Girl Rising

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

For the Years Ended December 2022 and 2021

Larson
CERTIFIED PUBLIC ACCOUNTANTS

GIRL RISING

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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

The Board of Directors
Girl Rising

Opinion

We have audited the accompanying financial statements of **Girl Rising** (the "Organization"), which comprise the statement of financial position as of December 31, 2022, 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 the Organization as of December 31, 2022, and the results of its operations 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 the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of 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 the Organization'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, 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, 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 the Organization'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 the Organization'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.

Prior Period Financial Statements

The financial statements of **Girl Rising** as of December 31, 2021 and for the year then ended, were audited by other auditors whose report dated August 31, 2022, expressed an unmodified opinion on those statements.

Larson & Company P.C.

Salt Lake City, Utah
July 31, 2023

GIRL RISING

Statements of Financial Position

As of December 31, 2022 and 2021

ASSETS	2022	2021
Current assets:		
Cash and cash equivalents	**$ 1,531,456**	$ 1,240,099
Contributions receivable, current	**178,767**	342,850
Prepaid expenses and other assets	**2,480**	22,262
Total current assets	**1,712,703**	1,605,211
Contributions receivable, long term	**45,000**	40,000
Girl Rising film rights, net	**-**	578,871
Total assets	**$ 1,757,703**	$ 2,224,082

LIABILITIES AND NET ASSETS	2022	2021
Current liabilities:		
Accounts payable and accrued expenses	**$ 74,354**	$ 202,308
Contract advances	**-**	102,857
Note payable, current	**75,000**	75,000
Total current liabilities	**149,354**	380,165
Note payable, long term	**75,000**	150,000
Total liabilities	**224,354**	530,165
Net assets:		
Without donor restrictions	**(279,359)**	714,842
With donor restrictions	**1,812,708**	979,075
Total net assets	**1,533,349**	1,693,917
Total liabilities and net assets	**$ 1,757,703**	$ 2,224,082

The accompanying notes to the financial statements are an integral part of these statements

GIRL RISING

Statements of Activities

For the Years Ended December 31, 2022 and 2021

	2022			2021		
	Without donor restrictions	**With donor restrictions**	**Total**	**Without donor restrictions**	**With donor restrictions**	**Total**
Revenue and other support:						
Contributions	**$ 2,085,271**	**$ 1,617,995**	**$ 3,703,266**	$ 1,683,393	$ 658,674	$ 2,342,067
Fees for services	**120,254**	**-**	**120,254**	402,621	-	402,621
Forgiveness of PPP Loans	**-**	**-**	**-**	276,800	-	276,800
Donated services	**66,000**	**-**	**66,000**	202,000	-	202,000
Royalties and licensing fees	**4,162**	**-**	**4,162**	20,820	-	20,820
Other income	**1,842**	**-**	**1,842**	1,855	-	1,855
Net assets released from restrictions	**784,362**	**(784,362)**	**-**	409,369	(409,369)	-
Total revenues and other support	**3,061,891**	**833,633**	**3,895,524**	2,996,858	249,305	3,246,163
Expenses:						
Program services	**3,271,511**	**-**	**3,271,511**	3,004,152	-	3,004,152
Management and general	**408,915**	**-**	**408,915**	382,715	-	382,715
Fundraising	**375,666**	**-**	**375,666**	364,787	-	364,787
Total expenses	**4,056,092**	**-**	**4,056,092**	3,751,654	-	3,751,654
Change in net assets	**(994,201)**	**833,633**	**(160,568)**	(754,796)	249,305	(505,491)
Net assets, beginning of year	**714,842**	**979,075**	**1,693,917**	1,469,638	729,770	2,199,408
Net assets, end of year	**$ (279,359)**	**$ 1,812,708**	**$ 1,533,349**	$ 714,842	$ 979,075	$ 1,693,917

The accompanying notes to the financial statements
are an integral part of these statements

GIRL RISING

Statement of Functional Expenses

For the Year Ended December 31, 2022

	Program Services								Supporting Services		
	Activation & Movement Building	India Campaign	Measurement & Evaluation	Future Rising	GEF	Explore More	Other Programs	Total Program Services	Management & General	Fundraising	Total
Salaries	$ 169,847	$ 11,379	$ 3,518	$ 392,885	$ 21,863	$ 1,803	$ 99,946	$ 701,241	$ 215,107	$ 244,103	$1,160,451
Payroll taxes and employee benefits	4,797	1,551	510	49,128	2,940	273	12,952	72,151	-	32,748	104,899
Total personnel costs	174,644	12,930	4,028	442,013	24,803	2,076	112,898	773,392	215,107	276,851	1,265,350
Amortization of film rights	-	-	-	-	-	-	537,332	537,332	27,041	14,498	578,871
Contract managers	57,674	95,577	124,204	4,288	89,368	48,000	184,812	603,923	-	38,748	642,671
Consultants	10,500	3,575	137,071	12,950	10,308	-	18,025	192,429	36,345	3,000	231,774
Production costs	1,425	-	-	41,652	-	19,000	55,848	117,925	-	1,570	119,495
Professional fees	19,370	10,384	1,548	14,340	6,325	1,712	25,269	78,948	51,411	7,540	137,899
Legal services	29,700	-	-	-	-	-	-	29,700	36,300	-	66,000
Office expenses	20,642	744	16,330	5,992	42,715	1,831	3,208	91,462	8,231	5,432	105,125
Events	9,474	-	-	11,291	1,584	-	2,279	24,628	-	17,058	41,686
Travel	741	3,447	4,402	10,700	7,160	800	11,769	39,019	8,195	9,937	57,151
Awards	39,000	6,000	-	35,058	140,000	-	37,653	257,711	-	-	257,711
Occupancy	-	-	-	-	-	-	-	-	7,425	-	7,425
Bank charges	-	792	558	579	297	586	770	3,582	18,574	40	22,196
Social media	13,673	139	-	899	-	-	3,320	18,031	286	992	19,309
Marketing and advertising	-	-	-	-	-	-	-	-	-	-	-
Field costs	-	164,470	17,052	250	4,541	19,560	297,556	503,429	-	-	503,429
Total expenses	$ 376,843	$ 298,058	$ 305,193	$ 580,012	$ 327,101	$ 93,565	$1,290,739	$3,271,511	$ 408,915	$ 375,666	$4,056,092

The accompanying notes to the financial statements are an integral part of these statements

GIRL RISING

Statement of Functional Expenses
For the Year Ended December 31, 2021

	Program Services								Supporting Services		
	Activation & Movement Building	India Campaign	Measurement & Evaluation	Future Rising	GEF	Explore More	Other Programs	Total Program Services	Management & General	Fundraising	Total
Salaries	$ 205,165	$ 29,186	$ 62,945	$ 23,539	$ 37,542	$ 33,831	$ 107,165	$ 499,373	$ 156,089	$ 296,651	$ 952,113
Payroll taxes and employee benefits	24,855	3,547	7,878	4,553	5,065	4,598	13,352	63,848	-	33,788	97,636
Total personnel costs	230,020	32,733	70,823	28,092	42,607	38,429	120,517	563,221	156,089	330,439	1,049,749
Amortization of film rights	-	-	-	-	-	-	537,332	537,332	27,041	14,498	578,871
Contract managers	99,900	40,190	101,032	61,425	50,142	212,832	147,899	713,420	-	6,498	719,918
Consultants	4,000	78,843	136,365	9,437	-	8,482	20,199	257,326	14,145	-	271,471
Production costs	48,947	-	-	36,250	8,866	250	51,079	145,392	-	1,778	147,170
Professional fees	5,861	17,000	1,600	1,346	-	407	2,245	28,459	48,954	3,366	80,779
Legal services	90,900	-	-	-	-	-	-	90,900	111,100	-	202,000
Office expenses	1,997	3,119	25,087	81	2,122	5,053	36,142	73,601	9,050	4,984	87,635
Events	-	-	-	-	833	-	-	833	-	1,271	2,104
Travel	804	-	-	-	1,158	1,358	297	3,617	9,602	1,953	15,172
Awards	250	114,500	-	18,000	80,000	-	100,579	313,329	-	-	313,329
Occupancy	-	-	-	-	-	-	-	-	6,273	-	6,273
Bank charges	631	6,551	9,947	320	6,296	18,027	(320)	41,452	-	-	41,452
Social media	8,407	129	-	-	-	-	-	8,536	300	-	8,836
Marketing and advertising	3,078	-	-	-	-	-	-	3,078	-	-	3,078
Field costs	1,398	50,278	14,505	-	47,552	91,644	18,279	223,656	161	-	223,817
Total expenses	$ 496,193	$ 343,343	$ 359,359	$ 154,951	$ 239,576	$ 376,482	$1,034,248	$3,004,152	$ 382,715	$ 364,787	$3,751,654

The accompanying notes to the financial statements are an integral part of these statements

GIRL RISING

Statements of Cash Flows
For the Years Ended December 31, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	**$ (160,568)**	$ (505,491)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Amortization of film rights	**578,871**	578,871
Forgiveness of PPP loans	**-**	(276,800)
(Increase) decrease:		
Contributions receivable	**159,083**	143,150
Prepaid expenses and other assets	**19,782**	20,258
Increase (decrease):		
Accounts payable and accrued expenses	**(127,954)**	109,145
Contract advances	**(102,857)**	(139,524)
Net cash flows from operating activities	**366,357**	(70,391)
Cash flows from financing activities		
Repayment of note payable	**(75,000)**	(75,000)
Proceeds from PPP Loan	**-**	138,400
Net cash flows from financing activities	**(75,000)**	63,400
Net change in cash and cash equivalents	**291,357**	(6,991)
Cash and cash equivalents, beginning of period	**1,240,099**	1,247,090
Cash and cash equivalents, end of period	**$ 1,531,456**	$ 1,240,099
Supplemental disclosures of cash flow information:		
Interest paid	**$ -**	$ -
Income taxes paid	**$ -**	$ -

The accompanying notes to the financial statements
are an integral part of these statements

1. ORGANIZATION

Girl Rising (the "Organization") was incorporated on February 28, 2017 in the District of Columbia. The Internal revenue Service has determined that Girl Rising is exempt from Federal income tax pursuant to Section 501(c)(3) of the Internal revenue code and is classified as a publicly-supported organization as described in Section 170(b)(1) of the Internal Revenue Code.

Girl Rising's mission is to use the power of storytelling to change the way the world values girls and their education. Through media creation, educational tools and programs, and direct support of local organizations, Girl Rising ignites change so that girls everywhere can learn, rise and thrive.

In 2022, Girl Rising worked with 42 partners across eight countries, delivering programming that reached more than 7.4 million adolescents and 300,000 educators. Girl Rising trains educators from these partner organizations to utilize the Girl Rising educational tools to build voice, agency and confidence in girls so that they can persist in their education; to foster more inclusive learning environments that lead to improved education outcomes for girls; and works together with partners to change attitudes and social norms that are major barriers to girls' education and equality. Girl Rising also financially supports select local organizations that are implementing innovative local solutions to girls' education to strengthen the long-term sustainability and effectiveness of local organizations. Girl Rising's new strategic program, Future Rising, which unleashes the power of educated girls to tackle the climate crises, supported a second cohort of Future Rising Fellows with leadership development, storytelling training, network building, international speaking opportunities, and financial resources.

Ten Times Ten LLC, ("TTT"), a for-profit limited liability company, created the Girl Rising film and owned and operated the Girl Rising brand and focused on (a) promoting the education, empowerment and human and civil rights of girls around the world; (b) educating the public about the importance of girls' education and (c) educating the public about the challenges girls face in the many parts of the world with the goal of eliminating prejudice and discrimination against girls everywhere (the "Business").

On December 28, 2017, TTT contributed the Business to Girl Rising under an Asset Transfer Agreement ("Transfer Agreement").

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Organization prepares its financial statements on the accrual basis of accounting and follows accounting principles generally accepted in the United States for nonprofit organizations and reports information regarding its financial position and activities according to two classes of net assets, with donor restrictions and without donor restrictions, based upon the following criteria:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and Board of Directors.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting (Continued)

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

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

Financial Instruments and Credit Risk

The Organization manages deposit concentration risk by placing cash and money market accounts with financial institutions believed by us to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, the Organization has not experienced losses in any of these accounts. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from organizations supportive of our mission.

Cash and Cash Equivalents

The Organization considers all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid instruments restricted to endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows discounted to fair value using an appropriate interest rate applicable to the years in which the promises are received unless such amounts a considered immaterial. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met and are reflected as deferred revenue in the accompanying statement of financial position.

Film Rights

As part of the transfer asset agreement with TTT, the Organization obtained rights to the Girl Rising film. The Organization obtains revenue through royalties and licensing fees. The film rights were recognized at the fair value at the date of contribution. As of December 31, 2022, the film has been fully amortized.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contributions from various sources are provided to the Organization either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts – with or without donor restrictions.

The value recorded for each contribution is recognized as follows:

Nature of Gift	Value Recognized
Conditional gifts, with or without restriction	
Gifts that depend on the Organization overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, i.e., the donor-imposed barrier is met
Unconditional gifts, with or without restriction	
Received at date of gift – cash and other assets	Fair value
Received at date of gift – property, equipment and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized.

When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment and other long-lived assets are reported when those assets are placed in service. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is received.

Fees for Services

The Organization produces films related to its mission, along with other film, radio, and event production and postproduction work. Typically, the Organization maintains the rights to these films; some films are made in collaboration with corporations who then obtain the rights. In addition, the Organization develops and implements learning curriculums on a contract basis. Revenue is recognized over time by measuring the progress toward completed satisfaction of the contract. Payments received in advance of these services are reported as contract advances until the services are performed.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Royalties and Licensing Fees

Royalties and licensing fees are obtained from the films and material owned by the Organization. Revenue is recognized at a point in time when such usage rights are transferred to third parties.

Merchandise Revenue

Revenue is recognized when the goods transfer to the customer.

In-Kind Donations

In-kind contributions for services or the use of equipment, materials or facilities at less than fair value are recorded at their fair value in accordance with accounting literature, if the services (a) create or enhance on financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchases by the Organization. In-kind contribution goods are materials that are recorded at their fair value. The Organization receives services from a large number of volunteers who give significant amounts of their time to the Organization's programs and fund-raising campaigns, but which do not meet the criteria for financial statement recognition.

Functional Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services. Expenses directly attributable to a specific functional area of the GR are reported as expenses of those functional areas. A portion of management and general costs that benefit multiple functional areas (indirect costs) have been allocated across programs and other supporting services based on the proportion of full-time employee equivalents of a program or other supporting service versus the total organizational full-time employee equivalents.

Advertising

The Organization follows the policy of charging the costs of advertising to expense as incurred. The Organization paid **$0** and $3,078 for advertising for the years ended December 31, 2022 and 2021, respectively.

Income Taxes

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and accordingly, no provision has been made for federal or state income tax provisions, assets, or liabilities. The Financial Accounting Standards Board ("FASB") has provided guidance for how uncertain tax positions should be recognized, measured, and disclosed in the financial statements. Management has evaluated the Organization's tax positions and determined that there are no uncertain tax positions. Generally, tax years remain open to examination for three years from the date filed with the IRS.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Concentrations

Two organizations accounted for **67%** of total revenue for the year ended December 31, 2022. Two organizations accounted for 38% of total revenue for the year ended December 31, 2021. Due to the timing of contributions, more than one contribution from a major donor fell within the fiscal year ended 2022 for a total $1,000,000 and it is not likely that this will occur in future years.

Reclassifications

Certain amounts have been reclassified for the year ended December 31, 2021 to conform to the presentation for the year ended December 31, 2022. The reclassifications had no impact on previously reported total net assets.

Recently Issued Accounting Pronouncements

In March of 2016, the FASB issued ASU 2016-02, *Leases*, which requires all leases that have a term of more than 12 months to be recognized as assets and liabilities on the balance sheet at inception. A lessee would recognize a lease liability to make lease payments owed to a lessor (liability) and a benefit for the right to use the leased asset (asset) for the lease term. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee would depend on whether the lessee is expected to consume more than an insignificant portion of the economic benefits embedded in the underlying asset. This new guidance is effective for fiscal years beginning after December 15, 2021. There was no impact to the Organization's results of operations, financial position, or cash flows as a result of this standard.

In September of 2020, the FASB issued ASU 2020-07*, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure requirements. The amendments in this update require organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. Additionally, organizations are required to enhance disclosures by disaggregating the amount of nonfinancial assets recognized within the statement of activities by type of contributed nonfinancial asset and providing additional qualitative information for each disaggregated category. This new guidance is effective for fiscal years beginning after June 15, 2021. The Organization adopted this standard in the year ended December 31, 2022 and has applied the guidance retrospectively.

3. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	2022	2021
Cash and cash equivalents	**$ 1,531,456**	$ 1,240,099
Contributions receivable, current	**178,767**	342,850
Total current financial assets	**1,710,223**	1,582,949
Less: net assets with purpose donor restrictions	**(1,606,358)**	(596,225)
Total assets available for general expenditure within one year	**$ 103,865**	$ 986,724

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Organization seeks donations from indiviudals, foundations, and corporations to cover its operational expenses. The Organization also expects to receive revenue from fundraising events, partnerships with corporations, fees for film production services, and earned revenue. Earned revenue includes revenue from the Girl Rising film including digital downloads and DVD sales from the Organization's website, film licensing fees, and royalties from individuals and distributors, and merchandising revenue from the Organization's website.

4. CONTRIBUTIONS RECEIVABLE

Contributions receivable include unconditional promises to give as follows:

	2022	2021
Receivable in less than one year	**$ 178,767**	$ 342,850
Receivable in one to five years	**45,000**	40,000
	$ 223,767	$ 382,850

5. GIRL RISING FILM RIGHTS, NET

Girl Rising film rights as of December 31, 2022 and 2021 consisted of the following:

	2022	2021
Girl Rising Film	**$ 12,482,383**	$ 12,482,383
Less: accumulated amortization	**(12,482,383)**	(11,903,512)
Girl Rising film rights, net	**$ -**	$ 578,871

Amortization expense for the years ended December 31, 2022 and 2021 was **$578,871** and $578,871, respectively.

6. NOTE PAYABLE

As part of the asset transfer agreement with TTT in 2017, the Organization assumed a note payable for $1,230,000. The loan is non-interest bearing and was originally payable in installments of varying amounts through December 2027.

The Board of Girl Rising and TTT initiated discussions in October 2019 to change the terms of the loan. TTT agreed to negotiate a reduced loan amount and agreed to waive the required 2019 payments due. In December 2019, the lender amended the loan by agreeing to reduce the loan amount to $330,000. Accordingly, Girl Rising recorded loan forgiveness of $783,365, for the difference between the outstanding balance less a present value discount and the new loan payable balance of $330,000, as a contribution for the year ended December 31, 2019.

During the years ended December 31, 2022 and 2021, **$75,000** and $75,000 of the principal was repaid, respectively in accordance with the amended loan agreement. Under the terms of the payment plan agreed to as part of the amended loan agreement, $75,000 is due and payable annually from 2023 through 2024.

Future minimum payments for the note payable are as follows:

For the years ending December 31,	
2023	$ 75,000
2024	75,000
Total	$ 150,000

7. PAYCHECK PROTECTION PROGRAM LOANS

During the year ended December 31, 2020, the Organization secured a loan from a bank of $138,400 through the U.S. Small Business Administration's ("SBA") Paycheck Protection Program ("PPP Loan"). The loan had an interest rate of 1% and maturity date of April 2022.

The Organization followed the provisions of ASC 405-20-1, which states a debtor shall derecognize a liability if and only if it has been extinguished. A liability has been extinguished if either of the following conditions is met:

- The debtor pays the creditor and is relieved of its obligation for the liability.
- The debtor is legally released from being the primary obligor under the liability, either judicially or by the creditor.

In February 2021, the Organization was notified that forgiveness had been approved by the SBA.

A second loan of $138,400 was secured from a bank under the program in January 2021. The loan had an interest rate of 1% and maturity date of January 2026. In October 2021, the Organization was notified that second loan of $138,400 had been forgiven by SBA

The forgiveness of both loans is reflected under forgiveness of PPP loans in the accompanying statement of activities.

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

	2022	2021
Subject to donor restriction:		
Future rising	**$ 502,140**	$ 191,452
CS financial education	**356,368**	-
India	**218,692**	42,721
Comparsa	**149,274**	-
Global education fund	**139,369**	284,448
Nigeria	**138,477**	12,712
Guatemala	**76,558**	64,892
Diversity, equity, and inclusion	**25,480**	-
Total	**1,606,358**	596,225
Subject to passage of time	**206,350**	382,850
Net assets with donor restrictions	**$ 1,812,708**	$ 979,075

Net assets released from restriction for the years ended December 31 were as follows:

	2022	2021
Time restricted	**$ 236,500**	$ 314,500
Global education fund	**236,085**	94,869
Future rising	**191,452**	-
Guatemala	**64,892**	-
India	**42,721**	-
Nigeria	**12,712**	-
Total net assets released from restriction	**$ 784,362**	$ 409,369

9. CONTRIBUTIONS OF NONFINANCIAL ASSETS

For the years ended December 31, 2022 and 2021, in-kind contributions recognized within the statement of activities consisted of the following:

	2022	2021	Utilization in programs or other activities	Donor restrictions	Valuation techniques and inputs
Donated services	**$ 66,000**	$ 202,000	Activation & Movement Building and Management and General	None	Contributed services are valued at the estimated fair value base on current rates for similar services.
Total contributions of nonfinancial assets	**$ 66,000**	$ 202,000			

10. EMPLOYEE BENEFIT PLAN

The Organization offers employees the opportunity to participate in a retirement plan. Employees become eligible to participate in the Organization's retirement plan after being employed for 90 days. Plan participants may make pre-tax contributions to a retirement account. The Organization does not make any matching contributions to the plan.

11. SUBSEQUENT EVENTS

Subsequent events have been considered through the date of the independent auditor's report, which is the date the financial statements were available to be issued. No events have occurred subsequent to December 31, 2022 which would have a material effect on the financial condition of the Organization.