

BBB WISE GIVING ALLIANCE

AUDITED FINANCIAL STATEMENTS

For the years ended December 31, 2023 and 2022



BBB Wise Giving Alliance

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
BBB Wise Giving Alliance
Arlington, Virginia

Opinion

We have audited the accompanying financial statements of the BBB Wise Giving Alliance (BBB WGA) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities, 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 the BBB WGA as of December 31, 2023 and 2022, 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. 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 BBB WGA 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.

Emphasis of Matter – Adoption of New Standard

As discussed in Note 2, BBB WGA adopted the requirements of Financial Accounting Standards Board's Accounting Standards Update No 2016-13, *Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. Our opinion is not modified with respect to this adoption.

Emphasis of Matter - Restatement

As discussed in Note 9 to the financial statements, the 2022 Statement of Financial Position has been restated to correct a misstatement of non-current assets and long-term liabilities. The restatement had no impact on the Statements of Activities. Our opinion is not modified with respect to this matter.

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 BBB WGA's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of BBB WGA'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 BBB WGA'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.

UHY LLP

Columbia, Maryland
December 18, 2024

BBB WISE GIVING ALLIANCE
STATEMENTS OF FINANCIAL POSITION
December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u> (As Restated)
ASSETS		
CURRENT ASSETS		
Cash	\$ 610,377	\$ 1,543,765
Accounts receivable	51,383	53,354
Prepaid expenses	<u>18,494</u>	<u>21,686</u>
Total current assets	<u>680,254</u>	<u>1,618,805</u>
NON-CURRENT ASSETS		
Investments	900,000	-
Equipment and software, net	-	22,855
Deferred compensation plan	47,461	30,367
Security deposits	<u>8,440</u>	<u>8,170</u>
Total non-current assets	<u>955,901</u>	<u>61,392</u>
TOTAL ASSETS	<u>\$ 1,636,155</u>	<u>\$ 1,680,197</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 157,028	\$ 57,343
Accrued expenses	35,712	36,160
Contract liabilities	<u>1,089,184</u>	<u>915,231</u>
Total current liabilities	<u>1,281,924</u>	<u>1,008,734</u>
LONG-TERM LIABILITIES		
Deferred compensation plan	<u>47,461</u>	<u>30,367</u>
Total liabilities	1,329,385	1,039,101
NET ASSETS		
Without donor restrictions	<u>306,770</u>	<u>641,096</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,636,155</u>	<u>\$ 1,680,197</u>

See notes to financial statements.

BBB WISE GIVING ALLIANCE
STATEMENTS OF ACTIVITIES
For the years ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
SUPPORT AND REVENUE		
Charity seal license fees	\$ 2,034,986	\$ 1,913,235
Contributions and grants	162,135	263,269
Publications	13,102	13,380
Special projects	-	20,000
Interest income	-	3
	<u>2,210,223</u>	<u>2,209,887</u>
Total support and revenue		
EXPENSES		
Program Services:		
Charity reporting services	1,989,621	1,889,105
Other programs	215,304	164,841
	<u>2,204,925</u>	<u>2,053,946</u>
Total program services		
Supporting Services:		
Management and general	282,994	262,711
Fundraising	56,630	74,616
	<u>339,624</u>	<u>337,327</u>
Total supporting services		
Total expenses	<u>2,544,549</u>	<u>2,391,273</u>
Change in Net Assets	(334,326)	(181,386)
Net Assets Without Donor Restrictions - Beginning	<u>641,096</u>	<u>822,482</u>
Net Assets Without Donor Restrictions - Ending	<u>\$ 306,770</u>	<u>\$ 641,096</u>

BBB WISE GIVING ALLIANCE
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2023

	PROGRAM SERVICES			SUPPORTING SERVICES		Total Supporting Services	Total
	Charity Reporting Services	Other Programs	Total Program Services	Management and General	Fundraising		
Salaries and benefits	\$ 1,542,936	\$ 143,529	\$ 1,686,465	\$ 89,704	\$ 17,941	\$ 107,645	\$ 1,794,110
Bad debt provision	-	-	-	16,500	-	16,500	16,500
Conferences and events	1,689	62	1,751	4,142	8	4,150	5,901
Depreciation and amortization	19,656	1,828	21,484	1,143	228	1,371	22,855
Direct mail	-	-	-	-	25,518	25,518	25,518
Dues and subscriptions	48,781	4,725	53,506	8,215	4,732	12,947	66,453
Insurance	16,393	1,525	17,918	952	191	1,143	19,061
Information technology	135,214	710	135,924	28,024	307	28,331	164,255
Marketing	48,290	-	48,290	-	315	315	48,605
Occupancy	42,254	3,931	46,185	2,457	491	2,948	49,133
Office expenses	10,357	1,087	11,444	33,116	6,775	39,891	51,335
Professional services	52,457	54,622	107,079	84,086	-	84,086	191,165
State registration fees	-	-	-	11,125	-	11,125	11,125
Storage	5,897	-	5,897	2,182	-	2,182	8,079
Travel	12,073	3,285	15,358	1,348	124	1,472	16,830
Wise giving guide	53,624	-	53,624	-	-	-	53,624
Total expenses	\$1,989,621	\$ 215,304	\$2,204,925	\$ 282,994	\$ 56,630	\$ 339,624	\$ 2,544,549

See notes to financial statements.

BBB WISE GIVING ALLIANCE
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2022

	<u>PROGRAM SERVICES</u>			<u>SUPPORTING SERVICES</u>		<u>Total Supporting Services</u>	<u>Total</u>
	<u>Charity Reporting Services</u>	<u>Other Programs</u>	<u>Total Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>		
Salaries and benefits	\$ 1,497,089	\$ 123,290	\$ 1,620,379	\$ 105,677	\$ 35,225	\$ 140,902	\$ 1,761,281
Conferences and events	5,349	-	5,349	8,046	-	8,046	13,395
Depreciation and amortization	33,304	2,742	36,046	2,351	784	3,135	39,181
Direct mail	5,653	-	5,653	3,310	26,993	30,303	35,956
Dues and subscriptions	50,027	5,780	55,807	7,106	3,897	11,003	66,810
Insurance	12,239	1,008	13,247	864	288	1,152	14,399
Information technology	53,921	608	54,529	12,822	174	12,996	67,525
Marketing	38,610	-	38,610	525	-	525	39,135
Occupancy	41,783	3,441	45,224	2,949	983	3,932	49,156
Office expenses	17,697	-	17,697	32,934	5,992	38,926	56,623
Professional services	70,796	27,972	98,768	73,342	280	73,622	172,390
State registration fees	-	-	-	12,785	-	12,785	12,785
Storage	7,414	-	7,414	-	-	-	7,414
Travel	3,409	-	3,409	-	-	-	3,409
Wise giving guide	51,814	-	51,814	-	-	-	51,814
Total expenses	\$1,889,105	\$ 164,841	\$2,053,946	\$ 262,711	\$ 74,616	\$ 337,327	\$ 2,391,273

BBB WISE GIVING ALLIANCE
STATEMENTS OF CASH FLOWS
For the years ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash Flows from Operating Activities		
Change in net assets	\$ (334,326)	\$ (181,386)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	22,855	39,181
Bad debt provision	16,500	-
Changes in operating assets and liabilities:		
Accounts receivable	(14,529)	(13,754)
Prepaid expenses	2,922	5,770
Accounts payable	99,685	(17,687)
Accrued expenses	(448)	6,160
Contract liabilities	173,953	107,464
	<u>(33,388)</u>	<u>(54,252)</u>
Net cash used in operating activities		
Cash Flows from Investing Activities		
Purchases of investments	<u>(900,000)</u>	<u>-</u>
Net Decrease in Cash	(933,388)	(54,252)
Cash - Beginning	<u>1,543,765</u>	<u>1,598,017</u>
Cash - Ending	<u>\$ 610,377</u>	<u>\$ 1,543,765</u>

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 1 - PURPOSE OF ORGANIZATION

The BBB Wise Giving Alliance (BBB WGA) was incorporated under the laws of the District of Columbia on November 14, 1975, and is located in Arlington, Virginia. BBB WGA's mission is strengthening public confidence in charities by promoting wise giving and trustworthy charities practices. BBB WGA completes rigorous evaluations of publicly soliciting charities in relation to 20 BBB Standards for Charity Accountability that address charity governance, results reporting, finances, donor privacy, appeal accuracy and other issues. There is no charge to charities to be the subject of a BBB Charity Report. These reports are available to the public for free on the BBB WGA website at Give.org.

Charities that meet all 20 BBB Charity Standards are identified as BBB Accredited Charities. BBB Accredited Charities have the option of licensing a BBB Charity Seal for a fee. The BBB Accredited Charity Seal can be displayed on the charity's website and fundraising materials. Charity evaluations are updated every two years. Any BBB Charity Seal holder that fails to meet the BBB Charity Standards is terminated from the BBB Charity Seal program.

Other Programs include: the *Heart of Giving Podcast* which involves a series of detailed discussions with charity sector leaders on the motivations behind why people give and other charity-related topics, the GiveSafely.io donation platform for BBB Accredited Charities which seeks to protect donors' personal data by the use of blockchain and enable donors to donate cryptocurrency, and the Advancing Collaboration project which encourages charities to seek out new partnerships as a way to grow larger audiences and share risk.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP), whereby revenue is recognized when the performance obligation is met and expenses are recognized when incurred.

Accounts Receivables

Effective January 1, 2023, BBB WGA adopted accounting standards update ASU 2016-13, *Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, which replaces the incurred loss methodology with an expected loss methodology. There was no material impact to the financial statements as a result of the adoption of ASU 2016-13.

BBB WGA grants trade credit to its members and others. Receivables are recorded in the period when the BBB WGA's right to consideration is unconditional and are valued at management's estimate of the amount that will ultimately be collected. An allowance for credit losses is recorded using estimates and assumptions based on specific identification of uncollectible accounts, the BBB WGA's historical collection experience and current economic factors which, in management's judgment, could influence

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounts Receivables (Continued)

the ability of account receivable recipients to repay the amounts in accordance with the credit terms. Changes in the allowance for credit loss on receivables are recorded as credit loss (recovery) on the statements of activities. Recoveries of receivables previously written off are recorded in revenue when received. The allowance for credit losses was \$16,500 and \$0, respectively as of December 31, 2023 and 2022.

Investments

Investments with readily determinable fair values are recorded at fair value. Net investment return/(loss) is reported in the statement of activities in the period earned and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management fees.

Equipment and Software

Equipment and software are stated at cost. Individual purchases and improvements of \$5,000 or more, which prolong the useful life of an asset, are capitalized, while expenditures for small items, maintenance, and minor repairs are expensed as incurred. When assets are sold or otherwise disposed of, the cost of the asset and related accumulated depreciation or amortization are removed from the accounts and any resulting gain or loss is included in the statements of activities. Depreciation and amortization are calculated using the straight-line method over the assets useful lives ranging from three-to-five years.

Net Assets

Net assets, revenue, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Net assets 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 (or grantor) imposed restrictions. Their use may be limited in other respects, such as by Board designation.

Net assets with donor restrictions - Net assets subject to donor (or 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 donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. BBB WGA reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets (Continued)

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. BBB WGA did not have any net assets with donor restrictions as of December 31, 2023 or 2022.

Revenue Recognition

Revenue includes line items that have performance obligations such as seal licensing fees and publications and line items representing support such as contributions and grants.

Charity Seal License Fees

Charity seal license fees are reported at the amount that reflects the consideration BBB WGA expects to receive in exchange for the services provided. Charity seal license fees are based on anniversary date and exclusive benefits are provided continuously over the course of the license period. Revenue is recognized on a straight-line basis over the one-year term. Charity seal license fees received in advance of the license period are reported as contract liabilities.

Contributions and Grants

Unconditional contributions and grants are recognized when received. Conditional promises to give, that is, those contributions or grants with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Publications

BBB WGA produces magazines three times per year. Publications are reported at the amount that reflects the consideration BBB WGA expects to receive in exchange of the product provided. These publications are recognized as revenue at a point in time when the sale occurs.

Special Projects

BBB WGA completed a special project at the request of a BBB Accredited Charity that also is licensed to use the BBB Accredited Charity seal; CHC (Creating Healthier Communities). The project involved research and the preparation of a written report and video about the organization's transformation from an organization focused on collecting and redistributing resources to one leveraging its resources and partnerships to advance health equity and community health. The project began in 2022 and was completed in 2023. The report was posted on BBB WGA's website, Give.org.

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Expenses

The costs of providing various programs and supporting services are summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited on the basis of time records and other support, or by estimates made by management.

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of BBB WGA. Those expenses include professional services, information technology services, marketing services, depreciation and occupancy expenses. All such costs are allocated based on estimates of time and specific utilization.

Income Taxes

BBB WGA is exempt from federal and state income taxes (except taxes on unrelated business income) under Section 501(c)(3) of the Internal Revenue Code. No provision for income taxes is required for the years ended December 31, 2023 or 2022 since BBB WGA had no taxable income from unrelated business activities.

The income tax positions taken by BBB WGA for any years open under the various statutes of limitations are that BBB WGA continues to be exempt from income taxes and that they have properly reported unrelated business income that is subject to income taxes. BBB WGA believes that there are no tax positions taken or expected to be taken that would significantly increase unrecognized tax liabilities within 12 months of the reporting date. None of BBB WGA's federal or state income tax returns are currently under examination.

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

NOTE 3 - FAIR VALUE MEASUREMENTS AND DISCLOSURES

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to the unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 4 - EQUIPMENT AND SOFTWARE (Continued)

Depreciation and amortization expense totaled \$22,855 and \$39,181 for the years ended December 31, 2023 and 2022, respectively.

NOTE 5 - RETIREMENT PLANS

Defined Contribution Retirement Plan

BBB WGA sponsors a defined contribution plan under Section 401(k) of the Internal Revenue Code (IRC), that covers all employees who completed six months of service. Employees are immediately vested in deferred salary and employer matching contributions. Employer matching contributions are grouped with salaries and benefits in the Statements of Functional Expenses and total \$76,330 and \$101,827 for the years ended December 31, 2023 and 2022, respectively.

Deferred Compensation Plan

Effective June 1, 2021, BBB WGA adopted a Section 457(f) deferred compensation plan for certain members of executive management, as designated by the Board. The Board also specifies the contribution types, levels and vesting terms that apply for the individual plan participants. The plan was amended and restated effective December 8, 2021, to permit participant-directed investment of account balances and make certain other changes.

As of December 31, 2023 and 2022, the 457(f) Plan assets held by BBB WGA totaled \$47,461 and \$30,367, respectively. The Plan assets are invested in U.S. Treasury money market funds held and managed by Fidelity Investments. The corresponding liability reflected in the Statements of Financial Position was \$47,461 and \$30,367 as of December 31, 2023 and 2022, respectively.

BBB WGA's contributions to the 457(f) Plan totaled \$60,000 and \$50,000 for the years ended December 31, 2023 and 2022, respectively, and are included in salaries and benefits in the Statements of Functional Expenses.

NOTE 6 - OFFICE SPACE HOTELING ARRANGEMENT

On December 9, 2021, BBB WGA renegotiated the office service agreement, which used to auto-renew every January, to increasing the term to two years. The agreement is effective January 1, 2022 through December 31, 2023 and provides for 8 hours monthly conference room use, including the provided furnishings and technology solutions. According to the terms of the agreement, the hoteling arrangement is a license agreement and creates no tenancy interest, leasehold estate or other real property interest with respect to the accommodation nor a relationship of landlord and tenant between the parties. Even though the agreement lists the specific office space allocated for BBB WGA's use, the space provider may allocate a different office of equal size from time to time with at least a 30 days' notice to BBB WGA.

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 6 - OFFICE SPACE HOTELING ARRANGEMENT (Continued)

In the event the center where the office space is located is no longer available, the space provider would provide suitable alternative accommodations for BBB WGA at another center, or the agreement may be terminated with no penalties or other obligations. The monthly occupancy expense for the year ended December 31, 2023 is \$4,085.

On December 27, 2023, BBB WGA renegotiated the office service agreement for another two-year term. The agreement is effective January 1, 2024 through December 31, 2025 at a monthly rate of \$4,208 and provides the same benefits as the previous agreement.

For the years ended December 31, 2023 and 2022, the occupancy expense totaled \$49,133 and \$49,156, respectively.

NOTE 7 - CONCENTRATIONS, RISKS AND UNCERTAINTIES

Credit Risk

BBB WGA maintains its cash balances at a financial institution and at times these balances may exceed the federal insured limits. BBB WGA has not experienced any losses with respect to its bank balances in excess of government provided insurance and management believes there is no significant concentration of credit risk as a result of maintaining these accounts. Non-interest and interest-bearing accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000.

Commitments

In the course of normal business operations, BBB WGA is faced with routine legal matters. In the opinion of management, all matters are adequately covered by insurance, or the costs have been accrued.

Paycheck Protection Program (PPP)

According to the rules of the Small Business Administration (SBA), BBB WGA is required to retain PPP loan documentation for six years after the date the loan is forgiven or repaid in full, and permit authorized representatives of the SBA, including representatives of its Office of Inspector General, to access such files upon request. Should the SBA conduct such a review and reject all or some of the BBB WGA's judgments pertaining to satisfying PPP loan eligibility or forgiveness conditions, BBB WGA may be required to adjust previously reported amounts and disclosures in the financial statements.

BBB WISE GIVING ALLIANCE
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2023 and 2022

NOTE 8 - LIQUIDITY

BBB WGA's financial assets available for general expenditures consisted of the following at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Cash	\$ 610,377	\$ 1,543,765
Investments	900,000	-
Accounts receivable	<u>51,383</u>	<u>53,354</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 1,561,760</u>	<u>\$ 1,597,119</u>

As part of BBB WGA's liquidity management, BBB WGA has a policy to structure its financial assets to be available and liquid as its obligations become due. BBB WGA has no debt in the Statements of Financial Position as of December 31, 2023 and 2022 and typically pays its obligations using cash. As of December 31, 2023 and 2022, BBB WGA had financial assets equal to approximately nine months of operating expenses, respectively.

NOTE 9 - PRIOR PERIOD ADJUSTMENT

BBB WGA determined that the organization owns the assets of the 457(f) deferred compensation plan as they are not held in trust for the employees as qualified ERISA plans do. This resulted in a restatement of the 2022 financial statements to reflect the assets held in the 457(f) Plan on the Statements of Financial Position as an asset and an equal corresponding liability. The restatement had no impact on Net Assets and the Statements of Activities as of and for the years ended December 31, 2023 and 2022.

NOTE 10 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 18, 2024, the date the financial statements were available to be issued.