



**World Conference of
Religions for Peace, Inc.
Financial Statements and
Supplementary Information
December 31, 2021**

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Independent Auditor's Report

To the Board of Directors of
World Conference of Religions for Peace, Inc.
New York, New York

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Opinion

We have audited the accompanying financial statements of World Conference of Religions for Peace, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of World Conference of Religions for Peace, Inc. as of December 31, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of World Conference of Religions for Peace, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

As discussed in Note 12 to the financial statements, the beginning net assets are restated for a prior period adjustment in the classification of net assets.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.





In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about World Conference of Religions for Peace, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of World Conference of Religions for Peace, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about World Conference of Religions for Peace, Inc.'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 identified during the audit.

Report on Supplementary Information

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

Prager Metis CPAs, LLC

Prager Metis CPAs, LLC
McLean, Virginia
December 14, 2022

World Conference of Religions for Peace, Inc.
Statement of Financial Position
December 31, 2021

Assets

Current assets

Cash and cash equivalents (Notes 2 and 3)	\$ 2,347,560
Investments, at fair value (Notes 2, 3 and 5)	6,266,959
Pledges receivable, current portion (Notes 2, 3 and 6)	1,162,930
Prepaid expenses and other assets	9,000
Other receivable	15,253
Total current assets	<u>9,801,702</u>

Pledges receivable, net of current portion and discounts (Notes 2, 3 and 6) 493,379

Fixed assets, net (Notes 2 and 7) 54,319

Security deposit 27,150

Total assets \$ 10,376,550

Liabilities and net assets

Liabilities

Accounts payable and accrued expenses	\$ 399,016
Refundable advance (Note 2)	<u>119,351</u>

Total liabilities (all current) 518,367

Net assets (Notes 2 and 4)

Without donor restrictions	(986,436)
With donor restrictions	<u>10,844,619</u>

Total net assets 9,858,183

Total liabilities and net assets \$ 10,376,550

The accompanying notes are an integral part of these financial statements.

World Conference of Religions for Peace, Inc.
Statement of Activities
Year Ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, gains, and other support			
Grants	\$ 525,729	\$ 1,841,390	\$ 2,367,119
Contributions	193,889	625,074	818,963
Net investment income (Note 5)	200	689,499	689,699
Net assets released from restrictions (Note 4)	2,152,069	(2,152,069)	-
Total revenue, gains, and other support	<u>2,871,887</u>	<u>1,003,894</u>	<u>3,875,781</u>
Expenses			
Program services			
Promote peaceful, just & inclusive society	537,026	-	537,026
Advance gender equality	8,435	-	8,435
Nurture a sustainable environment	565,275	-	565,275
Champion freedom of thought, conscience & religion	61,047	-	61,047
Strengthen interreligious education	267,432	-	267,432
Foster multi-religious collaboration & global partnerships	484,030	-	484,030
Total program services	<u>1,923,245</u>	<u>-</u>	<u>1,923,245</u>
Supporting services			
Management and general	874,744	-	874,744
Total supporting services	<u>874,744</u>	<u>-</u>	<u>874,744</u>
Total expenses	<u>2,797,989</u>	<u>-</u>	<u>2,797,989</u>
Change in net assets	73,898	1,003,894	1,077,792
Net assets, beginning of year as previously reported	735,034	8,045,357	8,780,391
Prior period adjustment (Note 12)	(1,795,368)	1,795,368	-
Net assets, beginning of year as restated	<u>(1,060,334)</u>	<u>9,840,725</u>	<u>8,780,391</u>
Net assets, end of year	<u>\$ (986,436)</u>	<u>\$ 10,844,619</u>	<u>\$ 9,858,183</u>

The accompanying notes are an integral part of these financial statements.

World Conference of Religions for Peace, Inc.
Statement of Functional Expenses
Year Ended December 31, 2021

	Program Services						Total	Management and General	Total Expenses
	Promote Peaceful, Just & Inclusive Society	Advance Gender Equality	Nurture a Sustainable Environment	Champion Freedom of Thought, Conscience & Religion	Strengthen Interreligious Education	Foster Multi-religious Collaboration & Global Partnerships			
Salaries	\$ 91,266	\$ -	\$ 58,546	\$ 27,016	\$ 106,183	\$ 212,830	\$ 495,841	\$ 418,968	\$ 914,809
Payroll taxes and benefits	26,580	-	15,779	6,802	39,591	66,252	155,004	138,141	293,145
Total salaries and related expenses	117,846	-	74,325	33,818	145,774	279,082	650,845	557,109	1,207,954
Grants to Interreligious Councils and Others	249,710	8,435	484,580	21,380	44,924	67,760	876,789	-	876,789
Travel	-	-	-	-	2,554	8,100	10,654	7,085	17,739
Professional fees	101,386	-	399	407	6,808	30,191	139,191	131,231	270,422
Outside services	41,000	-	-	-	6,720	6,218	53,938	25,505	79,443
Printing and publications	-	-	-	-	-	22,258	22,258	-	22,258
Meetings and conferences	-	-	-	-	-	7,373	7,373	1,440	8,813
Occupancy	14,564	-	4,633	4,751	53,289	55,047	132,284	55,858	188,142
Office expenses	14	-	6	8	64	101	193	2,692	2,885
Communications	1,169	-	1,332	683	7,263	7,609	18,056	12,228	30,284
Postage and delivery	-	-	-	-	-	-	-	335	335
Miscellaneous expense	11,337	-	-	-	36	291	11,664	51,971	63,635
Total expenses, before depreciation and amortization	537,026	8,435	565,275	61,047	267,432	484,030	1,923,245	845,454	2,768,699
Depreciation and amortization	-	-	-	-	-	-	-	29,290	29,290
Total expenses	\$ 537,026	\$ 8,435	\$ 565,275	\$ 61,047	\$ 267,432	\$ 484,030	\$ 1,923,245	\$ 874,744	\$ 2,797,989

The accompanying notes are an integral part of these financial statements.

World Conference of Religions for Peace, Inc.
Statement of Cash Flows
Year Ended December 31, 2021

Cash flows from operating activities

Change in net assets	\$ 1,077,792
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation and amortization	29,290
Net realized and unrealized gains on investments	(591,825)
Changes in operating assets and liabilities	
Pledges receivable	(233,853)
Prepaid expenses and other assets	42,351
Other receivable	33,040
Security deposit	53,770
Accounts payable and accrued expenses	(9,894)
Net cash provided by operating activities	<u>400,671</u>

Cash flows from investing activities

Proceeds from sale of investments	1,319,238
Purchase of investments	(1,453,412)
Purchase of fixed assets	(3,677)
Net cash used in investing activities	<u>(137,851)</u>

Increase in cash and cash equivalents

	262,820
Cash and cash equivalents, beginning of year	<u>2,084,740</u>
Cash and cash equivalents, end of year	<u><u>\$ 2,347,560</u></u>

The accompanying notes are an integral part of these financial statements.

Note 1 Description of Organization

World Conference of Religions for Peace, Inc. (the “Organization”) is the largest worldwide coalition of representatives of religious communities working to take common actions to solve critical problems in the areas of conflict resolution, just and harmonious societies, human development, and protection of the earth, as well as to build and equip inter-religious councils, women of faith, and youth networks at the national, regional, and global levels. The Organization is strengthened by its enduring parallel partnership with civil society institutions in many different countries and its accreditation to the United Nations.

Note 2 Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared on an accrual basis of accounting, in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

In the statement of financial position, assets are presented in order of liquidity or conversion to cash and liabilities are presented according to their maturity resulting in the use of cash, respectively.

Financial Statement Presentation

The classification of the Organization’s net assets and its support and revenue is based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of the two classes of net assets without donor restrictions and with donor restrictions be displayed in the statement of financial position and that the amounts of change in each of those classes of net assets be displayed in the statement of activities.

These classes are defined as follows:

Net Assets Without Donor Restrictions – This class consists of net assets that are not subject to donor-imposed stipulations and are, therefore, available for the general operations of the Organization. The net assets without donor restrictions are used to account for all resources over which the Board of Directors has discretionary control.

Net Assets with Donor Restrictions – This class consists of net assets resulting from contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization, pursuant to those stipulations.

Cash Equivalents

The Organization considers all highly liquid instruments purchased with a maturity of three months or less and money market accounts with dollar-for-dollar values to be cash equivalents. Cash and money market accounts held until suitable investments are purchased are classified as investments.

Note 2 Summary of Significant Accounting Policies (continued)

Investments at Fair Value

U.S. GAAP establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that inputs that are most observable be used when available. Observable inputs are those that market participants operating within the same marketplace as the Organization would use in pricing its assets or liabilities based on independently derived and objectively determinable market data. Unobservable inputs are inputs that cannot be sourced from a broad active market in which assets or liabilities identical or similar to those of the Organization are traded. The Organization estimates the price of any assets for which there are only unobservable inputs by using assumptions that market participants that have investments in the same or similar assets would use, as determined by the money managers administering each investment based on the best information available in the circumstances. The input hierarchy is broken down into three levels based on the degree to which the exit price is independently observable or determinable, as follows:

Level 1 – Valuation is based on unadjusted quoted market prices in active markets for identical assets or liabilities. As such, valuation of these products does not entail a significant degree of judgment.

Level 2 – Valuations are based on: (a) quoted prices for similar assets or liabilities in active markets, (b) quoted prices for identical or similar assets or liabilities in inactive markets, (c) inputs other than quoted prices that are observable for the asset or liability, and (d) 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 – Valuation is based on inputs that are unobservable and reflect management's best estimate of what market participants would use as fair value.

Investment Income

Investment income, interest, dividends, and gains and losses on investments are reflected in the statement of activities as increases and decreases in net assets without donor restrictions, unless their use is restricted by explicit donor stipulations or by law. Investment income and gains restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the income is recognized.

Contributions and Pledges Receivable

Contributions are recognized when the donor makes a promise to give to the Organization, that is, in substance, unconditional. Conditional pledges, that is, those with a measurable performance related or other barrier and right of return of assets transferred or release of a promisor's obligation to transfer assets in the future, are not recognized until the conditions on which they depend have been met.

Note 2 Summary of Significant Accounting Policies (continued)

Contributions and Pledges Receivable (continued)

Pledges receivable consist of the unconditional promises to give and are recorded in the year the promise is made. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value.

Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using the risk-free interest rates applicable to the years in which the promises are received. Amortization of the discount is included in contribution revenue. The discount will be recognized as contribution revenue in future fiscal years as the discount is amortized over the duration of contributions.

Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Allowance for Uncollectible Receivables

The Organization determines whether an allowance for uncollectible receivables should be provided for pledges and other receivables. Such estimates are based on management's assessment of the likelihood of collection, including consideration of how long the receivable has been outstanding, the creditworthiness of the debtor, current economic conditions, management's analysis of specific pledges made, and historical information. There was no allowance recorded as of December 31, 2021 based on management's review of receivables.

Fixed Assets

Purchases of fixed assets are recorded at cost. The Organization capitalizes property and equipment having a cost of \$1,000 or more and a useful life of greater than one year. Depreciation and amortization are recognized using the straight-line method over the estimated useful lives of the assets as follows:

	<u>Estimated Useful Lives (Years)</u>
Computer equipment	5
Furniture and fixtures	7
Website	3
Leasehold improvements	Shorter of useful life of the assets or lease term

Note 2 Summary of Significant Accounting Policies (continued)

Impairment of Long-Lived Assets

The Organization evaluates its long-lived assets for impairment whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be fully recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future net cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. Assets to be disposed of would be separately presented in the statement of financial position, reported at the lower of the carrying amount or fair value less costs to sell, and are no longer depreciated. The assets and liabilities of a disposed group classified as held for sale would be presented separately in the appropriate asset and liability sections of the statement of financial position. No impairment loss has been recognized during the year ended December 31, 2021.

Refundable Advance

The Organization has received pledges for various programs that were conditioned upon meeting certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received prior to incurring qualifying expenditures are reported as refundable advance in the statement of financial position.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make assumptions that affect the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Functional Allocation of Expenses

Costs related to the various programs and activities of the Organization have been summarized on a functional basis in the accompanying statements of activities and functional expenses. These costs can generally be directly identified with the program service to which they relate and are charged accordingly. Indirect expenses have been allocated amongst the programs and supporting services benefited on the basis of the number of employees per department performing more than one function and/or supporting services.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, therefore, has made no provision for income taxes in the accompanying financial statements.

Under U.S. GAAP, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more likely than not that the position will not be sustained upon examination by a taxing authority. The Organization does not believe it has taken any material uncertain tax positions and, accordingly, it has not recorded any liability for unrecognized tax benefits. The Organization has filed for and received income tax exemptions in

Note 2 Summary of Significant Accounting Policies (continued)

Income Taxes (continued)

the jurisdictions where it is required to do so. Additionally, the Organization has filed Internal Revenue Service (IRS) Form 990 information returns, as required, and all other applicable returns in jurisdictions where so required. For the year ended December 31, 2021, there were no interest or penalties recorded or included in the statement of activities.

Accounting Pronouncements Issued but Not Yet Adopted

Leases (Topic 842)

On February 25, 2016, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) 2016-02, *Leases* (Topic 842), which will require lessees to recognize a lease liability, which is a lessee’s obligation to make lease payments arising from a lease, measured on a discounted basis, and to recognize a right-of-use asset, which is an asset that represents the lessee’s right to use, or control the use of, a specified asset for the lease term. The FASB issued ASU 2020-05, which deferred the effective date for the Organization until annual periods beginning after December 15, 2021. Management of the Organization is currently evaluating the impact of this ASU on its financial statements.

Note 3 Liquidity and Availability of Resources

The Organization operates with a balanced budget for each fiscal year based on the revenue expected to be available to fund anticipated expenses. A substantial portion of annual revenue is comprised of contribution revenue raised during the current year, and revenue from other sources earned during the year. The Organization considers expenditures to consist of all expenses related to its ongoing program activities, and the expenses related to management and general and fundraising activities undertaken to support those services. The Organization received a grant that requires the Organization to maintain a separate bank account.

The Organization regularly monitors liquidity to meet its operating needs and other commitments and obligations, while seeking to maximize the investment of its available funds. Management monitors cash flow projections to determine liquidity needs.

The Organization’s financial assets that are available to meet cash needs for general expenditure within one year are summarized as follows:

World Conference of Religions for Peace, Inc.

Notes to Financial Statements

December 31, 2021

Note 3 Liquidity and Availability of Resources (continued)

December 31, 2021

Financial assets at year-end

Cash and cash equivalents less refundable advance \$ 2,228,209

Pledges receivable 1,656,309

Investments, at fair value 6,266,959

Other receivable 15,253

Total financial assets 10,166,730

Less: amounts not available to be used within one year

Net assets with donor restrictions (2,334,629)

Financial assets available to meet general expenditures within one year \$ 7,832,101

Note 4 Net Assets with Donor Restrictions

Net assets with donor restrictions are designated for future programs as follows:

Subject to expenditure for specified purpose:

Stabilization fund \$ 7,266,959

Strengthen interreligious education 417,842

Promote peaceful, just & inclusive society 717,962

Foster multi-religious collaboration & global partnerships 1,119,495

Nurture a sustainable environment 79,330

Governance and staff welfare 249,652

9,851,240

Pledges receivable restricted for time 993,379

Total net assets with donor restrictions \$ 10,844,619

The Stabilization Fund was created through a donor restricted initial contribution of \$2,000,000 received in 2000 and an additional contribution of \$1,000,000 received in 2019. The restriction requires that the initial donation and income earned be accounted for in the Stabilization Fund and may be released only upon an amount being approved for spending by the Finance Committee of the Organization for operational needs. There is no requirement to maintain any of the Stabilization Fund in perpetuity and the only donor requirement for usage is Finance Committee approval, after consultation with the donor.

World Conference of Religions for Peace, Inc.

Notes to Financial Statements

December 31, 2021

Note 4 Net Assets with Donor Restrictions (continued)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by donors, as follows:

Strengthen interreligious education	\$ 267,559
Promote peaceful, just & inclusive society	601,023
Nurture a sustainable environment	559,075
Foster multi-religious collaboration & global partnerships	412,932
Advance gender equality	25,470
Governance and staff welfare	286,010
Total net assets released from restrictions	<u>\$ 2,152,069</u>

Note 5 Investments at Fair Value

The following tables show, by level within the fair value hierarchy, the Organization's financial assets that are accounted for at fair value as of December 31, 2021. The financial assets are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The Organization's assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the placement within the fair value hierarchy levels.

Investments consist of the following:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>
Mutual funds	\$ 3,272,983	\$ 3,272,983	\$ -
Government securities	412,002	412,002	-
Corporate bonds	269,788	-	269,788
Equities	1,816,561	1,816,561	-
Total investments at fair value	<u>\$ 5,771,334</u>	<u>\$ 5,501,546</u>	<u>\$ 269,788</u>

Cash and money market accounts held in investments at year end totaled \$495,625.

The Organization's assets and liabilities recorded at fair value have been categorized based upon a fair value hierarchy, in accordance with U.S. GAAP. See Note 2 for a discussion of the Organization's policies regarding this hierarchy. A description of the valuation techniques applied to the Organization's major categories of assets measured at fair value is as follows:

Note 5 Investments at Fair Value (continued)

Mutual Funds

Mutual funds are determined by quoted market prices. These investments can be liquidated daily. The valuation of these investments is based on Level 1 inputs within the hierarchy used in measuring fair value.

Equities

Equities are comprised of exchange-traded funds and common stock. Equities are determined by quoted market prices. These investments can be liquidated daily. The valuation of these investments is based on Level 1 inputs within the hierarchy used in measuring fair value.

Government Securities

Government securities are comprised mainly of U.S. Treasury securities that are valued using quoted market prices and are categorized as Level 1 within the fair value hierarchy.

Corporate Bonds

The Organization's custodian prices these investments using nationally recognized pricing services. Since corporate bonds generally do not trade on a daily basis, the pricing services prepare estimates of fair value measurements for these securities using the proprietary pricing applications, which include available relevant market information, benchmark curves, benchmarking of similar securities, sector groupings, and matrix pricing. These investments are classified as Level 2.

Net investment income consists of the following:

Interest and dividend income	\$ 125,260
Realized gain	570,743
Unrealized gains	21,082
Investment fees	(27,386)
Net investment income	<u><u>\$ 689,699</u></u>

Note 6 Pledges Receivable, net

Pledges receivable are due as follows:

Due in less than one year	\$ 1,162,930
Due in one to five years	500,000
	<u>1,662,930</u>
Discount to present value at 3.2%	(6,621)
Pledges receivable, net	<u><u>\$ 1,656,309</u></u>

World Conference of Religions for Peace, Inc.

Notes to Financial Statements

December 31, 2021

Note 7 Fixed Assets

Fixed assets consist of the following:

Computer equipment	\$ 76,129
Leasehold improvements	58,859
Furniture and fixtures	25,111
Website	75,989
	<u>236,088</u>
Less: accumulated depreciation and amortization	<u>(181,769)</u>
Total fixed assets, net	<u><u>\$ 54,319</u></u>

During the year, depreciation and amortization expense amounted to \$10,627, and \$18,663, respectively.

Note 8 Concentrations of Credit Risk

At various times, the Organization has cash deposits at financial institutions that exceed the Federal Deposit Insurance Corporation insurance limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on its cash and cash equivalent accounts.

Pledges receivable from two donors in 2021 represent 90% of total pledges receivable.

Contributions from two donors in 2021, represent approximately 58% of total revenues, gains/losses and other support.

Note 9 Employee Benefit Plan

The Organization has a 403(b) Thrift Plan available to employees. All contributions are voluntary. There is employer matching of the contribution for those who meet plan requirements. The Organization made matching contributions of \$22,614 during the year ended December 31, 2021 which is included as a component of payroll taxes and benefits in the accompanying statement of functional expenses.

Note 10 Commitments and Contingencies

The Organization occupies office space under a lease that expires on April 30, 2024. The lease provides for approximate future minimum annual rental payments as follows:

<u>Year Ending</u>	
2022	\$ 191,261
2023	194,345
2024	64,782
	<u>\$ 450,388</u>

Rent expense for the year ended December 31, 2021 was \$187,688 and is included in occupancy in the statement of functional expenses.

All donor-supported projects are subject to audit if required by the applicable granting agency.

Note 11 Market Risk

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Market risks include global events which could impact the value of investment securities. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the financial statements. Given recent volatility in financial markets, the values of the Organization's investments have and will continue to fluctuate in response to changing economic and market conditions and therefore it is reasonably possible that investment values could decline significantly in subsequent periods.

Note 12 Prior Period Adjustment

During the year ended December 31, 2021, the Organization restated net assets with and without donor restrictions in connection with the allocation of investment return on the Stabilization fund. The restatement resulted in net assets without donor restrictions being reclassified to net assets with donor restrictions by \$1,071,238 and \$724,130 for the years ended December 31, 2020, and 2019, respectively.

Note 13 Subsequent Events

The Organization's management has performed subsequent event procedures through December 14, 2022, which is the date the financial statements were available to be issued.

Supplementary Information

World Conference of Religions for Peace, Inc.

Schedule of Revenue

Year Ended December 31, 2021

Contributions

Trustees	\$ 230,584
Rissho Kosei-Kai	540,000
Others	48,379
Total contributions	<u>818,963</u>

Grants

UNICEF	70,000
Global Development Group/TCF	125,000
GHR Foundation	1,500,000
The Foundation Peace Dialogue of the World Religions & Civil Society	140,074
World Conservation Monitoring Centre/UNEP	619,672
Refund of grant funds due to COVID restriction, prohibiting completion of programming	(81,006)
Change in discounting on multi-year pledges	(6,621)
Total grants	<u>2,367,119</u>

Net investment income

689,699

Total revenue, gains, and other support

\$ 3,875,781