

ONE FOR THE WORLD, INC.

FINANCIAL STATEMENTS

June 30, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
One for the World, Inc.
New York, New York

Opinion

We have audited the financial statements of One for the World, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 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 accompanying financial statements present fairly, in all material respects, the financial position of One for the World, Inc. as of June 30, 2022, 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. 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 One for the World, Inc. 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.

Adoption of New Accounting Guidance

As discussed in Note 1 to the financial statements, One for the World, Inc. adopted the Financial Accounting Standards Board's Accounting standards update No. 2020-07, *Not-For-Profit Entities (Topic 958): Presentation and Disclosures by Not-For-Profit Entities for Contributed Nonfinancial Assets*, as of July 1, 2021. 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 One for the World, Inc.'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 One for the World, Inc.'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 One for the World, Inc.'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.

Wegner CPAs LLP

Wegner CPAs, LLP
New York, New York
March 31, 2023

ONE FOR THE WORLD, INC.
STATEMENT OF FINANCIAL POSITION
June 30, 2022

ASSETS	
Cash	\$ 537,174
Prepaid expenses	10,800
Unconditional promises to give	322,097
Deposits	<u>14,119</u>
Total assets	<u><u>\$ 884,190</u></u>
LIABILITIES	
Accounts payable	\$ 6,493
Accrued expenses	<u>40,234</u>
Total liabilities	46,727
NET ASSETS	
Without donor restrictions	554,341
With donor restrictions	<u>283,122</u>
Total net assets	<u>837,463</u>
Total liabilities and net assets	<u><u>\$ 884,190</u></u>

See accompanying notes.

ONE FOR THE WORLD, INC.
STATEMENT OF ACTIVITIES
Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES			
Contributions	\$ 877,209	\$ 554,367	\$ 1,431,576
In-kind contributions	16,140	-	16,140
Other income	663	-	663
Interest income	122	-	122
Satisfaction of purpose restrictions	290,897	(290,897)	-
Total revenue	1,185,031	263,470	1,448,501
EXPENSES			
Program services	529,138	-	529,138
Management and general	190,306	-	190,306
Fundraising	58,050	-	58,050
Total expenses	777,494	-	777,494
Change in net assets	407,537	263,470	671,007
Net assets at beginning of year	146,804	19,652	166,456
Net assets at end of year	<u>\$ 554,341</u>	<u>\$ 283,122</u>	<u>\$ 837,463</u>

See accompanying notes.

ONE FOR THE WORLD, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2022

	Program Services	Management and General	Fundraising	Total Expenses
Personnel	\$ 164,516	\$ 117,060	\$ 50,480	\$ 332,056
Professional fees	5,445	28,765	-	34,210
Grants to others	295,793	-	-	295,793
Software	35,795	2,523	1,548	39,866
Professional development	-	5,263	-	5,263
Occupancy	11,357	8,082	3,485	22,924
Fees	-	17,528	-	17,528
Office expense	689	490	212	1,391
Insurance	648	462	199	1,309
Travel	3,676	2,615	1,128	7,419
Advertising	3,192	-	56	3,248
Miscellaneous	1,338	27	-	1,365
Meals and entertainment	3,618	2,372	-	5,990
Supplies	2,985	2,124	916	6,025
Postage	86	61	26	173
Conference	-	449	-	449
Bad debt	-	2,485	-	2,485
Total expenses	\$ 529,138	\$ 190,306	\$ 58,050	\$ 777,494

See accompanying notes.

ONE FOR THE WORLD, INC.
STATEMENT OF CASH FLOWS
Year Ended June 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 671,007
Adjustments to reconcile change in net assets to net change in cash	
Increase in assets	
Unconditional promises to give	(286,226)
Prepaid expenses	(10,800)
Increase in liabilities	
Accounts payable	5,573
Accrued expenses	13,234
	<hr/>
Net change in cash	392,788
Cash at beginning of year	<hr/> 144,386
Cash at end of year	<u><u>\$ 537,174</u></u>

See accompanying notes.

ONE FOR THE WORLD, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

One for the World, Inc. is a nonprofit organization founded in New York dedicated to providing philanthropic awareness and charitable giving to support nonprofit organizations. More specifically, One for the World, Inc. works to raise awareness among students and young professionals about the importance of philanthropy and how their contributions can help to end extreme poverty through donations of 1% of their yearly income. One for the World, Inc. then provides distributions to qualifying nonprofit organizations. By providing this philanthropic awareness and charitable giving program, One for the World, Inc. helps to improve the quality of life for individuals around the world. One for the World, Inc. is primarily supported by contributions from individuals and foundations.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefit received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. Promises to give receivable in more than one year are reported at the present value of their net realizable value, using the risk-free interest rate applicable to the years in which the promises are to be received, if material. At June 30, 2022, all unconditional promises to give are receivable within one year.

Expense Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, occupancy, office expense, insurance, travel, supplies and postage, which are allocated on the basis of estimates of time and effort.

The following program services and supporting activities are included in the accompanying financial statements:

Program Services— Organizing student volunteers to promote effective giving and raise awareness of extreme poverty. Giving talks to employees of large corporates to promote effective giving and raise awareness of extreme poverty.

Management and general—Includes the activities necessary to ensure proper administrative functioning of the board of directors, manage the financial and budgetary responsibilities, and perform other administrative functions.

Fundraising—Provides the structure necessary to encourage and secure private financial support from individuals, foundations, and others.

ONE FOR THE WORLD, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions

Contributions are reported as increases in net assets without donor restrictions or increases with donor restrictions, depending on the existence of donor restrictions. When a restriction expires (that is, when a 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 statement of activities as net assets released from restrictions. During 2022, One for the World, Inc. received 39% of total contributions from one donor.

Adoption of New Accounting Guidance

On September 17, 2020, the Financial Accounting Standards Board issued Accounting Standards Update No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The intent of this Update is to improve transparency in the reporting of contributed nonfinancial assets (also known as in-kind contributions) received by not-for-profit entities. The Update requires a not-for-profit entity to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. The Update also requires enhanced disclosures about the valuation of contributed nonfinancial assets and their use in programs and other activities, including any donor-imposed restrictions on such use. One for the World, Inc. adopted the requirements of this update effective July 1, 2021.

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Income Tax Status

One for the World, Inc. is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Date of Management's Review

Management has evaluated subsequent events through March 31, 2023, the date which the financial statements were available to be issued.

ONE FOR THE WORLD, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 2 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at June 30, 2022 are restricted for the following purposes or periods:

One for the World Top Picks	\$ 256,515
Givewell Maximum Impact Fund	23,410
SCI Foundation	1,966
Animal Charity Evaluators	<u>1,231</u>
Net assets with donor restrictions	<u>\$ 283,122</u>

NOTE 3 – CONCENTRATIONS OF CREDIT RISK

One for the World, Inc. maintains its cash and certificates of deposit balances in one financial institution. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At June 30, 2022, One for the World, Inc.'s uninsured cash balances totaled approximately \$284,000.

NOTE 4 – LIQUIDITY AND AVAILABILITY

The following reflects One for the World, Inc.'s financial assets as of June 30, 2022 available to meet cash needs for general expenditures within one year. General expenditures are defined as all budgeted programmatic and operational expenses for the upcoming year.

Cash	\$ 537,174
Unconditional promises to give	<u>322,097</u>
Financial assets at year end	859,271
Less those unavailable for general expenditures within one year, due to donor purpose restrictions	<u>283,122</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 576,149</u>

One for the World, Inc. has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. As a not-for-profit, donor-funded organization, One for the World, Inc. regularly receives contributions from donors that are available to meet annual cash needs for general operating expenditures.

NOTE 5 – IN-KIND CONTRIBUTIONS

In-kind contributions recognized within the statement of activities for the year ended June 30, 2022 consist of donated legal services. The fair value of donated legal services was estimated based on current rates for similar legal services. The legal services are included in professional fees in the statement of functional expenses.

ONE FOR THE WORLD, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 6 – RELATED PARTY TRANSACTIONS

One for the World, Inc.'s Executive Director, who is also a voting board member, is compensated through an LLP that the Executive Director owns. During the year ended June 30, 2022 One for the World, Inc. paid the LLP a total of \$132,370 for compensation and expense reimbursements to the Executive Director.

One for the World, Inc. is also related to an Organization in the United Kingdom through shared board members. During the year ended June 30, 2022 One for the World, Inc. made a grant of \$20,004 to the United Kingdom Organization.