

**RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**  
**(a nonprofit organization)**

**CONSOLIDATED FINANCIAL STATEMENTS**

**Year Ended December 31, 2024**  
**with Summarized Comparative Information for the year ended**  
**December 31, 2023**

## **TABLE OF CONTENTS**

	<b>Page</b>
<b>INDEPENDENT AUDITORS' REPORT</b>	<b>1</b>
<b>FINANCIAL STATEMENTS</b>	
Consolidated Statement of Financial Position	4
Consolidated Statement of Activities	5
Consolidated Statement of Functional Expenses	6
Consolidated Statement of Cash Flows	7
Notes to Financial Statements	9
<b>SUPPLEMENTARY INFORMATION</b>	
Consolidating Statement of Financial Position	23
Consolidating Statement of Activities	24

## **INDEPENDENT AUDITORS' REPORT**

To Board of Directors  
Restore America's Estuaries and its Subsidiaries  
Washington, D.C.

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying consolidated financial statements of Restore America's Estuaries and its subsidiary (collectively, the Organization), which comprise the consolidated statement of financial position as of December 31, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2024, 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 audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' 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 opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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.

## Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

## Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 22, 2025, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

## Report on Summarized Comparative Information

We have previously audited the Organization's 2023 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated September 27, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Renner and Company, CPA, P.C.*

Alexandria, Virginia  
September 22, 2025

**RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY****CONSOLIDATED STATEMENT OF FINANCIAL POSITION****December 31, 2024 (with Comparative Information as of December 31, 2023)****ASSETS**

	<u>2024</u>	<u>2023</u>
<b>CURRENT ASSETS</b>		
Cash and restricted cash	\$ 431,615	\$ 626,135
Investments	312,427	396,055
Accounts receivable	232,451	23,077
Grants receivable	2,085,958	829,758
Prepaid expenses	<u>14,692</u>	<u>27,841</u>
<b>TOTAL CURRENT ASSETS</b>	<u>3,077,143</u>	<u>1,902,866</u>
<b>OTHER ASSETS</b>		
Security deposit	<u>4,499</u>	<u>4,499</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 3,081,642</u></u>	<u><u>\$ 1,907,365</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 1,936,174	\$ 939,525
Deferred revenue	<u>2,500</u>	<u>-</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>1,938,674</u>	<u>939,525</u>
<b>TOTAL LIABILITIES</b>	<u>1,938,674</u>	<u>939,525</u>
<b>NET ASSETS</b>		
Without donor restrictions	742,990	702,137
With donor restrictions	<u>399,978</u>	<u>265,703</u>
<b>TOTAL NET ASSETS</b>	<u>1,142,968</u>	<u>967,840</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 3,081,642</u></u>	<u><u>\$ 1,907,365</u></u>

See Notes to Financial Statements.

# RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF ACTIVITIES

Year Ended December 31, 2024 (with Summarized Comparative Information for the year ended December 31, 2023)

	2024			2023
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b>SUPPORT AND REVENUE</b>				
Government grants	\$ 6,544,977	\$ -	\$ 6,544,977	\$ 3,491,965
Grants and contributions	233,803	262,834	496,637	423,690
Other income	37,334	-	37,334	149,972
Conferences and meetings	971,508	-	971,508	86,169
Affiliate dues	45,000	-	45,000	45,300
Investment income	12,731	-	12,731	14,071
Net assets released from restriction:				
Satisfaction of program restrictions	128,559	(128,559)	-	-
<b>TOTAL SUPPORT AND REVENUE</b>	<b>7,973,912</b>	<b>134,275</b>	<b>8,108,187</b>	<b>4,211,167</b>
<b>EXPENSES</b>				
Program services	7,230,376	-	7,230,376	4,012,538
General and administrative	642,032	-	642,032	187,096
Fundraising	60,651	-	60,651	138,515
<b>TOTAL EXPENSES</b>	<b>7,933,059</b>	<b>-</b>	<b>7,933,059</b>	<b>4,338,149</b>
<b>CHANGE IN NET ASSETS</b>	<b>40,853</b>	<b>134,275</b>	<b>175,128</b>	<b>(126,982)</b>
<b>NET ASSETS, beginning of year</b>	<b>702,137</b>	<b>265,703</b>	<b>967,840</b>	<b>1,094,822</b>
<b>NET ASSETS, end of year</b>	<b>\$ 742,990</b>	<b>\$ 399,978</b>	<b>\$ 1,142,968</b>	<b>\$ 967,840</b>

See Notes to Financial Statements.

RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2024 (with Summarized Comparative Information for the year ended December 31, 2023)

	2024						2023
	Program Services			Support Services			Total
	Other Programs	Lobbying	Total Program	General and Administrative	Fundraising	Total	
<b>EXPENSES</b>							
Government sub-grants	\$ 3,588,322	\$ -	\$ 3,588,322	\$ -	\$ -	\$ 3,588,322	\$ 2,313,569
Affiliate support	1,540,649	-	1,540,649	-	-	1,540,649	247,023
Payroll and related costs	1,038,775	2,674	1,041,449	333,628	59,260	1,434,337	1,280,564
National conference	538,305	-	538,305	49,689	-	587,994	-
Professional fees	218,891	60,000	278,891	140,127	-	419,018	226,124
Office related expense	47,424	-	47,424	55,161	367	102,952	92,207
Travel	78,418	-	78,418	19,677	644	98,739	68,016
Other expenses	52,838	-	52,838	16,099	-	68,937	18,572
Business related costs	21,837	-	21,837	9,539	380	31,756	11,113
Marketing and advertising	23,456	-	23,456	850	-	24,306	9,840
Communications	5,216	-	5,216	14,886	-	20,102	17,478
Meeting, conference, staff development	11,445	-	11,445	2,136	-	13,581	51,374
Product production	2,103	-	2,103	-	-	2,103	1,966
Postage and delivery	23	-	23	240	-	263	303
<b>TOTAL EXPENSES</b>	<u>\$ 7,167,702</u>	<u>\$ 62,674</u>	<u>\$ 7,230,376</u>	<u>\$ 642,032</u>	<u>\$ 60,651</u>	<u>\$ 7,933,059</u>	<u>\$ 4,338,149</u>

See Notes to Financial Statements.



**RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY****CONSOLIDATED STATEMENT OF CASH FLOWS****Year Ended December 31, 2024 (with Summarized Comparative Information for the year ended December 31, 2023)**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>2024</u>	<u>2023</u>
Cash received from operations		
Support and revenue	\$ 6,632,360	\$ 4,363,279
Investment income	<u>12,590</u>	<u>14,189</u>
Total cash received from operations	<u>6,644,950</u>	<u>4,377,468</u>
Cash disbursed by operations		
Payments to suppliers and employees	<u>(6,923,261)</u>	<u>(4,422,659)</u>
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<u>(278,311)</u>	<u>(45,191)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale and transfer of investments	382,000	446,165
Purchase of investments and reinvested dividends	<u>(298,209)</u>	<u>(456,483)</u>
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>83,791</u>	<u>(10,318)</u>
<b>NET DECREASE IN CASH AND RESTRICTED CASH</b>	(194,520)	(55,509)
<b>CASH AND RESTRICTED CASH, beginning of year</b>	<u>626,135</u>	<u>681,644</u>
<b>CASH AND RESTRICTED CASH, end of year</b>	<u><u>\$ 431,615</u></u>	<u><u>\$ 626,135</u></u>
<b>NON-CASH INVESTING ACTIVITIES</b>		
(Increase) decrease in fair value of investments	\$ (163)	\$ 118
Unrealized gain (loss) in fair value of investments	<u>163</u>	<u>(118)</u>
	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Notes to Financial Statements.

**RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY****CONSOLIDATED STATEMENT OF CASH FLOWS**

**Year Ended December 31, 2024 (with Summarized Comparative Information for the year ended December 31, 2023)**

**RECONCILIATION OF CHANGE IN NET ASSETS TO  
NET CASH USED BY OPERATING ACTIVITIES**

	<u>2024</u>	<u>2023</u>
<b>CHANGE IN NET ASSETS</b>	<u>\$ 175,128</u>	<u>\$ (126,982)</u>
<b>ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Unrealized (gain) loss on investments	<u>(163)</u>	<u>118</u>
<b>CHANGES IN ASSETS AND LIABILITIES AFFECTING OPERATIONS PROVIDING (USING) CASH</b>		
<b>ASSETS</b>		
Accounts receivable	(209,374)	(1,213)
Grants receivable	(1,256,200)	171,896
Prepaid expenses	13,149	1,678
Security deposit	-	(47)
Operating right-of-use asset	<u>-</u>	<u>34,863</u>
<b>NET CHANGES IN ASSETS</b>	<u>(1,452,425)</u>	<u>207,177</u>
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	996,649	(81,136)
Deferred revenue	2,500	(4,500)
Operating lease liability	<u>-</u>	<u>(39,868)</u>
<b>NET CHANGES IN LIABILITIES</b>	<u>999,149</u>	<u>(125,504)</u>
<b>NET CHANGES IN ASSETS AND LIABILITIES</b>	<u>(453,276)</u>	<u>81,673</u>
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<u><u>\$ (278,311)</u></u>	<u><u>\$ (45,191)</u></u>

See Notes to Financial Statements.

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE**

##### **Nature of Activities**

Restore America's Estuaries (the Organization) is a national 501(c)(3) nonprofit organization established in 1995 as an alliance of community-based conservation organizations working to protect and restore the vital habitats of our nation's estuaries. The Organization is dedicated to working closely with community, private, and governmental organizations to preserve the nation's network of estuaries by protecting and restoring the lands and waters essential to the richness and diversity of coastal life.

Climate Steward, LLC was formed in 2021 by the Organization to be a vehicle for the secure long-term custody and warehousing of emission allowances as part of the Organization's goal of reducing greenhouse emissions for the benefit of the environment. In June 2024, the Organization's board approved the dissolution of Climate Steward LLC, which was completed in 2025, subsequent to the year-end.

##### **Principles of Consolidation**

The accompanying consolidated financial statements include the accounts of Restore America's Estuaries and Climate Steward, LLC. All significant intercompany transactions and accounts have been eliminated in consolidation accordingly.

##### **Basis of Accounting**

The Organization prepares its consolidated financial statements on the accrual basis of accounting. Consequently, revenue is recognized when earned and expenses are recognized when obligations are incurred.

##### **Cash and Cash Equivalents**

As of December 31, 2024 and 2023, cash consisted of two checking accounts and a savings account. Cash held within brokerage accounts is considered as investment holdings. All highly liquid investments available for current use within an initial maturity of three months or less are considered to be cash equivalents. There were no cash equivalents as of December 31, 2024 and 2023.

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **Accounts and Grants Receivable**

Accounts and grants receivable are stated at the amount management expects to collect from outstanding balances. Receivables are generally due thirty days after they are billed and are considered past due if unpaid within thirty days. The Organization recognizes bad debts when, in the opinion of management, a specific account becomes uncollectible.

##### **Investments**

Investments are recorded at fair value. Realized and unrealized gains and losses are included in investment income in the accompanying statement of activities.

##### **Property and Equipment**

The Organization has adopted a capitalization policy to capitalize all purchases greater than \$5,000 that meet the criteria for capitalization. Routine repairs and maintenance are expensed as incurred.

##### **Fair Value Measurements**

The Organization applies accounting principles generally accepted in the United States (U.S. GAAP) for fair value measurements of financial assets and liabilities that are recognized or disclosed at fair value in the financial statements on a recurring basis.

##### **Deferred Revenue**

Amounts received in advance for governmental grant activities of the Organization and sponsorships are deferred and recognized in the year to which they apply.

##### **Net Assets**

The net assets of the Organization are divided into two classes: net assets without donor restriction and net assets with donor restriction.

## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)

##### Net Assets (Continued)

###### Without donor restrictions

Net assets without donor restriction include revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of the Organization and include both internally designated and undesignated resources. There were no designated net assets as of the years ended December 31, 2024 and 2023.

###### With donor restrictions

Net assets with donor restriction include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities and change in net assets as net assets released from restrictions.

##### Revenue Recognition

The Organization hosts a biennial National Coastal and Estuarine Summit which gathers coastal professionals who are involved in policy, science, strategy, business, and on-the-ground restoration and management.

##### Disaggregation of Revenue

The Organization disaggregates revenue according to the services it provides. These range from sponsorships and conference registrations. Additionally, the Organization disaggregates revenue by source using two categories: governmental and non-governmental. For the years ended December 31, 2024 and 2023, revenue disaggregated by source is as follows:

	2024	2023
Revenue from governmental sources	\$ 6,544,977	\$ 3,491,965
Revenue from non-governmental sources	1,563,210	719,202
	<u>\$ 8,108,187</u>	<u>\$ 4,211,167</u>

## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)

##### Revenue Recognition from Contributions

The Organization recognizes all unconditional contributed support in the period in which the commitment is made. Contributions and donations are recorded by the Organization as increases in net assets without donor restrictions or net assets with donor restrictions based upon the existence or absence of donor-imposed restrictions.

Grant revenue is recorded as earned under the contribution model of revenue recognition; that is, when the grant is awarded. For grants that approximate the likelihood of an exchange transaction, revenue is recognized as the performance obligations are satisfied. The provisions of the grant determine the timing of revenue recognition and the standards to which it applies.

##### Revenue Recognition from Contracts with Customers

Program revenues are classified as exchange transactions following ASU 2014-09, *Revenue from Contracts With Customers*, and revenue is recorded at the point in time when the performance obligations are met. The Organization has disaggregated program revenue according to the type of service it provides as this best reflects how the nature, amount, timing, and uncertainty of revenue and cash flows are impacted by economic factors. Transaction price is based on sales price. Revenues received in advance of satisfying performance obligations are recorded as deferred revenue. Revenue streams that are classified as exchange transactions are conference registrations and sponsorships.

##### Performance Obligations

Conference registrations are recognized at the time the conference is held. The contract for conference registrations is established once payment is received, for which the Organization provides access to the biennial summit held on even-numbered years and all rights and privileges of a summit participant. On off-summit years, the Organization holds other events for which it also provides participant privileges in exchange of consideration. Registration rate for the 2024 summit varies from \$395 to \$1,020 depending on registration type. Registration rates for the year ended December 31, 2023 ranged from \$175 to \$195 contingent on the date the participant purchased the registration, whether it was virtual or in-person, and according to registration type.

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **Revenue Recognition (Continued)**

###### **Revenue Recognition from Contracts with Customers (Continued)**

Sponsorships are recognized at a point in time, when the event occurs. The contract for sponsorships is established on payment, for which the Organization provides sponsorship benefits to sponsors in exchange of consideration based on sponsorship level rates. In addition, the Organization provides registrations to sponsor attendees based on sponsorship levels. Sponsorship rates ranged from \$500 to \$50,000 and \$1,500 to \$20,000 for the years ended December 31, 2024 and 2023, respectively.

###### **Significant Judgments**

The price for conferences and events is determined by management which accounts for all the expenses to be incurred and includes it in the transaction price.

##### **Income Taxes**

The Organization is exempt from federal income taxes under 501(c)(3) of the Internal Revenue Code. However, the Organization is subject to tax on net income generated by activities considered to be unrelated business income. Climate Steward, LLC, is a disregarded entity and its activities are included with the Organization's activities for tax reporting purposes. Income taxes are provided on income regardless of when such taxes are payable.

In accounting for uncertainty in income taxes, accounting standards require an entity to recognize the financial statement impact of a tax position when it is more-likely-than-not that the position will not be sustained upon examination. Management evaluated the Organization's tax positions and concluded no uncertain tax positions that require adjustment to the consolidated financial statements to comply with the provisions of this guidance were taken.

##### **Estimates**

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions about the reported amounts of assets and liabilities and 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. Accordingly, actual results could differ from those estimates.

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)**

##### **Government Grants**

The Organization participates in federal grant programs which are subject to financial and compliance audits by the federal agencies or their representatives. As such, there is a possibility that questioned costs might result from such an audit in the future. Management estimates that there are no material unallowable costs.

##### **Allocated Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Statement of Functional Expenses. Accordingly, certain costs including payroll and related costs, office related expense, travel, and business related costs have been allocated among program services, general and administrative, and fundraising costs based on time expended or space occupied. National conference, professional fees, other expenses, marketing and advertising, communications, meeting, conference, staff development, and postage and delivery have been allocated among program services and general and administrative costs based on time expended or space occupied. Government sub-grants, affiliate support and product production have been allocated to program services costs.

##### **Summarized Comparative Information**

The consolidated financial statements include certain summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

##### **Liquidity and Availability of Assets**

The Organization maintains a liquid cash balance in checking and savings accounts in an amount necessary to meet its anticipated expenditures in the next thirty days. Cash in excess of this amount is invested in short-term investments.

The Organization reconciles the balance of financial assets subject to donor restrictions monthly based on restricted amounts used and received. Restricted cash and investments are separately identified and monitored as part of the Organization's monthly financial reporting process.

The Organization also maintains a \$50,000 credit limit on its credit cards to help manage cash flow.



## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 1. SIGNIFICANT ACCOUNTING POLICIES, ORGANIZATION, AND PURPOSE (CONTINUED)

##### Liquidity and Availability of Assets (Continued)

The Organization's financial assets available within one year to meet cash needs for general expenditures through December 31, 2025 are as follows:

Financial Assets	
Cash	\$ 431,615
Investments	312,427
Accounts receivable	232,451
Grants receivable	2,085,958
Total financial assets	<u>3,062,451</u>
Less amounts not available within one year	
Purpose restricted net assets	<u>(399,978)</u>
Financial assets available within one year to meet cash needs for general expenditures within one year	<u>\$ 2,662,473</u>

#### 2. CASH AND RESTRICTED CASH

Cash as of December 31, 2024 and 2023 consisted of the following:

	2024	2023
Checking accounts	\$ 430,715	\$ 624,333
Saving accounts	<u>900</u>	<u>1,802</u>
	<u>\$ 431,615</u>	<u>\$ 626,135</u>

The balances in financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor. Bank balances as of December 31, 2024 and 2023 not covered by FDIC deposit insurance were \$184,258 and \$389,530, respectively.

## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 2. CASH AND RESTRICTED CASH (CONTINUED)

The Organization maintained restricted cash balances in the amounts of \$266,936 and \$220,254 for the years ended December 31, 2024 and 2023, respectively. The cash is restricted for Tampa Bay Environmental Restoration activities. A reconciliation to total cash, as presented in the statement of cash flows, is as follows for the years ended December 31, 2024 and 2023:

	2024	2023
Cash	\$ 164,679	\$ 405,881
Restricted cash	266,936	220,254
	<u>\$ 431,615</u>	<u>\$ 626,135</u>

#### 3. ACCOUNTS AND GRANTS RECEIVABLE

Receivables as of December 31, 2024 and 2023 consisted of the following:

	2024	2023
Accounts receivable - program and miscellaneous	\$ 118,633	\$ 23,077
Grants receivable		
NOAA	295,771	248,026
EPA	691,723	528,063
TBEP TBERF	113,818	8,390
SNEP	989,749	-
USDA-NRCS	25,000	-
NFS	49,919	-
USFWS	33,796	-
Other grants	-	45,279
	<u>2,199,776</u>	<u>829,758</u>
	<u>\$ 2,318,409</u>	<u>\$ 852,835</u>

No allowance for credit loss was recorded for the years ended December 31, 2024 and 2023.

# RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

### 4. INVESTMENTS

Investments as of December 31, 2024 and 2023 are comprised of the following:

		2024		
		Cost	Fair Value	Unrealized Appreciation (Depreciation)
Money market		\$ 53,361	\$ 53,361	\$ -
Fixed income		259,066	259,066	-
		<u>\$ 312,427</u>	<u>\$ 312,427</u>	<u>\$ -</u>
		2023		
		Cost	Fair Value	Unrealized Appreciation (Depreciation)
Money market		\$ 164,173	\$ 164,173	\$ -
Fixed income		232,000	231,882	(118)
		<u>\$ 396,173</u>	<u>\$ 396,055</u>	<u>\$ (118)</u>

Investment income consisted of the following for the years ended December 31 2024 and 2023:

	2024	2023
Interest and dividends	\$ 12,547	\$ 14,189
Realized gain on investment	21	-
Unrealized loss on investments	163	(118)
	<u>\$ 12,731</u>	<u>\$ 14,071</u>

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **5. FAIR VALUE MEASUREMENTS**

The Organization records investments based on fair value on a recurring basis. Financial accounting and reporting standards define fair value as the price that would be received to sell an asset or paid to transfer a liability (i.e., the exit price) in an orderly transaction between market participants at the measurement date. The standard emphasizes that fair value is a market-based measurement, not an entity specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, a fair value hierarchy was established that distinguishes between market participant assumptions based on market data obtained from sources independent from the reporting entity (observable inputs that are classified within Levels 1 and 2 of the hierarchy) and the reporting entity's own assumptions about market participant assumptions (unobservable inputs classified within Level 3 of the hierarchy).

Level 1 - inputs utilize unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.

Level 2 - inputs are inputs other than quoted prices included in Level 1 that are observable for the assets or liabilities, either directly or indirectly. Level 2 inputs may include quoted prices for similar assets or liabilities in active markets, as well as inputs that are observable for the assets or liabilities (other than quoted prices), such as interest rates, foreign exchange rates and yield curves that are observable at common quoted intervals.

Level 3 - inputs are unobservable inputs for the assets or liabilities, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

The determination of the fair value level within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety. The Organization's assessment of the significance of the particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the assets or liabilities.

The following summarizes investments, measured at fair value on a recurring basis, aggregated by the level in the fair value hierarchy within which those measurements fall, as of December 31, 2024 and 2023:

## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 5. FAIR VALUE MEASUREMENTS (CONTINUED)

	2024		
	Fair Value	Level 1	Level 2
Money market	\$ 53,361	\$ 53,361	\$ -
Fixed income	259,066	-	259,066
	<u>\$ 312,427</u>	<u>\$ 53,361</u>	<u>\$ 259,066</u>
	2023		
	Fair Value	Level 1	Level 2
Money market	\$ 164,173	\$ 164,173	\$ -
Fixed income	231,882	-	231,882
	<u>\$ 396,055</u>	<u>\$ 164,173</u>	<u>\$ 231,882</u>

#### 6. DEFERRED REVENUE

For the years ended December 31, 2024 and 2023, deferred revenue was comprised of deferred conference sponsorships for the following year and totaled \$2,500 and \$88,443, respectively.

#### 7. RELATED PARTIES

The Organization receives contributions from member affiliates for support of advocacy programs. The President, CEO or other comparable position of these affiliates are members of the Organization's Board of Directors. During the years ended December 31, 2024 and 2023, the Organization received \$45,000 for both years from these member affiliates. In addition, during the years ended December 31, 2024 and 2023, the Organization awarded subgrants to these member affiliates totaling \$1,210,776 and \$495,506, respectively.

#### 8. REVENUE CONCENTRATION

Approximately 81% and 85% of the Organization's revenue for the years ended December 31, 2024 and 2023, respectively, was derived from grants and contracts awarded by agencies of the United States Government. The Organization believes that contractual agreements will be completed according to their terms. However, any interruption of these relationships (i.e., the failure to renew grant agreements or withholding of funds) would adversely affect the Organization's ability to finance ongoing operations.

## RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)

#### 9. NET ASSETS WITH DONOR RESTRICTION

A summary of activity in net assets with donor restriction for the years ended December 31, 2024 and 2023 is as follows:

		2024		
		Balance Dec. 31, 2023	Support and revenue	Net assets released from restrictions
				Balance Dec. 31, 2024
Purpose restrictions:				
Tampa Bay projects	\$	176,574	\$ 75,000	\$ -
CITGO		88,443	80,000	(103,694)
Scotts CRP		-	107,834	(24,755)
PSDOH Sponsorship		686	-	(110)
		<u>\$ 265,703</u>	<u>\$ 262,834</u>	<u>\$ (128,559)</u>
				<u>\$ 399,978</u>
		2023		
		Balance Dec. 31, 2022	Support and revenue	Net assets released from restrictions
				Balance Dec. 31, 2023
Purpose restrictions:				
Packard Foundation	\$	62,130	\$ -	\$ (62,130)
Tampa Bay projects		138,929	75,000	(37,355)
CITGO		67,444	100,000	(79,001)
PSDOH Sponsorship		934	-	(248)
		<u>\$ 269,437</u>	<u>\$ 175,000</u>	<u>\$ (178,734)</u>
				<u>\$ 265,703</u>

#### 10. RETIREMENT PLAN

The Organization maintains a qualified retirement plan and a voluntary 401(k) plan. Regular full-time employees are eligible for retirement benefits and the voluntary 401(k) plan upon completion of 90 days of continuous employment. Employees hired prior to March 2, 2009 are fully vested in the 401(k) plan employer contributions after 90 days of continuous employment. Employees hired after March 2, 2009 are fully vested in the 401(k) plan employer contributions after one year of continuous employment. The Organization contributes a percentage of the eligible employee's annual salary. Retirement plan expense of the Organization under this plan was \$53,947 and \$49,681 for the years ended December 31, 2024 and 2023, respectively.

## **RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY**

### **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**December 31, 2024 (with Comparative Information as of and for the year ended December 31, 2023)**

#### **11. SUBSEQUENT EVENTS**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through September 22, 2025, the date the financial statements were available to be issued.

##### **Dissolution of Climate Steward, LLC**

In June 2024, the Organization's board approved the dissolution of Climate Steward LLC, which was completed in 2025, subsequent to the year-end.

## **SUPPLEMENTARY INFORMATION**



# RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY

## CONSOLIDATING STATEMENT OF FINANCIAL POSITION

December 31, 2024

	Restore America's Estuaries	Climate Steward	Eliminating Entries	Consolidated Balance
	<b>ASSETS</b>			
<b>CURRENT ASSETS</b>				
Cash	\$ 431,615	\$ -	\$ -	\$ 431,615
Investments	312,427	-	-	312,427
Accounts receivable	232,451	-	-	232,451
Grants receivable	2,085,958	-	-	2,085,958
Prepaid expenses	14,692	-	-	14,692
<b>TOTAL CURRENT ASSETS</b>	<b>3,077,143</b>	<b>-</b>	<b>-</b>	<b>3,077,143</b>
<b>OTHER ASSETS</b>				
Security deposit	4,499	-	-	4,499
<b>TOTAL ASSETS</b>	<b>\$ 3,081,642</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,081,642</b>
	<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>				
Accounts payable and accrued expenses	\$ 1,936,174	\$ -	\$ -	\$ 1,936,174
Deferred revenue	2,500	-	-	2,500
<b>TOTAL LIABILITIES</b>	<b>1,938,674</b>	<b>-</b>	<b>-</b>	<b>1,938,674</b>
<b>NET ASSETS</b>				
Without donor restrictions	742,990	-	-	742,990
With donor restrictions	399,978	-	-	399,978
<b>TOTAL NET ASSETS</b>	<b>1,142,968</b>	<b>-</b>	<b>-</b>	<b>1,142,968</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 3,081,642</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,081,642</b>

See Notes to Financial Statements.

**RESTORE AMERICA'S ESTUARIES AND ITS SUBSIDIARY****CONSOLIDATING STATEMENT OF ACTIVITIES****Year Ended December 31, 2024**

	Restore America's Estuaries	Climate Steward	Eliminating Entries	Consolidated Balance
<b>SUPPORT AND REVENUE</b>				
Government grants	\$ 6,544,977	\$ -	\$ -	\$ 6,544,977
Conferences and meetings	971,508	-	-	971,508
Grants and contributions	496,637	-	-	496,637
Other income	37,334	-	-	37,334
Affiliate dues	45,000	-	-	45,000
Investment income	12,731	-	-	12,731
<b>TOTAL SUPPORT AND REVENUE</b>	<b>8,108,187</b>	<b>-</b>	<b>-</b>	<b>8,108,187</b>
<b>EXPENSES</b>				
Program services	7,167,702	-	-	7,167,702
General and administrative	642,032	-	-	642,032
Lobbying	62,674	-	-	62,674
Fundraising	60,651	-	-	60,651
<b>TOTAL EXPENSES</b>	<b>7,933,059</b>	<b>-</b>	<b>-</b>	<b>7,933,059</b>
<b>CHANGE IN NET ASSETS</b>	<b>175,128</b>	<b>-</b>	<b>-</b>	<b>175,128</b>
<b>NET ASSETS, beginning of year</b>	<b>967,840</b>	<b>-</b>	<b>-</b>	<b>967,840</b>
<b>NET ASSETS, end of year</b>	<b>\$ 1,142,968</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,142,968</b>

See Notes to Financial Statements.