EarthEnable, Incorporated and Subsidiaries

Consolidated Financial Statements with Independent Auditor's Report

Year Ended December 31, 2020

(With Comparative Totals for the Year Ended December 31, 2019)
INDEPENDENT AUDITOR’S REPORT

To the Board of Directors
EarthEnable, Incorporated and Subsidiaries
Weston, Massachusetts

We have audited the accompanying consolidated financial statements of EarthEnable, Incorporated and Subsidiaries, which comprise the consolidated statement of financial position as of December 31, 2020, and the related consolidated statements of activities, 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; 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 conducted our audit in accordance with auditing standards generally accepted in the United States. 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 financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the 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 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 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, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of EarthEnable, Incorporated and Subsidiaries as of December 31, 2020, and the changes in their net assets and their cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States.

Report on Summarized Comparative Information

We have previously audited EarthEnable, Incorporated and Subsidiaries 2019 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated December 29, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Wipfli LLP

November 8, 2021
Denver, Colorado
### EARTHENABLE, INCORPORATED AND SUBSIDIARIES

#### Consolidated Statements of Financial Position

December 31, 2020

(With Comparative Totals for December 31, 2019)

#### ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>$ 3,029,807</td>
<td>$ 1,642,122</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>57,895</td>
<td>50,240</td>
</tr>
<tr>
<td>Contributions and grants receivable</td>
<td>868,923</td>
<td>108,649</td>
</tr>
<tr>
<td>Inventory</td>
<td>64,902</td>
<td>39,929</td>
</tr>
<tr>
<td>Prepaid expenses and other</td>
<td>19,575</td>
<td>61,739</td>
</tr>
<tr>
<td>Due from employees</td>
<td>16,818</td>
<td>12,087</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>4,057,920</td>
<td>1,914,766</td>
</tr>
<tr>
<td>Contributions and grants receivable, net of current portion</td>
<td>100,000</td>
<td>100,000</td>
</tr>
<tr>
<td>Property and equipment, net</td>
<td>125,344</td>
<td>130,630</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$ 4,283,264</strong></td>
<td><strong>$ 2,145,396</strong></td>
</tr>
</tbody>
</table>

#### LIABILITIES AND NET ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>$ 27,390</td>
<td>$ 24,618</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>59,896</td>
<td>42,591</td>
</tr>
<tr>
<td>Refundable advances</td>
<td>16,079</td>
<td>121,700</td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td>103,365</td>
<td>188,909</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Without donor restrictions</td>
<td>3,210,976</td>
<td>1,673,514</td>
</tr>
<tr>
<td>With donor restrictions</td>
<td>968,923</td>
<td>282,973</td>
</tr>
<tr>
<td><strong>Total Net Assets</strong></td>
<td><strong>4,179,899</strong></td>
<td><strong>1,956,487</strong></td>
</tr>
</tbody>
</table>

|                      |                |               |
| **Total Liabilities and Net Assets** | **$ 4,283,264** | **$ 2,145,396** |

The accompanying notes are an integral part of the consolidated financial statements.
### EARTHENABLE, INCORPORATED AND SUBSIDIARIES

**Consolidated Statements of Activities**

Year Ended December 31, 2020

(With Comparative Totals for the Year Ended December 31, 2019)

<table>
<thead>
<tr>
<th></th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>2020 Total</th>
<th>2019 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and Revenues</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions and grants</td>
<td>$1,979,749</td>
<td>$1,984,905</td>
<td>$3,964,654</td>
<td>$2,622,564</td>
</tr>
<tr>
<td>Program service revenue</td>
<td>270,857</td>
<td>-</td>
<td>270,857</td>
<td>178,834</td>
</tr>
<tr>
<td>Net assets released from restrictions</td>
<td>1,298,955</td>
<td>(1,298,955)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total Support and Revenues</td>
<td>3,549,561</td>
<td>685,950</td>
<td>4,235,511</td>
<td>2,801,398</td>
</tr>
<tr>
<td><strong>Expenses</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program Services</td>
<td>1,551,130</td>
<td>-</td>
<td>1,551,130</td>
<td>826,226</td>
</tr>
<tr>
<td>Management and general</td>
<td>433,152</td>
<td>-</td>
<td>433,152</td>
<td>611,053</td>
</tr>
<tr>
<td>Fundraising</td>
<td>36,082</td>
<td>-</td>
<td>36,082</td>
<td>46,471</td>
</tr>
<tr>
<td>Total Expenses</td>
<td>2,020,364</td>
<td>-</td>
<td>2,020,364</td>
<td>1,483,750</td>
</tr>
<tr>
<td>Change in Net Assets before Other Activities</td>
<td>1,529,197</td>
<td>685,950</td>
<td>2,215,147</td>
<td>1,317,648</td>
</tr>
<tr>
<td><strong>Other Activities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(Loss) gain on foreign currency translation</td>
<td>7,443</td>
<td>-</td>
<td>7,443</td>
<td>(59,158)</td>
</tr>
<tr>
<td>Interest income</td>
<td>822</td>
<td>-</td>
<td>822</td>
<td>596</td>
</tr>
<tr>
<td>Total Other Activities</td>
<td>8,265</td>
<td>-</td>
<td>8,265</td>
<td>(58,562)</td>
</tr>
<tr>
<td><strong>Change in Net Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1,537,462</td>
<td>685,950</td>
<td>2,223,412</td>
<td>1,259,086</td>
<td></td>
</tr>
<tr>
<td>Net Assets, Beginning of Year</td>
<td>1,673,514</td>
<td>282,973</td>
<td>1,956,487</td>
<td>697,401</td>
</tr>
<tr>
<td>Net Assets, End of Year</td>
<td>$3,210,976</td>
<td>$968,923</td>
<td>$4,179,899</td>
<td>$1,956,487</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of the consolidated financial statements.
### Consolidated Statements of Functional Expenses

#### Year Ended December 31, 2020

(With Comparative Totals for the Year Ended December 31, 2019)

<table>
<thead>
<tr>
<th>Supporting Services</th>
<th>Program Services</th>
<th>Management and General</th>
<th>Fund-Raising</th>
<th>2020 Total</th>
<th>2019 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries and benefits</td>
<td>$549,587</td>
<td>$337,317</td>
<td>$33,772</td>
<td>$920,676</td>
<td>$699,763</td>
</tr>
<tr>
<td>Materials and selling expense</td>
<td>398,950</td>
<td>-</td>
<td>-</td>
<td>398,950</td>
<td>286,514</td>
</tr>
<tr>
<td>Grant subawards</td>
<td>154,685</td>
<td>-</td>
<td>-</td>
<td>154,685</td>
<td>-</td>
</tr>
<tr>
<td>Other expenses</td>
<td>76,170</td>
<td>70,382</td>
<td>300</td>
<td>146,852</td>
<td>185,647</td>
</tr>
<tr>
<td>Travel</td>
<td>118,923</td>
<td>-</td>
<td>2,010</td>
<td>120,933</td>
<td>63,247</td>
</tr>
<tr>
<td>Depreciation</td>
<td>64,283</td>
<td>-</td>
<td>-</td>
<td>64,283</td>
<td>30,470</td>
</tr>
<tr>
<td>Office rent and expenses</td>
<td>61,885</td>
<td>313</td>
<td>-</td>
<td>62,198</td>
<td>35,178</td>
</tr>
<tr>
<td>Research and development</td>
<td>22,324</td>
<td>17,319</td>
<td>-</td>
<td>39,643</td>
<td>6,680</td>
</tr>
<tr>
<td>Repairs and maintenance</td>
<td>38,779</td>
<td>-</td>
<td>-</td>
<td>38,779</td>
<td>45,802</td>
</tr>
<tr>
<td>Marketing</td>
<td>31,767</td>
<td>-</td>
<td>-</td>
<td>31,767</td>
<td>4,042</td>
</tr>
<tr>
<td>Communication</td>
<td>12,121</td>
<td>-</td>
<td>-</td>
<td>12,121</td>
<td>7,419</td>
</tr>
<tr>
<td>Recruitment</td>
<td>7,479</td>
<td>-</td>
<td>-</td>
<td>7,479</td>
<td>703</td>
</tr>
<tr>
<td>Equipment expense</td>
<td>6,677</td>
<td>-</td>
<td>-</td>
<td>6,677</td>
<td>33,736</td>
</tr>
<tr>
<td>Professional fees</td>
<td>5,409</td>
<td>-</td>
<td>-</td>
<td>5,409</td>
<td>43,773</td>
</tr>
<tr>
<td>Bank fees</td>
<td>573</td>
<td>4,606</td>
<td>-</td>
<td>5,179</td>
<td>3,917</td>
</tr>
<tr>
<td>Training and professional development</td>
<td>1,518</td>
<td>3,215</td>
<td>-</td>
<td>4,733</td>
<td>36,859</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$1,551,130</strong></td>
<td><strong>$433,152</strong></td>
<td><strong>$36,082</strong></td>
<td><strong>$2,020,364</strong></td>
<td><strong>$1,483,750</strong></td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of the consolidated financial statements.
**Consolidated Statements of Cash Flows**  
*Year Ended December 31, 2020*  
*(With Comparative Totals for the Year Ended December 31, 2019)*

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash Flows From Operating Activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Change in net assets</td>
<td>$2,223,412</td>
<td>$1,259,086</td>
</tr>
<tr>
<td>Adjustments to reconcile change in net assets to net cash flows from operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation expense</td>
<td>64,283</td>
<td>30,470</td>
</tr>
<tr>
<td>Bad debts</td>
<td>-</td>
<td>293</td>
</tr>
<tr>
<td>Loss on disposal of property and equipment</td>
<td>19,369</td>
<td>-</td>
</tr>
<tr>
<td>Changes in operating assets and liabilities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>(7,655)</td>
<td>(32,003)</td>
</tr>
<tr>
<td>Contributions and grants receivable</td>
<td>(760,274)</td>
<td>(147,826)</td>
</tr>
<tr>
<td>Inventory</td>
<td>(24,973)</td>
<td>3,066</td>
</tr>
<tr>
<td>Prepaid expenses and other</td>
<td>42,164</td>
<td>(30,940)</td>
</tr>
<tr>
<td>Due from employees</td>
<td>(4,731)</td>
<td>(6,389)</td>
</tr>
<tr>
<td>Accounts payable</td>
<td>2,772</td>
<td>22,299</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>17,305</td>
<td>(21,059)</td>
</tr>
<tr>
<td>Refundable advances</td>
<td>(105,621)</td>
<td>(173,776)</td>
</tr>
<tr>
<td>Net cash flows from operating activities</td>
<td>$1,466,051</td>
<td>$903,221</td>
</tr>
</tbody>
</table>

| **Cash Flows From Investing Activities** |        |        |
| Purchase of property and equipment | (78,366) | (121,135) |

| **Cash Flows From Financing Activities** |        |        |
| Repayment of amounts due officer | -      | (6,923) |

| Net Change in Cash | 1,387,685 | 775,163 |
| Cash, beginning of year | 1,642,122 | 866,959 |
| Cash, end of year | $3,029,807 | $1,642,122 |

The accompanying notes are an integral part of the consolidated financial statements.
1. Organization and Summary of Significant Accounting Policies

Principles of Consolidation
The accompanying consolidated financial statements include the accounts of EarthEnable, Incorporated (the Parent), and its wholly-owned subsidiaries, EarthEnable Rwanda, LTD., and EarthEnable Uganda, LTD. (the Subsidiaries), collectively referred to as the “Organization.” All intercompany transactions and balances have been eliminated.

Organization
EarthEnable, Incorporated is a nonprofit organization incorporated on April 22, 2014. EarthEnable Rwanda, LTD. is a for-profit enterprise incorporated on July 11, 2014. EarthEnable Uganda, LTD. is a for-profit enterprise incorporated on February 27, 2017.

Basis of Accounting
The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States (GAAP) and, accordingly, reflect all significant receivables, payables, and other liabilities.

Net Assets
Net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets available for use in general operations and not subject to donor restrictions. These net assets may be used at the discretion of the Organization’s management and Board of Directors.

Net assets with donor restrictions - Net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Measure of Operations
The consolidated statements of activities reports all changes in net assets, including changes in net assets from operating and other activities. Operating activities consist of those items attributable to the Organization’s ongoing focus on assisting low income populations in the developing world who have the greatest need for sealed and hygienic nondirty floors. Other activities are limited to resources that generate return from investments, foreign currency gains and losses, and other activities considered to be of a more unusual or nonrecurring nature.
1. Organization and Summary of Significant Accounting Policies (continued)

**Foreign Currency Reporting**
The financial statements of the Subsidiaries foreign operations are remeasured into United States (U.S.) dollars. The remeasurement is based on the determination that the U.S. Dollar is the functional currency. Monetary assets and liabilities of the Subsidiaries foreign operations are remeasured into U.S. Dollars at year-end exchange rates and nonmonetary assets, liabilities, and equity accounts are remeasured using historical exchange rates. Accounts on the accompanying consolidated statements of activities are remeasured at the average exchange rates rate prevailing during the year. Exchange gains and losses resulting from differences in exchange rates are reflected in other activities in the accompanying consolidated statements of activities.

**Functional Allocation of Expenses**
The costs of providing the various programs and supporting services have been reported on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis using methods such as estimated time spent, utilization, and square footage. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

**Income Taxes**
The Organization is a nonprofit corporation and is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying consolidated financial statements contain no provision for income taxes. In addition, contributions to the Organization qualify for the charitable contribution deduction under Section 170(b)(1)(A). The Organization may be subject to federal and state income taxes for profits generated from trade or business activities unrelated to the Organization’s exempt function. As of December 31, 2020 and 2019, management believes that the Organization has not generated any unrelated business taxable income.

The Organization applies a more-likely-than-not measurement methodology to reflect the financial statement impact of uncertain tax positions taken or expected to be taken in a tax return. After evaluating the tax positions taken, none are considered to be uncertain; therefore, no amounts have been recognized as of December 31, 2020 and 2019.

**Use of Estimates**
The preparation of consolidated financial statements in conformity with GAAP 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Summarized Financial Information**
The consolidated financial statements include certain prior period summarized comparative information in total. Such information does not include sufficient details to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Organization’s consolidated financial statements for the year ended December 31, 2019, from which the summarized information was derived.
1. Organization and Summary of Significant Accounting Policies (continued)

Concentrations of Credit Risk
Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash, contributions and grants receivable, and accounts receivable. The Organization places its cash with high credit quality financial institutions. At various times during the fiscal year, the Organization’s cash balances exceeded the federally insured limits. The Organization has never experienced any losses related to these balances.

Credit risk with respect to receivables is limited due to the number and creditworthiness of the entities from which the amounts are due.

The Organization receives substantially all of its revenues from public support. A significant reduction in the level of such support, if it were to occur, may have an adverse effect on the Organization’s programs and activities.

Accounts Receivable
Accounts receivable are stated at the amount management expects to collect from outstanding balances. The Organization uses the allowance method to determine uncollectible accounts receivable. The allowance is based on prior years’ experience and management’s analysis of specific account balances. Management has determined that all amounts were collectible as of December 31, 2020 and 2019.

Contributions and Grants Receivable
Contributions receivable are unconditional promises to give in future periods. The Organization uses the allowance method to determine uncollectible amounts. The allowance is based on prior years’ experience and management’s analysis of specific account balances. Management has determined that all amounts were collectible as of December 31, 2020 and 2019.

Inventory
Inventory is stated at the lower of cost or net realizable value. Cost is determined on the first-in, first-out (FIFO) method. Net realizable value is the estimated selling price in the ordinary course of business, less reasonably predictable cost of completion, disposal, and transportation. Appropriate consideration is given to obsolescence, excessive levels, deterioration, and other factors in evaluating net realizable value.

Property and Equipment
Property and equipment are carried at cost. The Organization capitalizes property and equipment over $1,000 with an estimated useful life in excess of one year. Donated property is carried at the fair market value at date of gift. Assets are depreciated using the straight-line method over the estimated useful lives of the assets, ranging from 2 to 4 years. Maintenance, repairs, and renewals which neither materially add to the value of the property nor appreciably prolong its life are charged to expense as incurred. Gains or losses on dispositions of property and equipment are included in income.
1. Organization and Summary of Significant Accounting Policies (continued)

**Long-Lived Assets**
The Organization reviews their long-lived assets periodically to determine potential impairment by comparing the carrying value of those assets with the estimated future undiscounted cash flows expected to result from the use of the assets, including cash flows from disposition. Should the sum of the expected future undiscounted cash flows be less than the carrying value, the Organization would recognize an impairment loss at that time. No impairment loss was recognized during the years ended December 31, 2020 and 2019.

**Refundable Advances**
Refundable advances result from conditional contributions received for which the conditions to the funds have not yet been met.

**Contribution Revenue**
Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution or promise to give contains a donor or grantor condition when both of the following are present:

- An explicit identifying of a barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized.
- An implicit right of return of assets transferred or a right of release of a donor or grantor’s obligation to transfer assets promised, if the condition is not met.

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

**Grant Revenue**
Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

**Grant Awards That Are Contributions** - Grant awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as refundable advances.

**Grant Awards That Are Exchange Transactions** - Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability.
1. Organization and Summary of Significant Accounting Policies (continued)

Program Service Revenue
Program service revenue represents amounts charged for short-term flooring installation projects and is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for completing the project. Customers pay for the project on a stand-alone selling price basis at the time the project is completed, which occurs at a point in time.

Donated Materials and Services
The Organization records the value of donated materials or services when there is an objective basis available to measure their value. The Organization recognized the estimated fair value of contributed services that meet the following criteria:

- The services rendered either create or enhance nonfinancial assets.
- The services received require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by contribution.

A substantial number of volunteers have donated significant amounts of time to the Organization, some of which do not meet the criteria above.

Subsequent Events
In accordance with generally accepted accounting standards, management is required to evaluate, through the date the consolidated financial statements are issued or available to be issued, events or transactions that may require recognition or disclosure in the consolidated financial statements, and to disclose the date through which subsequent events were evaluated. The Organization’s consolidated financial statements were available to be issued on November 8, 2021, and this is the date through which subsequent events were evaluated.

Recently Issued Accounting Pronouncements
In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-02, Leases (Topic 842), which requires lessees to recognize on the statement of financial position a right-to-use asset and a lease liability for most lease arrangements with a term greater than one year. The new standard also requires new disclosures to help financial statement users better understand the amount, timing, and uncertainty of cash flows arising from the leases. ASU 2016-02 is effective for nonpublic companies for fiscal years beginning after December 15, 2021. Early adoption is permitted. The amendments in this update should be applied using a modified retrospective approach. The Organization is currently evaluating the effect that ASU 2016-02 will have on its consolidated financial statements.
2. Liquidity and Availability

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

<table>
<thead>
<tr>
<th>As of December 31,</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$3,029,807</td>
<td>$1,642,122</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>57,895</td>
<td>50,240</td>
</tr>
<tr>
<td>Contributions receivable, due within one year</td>
<td>868,923</td>
<td>108,649</td>
</tr>
<tr>
<td>Due from employees</td>
<td>16,818</td>
<td>12,087</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>3,973,443</td>
<td>1,813,098</td>
</tr>
</tbody>
</table>

Less:
- Restricted program contribution included in cash:
  - $74,324

Total financial assets available for general expenditure: $3,973,443 $1,738,774

As part of the Organization's liquidity management operations, the Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

3. Contributions and Grants Receivable

Contributions and grants receivable are expected to be received in the following periods. Management believes present value calculations are immaterial to the consolidated financial statements.

<table>
<thead>
<tr>
<th>As of December 31,</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Due in less than one year</td>
<td>$868,923</td>
<td>$108,649</td>
</tr>
<tr>
<td>Due in one to five years</td>
<td>100,000</td>
<td>100,000</td>
</tr>
<tr>
<td>Total</td>
<td>$968,923</td>
<td>$208,649</td>
</tr>
</tbody>
</table>

4. Inventory

Inventory consists of the following:

<table>
<thead>
<tr>
<th>As of December 31,</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Raw materials and supplies</td>
<td>$62,181</td>
<td>$38,447</td>
</tr>
<tr>
<td>Finished goods</td>
<td>2,721</td>
<td>1,012</td>
</tr>
<tr>
<td>Solar system inventory</td>
<td>-</td>
<td>470</td>
</tr>
<tr>
<td>Total</td>
<td>$64,902</td>
<td>$39,929</td>
</tr>
</tbody>
</table>
5. Property and Equipment

Property and equipment consist of the following:

<table>
<thead>
<tr>
<th></th>
<th>As of December 31</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor vehicles</td>
<td>$155,531</td>
<td>$153,856</td>
<td></td>
</tr>
<tr>
<td>Machinery and equipment</td>
<td>53,348</td>
<td>53,176</td>
<td></td>
</tr>
<tr>
<td>Computer equipment</td>
<td>56,542</td>
<td>32,570</td>
<td></td>
</tr>
<tr>
<td>Furniture and fixtures</td>
<td>8,034</td>
<td>7,337</td>
<td></td>
</tr>
<tr>
<td></td>
<td>273,455</td>
<td>246,939</td>
<td></td>
</tr>
<tr>
<td>Less: accumulated depreciation</td>
<td>148,111</td>
<td>116,309</td>
<td></td>
</tr>
<tr>
<td>Net property and equipment</td>
<td>$125,344</td>
<td>$130,630</td>
<td></td>
</tr>
</tbody>
</table>

6. Net Assets with Donor Restrictions

Net assets with donor restrictions consists of the following:

<table>
<thead>
<tr>
<th></th>
<th>As of December 31</th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subject to expenditure for specified purpose:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transition to scale in Uganda</td>
<td>$</td>
<td>-</td>
<td>$59,291</td>
</tr>
<tr>
<td>Biological plausibility study</td>
<td>-</td>
<td></td>
<td>15,033</td>
</tr>
<tr>
<td>Subject to the passage of time:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions and grants receivable</td>
<td>968,923</td>
<td>208,649</td>
<td></td>
</tr>
<tr>
<td>Total Net Assets With Donor Restrictions</td>
<td>$968,923</td>
<td>$282,973</td>
<td></td>
</tr>
</tbody>
</table>

Net assets totaling $1,298,955 and $1,318,259 were released from net assets with donor restrictions for the years ending December 31, 2020 and 2019, respectively, as a result of the Organization incurring expenditures satisfying the related restricted purposes.

7. Economic Dependency

During the years ended December 31, 2020 and 2019, the Organization generated a substantial portion of its contributions and grant revenues from seven and three donors, respectively. Contributions from these donors represented approximately 73% and 45% of the Organization’s contribution and grant revenues for the years ended December 31, 2020 and 2019, respectively. As of December 31, 2020 and 2019, contribution and grants receivable from these donors represented approximately 97% and 95%, respectively, of the Organization’s total contributions and grants receivable.
8. Indemnifications

In the ordinary course of business, the Organization enters into various agreements containing standard indemnification provisions. The Organization’s indemnification obligations under such provisions are typically in effect from the date of execution of the applicable agreement through the end of the applicable statute of limitations. The aggregate maximum potential future liability of the Organization under such indemnification provisions is uncertain. As of December 31, 2020 and 2019, no amounts have been accrued related to such indemnification provisions.

9. Risks and Uncertainties

On March 11, 2019, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus as a “pandemic.” First identified in late 2019 and known now as COVID-19, the outbreak has impacted individuals worldwide. In response, many countries have implemented measures to combat the outbreak which have impacted global business operations.

As of the date of issuance of the consolidated financial statements, the Organization’s operations have not been significantly impacted, however, the Organization continues to monitor the situation. No impairments were recorded as of the consolidated statement of financial position date as no triggering events or changes in circumstances had occurred as of year-end; however, due to significant uncertainty surrounding the situation, management’s judgment regarding this could change in the future. In addition, while the Organization’s results of operations, cash flows and financial condition could be negatively impacted, the extent of the impact cannot be reasonably estimated at this time.