

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

Audited Combined Financial Statements
and Supplementary Information

For the years ended December 31, 2022 and 2021

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Center for Biological Diversity, Inc. and
Affiliate

Opinion

We have audited the accompanying combined financial statements of Center for Biological Diversity, Inc. and its affiliate, Center Action Fund (nonprofit organizations), which comprise the combined statements of financial position as of December 31, 2022 and 2021, and the related combined statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of Center for Biological Diversity, Inc. and Affiliate as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Center for Biological Diversity, Inc. and Affiliate 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 combined 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 combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Center for Biological Diversity Inc. and Affiliate's ability to continue as a going concern within one year after the date that the combined 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 combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.



INDEPENDENT AUDITOR'S REPORT, Continued

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 combined 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 combined 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 Center or Biological Diversity, Inc. and Affiliate'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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Center or Biological Diversity, Inc. and Affiliate'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.

Report on Supplementary Information

Our audit was conducted for the purposes of forming an opinion on the combined financial statements as a whole. The schedules on pages 23 and 24 are presented for purposes of additional analysis and are not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

Luowia Kiewer & Knover PLLC

June 5, 2023

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENTS OF FINANCIAL POSITION
December 31, 2022 and 2021

ASSETS

	<u>2022</u>	<u>2021</u>
Current assets:		
Cash and cash equivalents	\$ 6,353,461	\$ 12,048,603
Grants and contributions receivable	1,438,887	2,529,873
Prepaid expenses	380,153	342,310
Investments - other, current portion	-	2,099,947
Notes receivable, current portion	<u>32,679</u>	<u>31,666</u>
Total current assets	8,205,180	17,052,399
Investments - other, non-current portion	792,910	991,137
Notes receivable, non-current portion	7,287,585	4,320,264
Investments - deferred compensation	-	480,808
Investments	19,010,301	14,357,096
Operating right-of-use assets	1,993,256	-
Property and equipment, net	5,678,459	5,956,665
Deposits	<u>147,854</u>	<u>153,273</u>
Total assets	<u>\$ 43,115,545</u>	<u>\$ 43,311,642</u>

LIABILITIES AND NET ASSETS

Current liabilities:		
Accounts payable	\$ 260,205	\$ 159,976
Accrued expenses	2,158,989	1,931,867
Operating lease liabilities, current portion	<u>500,123</u>	<u>-</u>
Total current liabilities	2,919,317	2,091,843
Operating lease liabilities, non-current portion	1,606,259	-
Deferred compensation liability	<u>-</u>	<u>480,808</u>
Total liabilities	4,525,576	2,572,651
Net assets:		
Without donor restrictions:		
Undesignated	16,090,532	16,994,670
Expended for property and equipment	5,678,459	5,956,665
Board-designated operating reserve	<u>9,460,000</u>	<u>9,460,000</u>
Total unrestricted net assets	31,228,991	32,411,335
With donor restrictions - purpose restrictions	<u>7,360,978</u>	<u>8,327,656</u>
Total net assets	<u>38,589,969</u>	<u>40,738,991</u>
Total liabilities and net assets	<u>\$ 43,115,545</u>	<u>\$ 43,311,642</u>

See independent auditor's report and
accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENT OF ACTIVITIES
For the year ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Contributions	\$ 16,648,582	\$ 1,685,675	\$ 18,334,257
Grants	702,000	5,200,550	5,902,550
Legal income	322,979	2,109,478	2,432,457
Other income	157,933	-	157,933
Rental income	30,377	-	30,377
Investment loss, net	(1,995,873)	-	(1,995,873)
Total revenue and support	15,865,998	8,995,703	24,861,701
Net assets released from restrictions	9,962,381	(9,962,381)	-
Total revenue, support, and reclassifications	25,828,379	(966,678)	24,861,701
Expenses:			
Program services	24,435,277	-	24,435,277
Supporting services:			
Fund-raising	1,571,413	-	1,571,413
General and administrative	1,004,033	-	1,004,033
Total expenses	27,010,723	-	27,010,723
Change in net assets	(1,182,344)	(966,678)	(2,149,022)
Net assets, beginning of year	32,411,335	8,327,656	40,738,991
Net assets, end of year	\$ 31,228,991	\$ 7,360,978	\$ 38,589,969

See independent auditor's report and
accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENT OF ACTIVITIES

For the year ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Contributions	\$ 9,771,861	\$ 9,566,095	\$ 19,337,956
Grants	914,000	5,579,690	6,493,690
Legal income	7,597,979	2,265,820	9,863,799
Investment income, net	1,701,018	-	1,701,018
Other income	166,820	-	166,820
Rental income	31,394	-	31,394
Total revenue and support	<u>20,183,072</u>	<u>17,411,605</u>	<u>37,594,677</u>
Net assets released from restrictions	<u>9,540,401</u>	<u>(9,540,401)</u>	<u>-</u>
Total revenue, support, and reclassifications	29,723,473	7,871,204	37,594,677
Expenses:			
Program services	21,892,331	-	21,892,331
Supporting services:			
Fund-raising	1,715,144	-	1,715,144
General and administrative	1,434,602	-	1,434,602
Total expenses	<u>25,042,077</u>	<u>-</u>	<u>25,042,077</u>
Change in net assets	4,681,396	7,871,204	12,552,600
Net assets, beginning of year	<u>27,729,939</u>	<u>456,452</u>	<u>28,186,391</u>
Net assets, end of year	<u>\$ 32,411,335</u>	<u>\$ 8,327,656</u>	<u>\$ 40,738,991</u>

See independent auditor's report and accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2022

	Program									
	Endangered Species	Carnivore Conservation	Public Lands	Population and Sustainability	Environmental Health	Oceans	Climate	Urban Wildlands	International	Government Affairs
Payroll and related taxes and benefits	\$ 3,975,718	\$ 697,777	\$ 3,483,955	\$ 1,037,361	\$ 1,619,033	\$ 1,591,030	\$ 3,308,820	\$ 1,191,551	\$ 705,983	\$ 446,007
Rent and utilities	122,248	36,893	115,175	22,720	56,053	109,429	297,850	122,355	20,918	34,859
Professional services	110,771	7,494	226,368	12,914	25,959	22,050	52,839	13,832	112,579	6,251
Advertising	58,313	11,296	43,132	27,554	21,924	22,308	81,328	15,114	11,591	8,272
Depreciation	157,446	2,120	50,610	16,045	71,508	17,984	39,351	6,226	5,298	2,991
Contributions and grants	144,998	225	88,639	17,777	23,111	17,873	126,639	17,582	9,719	1,814
Legal	61,735	5,109	138,947	1,228	29,078	14,244	99,919	40,256	3,842	2,385
Travel	95,098	15,252	60,196	11,059	37,404	23,193	71,535	14,951	35,462	8,813
Office supplies	59,410	2,784	31,221	9,479	14,328	14,407	31,612	11,509	6,094	39,387
Printing	3,226	279	2,236	198	1,061	1,306	3,210	1,557	264	457
Internet organizing	17,013	6,696	14,023	7,499	8,967	10,831	16,155	7,516	6,796	6,041
Postage, mail service, labels	7,480	1,092	5,278	21,020	2,027	2,359	5,532	2,976	2,248	2,551
Telephone and internet	44,599	7,947	33,343	9,427	15,487	14,069	34,513	13,645	7,762	6,554
Conferences and meetings	35,105	4,923	25,912	6,998	13,795	13,854	34,354	8,049	10,096	2,889
Merchant fees	-	-	-	-	-	-	218	-	-	-
Insurance	17,686	-	12,122	2,897	4,818	6,085	9,548	3,568	3,110	1,509
Dues and subscriptions	3,730	885	3,863	3,024	3,775	1,904	5,426	2,619	15,156	4,893
Education	2,691	-	10,093	30,195	-	1,035	3,058	-	-	-
Staff development	5,650	905	4,211	1,734	2,193	2,767	9,767	1,375	1,014	664
Events and rallies	3,335	-	6,188	135	754	448	4,227	797	-	-
Miscellaneous	358	126	161	-	118	222	1,248	602	-	154
Total functional expenses	<u>\$ 4,926,610</u>	<u>\$ 801,803</u>	<u>\$ 4,355,673</u>	<u>\$ 1,239,264</u>	<u>\$ 1,951,393</u>	<u>\$ 1,887,398</u>	<u>\$ 4,237,149</u>	<u>\$ 1,476,080</u>	<u>\$ 957,932</u>	<u>\$ 576,491</u>

See independent auditor's report and
accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENT OF FUNCTIONAL EXPENSES, Continued
For the year ended December 31, 2022

	Energy Justice	Digital	Media	Environmental Equity and Justice	Social Welfare	Electioneering	Total Program	Fund-raising	General and Administrative	Total
Payroll and related taxes and benefits	\$ 797,542	\$ 367,046	\$ 347,387	\$ 79,407	\$ 52,526	\$ 4,366	\$ 19,705,509	\$ 375,139	\$ 560,524	\$ 20,641,172
Rent and utilities	31,429	10,733	13,638	2,416	2,688	-	999,404	12,106	25,401	1,036,911
Professional services	7,303	11,087	7,596	3,327	348	-	620,718	167,206	264,646	1,052,570
Advertising	9,502	11,609	27,029	4,609	-	-	353,581	140,582	706	494,869
Depreciation	27,542	2,927	5,209	1,802	-	-	407,059	21,133	52,876	481,068
Contributions and grants	4,283	5,000	1,952	801	-	2,500	462,913	-	-	462,913
Legal	13,812	935	336	227	8,422	392	420,867	294	14,739	435,900
Travel	17,033	4,317	5,741	1,313	885	-	402,252	6,101	12,958	421,311
Office supplies	7,534	8,168	4,171	1,609	1,699	44	243,456	87,618	28,904	359,978
Printing	246	180	117	46	32	-	14,415	256,501	270	271,186
Internet organizing	6,077	4,966	17,000	5,318	-	-	134,898	132,525	-	267,423
Postage, mail service, labels	1,198	708	339	278	86	-	55,172	200,707	7,382	263,261
Telephone and internet	7,498	10,106	2,845	750	980	22	209,547	6,917	10,265	226,729
Conferences and meetings	5,634	4,872	3,768	1,199	-	-	171,448	691	6,958	179,097
Merchant fees	-	-	-	-	1	-	219	159,478	2,368	162,065
Insurance	2,622	3,202	1,814	633	11,381	529	81,524	3,980	4,739	90,243
Dues and subscriptions	5,416	363	1,596	119	-	-	52,769	301	332	53,402
Education	-	-	-	-	-	-	47,072	-	-	47,072
Staff development	693	1,315	709	584	-	-	33,581	134	9,548	43,263
Events and rallies	-	-	-	-	-	-	15,884	-	-	15,884
Miscellaneous	-	-	-	-	-	-	2,989	-	1,417	4,406
Total functional expenses	\$ 945,364	\$ 447,534	\$ 441,247	\$ 104,438	\$ 79,048	\$ 7,853	\$ 24,435,277	\$ 1,571,413	\$ 1,004,033	\$ 27,010,723

See independent auditor's report and
accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2021

	Program									
	Endangered Species	Carnivore Conservation	Public Lands	Population and Sustainability	Environmental Health	Oceans	Climate	Urban Wildlands	International	Government Affairs
Payroll and related taxes and benefits	\$ 3,895,431	\$ 256,368	\$ 3,395,446	\$ 726,892	\$ 1,348,431	\$ 1,418,013	\$ 2,555,970	\$ 996,285	\$ 667,521	\$ 350,424
Professional services	71,002	1,716	193,423	26,605	14,744	24,389	333,210	9,576	86,495	2,881
Rent and utilities	134,681	4,825	150,302	17,123	53,584	95,536	240,262	84,979	71,675	24,914
Advertising	79,708	3,026	82,491	12,775	19,709	24,480	77,210	17,556	12,046	5,997
Depreciation	153,357	147	54,165	16,226	69,917	9,852	57,616	3,949	17,494	379
Legal	91,020	4,478	132,625	740	33,980	25,015	72,000	51,139	7,214	1,277
Office supplies	59,673	377	24,830	7,780	8,891	9,941	22,231	7,282	4,475	16,090
Contributions and grants	181,479	2,500	62,973	2,540	3,829	12,820	7,442	8,162	1,669	5,802
Internet organizing	17,408	7,503	17,130	16,121	16,299	16,364	16,739	16,099	16,030	15,898
Printing	4,366	22	3,349	19,134	201	588	2,168	1,324	820	243
Telephone and internet	46,985	1,763	34,258	7,391	14,392	15,019	33,383	12,285	10,774	3,431
Postage, mail service, labels	6,044	100	3,726	8,935	1,545	1,243	2,805	1,664	927	236
Merchant fees	-	-	-	-	-	-	-	-	-	-
Travel	19,503	5,277	48,607	1,629	4,484	2,578	21,405	3,757	1,484	4,300
Insurance	18,835	-	12,664	3,226	5,117	6,186	9,880	3,589	3,156	1,569
Dues and subscriptions	6,554	332	6,114	1,665	1,677	3,804	7,755	3,021	704	2,910
Staff development	2,356	667	3,538	913	656	822	3,453	532	1,025	769
Conferences and meetings	4,011	544	5,019	2,379	889	1,432	1,901	869	1,075	161
Miscellaneous	1,867	-	794	140	309	476	1,644	540	139	70
Education	7,100	-	-	12,830	-	-	-	-	-	-
Events and rallies	25	-	478	2,276	293	70	2,287	58	-	-
Total functional expenses	<u>\$ 4,801,405</u>	<u>\$ 289,645</u>	<u>\$ 4,231,932</u>	<u>\$ 887,320</u>	<u>\$ 1,598,947</u>	<u>\$ 1,668,628</u>	<u>\$ 3,469,361</u>	<u>\$ 1,222,666</u>	<u>\$ 904,723</u>	<u>\$ 437,351</u>

See independent auditor's report and
accompanying notes to combined financial statements

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE
 COMBINED STATEMENT OF FUNCTIONAL EXPENSES, Continued
 For the year ended December 31, 2021

	Program									Total
	Energy Justice	Digital	Media	Environmental Equity and Justice	Social Welfare	Electioneering	Total Program	Fund-raising	General and Administrative	
Payroll and related taxes and benefits	\$ 593,385	\$ 639,980	\$ 500,466	\$ 129,516	\$ 49,461	\$ 609	\$ 17,524,198	\$ 728,504	\$ 996,199	\$ 19,248,900
Professional services	7,030	8,131	3,934	1,918	288	85,000	870,342	76,527	235,004	1,181,873
Rent and utilities	39,610	19,382	10,306	3,268	2,059	-	952,506	16,992	24,566	994,061
Advertising	12,133	16,669	10,742	5,926	-	-	380,468	156,244	12,319	549,036
Depreciation	33,128	2,484	460	96	-	-	419,270	26,841	48,074	494,188
Legal	2,126	1,439	1,431	41	6,174	287	430,986	510	38,438	469,932
Office supplies	5,211	36,954	6,710	897	957	16	212,315	84,646	21,556	318,511
Contributions and grants	5,287	3,403	763	486	-	-	299,155	-	-	299,155
Internet organizing	15,924	15,967	16,450	15,810	-	-	219,742	54,898	-	274,640
Printing	266	1,525	136	34	74	-	34,250	198,302	2,005	234,557
Telephone and internet	6,357	7,431	4,487	965	1,061	29	200,011	10,606	11,204	221,828
Postage, mail service, labels	461	532	373	144	209	6	28,950	183,620	3,308	215,876
Merchant fees	-	-	-	-	-	-	-	160,088	3,176	163,264
Travel	11,010	1,743	1,812	171	198	-	127,958	2,805	5,028	135,792
Insurance	2,488	3,038	1,721	600	10,527	490	83,086	4,176	4,622	91,854
Dues and subscriptions	453	829	2,449	180	-	-	38,447	4,755	1,463	44,667
Staff development	2,336	931	366	118	-	-	18,482	1,170	12,341	31,993
Conferences and meetings	739	881	367	74	-	-	20,341	1,892	3,632	25,869
Miscellaneous	129	155	87	57	-	-	6,407	2,568	11,667	20,646
Education	-	-	-	-	-	-	19,930	-	-	19,930
Events and rallies	-	-	-	-	-	-	5,487	-	-	5,487
Total functional expenses	\$ 738,073	\$ 761,474	\$ 563,060	\$ 160,301	\$ 71,008	\$ 86,437	\$ 21,892,331	\$ 1,715,144	\$ 1,434,602	\$ 25,042,073

See independent auditor's report and
 accompanying notes to combined financial statements

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINED STATEMENTS OF CASH FLOWS
For the years ended December 31, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	\$ (2,149,022)	\$ 12,552,600
Reconciliation of change in net assets to net cash (used in) provided by operating activities:		
Depreciation	481,068	494,185
Net realized and unrealized loss (gain) on investments	2,206,107	(1,588,532)
Reinvested interest and dividends	(10,071)	(5,891)
Operating leases right-of-use interest component	113,126	-
Donated marketable securities	(5,220,410)	(14,699)
Change in investments - deferred compensation	480,808	(42,162)
Change in operating assets and liabilities:		
Grants and contributions receivable	1,090,986	(1,876,167)
Prepaid expenses	(37,843)	(83,304)
Deposits	5,419	200
Accounts payable	100,229	(99,048)
Accrued expenses	227,122	(189,877)
Deferred compensation liability	(480,808)	42,162
Total adjustments	(1,044,267)	(3,363,133)
Net cash (used in) provided by operating activities	(3,193,289)	9,189,467
Cash flows from investing activities:		
Purchases of property and equipment	(202,862)	(103,133)
Proceeds from sales of investments	4,195,280	2,196,889
Purchases of investments	(5,694,000)	(6,552,795)
Purchases of investments - other	(49,920)	(1,704,042)
Proceeds from maturities of investments - other	2,217,983	735,000
Advance of note receivable	(3,000,000)	(4,000,000)
Payments received on note receivable	31,666	30,691
Net cash used in investing activities	(2,501,853)	(9,397,390)
Cash flows from financing activities	-	-
Change in cash and cash equivalents	(5,695,142)	(207,923)
Cash and cash equivalents, beginning of year	12,048,603	12,256,526
Cash and cash equivalents, end of year	\$ 6,353,461	\$ 12,048,603
Supplemental schedule of cash flow information:		
Cash paid for income taxes	\$ -	\$ -
Supplemental disclosure of non-cash investing information:		
Donated marketable securities	\$ 5,220,410	\$ 14,699
Reinvested interest and dividends	\$ 10,071	\$ 5,891
Right-of-use operating lease assets obtained in exchange for lease obligations	\$ 2,553,315	\$ -

See independent auditor's report and
accompanying notes to combined financial statements.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS

For the years ended December 31, 2022 and 2021

1. Organization

Center for Biological Diversity, Inc. (the Center) was organized under the laws of the State of New Mexico as a nonprofit corporation. In May 2013, the Center was reincorporated under the laws of the State of California. The Center works through science, law and creative media to secure a future for all species, great or small, hovering on the brink of extinction.

Center Action Fund (CAF) was organized under the laws of the District of Columbia during February 2018. CAF was formed to promote social welfare within the meaning of section 501(c)(4) of the Internal Revenue Code, including but not limited to: advocating for stronger environmental laws and policies to protect wildlife, the environmental laws and threats to the integrity of those laws, and advocating for and against legislators and elected officials to further advance stronger environmental protections.

2. Summary of Significant Accounting Policies

Financial Statement Presentation

The combined financial statements include the accounts of Center for Biological Diversity and its commonly managed affiliate, Center Action Fund (collectively referred to as the Organization). The organizations share a common board of directors. All intercompany accounts and transactions have been eliminated in the combined financial statements.

The Organization reports information regarding its financial position and activities according to two classes of net assets (net assets without donor restrictions and net assets with donor restrictions) based upon the existence or absence of donor-imposed restrictions.

- Net assets without donor restrictions – Net assets that are not subject to donor-imposed stipulations. Net assets without donor restrictions include \$9,460,000 at December 31, 2022 and 2021, designated by the Board of Directors as an operating reserve.
- Net assets with donor restrictions – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statement of activities as net assets released from restrictions. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained permanently. Generally, donors of these permit the Organization to use all of part of the income earned on any related investments for general or specific purposes.

Cash and Cash Equivalents

The Organization considers cash and highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents consist of demand deposits with financial institutions and money market accounts.

Grants and Contributions Receivable

Grants and contributions receivable consist principally of uncollateralized amounts due from other non-profit organizations and individual donors at year-end. No amounts included in the grants and contributions receivable balance are greater than ninety days past due. The Organization utilizes the allowance method to account for uncollectible amounts, and management believes all amounts are considered fully collectible. Therefore, no allowance for uncollectible accounts has been established at December 31, 2022 and 2021.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the combined statement of financial position. Unrealized gains and losses are included in the change in net assets.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the years ended December 31, 2022 and 2021

2. Summary of Significant Accounting Policies, Continued

Investments – Other

Investments - other is comprised of various certificates of deposit held for investment that are not debt securities. The certificates of deposit mature between August 2024 and July 2030, have an annual fixed interest rates ranging from 1.09% to 2.99% and are recorded at cost which approximates fair market value.

Certificates of deposit with original maturities greater than three months and remaining maturities less than one year are classified as current, and certificates of deposit with remaining maturities greater than one year are classified as non-current.

Volunteer Services and Donated Goods

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Property and Equipment

Property and equipment purchased with a cost of greater than \$1,000 and a useful life of greater than one year is recorded at cost. Donated property is recorded at its estimated fair market value on the date of the donation. Depreciation is calculated using the straight-line method over the following estimated useful lives of the assets:

Building and improvements	5-30 years
Furniture and equipment	3-5 years
Vehicles	5 years

The cost of repairs and maintenance is charged to expense in the year incurred. Expenditures that increase the useful lives of the assets beyond one year are capitalized. Upon the sale or retirement of depreciable assets, the related cost and accumulated depreciation are removed from the accounts. All gains or losses are reflected in revenue in the year of disposition.

Support and Revenue

Grants and other contributions of cash and other assets are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statement of activities as net assets released from restrictions.

Fiscal Sponsorship

The Center is party to a fiscal sponsorship agreement with an unincorporated organization whose mission is compatible with the Center's mission. In accordance with accounting principles generally accepted in the United States of America, the Center recognizes revenue received for this entity as support with donor restrictions, and the related expenses are recorded with program activities.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the years ended December 31, 2022 and 2021

2. Summary of Significant Accounting Policies, Continued

Legal Income

Legal income related to legal returns is classified as revenue with donor restrictions as required by law. When the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statement of activities as net assets released from restrictions. Legal income received from the outcome of favorable legal settlements is reported as income without donor restrictions.

Functional Expenses

The combined financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Expenses are summarized and categorized based upon their functional classification as either program or supporting services. Specific expenses that are readily identifiable to a single program or activity are charged directly to that function. Certain categories of expenses are attributable to more than one program or supporting function.

These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated on a time-and-effort basis include payroll, related taxes and benefits, travel, conferences and meetings, dues and subscriptions, education, and staff development. In addition, rent and utilities, office supplies, depreciation, telephone and internet, and postage are allocated on a full-time equivalent basis.

Advertising Costs

The cost of advertising is expensed when incurred or when the first advertising takes place. The Organization does not participate in direct-response advertising, which requires the capitalization and amortization of related costs.

Leases

The Organization adopted FASB ASU 2016-03, *Leases* (Topic 842) ("ASC 842") effective January 1, 2022 and utilized all of the available practical expedients. The adoption had a material impact on the Organization's balance sheet but did not have a material impact on the income statement. The most significant impact was the recognition of right-of-use (ROU) assets and lease liabilities for operating leases. Adoption of the standard required the Organization to restate amounts as of January 1, 2022, resulting in an increase in operating lease ROU assets and operating lease liabilities of \$2,553,315.

Accounting 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 amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Center is exempt from federal income tax under Internal Revenue Code (IRC) Section 501(c)(3) and from Arizona income tax under Arizona Revised Statutes Section 43-1201(4). The Center is classified as other than a private foundation under IRC 509(a)(1). There were no income taxes paid during the years ended December 31, 2022 and 2021.

CAF is exempt from federal income tax under Internal Revenue Code (IRC) Section 501(c)(4) and from Arizona income tax under Arizona Revised Statutes Section 43-1201(4). CAF is classified as other than a private foundation under IRC 509(a)(1). There were no income taxes paid during the years ended December 31, 2022 and 2021.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the years ended December 31, 2022 and 2021

2. Summary of Significant Accounting Policies, Continued

Income Taxes, continued

The Organization's policy is to disclose or recognize income tax positions based on management's estimate of whether it is reasonably possible or probable, respectively, that a liability has been incurred for unrecognized income tax positions. As of December 31, 2022, management is not aware of any uncertain tax positions that are potentially material. In addition, management is not aware of any matters that would cause the Organization to lose its tax-exempt status.

3. Liquidity and Availability

Under 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. In addition, the Organization invests cash in excess of daily requirements in short-term investments, certificates of deposit and other short-term investments.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the combined statement of financial position date, are comprised of the following at December 31, :

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 6,353,461	\$ 12,048,603
Grants and contributions receivable	1,438,887	2,529,873
Investments - other, current portion	-	2,099,947
Note receivable, current portion	<u>32,679</u>	<u>31,666</u>
Total financial assets available to management for general expenditure within one year	<u>\$ 7,825,027</u>	<u>\$ 16,710,089</u>

The Organization also maintains a board designated operating reserve. The balance was \$9,460,000 at December 31, 2022 and 2021, respectively. Although the Organization does not intend to spend from these funds, these funds can be made available by Board of Director approval if necessary.

4. Concentration Risk

Cash balances are maintained at various financial institutions. The Federal Deposit Insurance Corporation (FDIC) insures cash accounts at banks up to \$250,000 per institution. Investments held by other institutions are covered up to \$500,000 under insurance provided by the Securities Investor Protection Corporation (SIPC). However, the SIPC does not protect against losses in market value. It is the opinion of management that the solvency of the referenced financial institutions is not of concern at this time. The Organization had cash and investments of \$24,065,539 and \$27,925,438 as of December 31, 2022 and 2021, respectively, at various banks and institutions in excess of FDIC and SIPC limitations.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the year ended December 31, 2022 and 2021

5. Investments

Investments, including investments – deferred compensation, are stated at market value and consist of the following at December 31,:

	<u>2022</u>	<u>2021</u>
Common stock	\$ 5,186,060	\$ 7,818,135
US Treasury bills	8,389,720	2,988,281
Municipal and government bonds	4,235,315	2,488,345
Corporate bonds	1,195,410	1,538,499
Guaranteed annuity	3,796	4,644
Total investments	<u>\$ 19,010,301</u>	<u>\$ 14,837,904</u>

Investment (loss) income, net including earnings on investments – other, consists of the following for the year ended December 31,:

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$ 306,169	\$ 208,418
Net realized and unrealized (loss) gain	(2,206,107)	1,588,532
Investment expense	(95,935)	(95,932)
Investment (loss) income, net	<u>\$ (1,995,873)</u>	<u>\$ 1,701,018</u>

6. Notes Receivable

Notes receivable consists of the following at December 31,:

	<u>2022</u>	<u>2021</u>
Note receivable from a nonprofit conservation organization, non interest-bearing and no payments due until the maturity date of November 2026. If the borrower complies with certain conditions contained in the note agreement, the Organization will forgive \$1,000,000 of the total note amount at maturity. The note is secured with a deed of trust on real property.	\$ 7,000,000	\$ 4,000,000
Note receivable due in monthly installments of \$2,025 including interest at 4.0% through March 2024.	29,579	52,201
Note receivable due in monthly installments of \$1,000 including interest at 1.0% through September 2050.	290,685	299,729
Total notes receivable	7,320,264	4,351,930
Less current portion	(32,679)	(31,666)
Non-current portion	<u>\$ 7,287,585</u>	<u>\$ 4,320,264</u>

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the years ended December 31, 2022 and 2021

6. Notes Receivable, Continued

Future maturities of the notes receivable at December 31, 2021 are:

2023	\$	32,679
2024		15,263
2025		9,320
2026		7,009,413
2027		9,507
Thereafter		244,082
Total notes receivable	\$	<u>7,320,264</u>

7. Property and Equipment

Property and equipment consists of the following at December 31,:

	<u>2022</u>	<u>2021</u>
Land	\$ 150,000	\$ 150,000
Building and improvements	7,380,250	7,197,728
Furniture and equipment	1,010,821	955,519
Vehicles	35,920	35,920
Construction in process	-	34,964
Total property and equipment, at cost or donated value	8,576,991	8,374,131
Less accumulated depreciation	<u>(2,898,532)</u>	<u>(2,417,466)</u>
Property and equipment, net	<u>\$ 5,678,459</u>	<u>\$ 5,956,665</u>

8. Fair Value Measurements

The Financial Accounting Standards Board has established a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
- Level 2: Inputs to the valuation methodology include:
- Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets or liabilities in inactive markets;
 - Inputs other than quoted prices that are observable for the asset or liability;
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.
 - If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS

For the years ended December 31, 2022 and 2021

8. Fair Value Measurements, Continued

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2022 and 2021.

- *Common stock, treasury bills, mutual funds, corporate bonds, municipal and government bonds:* Valued at fair value based on national trade listing.
- *Guaranteed annuity:* Valued at contract value which approximates fair value.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Fair values of investment assets, including investments – deferred compensation, measured on a recurring basis at December 31, 2022 are:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common stock	\$ 5,186,060	\$ -	\$ -	\$ 5,186,060
US Treasury bills	8,389,720	-	-	8,389,720
Municipal and government bonds	4,235,315	-	-	4,235,315
Corporate bonds	1,195,410	-	-	1,195,410
Guaranteed annuity	-	3,796	-	3,796
Total	<u>\$ 19,006,505</u>	<u>\$ 3,796</u>	<u>\$ -</u>	<u>\$ 19,010,301</u>

Fair values of investment assets, including investments – deferred compensation, measured on a recurring basis at December 31, 2021 are:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common stock	\$ 7,818,135	\$ -	\$ -	\$ 7,818,135
US Treasury bills	2,988,281	-	-	2,988,281
Municipal and government bonds	2,488,345	-	-	2,488,345
Corporate bonds	1,538,499	-	-	1,538,499
Guaranteed annuity	-	4,644	-	4,644
Total	<u>\$ 14,833,260</u>	<u>\$ 4,644</u>	<u>\$ -</u>	<u>\$ 14,837,904</u>

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS
For the years ended December 31, 2022 and 2021

9. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes at December 31,:

	2022	2021
Subject to expenditure for specified purpose:		
Public lands	\$ 5,900,000	\$ 7,040,000
Energy justice	-	532,359
Environmental health	88,333	216,666
Population and sustainability	91,667	183,333
Oceans	5,025	172,500
Climate	330,497	105,497
Endangered species	-	50,000
Other	82,956	27,301
Urban wildlands	862,500	-
Total net assets with donor restrictions	\$ 7,360,978	\$ 8,327,656

Activity in net assets with donor restrictions is comprised of the following for the year ended December 31, 2022:

	Contributions	Releases
Subject to expenditure for specified purpose:		
Public lands	\$ 1,070,202	\$ (2,210,202)
Energy justice	281,450	(813,809)
Environmental health	1,240,450	(1,368,783)
Population and sustainability	120,593	(212,259)
Oceans	1,087,932	(1,255,407)
Climate	2,389,524	(2,164,524)
Endangered species	1,049,558	(1,099,558)
Other	55,655	-
Urban wildlands	1,241,074	(378,574)
Carnivore conservation	190,485	(190,485)
International	250,580	(250,580)
Government affairs	18,200	(18,200)
Total net assets with donor restrictions	\$ 8,995,703	\$ (9,962,381)

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS

For the years ended December 31, 2022 and 2021

9. Net Assets With Donor Restrictions, Continued

Activity in net assets with donor restrictions is comprised of the following for the year ended December 31, 2021:

	<u>Contributions</u>	<u>Releases</u>
Subject to expenditure for specified purpose:		
Public lands	\$ 7,866,834	\$ (826,834)
Energy justice	1,270,432	(738,073)
Environmental health	557,800	(341,134)
Population and sustainability	340,813	(157,480)
Oceans	826,288	(797,472)
Climate	3,548,266	(3,469,192)
Endangered species	2,005,125	(1,955,125)
Other	43,256	(110,826)
Urban wildlands	536,334	(727,808)
Carnivore conservation	200,249	(200,249)
International	198,818	(198,818)
Government affairs	16,790	(16,790)
Media	600	(600)
Total net assets with donor restrictions	<u>\$ 17,411,605</u>	<u>\$ (9,540,401)</u>

10. Leases

The Company leases office space for administration and branch operations under operating leases that have remaining lease terms of one to nine years. Several of the leases include options to extend the lease for additional three-five year periods. Management has considered the likelihood of renewing each lease in determining the right-of-use assets and lease liabilities under ASC 842.

The following summarizes the line items in the combined statement of financial position which includes amounts for operating leases at December 31, 2022:

Operating Leases:	
Operating lease right-of-use assets	<u>\$ 1,993,256</u>
Operating lease liabilities, current portion	\$ 500,123
Operating lease liabilities, non-current portion	<u>1,606,259</u>
Total operating lease liabilities	<u>\$ 2,106,382</u>

The following summarizes the weighted average remaining lease terms and discount rates as of December 31, 2022:

Weighted average remaining lease term	6 years
Weighted average discount rates	2.69%

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS

For the years ended December 31, 2022 and 2021

10. Leases, Continued

The maturities of lease liabilities as of December 31, 2022 are:

<u>Year ending</u> <u>December 31,</u>	
2023	\$ 550,064
2024	559,850
2025	206,208
2026	183,672
2027	187,632
Thereafter	<u>615,318</u>
Total lease payments	2,302,744
Less: interest	<u>(196,362)</u>
Present value of lease liabilities	<u>\$ 2,106,382</u>

The following summarizes the line items in the combined statement of activities which include the components of lease expense for the year ended December 31, 2022:

Operating lease included in rent and utilities	<u>\$ 525,695</u>
------------------------------------------------	-------------------

The following summarizes the cash flow information related to leases for the year ended December 31, 2022:

Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	<u>\$ 507,382</u>
Lease assets obtained in exchange for lease obligations:	
Operating leases	<u>\$ 2,553,315</u>

During the year ended December 31, 2021, the Company accounted for leases under FASB ASC 840, *Leases*. Under that guidance, operating lease expense was recorded as incurred and with future minimum lease payments disclosed as an off-balance sheet item. During the year ended December 31, 2021, the Organization leased office space for administration and branch operations under operating leases with expiration dates ranging from May 2021 to January 2025. Total rent expense during the year ended December 31, 2021, under these leases, was \$893,259.

11. Retirement Plans

403(b) Defined Contribution Plan

The Organization sponsors a salary deferral plan under Section 403(b) of the IRC. The plan allows eligible employees to defer a portion of their compensation on a tax-deferred basis until the employee withdraws the funds. Employees are eligible to make elective deferral contributions on their date of hire and are eligible to receive employer contributions on their date of hire after one consecutive year of service as long as they have reached 21 years of age. The Organization may also make contributions to the 403(b) plan. Total expense related to this plan for the years ended December 31, 2022 and 2021 was \$1,176,077 and \$1,449,498, respectively, and is included with payroll and related taxes and benefits in the combined statements of functional expenses.

See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

NOTES TO COMBINED FINANCIAL STATEMENTS

For the years ended December 31, 2022 and 2021

11. Retirement Plans, Continued

457(b) Eligible Deferred Compensation Plan

The Organization had a 457(b) eligible deferred compensation plan (457(b) Plan) that allows eligible employees to defer pretax annual compensation up to certain limitations imposed by the IRS. The 457(b) Plan covered employees of the Organization whose annual salary is in excess of limits imposed by the IRS. The Organization reports assets and liabilities of equal amounts attributable to the amount deferred and the related investment earnings. The balance of the deferred compensation liability and related assets at December 31, 2021 was \$480,808. During the year ended December 31, 2022, the Organization changed custodians for both plans, and the 457 (b) Plan assets were transferred to the individual participants' 403(b) Plan balance.

12. Joint Costs

During the years ended December 31, 2022 and 2021, the Organization incurred joint costs of \$1,334,832 and \$1,182,587, respectively, for informational materials, payroll and benefits, outside services and activities that included fund-raising appeals. The Organization allocated \$221,216 and \$243,629, respectively, to program expense, \$7,652 and \$5,480, respectively, to administrative expense and \$1,105,963 and \$933,478, respectively, to fund-raising expense for the years ended December 31, 2022 and 2021, respectively.

13. Related Party Transactions

During the years ended December 31, 2022 and 2021, members of the board of directors donated \$125,642 and \$307,043, respectively, to the Center.

14. Subsequent Events

The Organization was unaware of any subsequent events as of June 5, 2023, the date the combined financial statements were available to be issued.

See independent auditor's report.

SUPPLEMENTARY INFORMATION

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINING STATEMENT OF FINANCIAL POSITION
December 31, 2022

	ASSETS			
	Center for Biological Diversity	Center Action Fund	Combining Entries	Combined Total
Current assets:				
Cash and cash equivalents	\$ 6,329,577	\$ 23,884	\$ -	\$ 6,353,461
Grants and contributions receivable	1,438,887	-	-	1,438,887
Prepaid expenses	371,793	8,360	-	380,153
Note receivable, current portion	32,679	-	-	32,679
Total current assets	<u>8,172,936</u>	<u>32,244</u>	<u>-</u>	<u>8,205,180</u>
Investments - other, non-current portion	792,910	-	-	792,910
Note receivable, non-current portion	7,287,585	-	-	7,287,585
Investments	19,010,301	-	-	19,010,301
Operating right-of-use assets	1,993,256	-	-	1,993,256
Property and equipment, net	5,678,459	-	-	5,678,459
Due from Center Action Fund	39,915	-	(39,915)	-
Deposits	147,854	-	-	147,854
Total assets	<u>\$ 43,123,216</u>	<u>\$ 32,244</u>	<u>\$ (39,915)</u>	<u>\$ 43,115,545</u>

LIABILITIES AND NET ASSETS

Current liabilities:				
Accounts payable	\$ 260,205	\$ -	\$ -	\$ 260,205
Accrued expenses	2,158,989	-	-	2,158,989
Operating lease liabilities, current portion	500,123	-	-	500,123
Due to Center for Biological Diversity	-	39,915	(39,915)	-
Total current liabilities	<u>2,919,317</u>	<u>39,915</u>	<u>(39,915)</u>	<u>2,919,317</u>
Operating lease liabilities, non-current portion	1,606,259	-	-	1,606,259
Deferred compensation liability	-	-	-	-
Total liabilities	<u>4,525,576</u>	<u>39,915</u>	<u>(39,915)</u>	<u>4,525,576</u>
Net assets				
Without donor restrictions:				
Undesignated	16,181,159	(90,627)	-	16,090,532
Expended for property and equipment	5,678,459	-	-	5,678,459
Board-designated operating reserve	9,460,000	-	-	9,460,000
Total net assets without donor restrictions	<u>31,319,618</u>	<u>(90,627)</u>	<u>-</u>	<u>31,228,991</u>
With donor restrictions:				
Purpose restrictions	7,278,022	82,956	-	7,360,978
Total net assets	<u>38,597,640</u>	<u>(7,671)</u>	<u>-</u>	<u>38,589,969</u>
Total liabilities and net assets	<u>\$ 43,123,216</u>	<u>\$ 32,244</u>	<u>\$ (39,915)</u>	<u>\$ 43,115,545</u>

Supplementary Information.
See independent auditor's report.

CENTER FOR BIOLOGICAL DIVERSITY, INC. AND AFFILIATE

COMBINING STATEMENT OF ACTIVITIES

For the year ended December 31, 2022

	Center for Biological Diversity			Center Action Fund			Combining Entries	Combined Total		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total		Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:										
Contributions	\$ 16,648,582	\$ 1,630,020	\$ 18,278,602	\$ -	\$ 55,655	\$ 55,655	\$ -	\$ 16,648,582	\$ 1,685,675	\$ 18,334,257
Grants	702,000	5,200,550	5,902,550	-	-	-	-	702,000	5,200,550	5,902,550
Legal income	322,979	2,109,478	2,432,457	-	-	-	-	322,979	2,109,478	2,432,457
Other income	157,933	-	157,933	-	-	-	-	157,933	-	157,933
Rent income	30,377	-	30,377	-	-	-	-	30,377	-	30,377
Investment loss, net	(1,995,873)	-	(1,995,873)	-	-	-	-	(1,995,873)	-	(1,995,873)
Total revenue and support	15,865,998	8,940,048	24,806,046	-	55,655	55,655	-	15,865,998	8,995,703	24,861,701
Net assets released from restrictions	9,962,381	(9,962,381)	-	-	-	-	-	9,962,381	(9,962,381)	-
Total revenue, support, and reclassifications	25,828,379	(1,022,333)	24,806,046	-	55,655	55,655	-	25,828,379	(966,678)	24,861,701
Expenses:										
Program services	24,348,477	-	24,348,477	86,800	-	86,800	-	24,435,277	-	24,435,277
Supporting services:										
Fund-raising	1,570,454	-	1,570,454	959	-	959	-	1,571,413	-	1,571,413
General and administrative	1,001,783	-	1,001,783	2,250	-	2,250	-	1,004,033	-	1,004,033
Total expenses	26,920,714	-	26,920,714	90,009	-	90,009	-	27,010,723	-	27,010,723
Change in net assets	(1,092,335)	(1,022,333)	(2,114,668)	(90,009)	55,655	(34,354)	-	(1,182,344)	(966,678)	(2,149,022)
Net assets, beginning of year	32,411,953	8,300,355	40,712,308	(618)	27,301	26,683	-	32,411,335	8,327,656	40,738,991
Net assets, end of year	\$ 31,319,618	\$ 7,278,022	\$ 38,597,640	\$ (90,627)	\$ 82,956	\$ (7,671)	\$ -	\$ 31,228,991	\$ 7,360,978	\$ 38,589,969

Supplementary Information.
See independent auditor's report.

