



International Campaign for Tibet

Financial Statements
and
Independent Auditor's Report

December 31, 2022 and 2021



Table of Contents

Independent Auditor's Report.....1 - 2

Audited Financial Statements

Statements of Financial Position.....3

Statements of Activities.....4 - 5

Statements of Functional Expenses.....6 - 7

Statements of Cash Flows.....8

Notes to the Financial Statements.....9 - 17

333 John Carlyle Street, Suite 500
Alexandria, VA 22314
703.836.1350

SIKICH.COM

Independent Auditor's Report

To the Board of Directors
International Campaign for Tibet
Washington, DC

Opinion

We have audited the accompanying financial statements of International Campaign for Tibet (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the 2022 financial statements referred to above present fairly, in all material respects, the financial position of International Campaign for Tibet as of December 31, 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 International Campaign for Tibet 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.

Prior Period Financial Statements

The financial statements of International Campaign for Tibet as of December 31, 2021, were audited by other auditors whose report dated August 5, 2022, expressed an unmodified opinion on those statements.

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 International Campaign for Tibet'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 International Campaign for Tibet'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 International Campaign for Tibet'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.

Sikich LLP

Alexandria, Virginia
July 27, 2023

International Campaign for Tibet
Statements of Financial Position
December 31, 2022 and 2021

	2022	2021
Assets		
Current assets:		
Cash	\$ 448,414	\$ 709,744
Investments	4,582,613	3,813,382
Contributions and grants receivable	176,846	137,862
Other receivables	1,250	9,185
Prepaid expenses	103,160	43,463
Total current assets	5,312,283	4,713,636
Property and equipment, net	2,220,482	2,288,631
Deferred financing cost, net	-	234
Deposits	360	360
Total assets	\$ 7,533,125	\$ 7,002,861
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued expenses	\$ 161,434	\$ 220,432
Note payable-current	-	20,604
Total liabilities	161,434	241,036
Net assets:		
Without donor restrictions	7,168,882	6,638,969
With donor restrictions	202,809	122,856
Total net assets	7,371,691	6,761,825
Total liabilities and net assets	\$ 7,533,125	\$ 7,002,861

See accompanying notes to the financial statements.

International Campaign for Tibet
Statement of Activities
For the Year Ended December 31, 2022

	Without donor restrictions	With donor restrictions	Total
Revenues:			
Contributions	\$ 4,588,844	\$ 99,232	\$ 4,688,076
Grants	30,000	121,072	151,072
List rental income	32,976	-	32,976
Merchandise sales	214	-	214
Investment returns, net	(471,339)	-	(471,339)
Net assets released from restrictions:			
Satisfaction of donor restrictions	140,351	(140,351)	-
Total revenues	4,321,046	79,953	4,400,999
Expenses:			
Program services:			
Education and awareness	1,606,651	-	1,606,651
Monitoring and reporting	541,776	-	541,776
Advocacy and campaigns	380,477	-	380,477
Government relations	338,549	-	338,549
Tibetan empowerment	217,845	-	217,845
Chinese outreach	68,799	-	68,799
Total program services	3,154,097	-	3,154,097
Support services:			
Fundraising	357,712	-	357,712
General and administrative	279,324	-	279,324
Total support services	637,036	-	637,036
Total expenses	3,791,133	-	3,791,133
Change in net assets	529,913	79,953	609,866
Net assets, beginning of year	6,638,969	122,856	6,761,825
Net assets, end of year	\$ 7,168,882	\$ 202,809	\$ 7,371,691

See accompanying notes to the financial statements.

International Campaign for Tibet
Statement of Activities
For the Year Ended December 31, 2021

	Without donor restrictions	With donor restrictions	Total
Revenues:			
Contributions	\$ 3,926,813	\$ -	\$ 3,926,813
Grants	-	226,528	226,528
List rental income	24,344	-	24,344
Merchandise sales	12,632	-	12,632
Investment returns, net	(28,342)	-	(28,342)
Net assets released from restrictions:			
Satisfaction of donor restrictions	<u>155,431</u>	<u>(155,431)</u>	<u>-</u>
Total revenues	<u>4,090,878</u>	<u>71,097</u>	<u>4,161,975</u>
Expenses:			
Program services:			
Education and awareness	1,245,194	-	1,245,194
Monitoring and reporting	470,933	-	470,933
Advocacy and campaigns	357,444	-	357,444
Government relations	209,411	-	209,411
Tibetan empowerment	292,262	-	292,262
Chinese outreach	<u>70,421</u>	<u>-</u>	<u>70,421</u>
Total program services	<u>2,645,665</u>	<u>-</u>	<u>2,645,665</u>
Support services:			
Fundraising	661,157	-	661,157
General and administrative	<u>309,933</u>	<u>-</u>	<u>309,933</u>
Total support services	<u>971,090</u>	<u>-</u>	<u>971,090</u>
Total expenses	<u>3,616,755</u>	<u>-</u>	<u>3,616,755</u>
Change in net assets	474,123	71,097	545,220
Net assets, beginning of year	<u>6,164,846</u>	<u>51,759</u>	<u>6,216,605</u>
Net assets, end of year	<u>\$ 6,638,969</u>	<u>\$ 122,856</u>	<u>\$ 6,761,825</u>

See accompanying notes to the financial statements.

International Campaign for Tibet
Statement of Functional Expenses
For the Year Ended December 31, 2022

	Education and awareness	Monitoring and reporting	Advocacy and campaigns	Government relations	Tibetan empowerment	Chinese outreach	Total program	Fundraising	General and administrative	Total support services	Total expenses
Salaries and wages	\$ 336,787	273,096	60,651	115,224	60,469	26,257	872,484	\$ 57,560	\$ 71,639	\$ 129,199	\$ 1,001,683
Printing	476,056	27,554	119,363	61,302	35,943	2,937	723,155	112,967	5,311	118,278	841,433
Professional services	398,372	44,068	107,238	57,281	39,039	25,172	671,170	87,240	62,270	149,510	820,680
Postage & delivery	185,354	15,130	44,749	24,894	14,233	1,655	286,015	40,758	3,715	44,473	330,488
Health, life & disability	56,499	51,888	10,604	18,431	8,089	4,160	149,671	10,168	12,246	22,414	172,085
Payroll taxes	27,081	24,802	5,076	8,886	3,876	1,994	71,715	4,840	6,675	11,515	83,230
Depreciation	27,126	24,781	5,047	8,948	3,893	1,987	71,782	4,809	5,097	9,906	81,688
Accounting & payroll	1,860	1,697	344	617	269	136	4,923	328	73,522	73,850	78,773
Travel	16,516	432	10,277	17,629	7,894	109	52,857	81	4,813	4,894	57,751
Grants & donations	3,298	-	5,000	1,480	35,569	-	45,347	-	425	425	45,772
Pension plan	15,104	13,812	2,833	5,002	2,163	1,122	40,036	2,690	2,875	5,565	45,601
Dues & subscriptions	7,176	27,819	567	5,420	400	214	41,596	559	2,775	3,334	44,930
Building expenses	13,046	11,963	2,390	4,274	1,909	953	34,535	2,310	7,241	9,551	44,086
Insurance	9,651	8,718	1,743	3,262	1,370	698	25,442	1,698	1,735	3,433	28,875
Bank charges	4,138	3,819	787	1,331	587	310	10,972	10,491	4,421	14,912	25,884
Office supplies	6,348	2,723	1,903	1,255	642	347	13,218	4,358	6,252	10,610	23,828
Telephone	7,373	6,719	1,350	2,411	1,092	531	19,476	1,281	2,931	4,212	23,688
Media & books	11,914	-	-	-	-	-	11,914	4,706	1,039	5,745	17,659
State registration	-	-	-	-	-	-	-	10,292	3,730	14,022	14,022
Equipment rental	1,573	1,444	294	512	230	117	4,170	279	297	576	4,746
Rent	<u>1,379</u>	<u>1,311</u>	<u>261</u>	<u>390</u>	<u>178</u>	<u>100</u>	<u>3,619</u>	<u>297</u>	<u>315</u>	<u>612</u>	<u>4,231</u>
Total expenses	<u>\$ 1,606,651</u>	<u>\$ 541,776</u>	<u>\$ 380,477</u>	<u>\$ 338,549</u>	<u>\$ 217,845</u>	<u>\$ 68,799</u>	<u>\$ 3,154,097</u>	<u>\$ 357,712</u>	<u>\$ 279,324</u>	<u>\$ 637,036</u>	<u>\$ 3,791,133</u>

See accompanying notes to the financial statements

International Campaign for Tibet
Statement of Functional Expenses
For the Year Ended December 31, 2021

	Education and awareness	Monitoring and reporting	Advocacy and campaigns	Government relations	Tibetan empowerment	Chinese outreach	Total program	Fundraising	General and administrative	Total support services	Total expenses
Salaries and wages	\$ 232,545	\$ 246,340	\$ 59,811	\$ 77,928	\$ 103,863	\$ 25,084	\$ 745,571	\$ 79,323	\$ 80,661	159,984	905,555
Printing	329,728	14,551	83,414	33,711	3,996	1,651	467,051	285,180	5,190	290,370	757,421
Professional services	335,987	50,842	121,586	38,234	11,629	28,126	586,404	173,194	57,094	230,288	816,692
Postage & delivery	191,750	6,226	47,573	19,835	3,005	1,135	269,524	52,640	13,656	66,296	335,820
Health, life & disability	43,008	53,715	12,527	12,027	14,486	5,108	140,871	16,354	17,020	33,374	174,245
Payroll taxes	18,885	23,488	5,469	5,513	6,478	2,221	62,054	7,176	7,190	14,366	76,420
Depreciation	19,565	24,289	5,575	5,585	6,637	2,302	63,953	7,429	7,547	14,976	78,929
Accounting & payroll	1,249	1,570	379	356	414	145	4,113	479	67,740	68,219	72,332
Travel	4,547	172	62	59	3,224	16	8,080	50	2,954	3,004	11,084
Grants & donations	1,050	-	4,757	-	124,441	-	130,248	-	-	-	130,248
Pension plan	10,457	12,903	3,180	3,278	3,549	1,245	34,612	3,884	3,818	7,702	42,314
Dues & subscriptions	2,612	2,561	4,921	4,814	457	142	15,507	568	2,486	3,054	18,561
Building expenses	8,607	10,469	2,564	2,625	2,908	978	28,151	3,144	8,668	11,812	39,963
Insurance	5,348	6,641	1,397	1,498	1,763	641	17,288	1,984	2,058	4,042	21,330
Bank charges	3,269	4,097	948	925	1,117	396	10,752	13,271	25,208	38,479	49,231
Office supplies	2,267	2,109	604	521	1,374	186	7,061	1,848	3,209	5,057	12,118
Telephone	5,761	7,148	1,616	1,631	1,952	681	18,789	2,184	2,916	5,100	23,889
Media & books	25,487	4	74	-	-	-	25,565	2,065	988	3,053	28,618
State registration	-	-	-	-	-	-	-	9,193	156	9,349	9,349
Equipment rental	856	1,056	356	238	219	103	2,828	349	518	867	3,695
Rent	<u>2,216</u>	<u>2,752</u>	<u>631</u>	<u>633</u>	<u>750</u>	<u>261</u>	<u>7,243</u>	<u>842</u>	<u>856</u>	<u>1,698</u>	<u>8,941</u>
Total expenses	<u>\$ 1,245,194</u>	<u>\$ 470,933</u>	<u>\$ 357,444</u>	<u>\$ 209,411</u>	<u>\$ 292,262</u>	<u>\$ 70,421</u>	<u>\$ 2,645,665</u>	<u>\$ 661,157</u>	<u>\$ 309,933</u>	<u>\$ 971,090</u>	<u>\$ 3,616,755</u>

See accompanying notes to the financial statements

International Campaign for Tibet
Statements of Cash Flows
For the Years Ended December 31, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	\$ <u>609,866</u>	\$ <u>545,220</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation of property and equipment	81,688	78,695
Net realized and unrealized loss on investments	525,355	70,899
Amortization of deferred financing costs	234	234
Donated investments	(12,816)	(120,028)
Decrease (increase) in assets:		
Contributions and grants receivable	(38,984)	(137,862)
Other receivables	7,935	1,764
Prepaid expenses	(59,697)	53,036
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	<u>(58,998)</u>	<u>57,701</u>
Total adjustments	<u>444,717</u>	<u>4,439</u>
Net cash provided by operating activities	<u>1,054,583</u>	<u>549,659</u>
Cash flows from investing activities:		
Purchases of investments	(1,325,101)	(3,761,508)
Proceeds from sales of investments	43,331	-
Purchases of property and equipment	<u>(13,539)</u>	<u>(71,515)</u>
Net cash used in investing activities	<u>(1,295,309)</u>	<u>(3,833,023)</u>
Cash flows from financing activities:		
Principal payments on note payable	<u>(20,604)</u>	<u>(34,518)</u>
Net cash used in financing activities	<u>(20,604)</u>	<u>(34,518)</u>
Net decrease in cash	(261,330)	(3,317,882)
Cash, beginning of year	<u>709,744</u>	<u>4,027,626</u>
Cash, end of year	<u>\$ 448,414</u>	<u>\$ 709,744</u>
Supplemental disclosures of cash flow information:		
Cash paid during the year for interest	<u>\$ 309</u>	<u>\$ 1,614</u>

See accompanying notes to the financial statements.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

1. Organization

International Campaign for Tibet (ICT) is a nonprofit organization based in Washington, DC. Formed in 1988, ICT works to promote human rights and democratic freedoms for the people of Tibet. ICT's major sources of revenue are from contributions and grants.

Description of program services

Education and awareness - A wide range of activities and initiatives that build greater public awareness about the issues in Tibet. This includes all communications activities and public events, Allies for Tibet and other advocacy work, Tibet Talks, social media, newsletters, email newsletters and the website, www.savetibet.org. This program also includes work focusing on education around the environment in Tibet and the impact of climate change.

Monitoring and reporting - Includes publication of reports, both online and printed, of the situation in Tibet and Chinese government policies towards the Tibetan people and their impact.

Advocacy and campaigns - Includes campaigns for the release of Tibetan political prisoners, promotion of human rights and religious freedom.

Government relations - Work relating to programs that involve national, state, and regional governments, the U.S. Congress and Administration, European nations, and the European Union and the United Nations.

Tibetan empowerment - Working with Tibetan communities in the United States and abroad to teach and empower them about their history and how to advocate for themselves. Includes Tibetan Youth Leadership program, Rowell Fund for Tibet and the Lodi Gyari Fellowship. Also includes Political Prisoner Rehabilitation, which works with former Tibetan political prisoners to help them adapt to freedom and teach others about their experiences.

Chinese outreach - Creating an understanding of Tibetan issues through increased communication with various segments of the Chinese community.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

2. Summary of Significant Accounting Policies

a. Basis of presentation

ICT's financial statements are presented in accordance with generally accepted accounting principles in the United States of America (US GAAP) for nonprofit organizations. Under those principles, ICT is required to report information regarding its financial position and activities according to two classes of net assets:

- *Net Assets Without Donor Restrictions* represent resources that are not subject to donor imposed restrictions and are available for operations at management's discretion.
- *Net Assets With Donor Restrictions* represent resources restricted by donors. Some donor restrictions are temporary in nature and those restrictions will be met by actions of ICT or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

b. Basis of accounting

ICT's financial statements are prepared on the accrual basis of accounting in accordance with US GAAP.

c. Use of estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses and their functional allocation during the reporting period. Actual results could differ from those estimates.

d. Fair value measurements

US GAAP establishes a framework for measuring fair value. That framework uses a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. US GAAP requires ICT to maximize the use of observable inputs when measuring fair value. The hierarchy describes three levels of inputs, which are as follows:

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

- Level 1 - Quoted prices in active markets for identical assets or liabilities.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in inactive markets; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- Level 3 - Significant unobservable inputs.

In many cases, a valuation technique used to measure fair value includes inputs from more than one level of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy. The categorization of an investment within the hierarchy reflects the relative ability to observe the fair value measure and does not necessarily correspond to the perceived risk of that investment.

Valuation Techniques

Following is a description of the valuation techniques used for assets and liabilities measured at fair value on a recurring basis. There have been no changes to the techniques used during the years ended December 31, 2022 and 2021.

- Exchange-traded funds: Valued at the closing quoted price in an active market.
- Equities: Valued at the closing quoted price in an active market.
- Mutual Funds: Valued at the NAV of shares on the last trading day of the calendar year.
- U.S. government securities: U.S. Treasury notes in which ICT invests are usually “off the run” on the measurement date. Thus, they are valued by a pricing service using a model that incorporates market observable data such as reported sales of similar securities, broker quotes, yields, bids, offers, and reference data. U.S. Treasury notes that are “on the run” are measured at quoted prices in active markets for the same security.
- Bonds: The investment grade municipal and corporate bonds held by the ICT generally do not trade in active markets on the measurement date. Therefore, corporate debt securities are valued using inputs including yields currently available on comparable securities of issuers with similar credit ratings, recent market price quotations (where observable), bond spreads, and fundamental data relating to the issuer.

e. Income taxes

ICT is exempt from federal and local income taxes under Section 501(c)(3) of the Internal Revenue Code and a similar provision of state law. ICT is not classified as a private foundation.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

f. Cash

For financial statement purposes, ICT classifies demand deposits as cash. Cash included in investment portfolios are including in investments on the statements of financial position.

g. Contributions and grants receivable

Contributions and grants receivable are unconditional promises to give that are recognized as contributions and grants when the promise or grant award is received. All contributions and grants receivable are expected to be collected in less than one year and are reported at their net realizable value. Reserves are established for receivables that are delinquent and considered uncollectible based on periodic reviews by management. At December 31, 2022 and 2021, management believes all receivables are considered collectible, therefore no allowance for doubtful accounts have been recognized. However, writeoffs may occur.

h. Investments

Investments are reported at fair value and realized and unrealized gains and losses are reported in the accompanying statements of activities as increases or decreases in net assets without donor restrictions, unless the income or loss is restricted by donor restrictions or law. ICT invests in a variety of investments that are exposed to various risks, such as fluctuations in market value and credit risk. It is reasonably possible that changes in risks in the near term could materially affect investment balances and amounts reported in the accompanying financial statements. Donated securities are recorded at their fair value on the date of the donation. Investment income is reported net of external and direct internal investment expenses.

i. Property and equipment, net

Property and equipment acquisitions are recorded in the financial statements at cost, net of accumulated depreciation. Depreciation expense is computed using the straight-line method over the estimated useful lives of the assets as follows:

Furniture and equipment	3 - 20 years
Building	40 years

ICT's policy is to capitalize major additions and improvements over \$500. Repairs and maintenance which do not significantly add to the value of assets are expensed as incurred.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

j. Deferred financing costs

Deferred financing costs consist of fees and expenses incurred related to the mortgage loan and are being amortized using the straight-line method over the life of the mortgage loan.

k. Revenue recognition

Contributions and grants: Unconditional contributions and grants are recognized as revenue when received or promised and are recorded net of any current year allowance or discount activity. Conditional promises to give, that is, those 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. Conditional gifts received prior to the satisfaction of conditions are recorded as refundable advances. At December 31, 2022 and 2021 there were no conditional promises to give. ICT reports gifts of cash and other assets as donor restricted support if they are received or promised with donor stipulations that limit the use of the donated assets to ICT's programs or to a future year. When a donor restriction expires, that is, when a purpose restriction is accomplished or time restriction has elapsed, donor restricted net assets are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as net assets released from restrictions.

l. Functional allocation of expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of activities. Accordingly, certain supporting general and administrative costs have been allocated according to the amount the programs and supporting services benefited. Joint costs are allocated between program versus fundraising and development based upon the number of paragraphs in the mailing. Accounts include printing and postage and delivery. Salaries and wages, health, life & disability, depreciation, payroll taxes, pension plan, telephone, insurance, equipment rental, and rent are allocated on the basis of estimates of time and effort. Other costs that directly benefit a program or supporting services are charged directly to the program or supporting service to which they relate.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

3. Liquidity and Availability

The following represents ICT's financial assets at December 31:

Financial assets at year end:	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 448,414	\$ 709,744
Contributions and grants receivable	176,846	137,862
Other receivable	1,250	9,185
Investments	<u>4,582,613</u>	<u>3,813,382</u>
Total financial assets	5,209,123	4,670,173
Less amounts not available for unrestricted purposes within one year:		
Net assets with donor restrictions	<u>(103,577)</u>	<u>(122,856)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 5,105,546</u>	<u>\$ 4,547,317</u>

As part of the ICT's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Unrestricted cash is maintained in liquid accounts and available to meet general operating needs. ICT also has a line of credit providing for a maximum borrowing of \$200,000, should the need arise.

4. Concentrations of Credit Risk

ICT maintains bank deposits that, at times, may exceed the Federal Deposit Insurance Corporation (FDIC) limits. At December 31, 2022 and 2021, ICT had bank deposits in excess of FDIC limits of \$129,570 and \$350,068, respectively. ICT has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

5. Investments and Fair Value Measurements

Assets measured at fair value on a recurring basis at December 31, 2022 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets:				
Exchange-traded funds	\$ 9,706	\$ -	\$ -	\$ 9,706
Equities	1,003	-	-	1,003
Mutual Fund	936,528	-	-	936,528
U.S Treasury Notes	-	277,117	-	277,117
Bonds	<u>-</u>	<u>2,516,455</u>	<u>-</u>	<u>2,516,455</u>
Total assets	<u>\$ 9,706</u>	<u>\$ 2,793,572</u>	<u>\$ -</u>	3,740,809
Cash, reported at cost				<u>841,804</u>
Total investments				<u>\$ 4,582,613</u>

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

Assets measured at fair value on a recurring basis at December 31, 2021 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets:				
Bonds	\$ -	\$ 3,466,399	\$ -	\$ 3,466,399
Equities	<u>44</u>	<u>-</u>	<u>-</u>	<u>44</u>
Total assets	<u>\$ 44</u>	<u>\$ 3,466,399</u>	<u>\$ -</u>	3,466,443
Cash, reported at cost				<u>346,939</u>
Total investments				<u>\$ 3,813,382</u>

6. Property and Equipment, Net

The following is a summary of property and equipment held at December 31:

	<u>2022</u>	<u>2021</u>
Furniture and equipment	\$ 545,177	\$ 531,871
Building	2,573,400	2,573,400
Land	<u>620,568</u>	<u>620,568</u>
Property and equipment	3,739,145	3,725,839
Accumulated depreciation	<u>(1,518,663)</u>	<u>(1,437,208)</u>
Total property and equipment, net	<u>\$ 2,220,482</u>	<u>\$ 2,288,631</u>

Depreciation expense for the years ended December 31, 2022 and 2021 was \$81,688 and \$78,695, respectively.

7. Deferred Financing Costs:

During the mortgage loan refinance process, ICT incurred \$2,342 of deferred financing costs which began being amortized in 2013. Accumulated amortization on these deferred financing costs was \$2,342 and \$2,108 as of December 31, 2022 and 2021, respectively.

8. Note Payable and Line of Credit

ICT had a mortgage note payable to a bank in the original amount of \$300,000, which was refinanced in December 2012. The note bears a fixed rate of 4.15% and requires monthly payments of \$2,779 through November 2022, the due date of the note. The note was paid in full in 2022.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

ICT has a line of credit in the amount of \$200,000. The line bears a variable rate of the Bank's Prime Rate, which cannot decrease below 4.25% or exceed 30.00% and had an original maturity date of November 24, 2014. The line of credit was renewed with a new maturity date of November 24, 2023 and is secured by ICT's receivables and fixed assets. There were no borrowings on the line of credit during the years ended December 31, 2022 or 2021.

9. Net Assets With Donor Restrictions

The following net assets were released from donor restrictions during the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Peretti grant	\$ 16,196	\$ 44
IBU grant	<u>124,155</u>	<u>155,387</u>
Total net assets released from restrictions	<u>\$ 140,351</u>	<u>\$ 155,431</u>

At December 31, 2022 and 2021, net assets with donor restrictions were available for the following purposes:

	<u>2022</u>	<u>2021</u>
IBU grant	\$ 87,853	\$ 90,936
Peretti grant	-	16,196
Covid/earthquake relief in Nepal	15,724	15,724
Time restriction	<u>99,232</u>	<u>-</u>
Total net assets with donor restrictions	<u>\$ 202,809</u>	<u>\$ 122,856</u>

10. Related Party Transactions

ICT holds the trademark for International Campaign for Tibet, which two organizations utilize in Europe, ICT-Europe and ICT-Deutschland. There was no financial consideration associated with the trademark agreement. During the years ended December 31, 2022 and 2021, ICT and ICT-Europe had a board member in common. Each of the entities is a separate organization with no control over the other entities. There were no financial transactions with the entities for the year ended December 31, 2022. During the year ended December 31, 2021, ICT received a research grant of \$30,000 from ICT-Europe.

International Campaign for Tibet
Notes to the Financial Statements
December 31, 2022 and 2021

11. Concentrations of Receivable Risk

At December 31, 2022 and 2021, ICT had one contributor in each year that made up 44% and 79%, respectively, of total receivables. Any significant reduction in revenue and support may adversely impact ICT financial position and operations.

12. Allocation of Joint Costs

For the years ended December 31, 2022 and 2021, ICT incurred joint costs of \$1,497,690 and \$1,318,076, respectively, for informational materials and activities that include electronic and direct mail fundraising appeals that were allocated as of December 31 as follows:

	2022	2021
Education and awareness	\$ 818,060	\$ 802,775
Monitoring and reporting	37,110	14,758
Advocacy and campaigns	256,919	251,416
Tibetan empowerment	64,912	9,200
Government relations	110,653	63,283
Chinese outreach	5,189	3,814
Fundraising	204,847	172,830
Total allocated joint costs	\$ 1,497,690	\$ 1,318,076

13. Retirement Plan

In 1999, ICT established a 403(b) salary reduction agreement for all full-time employees meeting minimum service requirements. Contributions to the plan are made through voluntary salary reductions. ICT may make a matching contribution equal to 100% of the voluntary salary reduction, up to 5% of the employee's base salary. For the years ended December 31, 2022 and 2021, retirement plan expense were \$45,601 and \$42,314, respectively.

14. Subsequent Events

In preparing the financial statements, ICT has evaluated events and transactions for potential recognition or disclosure through July 27, 2023, which is the date the financial statements were available to be issued. There were no additional subsequent events that require recognition or disclosure in these financial statements.