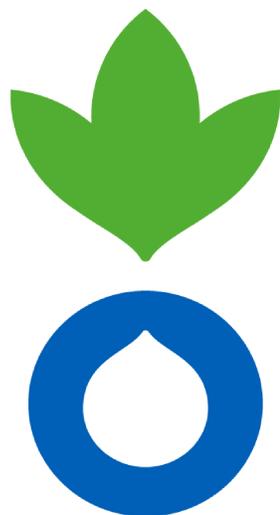


FINANCIAL STATEMENTS



**ACTION
AGAINST
HUNGER**

ACTION AGAINST HUNGER - USA

AUDIT REPORT

**FOR THE YEARS ENDED
DECEMBER 31, 2024 AND 2023**

ACTION AGAINST HUNGER - USA

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CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Action Against Hunger - USA
New York, New York

Opinion

We have audited the accompanying financial statements of Action Against Hunger - USA, which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years 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 Action Against Hunger - USA as of December 31, 2024 and 2023, 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 audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Action Against Hunger - USA and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Action Against Hunger - USA'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.

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MEMBER OF CPAMERICA INTERNATIONAL, AN AFFILIATE OF CROWE GLOBAL
MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS' PRIVATE COMPANIES PRACTICE SECTION

Reasonable assurance is a high level of assurance, but is not absolute assurance; therefore, it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government 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 Action Against Hunger - USA'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 Action Against Hunger - USA'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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2025 on our consideration of Action Against Hunger - USA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Action Against Hunger - USA's internal control over financial reporting and compliance.



September 24, 2025

ACTION AGAINST HUNGER - USA

STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2024 AND 2023

ASSETS

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents:		
Headquarters	\$ 25,343,893	\$ 24,191,901
Field offices	<u>16,170,756</u>	<u>6,996,720</u>
Total cash and cash equivalents	41,514,649	31,188,621
Grants receivable	28,666,211	29,492,872
Sub-recipient and other advances	3,079,366	1,852,910
Prepaid expenses and other assets	1,774,262	367,505
Undistributed commodities	728,087	655,311
Property and equipment, net	1,998,473	1,333,594
Right-of-use assets, net	<u>3,958,495</u>	<u>4,612,874</u>
TOTAL ASSETS	<u>\$ 81,719,543</u>	<u>\$ 69,503,687</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Line of credit	\$ 5,983,944	\$ 1,000,000
Accounts payable and accrued expenses	14,622,789	10,933,411
Refundable advances	38,901,094	33,769,647
Provision for unanticipated losses	1,500,000	2,400,000
Due to Network	425,128	817,297
Operating lease obligations	<u>5,362,648</u>	<u>6,118,265</u>
Total liabilities	<u>66,795,603</u>	<u>55,038,620</u>

NET ASSETS

Without donor restrictions:		
Undesignated	13,435,853	13,049,756
Designated	<u>760,000</u>	<u>760,000</u>
Total net assets without donor restrictions	14,195,853	13,809,756
With donor restrictions	<u>728,087</u>	<u>655,311</u>
Total net assets	<u>14,923,940</u>	<u>14,465,067</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 81,719,543</u>	<u>\$ 69,503,687</u>

ACTION AGAINST HUNGER - USA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE			
Contributions	\$ 15,217,843	\$ -	\$ 15,217,843
Special events, net	1,400,280	-	1,400,280
Grants:			
U.S. Government	-	40,790,150	40,790,150
Non-U.S. Government	-	82,803,384	82,803,384
Contributed nonfinancial assets	-	18,671,110	18,671,110
Other income	1,894,279	-	1,894,279
Net assets released from donor restrictions	<u>142,191,868</u>	<u>(142,191,868)</u>	<u>-</u>
Total revenue	<u>160,704,270</u>	<u>72,776</u>	<u>160,777,046</u>
EXPENSES			
Program Services:			
Ethiopia Programs	34,702,800	-	34,702,800
Haiti Programs	4,953,879	-	4,953,879
Kenya Programs	11,439,282	-	11,439,282
Other Country and Strategic Programs	9,758,644	-	9,758,644
Somalia Programs	37,740,275	-	37,740,275
South Sudan Programs	30,211,217	-	30,211,217
Tanzania Programs	1,020,008	-	1,020,008
Uganda Programs	6,361,473	-	6,361,473
Zambia Programs	<u>650,001</u>	<u>-</u>	<u>650,001</u>
Total program services	<u>136,837,579</u>	<u>-</u>	<u>136,837,579</u>
Supporting Services:			
Program Support	7,775,508	-	7,775,508
Management and General	7,849,947	-	7,849,947
Fundraising	<u>7,571,729</u>	<u>-</u>	<u>7,571,729</u>
Total supporting services	<u>23,197,184</u>	<u>-</u>	<u>23,197,184</u>
Total expenses	<u>160,034,763</u>	<u>-</u>	<u>160,034,763</u>
Changes in net assets before other item	669,507	72,776	742,283
OTHER ITEM			
Exchange gain	<u>(283,410)</u>	<u>-</u>	<u>(283,410)</u>
CHANGES IN NET ASSETS	<u>\$ 386,097</u>	<u>\$ 72,776</u>	<u>\$ 458,873</u>

ACTION AGAINST HUNGER - USA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE			
Contributions	\$ 13,986,927	\$ -	\$ 13,986,927
Special events, net	879,431	-	879,431
Grants:			
U.S. Government	-	37,570,577	37,570,577
Non-U.S. Government	-	74,280,607	74,280,607
Contributed nonfinancial assets	-	20,733,914	20,733,914
Other income	1,868,118	-	1,868,118
Net assets released from donor restrictions	<u>131,929,787</u>	<u>(131,929,787)</u>	<u>-</u>
Total revenue	<u>148,664,263</u>	<u>655,311</u>	<u>149,319,574</u>
EXPENSES			
Program Services:			
Ethiopia Programs	39,211,357	-	39,211,357
Haiti Programs	8,336,858	-	8,336,858
Kenya Programs	10,427,329	-	10,427,329
Other Country and Strategic Programs	8,104,247	-	8,104,247
Somalia Programs	23,608,533	-	23,608,533
South Sudan Programs	33,928,679	-	33,928,679
Tanzania Programs	723,238	-	723,238
Uganda Programs	7,635,667	-	7,635,667
Zambia Programs	<u>621,403</u>	<u>-</u>	<u>621,403</u>
Total program services	<u>132,597,311</u>	<u>-</u>	<u>132,597,311</u>
Supporting Services:			
Program Support	4,417,806	-	4,417,806
Management and General	8,357,785	-	8,357,785
Fundraising	<u>5,691,376</u>	<u>-</u>	<u>5,691,376</u>
Total supporting services	<u>18,466,967</u>	<u>-</u>	<u>18,466,967</u>
Total expenses	<u>151,064,278</u>	<u>-</u>	<u>151,064,278</u>
Changes in net assets before other item	(2,400,015)	655,311	(1,744,704)
OTHER ITEM			
Exchange gain	<u>786,845</u>	<u>-</u>	<u>786,845</u>
CHANGES IN NET ASSETS	<u>\$ (1,613,170)</u>	<u>\$ 655,311</u>	<u>\$ (957,859)</u>

ACTION AGAINST HUNGER - USA

STATEMENTS OF CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>Without Donor Restrictions</u>						<u>Total</u>
	<u>Undesignated</u>	<u>Management Designated Program Development</u>	<u>Board Designated Emergency Fund</u>	<u>Total Designated</u>	<u>Total Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	
Net assets at December 31, 2022	\$ 14,662,926	\$ 310,000	\$ 450,000	\$ 760,000	\$ 15,422,926	\$ -	\$ 15,422,926
Changes in net assets	<u>(1,613,170)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,613,170)</u>	<u>655,311</u>	<u>(957,859)</u>
Net assets at December 31, 2023	13,049,756	310,000	450,000	760,000	13,809,756	655,311	14,465,067
Changes in net assets	<u>386,097</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>386,097</u>	<u>72,776</u>	<u>458,873</u>
NET ASSETS AT DECEMBER 31, 2024	<u>\$ 13,435,853</u>	<u>\$ 310,000</u>	<u>\$ 450,000</u>	<u>\$ 760,000</u>	<u>\$ 14,195,853</u>	<u>\$ 728,087</u>	<u>\$ 14,923,940</u>

See accompanying notes to financial statements.

ACTION AGAINST HUNGER - USA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services						
	Ethiopia Programs	Haiti Programs	Kenya Programs	Other Country and Strategic Programs	Somalia Programs	South Sudan Programs	Tanzania Programs
US staff	\$ -	\$ -	\$ -	\$ 1,567,975	\$ -	\$ -	\$ -
National field staff	8,601,528	1,568,277	2,329,950	-	3,239,101	8,585,399	507,603
Fringe benefits	1,965,021	304,205	236,007	446,235	413,065	2,071,072	72,589
Insurance	-	-	1,657	-	-	298	-
Rent	606,716	86,689	129,199	6,536	468,119	982,123	28,427
Professional fees	65,677	174,849	94,627	157,013	320,650	177,763	35,919
Travel	779,334	15,845	238,132	104,421	357,985	396,342	35,920
Telecommunications	124,866	52,434	49,183	308	86,628	529,545	6,863
Postage	1,471	4,129	2,046	135	-	-	-
Finance charges	16,872	19,030	75,896	-	608,451	309,889	2,087
Meeting expenses	51,777	5,568	110,522	13,998	68,337	29,785	13,932
Staff recruitment	-	500	13	-	-	2	-
Office expenses	440,065	93,683	196,133	(157,667)	727,070	532,016	67,813
Depreciation and amortization	-	-	56,134	-	-	-	-
External relations	-	-	-	228,436	-	-	-
Vehicles	2,613,729	226,722	872,881	-	1,343,789	1,046,937	32,994
Radio	-	1,500	3,221	-	3,600	244	-
Warehousing	133,115	1,900	7,774	-	233,479	22,307	-
Electrical systems	17,071	14,782	634	-	85,371	118,909	333
Freight	235,784	271	4,429	-	2,739,933	642,535	-
Security	62,235	65,579	8,380	-	239,554	137,228	21,746
Food	85,162	1,000	611	-	36,539	15,581	-
Nutrition	126,374	-	1,542	-	558,743	2,037	25,705
Health	933,661	6,719	84,716	-	12,845,467	390,812	-
Food security	6,624,738	2,034,535	3,424,585	-	1,329,507	2,057,093	1,877
Nonconsumables	852,829	-	271,715	-	370,048	160,460	-
Water and sanitation	776,401	-	1,119,857	-	1,503,297	184,458	-
Training	1,711,446	183,084	1,951,963	-	409,358	265,813	110,892
Other project expenses	5,871,825	92,578	99,690	26,631	1,474,780	10,847,508	100
Subawards and ACF International support	2,005,103	-	67,785	7,364,623	8,277,404	705,061	55,208
TOTAL PER EXHIBIT B	\$ 34,702,800	\$ 4,953,879	\$ 11,439,282	\$ 9,758,644	\$ 37,740,275	\$ 30,211,217	\$ 1,020,008
Gala expenses	-	-	-	-	-	-	-
TOTAL	\$ 34,702,800	\$ 4,953,879	\$ 11,439,282	\$ 9,758,644	\$ 37,740,275	\$ 30,211,217	\$ 1,020,008

See accompanying notes to financial statements.

ACTION AGAINST HUNGER - USA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services (Continued)			Supporting Services			Total Supporting Services	Total Expenses
	Uganda Programs	Zambia Program	Total Program Services	Program Support	Management and General	Fundraising		
US staff	\$ -	\$ -	\$ 1,567,975	\$ 2,596,058	\$ 3,220,696	\$ 2,015,557	\$ 7,832,311	\$ 9,400,286
National field staff	2,505,514	200,043	27,537,415	1,562,648	-	-	1,562,648	29,100,063
Fringe benefits	308,365	99,321	5,915,880	961,695	1,409,582	672,390	3,043,667	8,959,547
Insurance	-	-	1,955	54,679	78,557	28,704	161,940	163,895
Rent	95,059	28,959	2,431,827	369,740	409,450	237,655	1,016,845	3,448,672
Professional fees	61,750	10,847	1,099,095	816,979	1,660,365	2,543,694	5,021,038	6,120,133
Travel	24,097	47,369	1,999,445	572,874	108,171	82,842	763,887	2,763,332
Telecommunications	91,029	3,244	944,100	37,562	21,280	10,176	69,018	1,013,118
Postage	38	383	8,202	377	4,298	3,205	7,880	16,082
Finance charges	7,596	2,956	1,042,777	7,409	302,402	181,998	491,809	1,534,586
Meeting expenses	127,501	16,254	437,674	161,156	87,705	61,540	310,401	748,075
Staff recruitment	-	-	515	9,448	17,555	2,362	29,365	29,880
Office expenses	133,598	18,638	2,051,349	381,602	420,881	475,251	1,277,734	3,329,083
Depreciation and amortization	-	-	56,134	112,724	101,161	46,663	260,548	316,682
External relations	-	-	228,436	38,124	1,023	1,208,492	1,247,639	1,476,075
Vehicles	494,399	41,240	6,672,691	14,439	-	1,167	15,606	6,688,297
Radio	-	-	8,565	-	-	-	-	8,565
Warehousing	14,916	303	413,794	-	1,585	-	1,585	415,379
Electrical systems	13,334	-	250,434	120	-	-	120	250,554
Freight	28,707	921	3,652,580	1,984	155	33	2,172	3,654,752
Security	52,048	2,707	589,477	8,546	4,928	-	13,474	602,951
Food	4,905	93	143,891	-	-	-	-	143,891
Nutrition	350	-	714,751	-	-	-	-	714,751
Health	11,313	2,641	14,275,329	-	-	-	-	14,275,329
Food security	235,072	105,478	15,812,885	118	-	-	118	15,813,003
Nonconsumables	68,419	115	1,723,586	-	-	-	-	1,723,586
Water and sanitation	181,270	3,359	3,768,642	209	-	-	209	3,768,851
Training	657,339	7,542	5,297,437	7,648	153	-	7,801	5,305,238
Other project expenses	931,505	11,957	19,356,574	3,056	-	-	3,056	19,359,630
Subawards and ACF International support	313,349	45,631	18,834,164	56,313	-	-	56,313	18,890,477
TOTAL PER EXHIBIT B	\$ 6,361,473	\$ 650,001	\$ 136,837,579	\$ 7,775,508	\$ 7,849,947	\$ 7,571,729	\$ 23,197,184	\$ 160,034,763
Gala expenses	-	-	-	-	-	309,934	309,934	309,934
TOTAL	\$ 6,361,473	\$ 650,001	\$ 136,837,579	\$ 7,775,508	\$ 7,849,947	\$ 7,881,663	\$ 23,507,118	\$ 160,344,697

See accompanying notes to financial statements.

ACTION AGAINST HUNGER - USA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

	Program Services						
	Ethiopia Programs	Haiti Programs	Kenya Programs	Other Country and Strategic Programs	Somalia Programs	South Sudan Programs	Tanzania Programs
US staff	\$ -	\$ -	\$ -	\$ 1,330,873	\$ -	\$ 461	\$ -
National field staff	10,301,449	2,277,575	2,157,932	-	5,552,929	11,883,438	312,835
Fringe benefits	755,684	226,293	52,940	276,316	275,721	1,571,550	62,375
Insurance	-	-	-	-	7,485	15	-
Rent	517,246	260,085	176,052	58,642	671,354	978,514	37,508
Professional fees	118,137	142,113	95,785	249,390	191,917	230,207	54,362
Travel	786,520	65,788	191,239	44,409	339,125	349,918	11,429
Telecommunications	131,795	122,297	31,375	-	126,134	507,470	8,642
Postage	2,176	969	167	213	3,068	-	3
Finance charges	7,958	45,165	48,441	-	246,246	338,291	2,269
Meeting expenses	4,676	1,475	85,493	2,279	42,737	36,642	16,040
Staff recruitment	6,405	3,000	-	-	-	-	324
Office expenses	744,820	131,067	188,916	4,840	254,065	406,028	25,928
Depreciation and amortization	-	-	-	-	-	-	-
External relations	-	-	-	229,187	-	-	-
Vehicles	2,745,485	873,207	1,297,248	-	1,070,571	1,328,754	108,553
Radio	68	-	1,304	-	-	19,375	-
Warehousing	265,481	(621)	20,123	-	140,024	61,711	-
Electrical systems	61,279	17,763	947	-	35,006	208,298	298
Freight	519,490	10,918	28,498	-	444,637	1,283,077	2,746
Security	17,980	25,200	220	-	48,620	32,272	7,750
Food	121,833	25,204	4,150	-	138,919	19,540	-
Nutrition	57,000	74,694	1,062,478	-	382,331	4,276	-
Health	715,316	25,598	(112,404)	-	1,885,805	305,026	-
Food security	8,877,554	2,157,717	1,602,764	-	2,122,689	1,889,233	2,913
Nonconsumables	1,417,559	842,149	214,647	-	900,000	387,549	-
Water and sanitation	1,724,700	192,368	448,592	-	2,022,445	191,156	14,404
Training	1,455,953	759,275	2,486,425	11,680	1,037,743	283,048	31,858
Other project expenses	6,987,253	57,559	89,690	-	1,263,394	11,047,065	2,280
Subawards and ACF International support	867,540	-	254,307	5,896,418	4,405,568	565,765	20,721
TOTAL PER EXHIBIT B	\$ 39,211,357	\$ 8,336,858	\$ 10,427,329	\$ 8,104,247	\$ 23,608,533	\$ 33,928,679	\$ 723,238
Gala expenses	-	-	-	-	-	-	-
TOTAL	\$ 39,211,357	\$ 8,336,858	\$ 10,427,329	\$ 8,104,247	\$ 23,608,533	\$ 33,928,679	\$ 723,238

See accompanying notes to financial statements.

ACTION AGAINST HUNGER - USA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

	Program Services (Continued)			Supporting Services			Total Expenses	
	Uganda Programs	Zambia Program	Total Program Services	Program Support	Management and General	Fundraising		Total Supporting Services
US staff	\$ -	\$ -	\$ 1,331,334	\$ 1,443,626	\$ 3,089,057	\$ 1,279,431	\$ 5,812,114	\$ 7,143,448
National field staff	2,956,379	221,131	35,663,668	1,588,082	-	-	1,588,082	37,251,750
Fringe benefits	119,410	75,566	3,415,855	581,870	1,168,833	460,658	2,211,361	5,627,216
Insurance	17,383	-	24,883	-	88,893	-	88,893	113,776
Rent	201,765	22,545	2,923,711	75,830	892,806	-	968,636	3,892,347
Professional fees	104,290	10,637	1,196,838	127,987	1,644,209	2,475,675	4,247,871	5,444,709
Travel	27,299	47,011	1,862,738	319,241	251,808	41,301	612,350	2,475,088
Telecommunications	119,955	10,218	1,057,886	27,676	47,320	401	75,397	1,133,283
Postage	-	9	6,605	280	3,930	5,749	9,959	16,564
Finance charges	13,060	2,355	703,785	7,658	101,325	268,130	377,113	1,080,898
Meeting expenses	154,001	4,830	348,173	181,808	109,141	9,823	300,772	648,945
Staff recruitment	-	-	9,729	-	165,683	-	165,683	175,412
Office expenses	112,811	33,887	1,902,362	62,800	526,558	28,990	618,348	2,520,710
Depreciation and amortization	-	-	-	-	147,002	-	147,002	147,002
External relations	-	-	229,187	31,228	110,572	1,121,218	1,263,018	1,492,205
Vehicles	397,177	37,452	7,858,447	10,290	946	-	11,236	7,869,683
Radio	-	-	20,747	-	-	-	-	20,747
Warehousing	936	-	487,654	-	4,663	-	4,663	492,317
Electrical systems	8,343	2,717	334,651	2,454	-	-	2,454	337,105
Freight	14,284	-	2,303,650	(44,050)	500	-	(43,550)	2,260,100
Security	16,739	628	149,409	406	2,730	-	3,136	152,545
Food	-	-	309,646	-	-	-	-	309,646
Nutrition	10,207	-	1,590,986	-	-	-	-	1,590,986
Health	731	-	2,820,072	-	-	-	-	2,820,072
Food security	336,627	72,648	17,062,145	-	-	-	-	17,062,145
Nonconsumables	8,067	-	3,769,971	-	-	-	-	3,769,971
Water and sanitation	231,989	49	4,825,703	-	-	-	-	4,825,703
Training	892,510	39,596	6,998,088	534	1,809	-	2,343	7,000,431
Other project expenses	1,265,691	4,490	20,717,422	86	-	-	86	20,717,508
Subawards and ACF International support	626,013	35,634	12,671,966	-	-	-	-	12,671,966
TOTAL PER EXHIBIT B	\$ 7,635,667	\$ 621,403	\$ 132,597,311	\$ 4,417,806	\$ 8,357,785	\$ 5,691,376	\$ 18,466,967	\$ 151,064,278
Gala expenses	-	-	-	-	-	203,278	203,278	203,278
TOTAL	\$ 7,635,667	\$ 621,403	\$ 132,597,311	\$ 4,417,806	\$ 8,357,785	\$ 5,894,654	\$ 18,670,245	\$ 151,267,556

See accompanying notes to financial statements.

ACTION AGAINST HUNGER - USA
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ 458,873	\$ (957,859)
Adjustments to reconcile changes in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	316,682	147,002
Amortization of right-of-use assets	654,379	634,467
Change in provision for unanticipated losses	(900,000)	900,000
Contributed commodities received	(18,671,110)	(20,733,914)
Contributed commodities distributed	18,598,334	20,078,603
Decrease (increase) in:		
Grants receivable	826,661	(9,833,827)
Sub-recipient and other advances	(1,226,456)	2,026,905
Prepaid expenses and other assets	(1,406,757)	(176,084)
Increase (decrease) in:		
Accounts payable and accrued expenses	3,689,378	(3,819,846)
Refundable advances	5,131,447	12,676,551
Due to Network	(392,169)	(410,465)
Operating lease obligations	(755,617)	(588,199)
Net cash provided (used) by operating activities	<u>6,323,645</u>	<u>(56,666)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>(981,561)</u>	<u>(307,037)</u>
Net cash used by investing activities	<u>(981,561)</u>	<u>(307,037)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from line of credit	5,771,902	1,000,000
Payments on line of credit	<u>(787,958)</u>	<u>-</u>
Net cash provided by financing activities	<u>4,983,944</u>	<u>1,000,000</u>
Net increase in cash and cash equivalents	10,326,028	636,297
Cash and cash equivalents at beginning of year	<u>31,188,621</u>	<u>30,552,324</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 41,514,649</u>	<u>\$ 31,188,621</u>
SUPPLEMENTAL INFORMATION:		
Interest Paid	<u>\$ 246,563</u>	<u>\$ 76,573</u>

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

Action Against Hunger - USA is a non-profit, non-governmental, non-religious organization incorporated on April 11, 1985, under the laws of the State of New York. Action Against Hunger - USA's mission is to fight hunger by providing relief and facilitating autonomy in five areas: nutrition, food security, water and sanitation, health programs, and disaster preparedness.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) related to non-profit entities. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions.

Descriptions of the two net asset categories are as follows:

- **Net Assets without Donor Restrictions** - Net assets available for use in general operations and not subject to donor restrictions are recorded as "net assets without donor restrictions". Net assets set aside solely through the actions of the Board are referred to as Board Designated and are also reported as Net assets without donor restrictions.
- **Net Assets with Donor Restrictions** - Net assets may be subject to donor-imposed stipulations that are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when the 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. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service.

Cash and cash equivalents -

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

Action Against Hunger - USA had \$16,170,756 and \$6,996,720 of cash and cash equivalents held in foreign countries at December 31, 2024 and 2023, respectively. These balances are subject to local deposit insurance regulations and may be uninsured.

Grants receivable -

Grants receivable include unconditional promises to give that are expected to be collected in future years. Grants receivable are recorded at their fair value, which is measured as the present value of the future cash flows. All grants receivable are deemed to be collectable within one year of the date of the statement of financial position. Accordingly, an allowance for doubtful accounts has not been established.

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Sub-recipient and other advances -

Sub-recipient and other advances consist of amounts provided to partners and sub-grantees to execute project objectives, as well as employee and travel advances. Such amounts are recorded as expenditures when the related activity takes place in a future period.

Undistributed commodities -

Undistributed commodities consists of donated food and medical supplies. Undistributed commodities is stated at the fair market value as of the date of the donation. Management performs an annual physical count of all Undistributed commodities, and as a result, Undistributed commodities are adjusted annually to agree to the physical count.

Property and equipment -

Property and equipment with unit cost in excess of \$5,000 are capitalized and stated at cost. Property and equipment are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally three to five years. Leasehold improvements are amortized over the lesser of the useful life of the asset or the remaining life term of the lease. The cost of maintenance and repairs is recorded as expenses are incurred. Depreciation and amortization expense totaled \$316,682 and \$147,002 for the years ended December 31, 2024 and 2023, respectively.

Impairment of long-lived assets -

Management reviews asset carrying amounts whenever events or circumstances indicate that such carrying amounts may not be recoverable. When considered impaired, the carrying amount of the assets is to its current value, and a loss is reported in the Statements of Activities.

Income taxes -

Action Against Hunger - USA is exempt from Federal income taxes under Section 501(c)(a) of the Internal Revenue Code ("IRC"), as an organization described in IRC Section 501(c)(3). Accordingly, no provision for income taxes has been made in the accompanying financial statements. Action Against Hunger - USA is not a private foundation.

Support from grants and contributions, including Federal awards -

Action Against Hunger - USA receives grants and contributions from various donors, including awards from the U.S. Government, foreign Governments, and similar entities. Contributions are recognized in the appropriate category of net assets in the period received. Action Against Hunger - USA performs an analysis of the individual award agreements to determine if they should be recorded as contributions or exchange transactions depending upon whether the transaction is deemed nonreciprocal or reciprocal in accordance with ASC Topic 958.

For grants qualifying under the contribution rules, support is recognized upon notification of the award and satisfaction of all conditions, if applicable. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions, including grants qualifying as contributions, that are unconditional but have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Contributions with donor restrictions either in excess of expenses incurred or with time restrictions are shown as Net Assets with Donor Restrictions in the accompanying financial statements.

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Support from grants and contributions, including Federal awards (continued) -

Conditional contributions contain a right of return and a measurable barrier and are recognized when conditions have been satisfied. Most Federal and other donor grants are for direct and indirect program costs and are considered to be conditional contributions which are recognized as contributions when the amounts become unconditional.

Conditional contributions received in advance of meeting specified conditions established by donors are recorded as refundable advances. Action Against Hunger - USA's refundable advances totaled \$38,901,094 and \$33,769,647 as of December 31, 2024 and 2023, respectively.

In addition, Action Against Hunger - USA has entered into grant agreements related to conditional contributions which will be recognized in future years. Action Against Hunger - USA's unrecognized conditional contributions totaled approximately \$119,000,000 and \$120,845,000 as of December 31, 2024 and 2023, respectively.

Contributed nonfinancial assets -

Contributed nonfinancial assets are recorded at their fair value as of the date of the gift and consisted of donations of food, transportation, and medical supplies, which are valued based on values provided by the donors. Contributed services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by Action Against Hunger - USA. The contributed nonfinancial assets were restricted by the donors for specific programs. None of the donated goods were monetized through sale.

Revenue from contracts with customers -

Action Against Hunger - USA's special events revenue is the most significant revenue stream that is treated as exchange transaction revenue following ASC Topic 606. Revenue from contracts with customers is recorded when the performance obligations are met. Action Against Hunger - USA has elected to opt out of all disclosures not required for nonpublic entities. Transaction price is based on sales price. Amounts received in advance of satisfying performance obligations are recorded as deferred revenue. Action Against Hunger - USA's contracts with customers generally have initial terms of one year or less. Special event revenue is related to the annual fundraising gala and is recognized at the time of the event.

Foreign currency translation -

The U.S. Dollar (Dollars) is the functional currency for Action Against Hunger - USA's operations worldwide. Transactions in currencies other than U.S. Dollars are translated into Dollars at the rates of exchange in effect during the month of the transaction. Assets and liabilities denominated in non-U.S. currency are translated into Dollars at the exchange rate in effect at the date of the Statements of Financial Position. Currency gains and losses from translation are recorded as an Other Item in the accompanying Statements of Activities.

Use of estimates -

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Provision for unanticipated losses -

Action Against Hunger - USA has established a provision for unanticipated losses. The provision is to cover expenses that result from programs which Action Against Hunger - USA may maintain for which there is no donor funding as well as potential losses as a result of donor audits, supplier tax liabilities, severance liabilities, bad debt, and frozen assets. As of December 31, 2024 and 2023, management has estimated the provision to be \$1,500,000 and \$2,400,000, respectively.

Functional allocation of expenses -

The costs of providing Action Against Hunger - USA's programs and supporting services have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Expenses directly attributed to a specific functional area are reported as direct expenses within that functional area and expenses that benefited more than one functional area, such as personnel costs, were allocated based on estimated time and effort.

Special event expenses -

The Statement of Functional Expenses includes special event expenses which are deducted from special event revenue in the Statement of Activities.

2. ACTION AGAINST HUNGER NETWORK

Action Against Hunger - USA is a member of a network that includes seven other international non-governmental organizations headquartered in Paris, Madrid, London, Toronto, Berlin, Rome, and New Delhi. The network collaborates to accomplish a worldwide shared mission. Action Against Hunger - USA and the seven other members of the network provide inter-organizational program, human resources, and logistic support on behalf of their related overseas programs.

At December 31, 2024 and 2023, Action Against Hunger - USA has recorded a net balance due to the network of \$425,128 and \$817,297, respectively.

3. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Furniture	\$ 434,788	\$ 434,788
Equipment	646,111	630,225
Vehicles	1,307,228	1,103,091
Capitalized software	1,451,749	690,211
Leasehold improvements	<u>1,342,811</u>	<u>1,342,811</u>
Subtotal	5,182,687	4,201,126
Less: Accumulated depreciation and amortization	<u>(3,184,214)</u>	<u>(2,867,532)</u>
PROPERTY AND EQUIPMENT, NET	<u>\$ 1,998,473</u>	<u>\$ 1,333,594</u>

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

4. LINE OF CREDIT AND STANDBY LETTER OF CREDIT

Action Against Hunger - USA has access to a \$7,000,000 bank line of credit bearing interest at a per annum rate equal to two percent (2.00%) above the Prime Rate. The actual rate was 7.50% and 8.5% as of December 31, 2024 and 2023, respectively. There was an outstanding balance of \$5,983,944 and \$1,000,000 on the line of credit as of December 31, 2024 and 2023, respectively. Interest expense on the line of credit totaled \$270,917 and \$76,573 during the years ended December 31, 2024 and 2023. The line of credit is collateralized by substantially all property of Action Against Hunger - USA, including its bank accounts, receivables, and equipment. The line of credit was extended through February 28, 2025. A further renewal is currently under negotiation.

On August 15, 2015, Action Against Hunger - USA entered into a standby letter of credit with a local bank in the sum of \$228,098 as a security deposit to the landlord.

5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following at December 31, 2024 and 2023:

	2024	2023
Subject to expenditure for specified purpose:		
Ethiopia Programs	\$ 728,087	\$ 544,249
Haiti Programs	-	102,781
Somalia Programs	-	8,281
TOTAL NET ASSETS WITH DONOR RESTRICTIONS	\$ 728,087	\$ 655,311

The following is a summary of net assets which were released from donor restrictions by incurring expenses (including indirect costs presented as Management and General in the accompanying Statements of Activities and Changes in Net Assets), which satisfied the donor-specified restrictions at December 31, 2024 and 2023:

	2024	2023
Purpose restrictions accomplished:		
Ethiopia Programs	\$ 36,413,862	\$ 40,665,256
Haiti Programs	5,271,960	7,837,653
Kenya Programs	10,981,724	10,826,368
Other Country and Strategic Programs	14,935,164	8,124,889
Somalia Programs	38,076,768	24,319,903
South Sudan Programs	31,465,398	33,679,558
Tanzania Programs	65,118	33,033
Uganda Programs	4,845,093	6,336,256
Zambia Programs	136,781	106,871
TOTAL NET ASSETS RELEASED FROM RESTRICTIONS	\$ 142,191,868	\$ 131,929,787

6. DESIGNATED NET ASSETS

At December 31, 2024, Action Against Hunger - USA had the following designated net assets.

Management Designated: The Finance Committee of the Board of Directors approved management's proposal to create a "Program Development Fund" which may be replenished periodically. The purpose of the Program Development Fund was to create a funding source for exploratory missions. The balance of the Program Development Fund at December 31, 2024 and 2023 totaled \$310,000.

ACTION AGAINST HUNGER - USA

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023**

6. DESIGNATED NET ASSETS (Continued)

Board Designated: An Emergency Fund was established by resolution of the Board of Directors on March 13, 2007. This fund is to be used by Action Against Hunger - USA for a range of purposes, including funds for emergency relief operations, unexpected and urgently needed field expenses, some forms of bridge funding, and disaster preparedness. The balance of the Emergency Fund at December 31, 2024 and 2023 totaled \$450,000.

7. LIQUIDITY AND AVAILABILITY

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

	2024	2023
Cash and cash equivalents	\$ 41,514,649	\$ 31,188,621
Grants receivable	28,666,211	29,492,872
Sub-recipient and other advances	3,079,366	1,852,910
Subtotal financial assets available within one year	73,260,226	62,534,403
Less: Refundable advances	(38,901,094)	(33,769,647)
Less: Donor-restricted funds	(728,087)	(655,311)
Less: Board designated funds	(760,000)	(760,000)

**FINANCIAL ASSETS AVAILABLE TO MEET CASH
NEEDS FOR GENERAL EXPENDITURES WITHIN
ONE YEAR**

\$ 32,871,045 \$ 27,349,445

Action Against Hunger - USA has a policy to structure its financial assets to be available and liquid as its obligations become due. In addition, Action Against Hunger - USA has a line of credit agreement (as further discussed in Note 4) which allows for additional available borrowings up to \$7,000,000.

8. CONTRIBUTED NON FINANCIAL ASSETS

During the years ended December 31, 2024 and 2023, Action Against Hunger - USA was the beneficiary contributed nonfinancial assets (donated commodities) which allowed Action Against Hunger - USA to provide greater resources toward various programs. The donated commodities were donor-restricted. Goods donated for distribution for Action Against Hunger - USA's programs are recorded at their fair market value as of the date of the gift. The fair value is estimated based on values provided by the donors. None of the donated goods were monetized through sale.

The contributed nonfinancial assets received consisted of the following for the years ended December 31, 2024 and 2023:

	2024	2023
Food and Medical Supplies	<u>\$ 18,671,110</u>	<u>\$ 20,733,914</u>

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

8. CONTRIBUTED NON FINANCIAL ASSETS (Continued)

Contributed nonfinancial assets were expended for the following programs during the years ended December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Ethiopia Programs	\$ 5,661,386	\$ 6,900,146
Somalia Programs	1,259,009	1,196,703
South Sudan Programs	10,758,719	10,884,365
Uganda Programs	822,461	1,097,389
Haiti Programs	82,546	-
Kenya Programs	12,550	-
Zambia Programs	<u>1,663</u>	<u>-</u>
TOTAL	<u>\$ 18,598,334</u>	<u>\$ 20,078,603</u>

9. LEASE COMMITMENTS

Action Against Hunger - USA follows FASB ASC 842 for leases. Action Against Hunger - USA has elected the practical expedient that allows lessees to choose to not separate lease and non-lease components by class of underlying asset and is applying this expedient to all relevant asset classes. Action Against Hunger - USA has also elected to use a risk-free rate as the lease discount rate for all leases as allowed under FASB ASC 842.

Short-term Leases:

Action Against Hunger - USA leases certain assets on an as-needed basis. Action Against Hunger - USA has elected the practical expedient for these short-term leases as the lease terms are less than 12 months. Total short-term lease expense included in operating expenses for the years ended December 31, 2024 and 2023 was \$923,891 and \$380,606, respectively.

Operating Leases:

Action Against Hunger - USA has an operating lease for office space in Manhattan, New York that expires on December 31, 2030. The office lease includes an escalation of base rentals, which is being amortized on a basis to achieve straight-line rent expense over the life of the lease.

On March 10, 2022, Action Against Hunger - USA entered into a lease for office space in Washington DC., expiring on April 30, 2028. The office lease includes an escalation of base rentals, which is being amortized on a basis to achieve straight-line rent expense over the life of the lease.

For the years ended December 31, 2024 and 2023, total lease cost was \$828,009 and \$828,009, respectively. Total cash paid was \$929,247 and \$781,741 for these operating leases. As of December 31, 2024 and 2023, the weighted-average remaining lease term and rate for operating leases is 5.13 and 5.93 years and 3% and 3%, respectively.

ACTION AGAINST HUNGER - USA

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023**

9. LEASE COMMITMENTS (Continued)

Operating Leases (continued):

Future minimum payments required under the lease agreement are as follows:

<u>Year Ending December 31,</u>	
2025	\$ 1,042,518
2026	1,063,377
2027	1,085,206
2028	926,030
2029	853,616
Thereafter	<u>870,688</u>
	5,841,435
Less: Imputed interest	<u>(478,787)</u>
TOTAL OPERATING LEASE OBLIGATION	<u>\$ 5,362,648</u>

Lease expenses associated with these leases are included within Rent expense in the accompanying Statements of Functional Expenses, along with office maintenance, real estate taxes, and certain other programmatic costs.

10. RETIREMENT PLAN

During 2007, Action Against Hunger - USA established a defined contribution 403(b) retirement plan for all full-time employees. Full-time employees are eligible immediately upon entry date to make 403(b) contributions.

Action Against Hunger - USA may elect to make employer contributions to the participant accounts in an amount equal to a discretionary percentage of the participant's W-2 wage compensation.

In order to qualify for the employer contribution, the employee must have completed a minimum of six months of service during the year and be an employee as of year-end. Participants are completely vested after three years of service. For the years ended December 31, 2024 and 2023, total contributions to the Plan were \$1,243,640 and \$655,708, respectively.

11. CONTINGENCIES

U.S. Government Awards -

Action Against Hunger - USA receives grants from various agencies of the United States Government. Such grants are subject to audit under the provisions of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. The ultimate determination of amounts received under the United States Government grants is based upon the allowance of costs reported to and accepted by the United States Government as a result of the audits. Audits in accordance with the applicable provisions have been completed for all required fiscal years through 2024. Until such audits have been accepted by the United States Government, there exists a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits.

ACTION AGAINST HUNGER - USA

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

11. CONTINGENCIES (Continued)

Foreign Government, International Organization, and Other Grantor Awards -

Action Against Hunger - USA receives grants and contracts from foreign Governments, international organizations, and other grantors. Such grants and contracts are subject to audit under the provisions stated in each grant agreement or contract. The ultimate determination of amounts received under these grants and contracts is based upon the allowance of costs reported to and accepted by the foreign Governments, international organizations and other grantors as a result of such audits. Until such audits have been accepted by these donors, there exists a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits.

Foreign Operations -

Action Against Hunger - USA provides nutrition, food security, water and sanitation, health programs, and disaster preparedness through its field offices in foreign countries. The future results of those programs could be adversely affected by a number of potential factors, such as currency devaluations and changes in the political climate.

As of December 31, 2024 and 2023, Action Against Hunger - USA had cash, property, and equipment and receivables in various foreign countries totaling approximately \$20,550,000 and \$6,900,000, respectively which represents approximately 25% and 10%, respectively of Action Against Hunger - USA's total assets as of December 31, 2024 and 2023.

12. SUBSEQUENT EVENTS

In preparing these financial statements, Action Against Hunger - USA has evaluated events and transactions for potential recognition or disclosure through September 24, 2025, the date the financial statements were issued.

On January 27, 2025, Action Against Hunger - USA received a stop-work order applicable to its United States Government funded programs. This directive was issued as a result of the Presidential Executive Order entitled "Reevaluating and Realigning United States Foreign Aid" which was issued on January 20, 2025 and mandates a 90-day pause in United States foreign development assistance for assessment of programmatic efficiencies and consistency with United States foreign policy. Action Against Hunger - USA is currently assessing the financial and operational impact of this event. Management does not anticipate any immediate effects on other programs or funding sources, however, there is inherent uncertainty regarding the long-term implications of the foreign aid freeze. These financial statements do not reflect any adjustments related to this subsequent event.