td>
<td>-</td>
<td>79,370</td>
<td>135,204</td>
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<tr>
<td>Rental income</td>
<td>1,275</td>
<td>-</td>
<td>1,275</td>
<td>14,700</td>
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<tr>
<td>Net assets released from donor restrictions</td>
<td>61,263,068</td>
<td>(61,263,068)</td>
<td>-</td>
<td>-</td>
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<tr>
<td><strong>Total support and revenue</strong></td>
<td>69,303,961</td>
<td>(3,385,586)</td>
<td>65,918,375</td>
<td>63,506,156</td>
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**Expenses**

<table>
<thead>
<tr>
<th></th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program Expenses</td>
<td>67,523,217</td>
<td>-</td>
<td>67,523,217</td>
<td>55,710,989</td>
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<tr>
<td>Management and General</td>
<td>1,093,519</td>
<td>-</td>
<td>1,093,519</td>
<td>1,079,522</td>
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<tr>
<td>Fundraising</td>
<td>55,244</td>
<td>-</td>
<td>55,244</td>
<td>58,748</td>
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<tr>
<td><strong>Total expenses</strong></td>
<td>68,671,980</td>
<td>-</td>
<td>68,671,980</td>
<td>56,849,259</td>
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</tbody>
</table>

Change in net assets before other item | 631,981 | (3,385,586) | (2,753,605) | 6,656,897 |

**Other Item**

<table>
<thead>
<tr>
<th></th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Currency exchange rate gain (loss)</td>
<td>6,310</td>
<td>18,969</td>
<td>25,279</td>
<td>(37,954)</td>
</tr>
<tr>
<td>Change in net assets</td>
<td>638,291</td>
<td>(3,366,617)</td>
<td>(2,728,326)</td>
<td>6,618,943</td>
</tr>
<tr>
<td>Net assets at beginning of year</td>
<td>6,155,113</td>
<td>38,729,862</td>
<td>44,884,975</td>
<td>38,266,032</td>
</tr>
</tbody>
</table>

**Net Assets at End of Year**

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Assets at End of Year</strong></td>
<td>$6,793,404</td>
<td>$35,363,245</td>
</tr>
</tbody>
</table>

See accompanying notes to consolidated financial statements.
### GLOBALGIVING FOUNDATION, INC. AND SUBSIDIARY

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSE**

**FOR THE YEAR ENDED DECEMBER 31, 2019**

**WITH SUMMARIZED CONSOLIDATED FINANCIAL INFORMATION FOR 2018**

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Program Expenses</td>
<td>Management and General Expenses</td>
</tr>
<tr>
<td>Project distributions</td>
<td>$ 60,711,180</td>
<td>$ -</td>
</tr>
<tr>
<td>Salary and benefits</td>
<td>4,481,937</td>
<td>744,658</td>
</tr>
<tr>
<td>Professional fees</td>
<td>679,062</td>
<td>59,209</td>
</tr>
<tr>
<td>Systems, domains and connectivity</td>
<td>580,358</td>
<td>57,679</td>
</tr>
<tr>
<td>Legal and registration fees</td>
<td>-</td>
<td>125,372</td>
</tr>
<tr>
<td>Field services</td>
<td>37,605</td>
<td>2,344</td>
</tr>
<tr>
<td>Travel</td>
<td>177,292</td>
<td>18,105</td>
</tr>
<tr>
<td>Rent</td>
<td>318,506</td>
<td>33,340</td>
</tr>
<tr>
<td>Office supplies, printing and reproduction</td>
<td>41,161</td>
<td>4,235</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>93,536</td>
<td>9,791</td>
</tr>
<tr>
<td>Insurance</td>
<td>29,701</td>
<td>3,109</td>
</tr>
<tr>
<td>Subscriptions and publications</td>
<td>23,111</td>
<td>2,419</td>
</tr>
<tr>
<td>Meetings and conventions</td>
<td>87,694</td>
<td>8,759</td>
</tr>
<tr>
<td>Taxes</td>
<td>-</td>
<td>130</td>
</tr>
<tr>
<td>Other expenses</td>
<td>262,074</td>
<td>24,369</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>$ 67,523,217</td>
<td>$ 1,093,519</td>
</tr>
</tbody>
</table>

See accompanying notes to consolidated financial statements.
GLOBALGIVING FOUNDATION, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019
WITH SUMMARIZED CONSOLIDATED FINANCIAL INFORMATION FOR 2018

CASH FLOWS FROM OPERATING ACTIVITIES

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in net assets</td>
<td>$(2,728,326)</td>
<td>$6,618,943</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>104,161</td>
<td>146,045</td>
</tr>
<tr>
<td>Donated securities</td>
<td>(98,485)</td>
<td>(201,731)</td>
</tr>
<tr>
<td>Unrealized loss (gain) on investments</td>
<td>13,424</td>
<td>(9,752)</td>
</tr>
<tr>
<td>Realized gain on investments</td>
<td>(18,083)</td>
<td>(10,016)</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Decrease (increase) in:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Receivables</td>
<td>1,399,020</td>
<td>1,720,790</td>
</tr>
<tr>
<td>Pledges and grants receivable</td>
<td>285,000</td>
<td>(300,000)</td>
</tr>
<tr>
<td>Prepaid expenses and other assets</td>
<td>(28,174)</td>
<td>45,608</td>
</tr>
<tr>
<td>Increase (decrease) in:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable and accrued expenses</td>
<td>16,029</td>
<td>58,204</td>
</tr>
<tr>
<td>Accrued payroll liabilities</td>
<td>7,387</td>
<td>22,268</td>
</tr>
<tr>
<td>Project distributions payable</td>
<td>170,394</td>
<td>296,689</td>
</tr>
<tr>
<td>Deferred revenue</td>
<td>(120,314)</td>
<td>137,744</td>
</tr>
<tr>
<td>Deferred rent</td>
<td>(86,714)</td>
<td>(75,761)</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>(711)</td>
<td>2,372</td>
</tr>
<tr>
<td>Net cash (used) provided by operating activities</td>
<td>$(1,085,392)</td>
<td>8,451,403</td>
</tr>
</tbody>
</table>

CASH FLOWS FROM INVESTING ACTIVITIES

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Purchase of fixed assets</td>
<td>(126,985)</td>
<td>(28,377)</td>
</tr>
<tr>
<td>Purchase of investments</td>
<td>(4,093,599)</td>
<td>(1,976,148)</td>
</tr>
<tr>
<td>Sales of investments</td>
<td>2,634,249</td>
<td>1,196,728</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net cash used by investing activities</td>
<td>$(1,586,335)</td>
<td>$(807,797)</td>
</tr>
</tbody>
</table>

Net (decrease) increase in cash and cash equivalents | $(2,671,727) | 7,643,606 |

Cash and cash equivalents at beginning of year | 41,946,290 | 34,302,684 |

CASH AND CASH EQUIVALENTS AT END OF YEAR | $39,274,563 | $41,946,290 |

SUPPLEMENTAL INFORMATION

Taxes Paid | $130 | $2,372 |

See accompanying notes to consolidated financial statements.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organizations -

The GlobalGiving Foundation, Inc. (the Foundation) helps U.S. and non-U.S. based entities access philanthropic capital by making the connections between donors and implementers of charitable programs more efficient, more transparent, and therefore more likely. By providing a secure and transparent environment for giving, the Foundation simultaneously fosters social innovation by enabling new and unproven ideas to have a chance at success, and enables individuals and corporations to maximize their global philanthropy. The Foundation functions as a charitable, not-for-profit, non-stock corporation and has one class of voting members, which comprise the Board of Directors, consisting of ten members. The affairs and management of the Foundation are under the control of the Board of Directors.

GlobalGiving UK (GG UK) is an England and Wales registered charity under the English law and is limited by guarantee. GG UK's charitable objectives are to advance any purpose which is deemed to be exclusively charitable under English law. GG UK's principal activity is working in partnership with GlobalGiving Foundation, Inc. in supporting the platform globalgiving.org which enables individuals, companies, and foundations to support a range of vetted charitable projects from all over the world. Donors to a specific project are automatically updated with the latest progress reports, therefore able to see the direct impact on the communities concerned.

Principles of consolidation -

The accompanying consolidated financial statements reflect the activities of GlobalGiving Foundation, Inc. and Subsidiary for the year ended December 31, 2019.

The financial statements of the Foundation and the GG UK are in accordance with FASB Accounting Standards Codification (ASC) 958-810, Not-for-Profit Entities, Consolidation. The Foundation is the sole company law member of GG UK, and as such, it has the right to change GG UK's constitution (known as its Memorandum and Articles of Association) and to appoint and remove trustees of GG UK. All intercompany transactions have been eliminated during consolidation.

Basis of presentation -

The accompanying consolidated financial statements are presented on the accrual basis of accounting, and in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, Presentation of Financial Statements of Not-for-Profit Entities. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories are as follows:

- **Net Assets without Donor Restrictions** - Net assets available for use in general operations and not subject to donor restrictions are recorded as "net assets without donor restrictions". Assets restricted solely through the actions of the Board are referred to as Board Designated and are also reported as net assets without donor restrictions.

- **Net Assets with Donor Restrictions** - Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in "net assets with donor restrictions", depending on the nature of the restrictions.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Basis of presentation (continued) -

- **Net Assets with Donor Restrictions (continued)** - When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Consolidated Statement of Activities and Change in Net Assets as net assets released from donor restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service.

The consolidated financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the GlobalGiving Foundation, Inc. and Subsidiary's consolidated financial statements for the year ended December 31, 2018, from which the summarized information was derived.

New accounting pronouncements adopted -

During 2019, the Foundation early adopted Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* (Topic 606), as amended. The ASU provides a framework for recognizing revenue and is intended to improve comparability of revenue recognition practices across for-profit and non-profit entities. Analysis of the various provisions of this standard resulted in no significant changes in the way the Foundation recognized revenue; however, the presentation and disclosures of revenue have been enhanced. The Foundation has elected to opt out of all (or certain) disclosures not required for nonpublic entities and also elected a modified retrospective approach for implementation.

Also during 2019, the Foundation adopted ASU 2018-08, Not-for-Profit Entities (Topic 958): *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*. This guidance is intended to clarify and improve the scope and the accounting guidance for contributions received and contributions made. Key provisions in this guidance include clarification regarding the accounting for grants and contracts as exchange transactions or contributions, and improved guidance to better distinguish between conditional and unconditional contributions. The Foundation adopted the ASU using a modified prospective basis.

Cash and cash equivalents -

The GlobalGiving Foundation, Inc. and Subsidiary consider all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents. Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of $250,000. At times during the year, the Foundation maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

The Foundation receives website donations designated to over 7,500 pre-screened projects and makes remittances to those organizations as appropriate. These funds are segregated from the Foundation's other funds and as of December 31, 2019, totaled $35,578,960.

The terms of a grant held by the Foundation require funds to be segregated from the Foundation's other funds. As of December 31, 2019, these funds totaled $44,403.
1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)**

   **Cash and cash equivalents (continued)** -

   At December 31, 2019, the Foundation had $1,546,949 of cash and cash equivalents held at financial institutions in foreign countries. The majority of funds held in foreign countries is uninsured.

   **Investments** -

   Investments are recorded at their readily determinable fair value. Realized and unrealized gains and losses are included in investment income, which is presented net of investment expenses paid by external investment advisors in the accompanying Consolidated Statement of Activities and Change in Net Assets.

   Investments acquired by gift are recorded at their fair value at the date of the gift. The Foundation's policy is to liquidate all gifts of investments as soon as possible after the gift.

   **Accounts, pledges, and grants receivable** -

   Receivables and pledges receivable are recorded at their net realizable value, which approximates fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established. Pledges receivable that are expected to be collected in future years are recorded at their fair value, measured as the present value of their future cash flows. The discounts on these amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in grants and gifts revenue.

   Grants receivable represents amounts due from funding organizations for reimbursable expenses incurred in accordance with the grant agreements. Grant funding received in advance of incurring the related expenses is recorded as deferred revenue.

   **Fixed assets** -

   Fixed assets in excess of $1,000 are capitalized and stated at cost. Fixed assets are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally three to seven years. Leasehold improvements are amortized over the life of the lease. The cost of maintenance and repairs is recorded as expenses are incurred. Depreciation and amortization expense for the year ended December 31, 2019 totaled $104,161.

   **Impairment of long-lived assets** -

   Management reviews asset carrying amounts whenever events or circumstances indicate that such carrying amounts may not be recoverable. When considered impaired, the carrying amount of the assets is reduced, by a charge to Consolidated Statement of Activities and Change in Net Assets, to its current fair value.

   **Income taxes** -

   *The Foundation* -

   The Foundation is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is only subject to tax on unrelated business income. The Foundation is not a private foundation.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

   Income taxes (continued) -

   GlobalGiving UK -

   GG UK is exempt from United Kingdom income tax and corporation tax, provided that the money is used solely for charitable purposes. Accordingly, no provision for income taxes has been made in the accompanying consolidated financial statements.

   Uncertain tax positions -

   For the year ended December 31, 2019, the GlobalGiving Foundation, Inc. and Subsidiary have documented their consideration of FASB ASC 740-10, Income Taxes, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the consolidated financial statements.

   Project distributions payable -

   Project distributions payable represent funds collected by GlobalGiving UK that are transferred to the Foundation to be disbursed to various charitable organizations. The revenue and expense are recorded within GlobalGiving UK's income statement and the Foundation serves as a pass-through organization.

   Deferred revenue -

   Deferred revenue consists of annual program management and setup fees received prior to being earned. The Foundation recognizes management fees on a pro-rata basis over the annual management period. The Foundation recognizes setup fees when the services are performed. Revenue recognized for these fees are included in professional services on the Consolidated Statement of Activities and Change in Net Assets.

   Contributions and grants -

   The majority of the Foundation's revenue is received through contributions and grants. Contributions and grants are recognized in the appropriate category of net assets in the period received. The Foundation performs an analysis of the individual contribution, grant to determine if the revenue streams follow the contribution rules or if they should be recorded as an exchange transaction depending upon whether the transactions are deemed reciprocal or nonreciprocal.

   For contributions and grants qualifying under the contribution rules, revenue is recognized upon notification of the award and satisfaction of all conditions, if applicable. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions and grants and contracts qualifying as contributions that are unconditional that have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions; such funds in excess of expenses incurred are shown as net assets with donor restrictions in the accompanying consolidated financial statements.

   Contributions and grants agreements qualifying as conditional contributions contain a right of return and a barrier. As such, the Foundation recognizes revenue for these conditional contributions when the related barrier has been overcome Funds received in advance of the incurrence of qualifying expenditures are recorded as refundable advances. The Foundation did not have any conditional awards as of December 31, 2019.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Contributions and grants (continued) -

Contracts classified as exchange transactions for professional services follow ASU 2014-09, Revenue from Contracts With Customers and record revenue when the performance obligations are met. The revenue is recorded directly to without donor restrictions and the transaction price is based on expenses incurred in compliance with the criteria stipulated in the grant or contract agreements. Grants and contracts receivable represents amounts due from funding organizations for reimbursable expenses incurred in accordance with the grant and contract agreements. Funding received in advance of incurring the related expenses is recorded as deferred revenue.

Foreign currency translation -

The U.S. Dollar (Dollars) is the functional currency for the Foundation's worldwide operations. Transactions in currencies other than U.S. dollars are translated into dollars. Current assets and liabilities denominated in non-U.S. currency are translated into dollars at the exchange rate in effect at the date of the Consolidated Statement of Financial Position. Fluctuations in currency are reported on the Consolidated Statement of Activities and Change in Net Assets as income (loss) and included in contributions.

Use of estimates -

The preparation of the consolidated 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 at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Fair value measurements -

The Foundation adopted the provisions of FASB ASC 820, Fair Value Measurement. FASB ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs (assumptions that market participants would use in pricing assets and liabilities, including assumptions about risk) used to measure fair value, and enhances disclosure requirements for fair value measurements. The Foundation accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Consolidated Statement of Activities and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses directly attributed to a specific functional area of the Foundation are reported as direct expenses to the programmatic area and those expenses that benefit more than one function are allocated on a basis of estimated time and effort or other reasonable basis.

Risks and uncertainties -

The GlobalGiving Foundation, Inc. and Subsidiary depend primarily on donations and grants to carry on their charitable activities; consequently, any change in giving patterns would affect the GlobalGiving Foundation, Inc. and Subsidiary's ability to fund their operations.
1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

New accounting pronouncement not yet adopted -

ASU 2019-01, Leases (Topic 842) changes the accounting treatment for operating leases by requiring recognition of a lease asset and lease liability at the present value of the lease payments in the Consolidated Statement of Financial Position and disclosure of key information about leasing arrangements. During 2020, the FASB issued ASU 2020-05 and delayed the implementation date by one year. The ASU is effective for non public entities beginning after December 15, 2021. Early adoption is still permitted. The ASU can be applied at the beginning of the earliest period presented using a modified retrospective approach or applied at the beginning of the period of adoption recognizing a cumulative-effect adjustment.

The Foundation plans to adopt the new ASU at the required implementation date and management is currently in the process of evaluating the adoption method and the impact of the new standard on its accompanying consolidated financial statements.

2. INVESTMENTS

In accordance with FASB ASC 820, Fair Value Measurement, the Foundation has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy.

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

Investments recorded in the Consolidated Statement of Financial Position are categorized based on the inputs to valuation techniques as follows:

**Level 1.** These are investments where values are based on unadjusted quoted prices for identical assets in an active market the Foundation has the ability to access.

**Level 2.** These are investments where values are based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, or model-based valuation techniques that utilize inputs that are observable either directly or indirectly for substantially the full-term of the investments.

**Level 3.** These are investments where inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodology used for investments measured at fair value. There were no changes in the methodologies used and there were no transfers between levels in the fair value hierarchy during the year ended December 31, 2019. Transfers between levels are recorded at the end of the reporting period, if applicable.

Mutual funds - Valued at the daily closing price as reported by the fund. Mutual funds held by the Foundation are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily value and to transact at that price. Mutual funds held by the Foundation are deemed to be actively traded.
2. INVESTMENTS (Continued)

The table below summarizes, the investments measured at fair value on a recurring basis, by level within the fair value hierarchy and those invested and measured at NAV as a practical expedient as of December 31, 2019.

<table>
<thead>
<tr>
<th>Asset Class:</th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total  December 31, 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mutual funds - Fixed income</td>
<td>$ 2,563,413</td>
<td>$ -</td>
<td>$ -</td>
<td>$ 2,563,413</td>
</tr>
</tbody>
</table>

Included in investment income are the following:

- Interest and dividends: $40,258
- Unrealized loss: $(13,424)
- Realized gain: $18,083
- Investment expenses provided by external investment advisors: $(3,672)

**TOTAL INVESTMENT INCOME, NET OF INVESTMENT EXPENSES**: $41,245

3. FIXED ASSETS

Fixed assets consisted of the following for the year ended December 31, 2019:

- Furniture, fixtures and computers: $728,660
- Software: $159,879
- Leasehold improvements: $598,641

Less: Accumulated depreciation and amortization: $(1,066,697)

**FIXED ASSETS, NET**: $420,483

4. LINE OF CREDIT

The Foundation has a $750,000 bank line of credit. Amounts borrowed under this agreement bear interest based upon the index and the margin described in the financing agreement (5.00% at December 31, 2019). As of December 31, 2019, there was no outstanding balance on the line of credit. The line is secured by cash held in accounts at the same financial institution.

5. NET ASSETS WITH DONOR RESTRICTIONS

The GlobalGiving Foundation, Inc. and Subsidiary’s net assets with donor restrictions are mostly comprised of donations received that will be used to provide benefits to specific charitable projects and have not yet been distributed to the sponsoring organizations.

Net assets with donor restrictions consist of the following at December 31, 2019:

Subject to expenditure for specified purpose:
- Foundation projects: $34,576,471
- Guarantee reserve: $4,467
- GG UK projects: $782,307

**TOTAL NET ASSETS WITH DONOR RESTRICTIONS**: $35,363,245
6. **NET ASSETS RELEASED FROM RESTRICTIONS**

The following net assets with donor restrictions were released from donor restrictions by incurring expenses (or through the passage of time) which satisfied the restricted purposes specified by the donors:

Purpose restrictions accomplished:
- Foundation project distributions $58,981,488
- GG UK projects 2,281,580

**TOTAL NET ASSETS RELEASED FROM RESTRICTIONS** $61,263,068

7. **LIQUIDITY AND AVAILABILITY**

Financial assets available for use for general expenditures within one year of the Consolidated Statement of Financial Position date comprise the following:

- Cash and cash equivalents $39,274,563
- Investments 2,563,413
- Receivables 1,410,976
- Pledges and grants receivable 15,000

Subtotal financial assets available within one year 43,263,952
Less: Donor restricted funds (35,363,245)

**FINANCIAL ASSETS AVAILABLE TO MEET CASH NEEDS FOR GENERAL EXPENDITURES WITHIN ONE YEAR** $7,900,707

The Foundation is substantially supported by restricted contributions. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, the Foundation must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Foundation’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. As of December 31, 2019, the Foundation has financial assets equal to approximately one month of operating expenses. In addition, the Foundation invests cash in excess of daily requirements in short-term investments. In the event of an unanticipated liquidity need, the Foundation also could draw upon $750,000 of available line of credit (as further discussed in Note 11).

8. **COMMITMENTS**

**Outsourced services** - The Foundation contracts with Insperity as a full-service, outsourced human resources provider for the Foundation. The agreement will remain in effect until terminated. Either party may cancel this Agreement at any time by giving the other party thirty (30) days prior written notice.

9. **RETIREMENT PLAN**

The Foundation established the GlobalGiving Foundation, Inc. 401(k) Plan for the exclusive benefit of all eligible employees and their beneficiaries. To be eligible to make a salary deferral contribution and to receive a matching contribution, an employee must have completed a minimum of three months of service with 160 hours in each month.
9. RETIREMENT PLAN (Continued)

Each year, at the Foundation’s discretion, a match may be a discretionary percentage allocated proportionate to an employee salary deferrals, flat dollar amount, or tiered formula, as the Foundation elects each year. The safe harbor contribution will be a match of 100% of the first 3% of salary deferral plus 50% of the next 2% of salary deferral. The total safe harbor match for the year ended December 31, 2019 was $128,161.

Additionally, the Foundation, at its discretion, may make a profit sharing contribution to the Plan. To be eligible to receive an allocation of the discretionary employer profit sharing contributions an employee must complete 1,000 hours of service during the Plan year and be employed the last day of the Plan year. The Foundation did not make a profit sharing contribution for the year ended December 31, 2019.

10. LEASE COMMITMENT

In 2014, the Foundation entered into a lease agreement for new office space. The lease commenced on August 1, 2014 and terminates on July 31, 2024. Base rent is $26,971 per month, with annual set escalations, plus a proportionate share of expenses.

During 2016, GG UK signed a new lease with contractual terms commencing on April 24, 2016 and terminating on April 23, 2019. The lease has a base rent of £13,800 per annum, plus a proportionate share of service charges, taxes, and utilities. The base amount will be reviewed on an annual basis and adjusted based on the current RPI at the time of review. This lease was not renewed at the time of termination.

GG UK signed a twenty-four month lease agreement for new office space with a commencement date of July 12, 2019. Base rent on the lease is £2,100 per month plus a proportionate share of service charges, taxes, and utilities.

The Foundation initiated a program with OpenGovHub to sublease office space to third party companies. The licensees would rent desk space from the Foundation but would also have access to all of the amenities at OpenGovHub. Total rental income for the year was $1,275.

Accounting principles generally accepted in the United States of America require that the total rent commitment should be recognized on a straight-line basis over the term of the lease. Accordingly, the difference between the actual monthly payments and the rent expense being recognized for financial statement purposes is recorded as a deferred rent liability on the Consolidated Statement of Financial Position.

The following is a schedule of the future minimum lease payments:

<table>
<thead>
<tr>
<th>Year Ending December 31</th>
<th>Rental Payments</th>
</tr>
</thead>
<tbody>
<tr>
<td>2020</td>
<td>$408,830</td>
</tr>
<tr>
<td>2021</td>
<td>401,405</td>
</tr>
<tr>
<td>2022</td>
<td>394,221</td>
</tr>
<tr>
<td>2023</td>
<td>404,089</td>
</tr>
<tr>
<td>2024</td>
<td>239,118</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$1,847,663</strong></td>
</tr>
</tbody>
</table>
10. LEASE COMMITMENT (Continued)

Rent expense for the year ended December 31, 2019 totaled $354,684. The deferred rent liability was $530,195.

11. OTHER FINANCIAL COMMITMENTS

GG UK was obligated to make payments to Venturesome under a multi-year agreement which terminated during the year ended December 31, 2019. The payments were for a Revenue Participation Right that Venturesome had previously purchased. Payments to Venturesome during the year ended December 31, 2019 totaled £7,200 (approximately $9,600) and were based on a percentage between 0.83% and 5% of income.

12. SUBSEQUENT EVENTS

In preparing these consolidated financial statements, the GlobalGiving Foundation, Inc. and Subsidiary have evaluated events and transactions for potential recognition or disclosure through September 30, 2021, the date the consolidated financial statements were issued.

On March 11, 2020, the World Health Organization declared the Coronavirus disease (COVID-19) a global pandemic. As a result of the spread of COVID-19, economic uncertainties have arisen which may negatively impact the Foundation's operations. The overall potential impact is unknown at this time.