

CLEAN WATER FUND

FINANCIAL STATEMENTS

December 31, 2023

CLEAN WATER FUND

Contents

	<u>Page No.</u>
Independent Auditor's Report	1
<u>FINANCIAL STATEMENTS:</u>	
Statement of Financial Position.....	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows.....	6
Notes to the Financial Statements	7



Alan C. Young & Associates, P.C.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

7310 Woodward Ave, Suite 740
Detroit, MI 48202

(313) 873-7500 (Tel.)
(313) 873-7502 (Fax)
www.alancyoung.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Clean Water Fund

Opinion

We have audited the accompanying financial statements of Clean Water Fund (a nonprofit organization) (the Organization), which comprise the statement of financial position as of December 31, 2023, 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, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are to be issued.

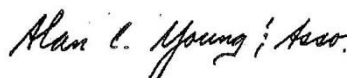
Auditor's Responsibilities for the Audit of the Financial Statements

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 GAAS 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 GAAS, 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.



Detroit, Michigan
July 29, 2024

CLEAN WATER FUND

Statement of Financial Position December 31, 2023

ASSETS

Current Assets

Cash and Cash Equivalents (Note 3)	\$ 3,192,779
Investments (Note 7)	1,033,900
Accounts Receivable (Note 5)	2,212,317
Prepaid Expenses	54,611

Total Current Assets 6,493,607

Long-term Accounts Receivable (Note 5) 295,000

Furniture and Equipment, Net (Note 9) -

Other Assets

Lease Right of Use Assets, Net (Note 12)	88,709
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Total Assets \$ 6,877,316

LIABILITIES

Current Liabilities

Pass Through Liabilities	\$ 412,800
Accounts Payable	67,126
Due to Affiliate (Note 6)	102,655
Refundable Advances	185,644
Current Portion of Lease Obligations (Note 12)	58,171

Total Current Liabilities 826,396

Lease Obligations, Net of Current Portion (Note 12)	31,629
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Total Liabilities 858,025

Net Assets

Without Donor Restrictions	1,199,239
With Donor Restrictions (Note 10)	4,820,052

Total Net Assets 6,019,291

Total Liabilities and Net Assets \$ 6,877,316

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

CLEAN WATER FUND

Statement of Activities Year Ended December 31, 2023

	<u>Net Assets Without Donor Restrictions</u>	<u>Net Assets With Donor Restrictions</u>	<u>Total</u>
Revenue, Gains and Other Support			
Individual Contributions	\$ 1,457,761	\$ 65,000	\$ 1,522,761
Institutional and Corporate Grants	242,688	1,362,829	1,605,517
Foundational Awards	182,731	2,713,752	2,896,483
Governmental Awards	4,099	489,780	493,879
In-kind Donations (Note 11)	1,150	-	1,150
Investment Income (Loss) (Note 8)	163,016	-	163,016
Net Assets Released From Restrictions (Note 10)	4,369,933	(4,369,933)	-
Total Revenue, Gains and Other Support	<u>6,421,378</u>	<u>261,428</u>	<u>6,682,806</u>
Expenses			
Program Services	5,462,653	-	5,462,653
Management and General	878,666	-	878,666
Fundraising	453,058	-	453,058
Total Expenses	<u>6,794,377</u>	<u>-</u>	<u>6,794,377</u>
Change In Net Assets	(372,999)	261,428	(111,571)
Net Assets, Beginning of Year	<u>1,572,238</u>	<u>4,558,624</u>	<u>6,130,862</u>
Net Assets, End of Year	<u>\$ 1,199,239</u>	<u>\$ 4,820,052</u>	<u>\$ 6,019,291</u>

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

CLEAN WATER FUND

Statement of Functional Expenses For the Year Ended December 31, 2023

	Program Services	Management and General	Fundraising	Total Functional Expenses
Salaries and Benefits	\$ 4,584,775	\$ 579,968	\$ 288,435	\$ 5,453,178
Consulting Services	275,144	-	3,366	278,510
Office Expenses	139,557	219,072	52,337	410,966
Meetings and Conferences	59,589	29,215	28,772	117,576
Transportation	37,918	7,583	6,017	51,518
Occupancy	290,017	1,823	65,288	357,128
Depreciation	22,305	1,312	2,624	26,241
Bad Debts	-	31,194	-	31,194
Other Expenses	53,348	8,499	6,219	68,066
Total Expenses	\$ 5,462,653	\$ 878,666	\$ 453,058	\$ 6,794,377

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

CLEAN WATER FUND

Statement of Cash Flows Year Ended December 31, 2023

Cash Flows From Operating Activities

Change in Net Assets	\$ (111,571)
Adjustments to Reconcile Change in Net Assets to Net Cash	
Provided by (Used in) Operating Activities:	
Depreciation	26,241
Bad Debts	31,194
Unrealized Gain on Investment	(156,941)
Amortization of Lease Right of Use Assets	14,671
Changes in Operating Assets and Liabilities that	
Provided (Used) Cash:	
Accounts Receivable	(265,106)
Prepaid Expenses	152
Pass Through Liabilities	115,210
Accounts Payable	(49,849)
Due to Affiliates	(330,844)
Refundable Advances	(11,866)
Lease Obligations	(13,762)
Net Cash Provided by (Used in) Operating Activities	<u>(752,471)</u>

Cash Flows From Investing Activities

Proceeds from Investments	<u>2,397</u>
Net Cash Provided by (Used in) Investing Activities	<u>2,397</u>

Net Decrease In Cash and Cash Equivalents (750,074)

Cash and Cash Equivalents, Beginning of Year 4,237,853

Cash and Cash Equivalents, End of Year \$ 3,487,779

Supplemental Disclosure of Cash Flows Information -

 Interest Paid to Clean Water Action \$ 6,674

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

1) NATURE OF ACTIVITIES

Clean Water Fund (the Organization) is a not-for-profit organization incorporated in the District of Columbia. Its major programs include strategies to ensure (1) safe, affordable drinking water; (2) control of community and workplace toxic hazards; (3) protection and conservation of wetlands, surface waters, coastal areas, groundwater, and other critical natural resources; (4) safe waste management practices; and (5) protection of public health and environmental safety for all citizens. These programs are conducted from a national office in Washington, D.C. and from locally staffed field offices serving multistate regions around the country.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Reporting

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates and assumptions.

Cash and Cash Equivalents

The Organization considers all investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments and Related Income

Investments consist of mutual funds that are recorded at fair value based on quoted market prices.

Investments Risks and Uncertainties

The Organization invests in mutual funds. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Organization's balances and the amounts reported in the financial statements.

Accounts Receivable

The Organization's accounts receivable primarily consist of amounts due from various grantors and contributors generated from corporations, foundation grants, and governmental grants. No provision for doubtful accounts has been recorded at December 31, 2023 since it is the opinion of management that all accounts receivable are collectible in full.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Furniture and Equipment

Furniture and equipment are recorded at cost when purchased or at fair value at the date of donation if contributed. Furniture and equipment are depreciated using the straight-line method over the useful lives of the assets (three to seven years). Costs of maintenance and repairs are charged to expense when incurred.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future years and are recorded as prepaid expenses.

Classification of Net Assets

Net assets of the Organization are classified based on the presence or absence of donor-imposed restrictions.

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions or for which the donor-imposed restrictions have expired or been fulfilled. Net assets in this category may be expended for any purpose in performing the primary objectives of the Organization.

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 or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Earnings, gains, and losses on donor-restricted net assets are classified as net assets without donor restrictions unless specifically restricted by the donor or by applicable state law.

Conditional Promises to Give and Refundable Advances

Conditional promises to give and indications of intentions to give are reported at fair value on the date the gift becomes unconditional or is received. Funds received in advance for conditional contributions are reported as refundable advances on the statement of financial position.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)Individual Contributions and Foundation Awards

Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received, measured at fair value. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as support with donor restrictions. Contributions that are used according to donor restrictions in the period in which the contributions are received are recognized as support with donor restrictions and reclassified as net assets released from restrictions in the same period. Donor promises to give in the future are recorded at the present value of estimated future cash flows.

Institutional, Corporate, and Governmental Grants

The Organization recognizes revenue on certain institutional, corporate, and governmental grant contracts ratably over applicable contract periods or as services are performed. Amounts billed and collected before the services are performed are included in deferred revenue.

Revenue on contracts with no commensurate value to the resource provider is recognized consistent with individual contributions and foundation awards noted above.

Pass-through Liabilities

The Organization enters into agreements where awards are agreed to be passed through to independent organizations. These pass-through liabilities are intended to be passed through based on the Organization's request from the donor; therefore, revenue is not recognized by the Organization.

Functional Allocation of Expenses

Costs of providing the program and support services have been reported on a functional basis in the statement of activities. Indirect costs have been allocated between the various programs and support services on several bases and estimates determined by management. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts. The Organization classifies its expenses according to the following functional classifications:

<u>Expenses</u>	<u>Allocation Method</u>
Salaries and Benefits	Time and Effort
Consulting Services	Time and Effort
Office Expenses	Square Footage
Conferences and Meetings	Direct Usage
Transportation	Direct Usage
Occupancy	Square Footage
Depreciation	Square Footage

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)Tax-Exempt Status

The Organization is exempt from federal income taxes under Section 501 (c)(3) of the U.S. Internal Revenue Code. As a result, no provision for income taxes has been recorded in the accompanying financial statements.

The Organization's continued status as an exempt organization is considered to be a "tax position" in that the Organization must adhere to various requirements to remain tax-exempt. In addition, any Organization activities that may subject it to "unrelated business taxable income" are also considered tax positions. Management has analyzed the Organization's tax positions as of December 31, 2023 and has determined that no material uncertain tax positions exist that require recognition or disclosure in the accompanying financial statements.

The Organization's Federal tax returns for the prior three years remain subject to examinations by the Internal Revenue Service.

Concentration of Credit Risk Arising from Deposit Accounts

The Organization maintains cash balances at various banks. Accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization evaluates the financial institutions with which it deposits funds; however, it is not practical to insure all cash deposits.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, disclosure of contingent 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 these estimates.

Leases

The Organization accounts for its leases under FASB's ASU No. 2016-02, Leases (as amended) (Topic 842). Under the provisions of Topic 842, a lessee is required to recognize a right-of-use asset and lease liability, initially measured at the present value of the remaining lease payments, in the statements of financial position. In addition, lessees are required to provide qualitative and quantitative disclosures that enable users to understand more about the nature of the organization's leasing activities.

The Organization has elected the package of practical expedients, which permits the organizations to not reassess prior conclusions about lease identification, classification, and initial direct costs. In addition, the Organization has elected the short-term lease recognition exemption for all leases with initial terms of 12 months or less that qualify under Topic 842.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)Leases (Continued)

In order to determine if a contract contains a lease, the Organization assesses whether it has the right to control the use of identified assets within the contract. This determination is made if the Organization has both the right to obtain substantially all of the economic benefits from use of the identified assets and the right to direct the use of the identified assets. The Organization allocates the consideration within a contract to respective lease and non lease components based on relative standalone prices. Leases are classified as either finance or operating, and a lease liability and right-of-use asset are recognized for all leases with a term greater than 12 months. All lease liabilities are measured as the present value of the future lease payments using a discount rate.

The future lease payments used to measure the lease liability include fixed payments, as well as the exercise price of any options to purchase the underlying asset that have been deemed reasonably certain to be exercised, if applicable.

The Organization makes certain assumptions and judgements in determining the discount rate, as most leases do not provide an implicit rate. The Organization uses an incremental borrowing rate based on the remaining lease term in determining the present value of lease payments for all classes of underlying leased assets.

New Accounting Pronouncements

New Accounting Standards Effective January 1, 2023, the Organization adopted FASB ASC 326, Financial Instruments – Credit Losses, (“ASC 326”), which requires certain financial assets to be measured at amortized cost net of an allowance for estimated credit losses that are expected to occur over the remaining life of the asset using historical experience, current conditions, and reasonable and supportable forecasts about collectability, such that the assets must be presented in the financial statements at the net amount expected to be collected. The Organization adopted ASC 326, using the modified retrospective approach with January 1, 2023, as the date of initial adoption, which did not result in any adjustment to the Organization’s financial statements.

3) CASH AND CASH EQUIVALENTS

The deposits of the Organization in bank accounts total \$3,124,917 of which \$500,000 was insured through Federal Deposit Insurance Corporation. The total uninsured deposits at December 31, 2023 were \$2,624,917.

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

4) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization's working capital and cash flows have variations during the year attributable to the timing of grant and contribution receipts. The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions.

Cash and Cash Equivalents	\$ 3,192,779
Investments	1,033,900
Accounts Receivable	2,212,317
	<u>6,438,996</u>
Less: Donor Restricted Net Assets	(4,820,052)
Less: Pass Through Liabilities	<u>(412,800)</u>
Financial Assets available within one year to meet cash needs for general expenditure within one year.	<u>\$ 1,206,144</u>

5) ACCOUNTS RECEIVABLE

Accounts receivable on the statement of financial position include unconditional promises to give amounting to \$2,274,714 with \$1,979,714 and \$295,000 collectible in 2024 and 2025, respectively. In addition, accounts receivable on the statement of financial position include an Employee Retention Credit (ERC) receivable amounting to \$232,603. The ERC is a refundable credit against certain employment taxes and was introduced as pandemic relief for eligible organizations as per the Coronavirus Aid, Relief, and Economic Security (CARES) Act of 2020. The Organization's ERC claim is subject to review by the Internal Revenue Service (IRS) within the applicable statute of limitations. If a portion or all of the ERC is determined to be ineligible upon IRS review the Organization would be required to return the ineligible portion on demand and could potentially be subject to penalties and interest on unpaid employment taxes.

Additionally, the Organization receives conditional promises to give where revenue is not recognized until the conditions have been satisfied. The following represents activity related to these awards, given in support of various programs, for the year ended December 31, 2023:

Conditional Promises to give as of January 1, 2023	\$ 753,602
New Awards entered into during 2023	869,073
Conditions Satisfied - Promises recognized as institutional and corporate grants and government grants on the statement of activities	<u>(641,933)</u>
Conditional Promises to give as of December 31, 2023	<u>\$ 980,742</u>

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

6) RELATED PARTY TRANSACTIONS

The Organization is affiliated with Clean Water Action (CWA) through some common board membership. CWA does not have rights to the assets of the Organization, nor is it liable for the liabilities incurred by the Organization. CWA, a national 501 (c)(4) organization, conducts lobbying activities and canvass outreach programs in over 24 states nationwide. CWA acts as a paymaster for the Organization for shared office expenses, and allocations of personnel and overhead expenses are recorded in a due to/from affiliate account. The Organization remits an estimated amount to CWA to cover monthly expenses. The difference is then reconciled and applied to the subsequent month's activity. Interest on the balances between the Organization and CWA is calculated at 5 percent per annum.

Related party activities between the Organization and CWA for the year ended December 31, 2023 were as follows:

January 1, 2023- Amount Due to CWA, including interest	\$ 433,499
Add: Allocated Expenses:	
Payroll and Payroll Related Expenses	4,797,908
Health Insurance	596,409
Rent and Occupancy Related	266,811
Direct Expenses, including interest	<u>287,270</u>
Total Expenses Paid by CWA on Behalf of the Organization	5,948,398
Less: Expense Reimbursements by the Organization	<u>(6,279,242)</u>
December 31, 2023- Amount Due to CWA, including interest	<u>\$ 102,655</u>

7) FAIR VALUE MEASUREMENTS

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Organization has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

7) FAIR VALUE MEASUREMENTS (Continued)

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Organization's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

The Organization invests in mutual funds which are measured at fair value on a recurring basis. The fair value of mutual funds is based primarily on Level 1 inputs, as described above.

8) INVESTMENT INCOME

Investment income consists of the following for the year ended December 31, 2023:

Realized and Unrealized Gains	\$ 157,817
Dividends and Interest	<u>5,199</u>
Total Investment Income	<u>\$ 163,016</u>

9) FURNITURE AND EQUIPMENT

Furniture and equipment were comprised of the following for the year ended December 31, 2023.

	Balance January 1, 2023	Additions	Disposals	Balance December 31, 2023
Furniture and Equipment	\$ 119,401	\$ -	\$ (81,074)	\$ 38,327
Total	<u>119,401</u>	<u>-</u>	<u>(81,074)</u>	<u>38,327</u>
Accumulated Depreciation	93,160	26,241	(81,074)	38,327
Net Furniture and Equipment	<u>\$ 26,241</u>	<u>\$ (26,241)</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation expense was \$26,241 for the year ended December 31, 2023.

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

10) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2023 are available for the following purposes:

Subject to expenditures for a specified purpose:

Water Programs	\$ 1,737,015
Health Programs	70,000
Energy Programs	1,357,473
Waste Programs	759,395
Environmental Justice/ Health	585,174
Other	75,667
Total Subject to expenditures for a specified purpose:	<u>4,584,724</u>

Subject to Passage of Time:

Governmental Grants Receivable	232,603
In-kind Rent	2,725

Total Net Assets with Donor Restrictions \$ 4,820,052

During the year ended December 31, 2023, net assets were released from donor restrictions by incurring expenses, satisfying the restricted purposes, or by passage of time or occurrence of other events specified by donors as follows:

Released from Purpose Restriction During the Year

Net Assets Released from Donor Restriction	<u>\$ 4,369,933</u>
Total Released During the Year	<u><u>\$ 4,369,933</u></u>

11) IN-KIND DONATIONS

In-kind donations are recorded at their fair value in the period in which they are received and consisted of the following at December 31, 2023:

<u>Description</u>	<u>Amount</u>	<u>Donor Restrictions</u>	<u>Utilization in Programs/ Activities</u>
In-kind Donations	\$ 1,150	Unrestricted	General Support
Total In-kind Contributions	<u><u>\$ 1,150</u></u>		

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

12) LEASES

The Organization has entered into operating lease agreements for various properties, vehicles and copiers. Only lease options that the Organization believes are reasonably certain to be exercised are included in the measurement of the lease assets and liabilities. Lease assets are amortized over the life of the underlying lease.

The components of total lease cost are as follows:

	<u>Amount</u>
Operating Lease Cost, Included in Lease Expense:	<u>\$ 58,629</u>

The maturities of lease liability as of December 31, 2023 were as follows:

<u>For Year Ended December 31,</u>	<u>Amount</u>
2024	\$ 58,171
2025	<u>32,407</u>
Total Lease Payments	90,578
Less: Interest	<u>778</u>
Present Value of Lease Liabilities	<u>\$ 89,800</u>

The present value of lease liabilities are reported in the balance sheet as follows:

	<u>Amount</u>
Current Portion of Operating Lease Obligations	\$ 58,171
Operating Lease Obligations, Net of Current Portion	<u>31,629</u>
	<u>\$ 89,800</u>

Cash flow information related to leases is as follows:

Cash paid for amounts included in the measurement of lease liabilities:

Net Operating Cash Flows from Operating Leases	\$ 57,720
Right of Use Assets :	
Balance as of January 1, 2023	\$ 103,380
Less: Amortization during year	<u>14,671</u>
Balance as of December 31, 2023	<u>\$ 88,709</u>

CLEAN WATER FUND

Notes to the Financial Statements (Continued)
December 31, 2023

12) LEASES (Continued)

Other supplemental information as of and for the year ended December 31, 2023 is as follows:

Remaining Lease Term (in years), Operating Leases: 1 - 2

Discount Rate, Operating Leases: 1.00%

13) SUBSEQUENT EVENTS

Clean Water Fund has evaluated events through July 29, 2024, the date accompanying financial statements were available to be issued. No significant subsequent event was noted that required adjustment or disclosure in the financial statements.