

Greenpeace Fund, Inc.

Financial Statements

December 31, 2016 and 2015

Greenpeace Fund, Inc.

Financial Statements
December 31, 2016 and 2015

Contents

Independent Auditors' Report.....	1-2
<i>Financial Statements</i>	
Statements of Financial Position.....	3
Statements of Activities	4-5
Statements of Cash Flows	6
Notes to Financial Statements.....	7-19
<i>Supplementary Information</i>	
Schedules of Program Grants.....	20
Schedules of Pass-Through Grants	21
Schedules of Functional Expenses.....	22-23



CliftonLarsonAllen

CliftonLarsonAllen LLP
CLAconnect.com

Independent Auditors' Report

Board of Directors
Greenpeace Fund, Inc.
Washington, DC

Report on the Financial Statements

We have audited the accompanying financial statements of Greenpeace Fund, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors
Greenpeace Fund, Inc.

Opinion

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, 2016 and 2015, 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.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary schedules of program grants, pass-through grants and functional expenses are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



CliftonLarsonAllen LLP

Arlington, Virginia
June 5, 2017

Greenpeace Fund, Inc.

Statements of Financial Position December 31, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents	\$ 4,275,884	\$ 7,813,168
Contributions and grants receivable	3,267,871	1,241,250
Investments	7,174,938	6,463,079
Prepaid expenses	2,913	2,914
Note receivable from Stichting Greenpeace Council	362,418	643,450
Revolving credit note receivable – Greenpeace, Inc.	2,035,228	-
Total assets	<u>\$ 17,119,252</u>	<u>\$ 16,163,861</u>
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ -	\$ 20,051
Gift annuities payable	985,534	1,023,029
Due to Greenpeace, Inc.	1,922,607	763,475
Grants payable to Stichting Greenpeace Council	2,327,446	3,076,455
Grants payable to other Greenpeace affiliates	926,000	1,159,000
Total liabilities	<u>6,161,587</u>	<u>6,042,010</u>
Net Assets		
Unrestricted	7,529,794	8,860,601
Temporarily restricted	3,427,871	1,261,250
Total net assets	<u>10,957,665</u>	<u>10,121,851</u>
Total liabilities and net assets	<u>\$ 17,119,252</u>	<u>\$ 16,163,861</u>

See accompanying notes.

Greenpeace Fund, Inc.

Statement of Activities
For the Year Ended December 31, 2016

	Unrestricted	Temporarily Restricted	Total
Revenue and Support			
Contributions and grants	\$ 13,280,584	\$ 6,225,450	\$ 19,506,034
Investment income	364,924	-	364,924
Change in Value of Split- Interest Agreements	(69,179)	-	(69,179)
Net assets released from restrictions	4,058,829	(4,058,829)	-
	17,635,158	2,166,621	19,801,779
Expenses			
Program services:			
Grants to Stichting Greenpeace Council	6,189,750	-	6,189,750
Grants to Greenpeace, Inc.	9,650,000	-	9,650,000
	15,839,750	-	15,839,750
Total program services	15,839,750	-	15,839,750
Supporting services:			
Fundraising	2,103,716	-	2,103,716
Management and general	1,022,499	-	1,022,499
	3,126,215	-	3,126,215
Total supporting services	3,126,215	-	3,126,215
Total expenses	18,965,965	-	18,965,965
Change in Net Assets	(1,330,807)	2,166,621	835,814
Net Assets, beginning of year	8,860,601	1,261,250	10,121,851
Net Assets, end of year	\$ 7,529,794	\$ 3,427,871	\$ 10,957,665

See accompanying notes.

Greenpeace Fund, Inc.

Statement of Activities
For the Year Ended December 31, 2015

	Unrestricted	Temporarily Restricted	Total
Revenue and Support			
Contributions and grants	\$ 13,583,457	\$ 3,194,935	\$ 16,778,392
Investment income	140,189	-	140,189
Change in Value of Split- Interest Agreements	(73,701)	-	(73,701)
Net assets released from restrictions	19,881	-	19,881
	3,532,302	(3,532,302)	-
 Total revenue and support	 17,202,128	 (337,367)	 16,864,761
 Expenses			
Program services:			
Grants to Stichting Greenpeace Council	6,807,585	-	6,807,585
Grants to Greenpeace, Inc.	6,542,500	-	6,542,500
Other programs	40,067	-	40,067
	13,390,152	-	13,390,152
 Total program services	 13,390,152	 -	 13,390,152
Supporting services:			
Fundraising	2,134,358	-	2,134,358
Management and general	1,018,819	-	1,018,819
	3,153,177	-	3,153,177
 Total supporting services	 3,153,177	 -	 3,153,177
 Total expenses	 16,543,329	 -	 16,543,329
 Change in Net Assets	 658,799	 (337,367)	 321,432
 Net Assets, beginning of year	 8,201,802	 1,598,617	 9,800,419
 Net Assets, end of year	 \$ 8,860,601	 \$ 1,261,250	 \$ 10,121,851

See accompanying notes.

Greenpeace Fund, Inc.

Statements of Cash Flows
For the Years Ended December 31, 2016 and 2015

	2016	2015
Cash Flows from Operating Activities		
Change in net assets	\$ 835,814	\$ 321,432
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Net investment realized and unrealized (gains) losses	(160,925)	85,007
Donated securities	(614,848)	(579,474)
Change in value of Split-Interest Agreements	69,179	73,701
Change in operating assets and liabilities:		
(Increase) decrease in:		
Contributions and grants receivable	(2,026,621)	257,367
Prepaid expenses	1	(2,914)
Increase (decrease) in:		
Accounts payable and accrued expenses	(20,051)	(449)
Gift annuities payable	(106,674)	(78,200)
Due to Greenpeace, Inc.	1,159,132	(581,769)
Grants payable to Stichting Greenpeace Council	(749,009)	(506,545)
Grants payable to other Greenpeace affiliates	(233,000)	346,000
	(1,847,002)	(665,844)
Cash Flows from Investing Activities		
Transfers and proceeds from maturities and sales of investments	8,048,123	3,322,266
Purchases and transfers of investments	(7,984,209)	(3,336,128)
Repayments of note from Stichting Greenpeace Council	300,000	300,000
Accumulated interest added to note from Stichting Greenpeace Council	(18,968)	(27,952)
Proceeds from repayments on revolving credit note receivable – Greenpeace, Inc.	2,464,772	2,198,444
Advances issued under revolving credit note receivable – Greenpeace, Inc.	(4,500,000)	(400,000)
	(1,690,282)	2,056,630
Net (Decrease) Increase in Cash and Cash Equivalents	(3,537,284)	1,390,786
Cash and Cash Equivalents, beginning of year	7,813,168	6,422,382
Cash and Cash Equivalents, end of year	\$ 4,275,884	\$ 7,813,168

See accompanying notes.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

1. Nature of Operations

Greenpeace Fund, Inc. (“the Organization”) is a nonprofit corporation whose activities are directed primarily at protecting and preserving the environment. Activities are executed mainly through the consideration and funding of grants to other organizations. The Organization’s primary sources of revenues are contributions from individuals and grants from organizational donors.

2. Summary of Significant Accounting Policies

Basis of Accounting and Presentation

The Organization’s financial statements are prepared on the accrual basis of accounting and are in accordance with generally accepted accounting principles for not-for-profit organizations. Net assets are reported based on the presence or absence of donor-imposed restrictions as follows:

- *Unrestricted net assets* represent funds that are not subject to donor-imposed stipulations and are available for support of the Organization’s operations.
- *Temporarily restricted net assets* represent funds that are subject to donor-imposed restrictions that are met through specific actions of the Organization or through the passage of time.
- *Permanently restricted net assets* represent funds subject to donor imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the institution to use all or part of the income earned on related investments for general or specific purposes. The Organization did not have permanently restricted net assets at December 31, 2016 and 2015.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Cash Equivalents

The Organization considers as cash equivalents demand deposits and all highly liquid investments, which can be converted into known amounts of cash and have a maturity period of 90 days or less at the time of purchase. However, cash and cash equivalents such as Money Market Funds, held in the Organization’s investment portfolio are included as a component of investments.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

2. Summary of Significant Accounting Policies (continued)

Investments

Investments are recorded at fair value. All unrealized gains and losses, realized gains and losses, and interest income, net of investment management fees are included in investment income in the accompanying statement of activities. Donated investments are recorded at their fair value on the date of receipt.

Notes Receivable

Notes receivable due from affiliates, are accounted for at cost plus accrued interest which generally approximates fair value. While these receivables are carried at amounts that approximate fair value under the fair value option in accordance with U.S. GAAP, they are not included in the Organization's fair value hierarchy in Note 6. Had these receivables been included in the Organization's fair value hierarchy, all would have been classified as level 2 as of December 31, 2016 and 2015.

Grants Payable

Grant commitments are charged to operations at the time the grants are approved by the Board of Directors. Grants that are payable and considered long term are recorded at their net present value. At December 31, 2016 and 2015, all grants payable are current and expected to be paid within one year.

Gift Annuities

Annuity obligations arising from split-interest gifts are recognized as charity gift annuity liabilities. The excess of annuity gifts over the estimated annuities to be paid by the Organization over the beneficiary's lifetime is recognized as contribution revenue when received and is included in unrestricted net assets in the accompanying financial statements. The initial liabilities resulting from these gifts are measured at fair value using the present value of the future payments to be made to beneficiaries, and subsequent actuarial revaluations of gift annuity obligations are being reported as Changes in Split-Interest Agreements in the statements of activities. Investment earnings on assets held under charitable gift annuities are recorded as investment income.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

2. Summary of Significant Accounting Policies (continued)

Revenue Recognition

Contributions, including unconditional promises to give, are recognized at fair value in the period received or pledged, whichever is earlier. All grants and contributions are considered to be available for unrestricted use unless specifically restricted by the donor. The Organization reports grants and contributions as temporarily restricted support if they are received with donor or grantor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Contributions pledged through wills and estates are recorded as contributions at the time of notification from the estate at the anticipated amount to be received and are reported as additions to temporarily restricted net assets; however, they are reclassified to unrestricted net assets at the time of receipt. Such amounts are generally collected within one year and thus are not discounted to present value.

Functional Allocation of Expenses

The costs of the Organization's programs and other activities have been summarized on a functional basis in the accompanying statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Agency Transactions

The Organization acts as an agent for certain grants. The accompanying supplementary schedule presents pass-through grants received by the Organization that were designated to various third party beneficiaries. The Organization does not have variance power over the funds and does not have a controlling financial interest in any of the beneficiaries. Accordingly, these funds are recorded as liabilities until disbursed. At December 31, 2016 and 2015, \$926,000 and \$1,159,000, respectively, were recorded as pass through liabilities within the statements of financial position.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

2. Summary of Significant Accounting Policies (continued)

Subsequent Events

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through June 5, 2017, the date the financial statements were available to be issued.

3. Concentrations

Credit Risk

Financial instruments that potentially subject the Organization to significant concentrations of credit risk consist of cash and cash equivalents and investments. The Organization maintains cash deposit and transaction accounts, along with investments, with various financial institutions and these values, from time to time, exceed insurable limits under the Federal Depository Insurance Corporation (FDIC) and Securities Investor Protection Corporation (SIPC). The Organization has not experienced any credit losses on its cash and cash equivalents and investments to date as it relates to FDIC and SIPC insurance limits. Management periodically assesses the financial condition of these financial institutions and believes that the risk of any credit loss is minimal.

Market Risk

The Organization invests in various investment securities. 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 those changes could materially affect the amounts reported in the statements of financial position and activities.

4. Contributions and Grants Receivable

Contributions and grants receivable consist of the following at December 31:

	<u>2016</u>	<u>2015</u>
Estates and wills, net	\$ 2,776,227	\$ 391,250
Grants	<u>491,644</u>	<u>850,000</u>
Total contributions and grants receivable	<u>\$ 3,267,871</u>	<u>\$ 1,241,250</u>

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

4. Contributions and Grants Receivable (Continued)

These amounts are recorded at net realizable value. The Organization provides an allowance for bad debts using the allowance method, which is based on management's judgment considering historical information. Accounts are individually analyzed for collectability, and will be reserved based on individual evaluation and specific circumstances. When all collection efforts have been exhausted, the accounts are written-off against the related allowance. At December 31, 2016 and 2015, amounts are deemed to be fully collectible. No discount has been calculated for 2016 or 2015 as all significant receivables are due within one year at December 31, 2016 and 2015.

In addition to the estimate of the allowance for doubtful accounts, management periodically evaluates the values of the estates and wills receivables and adjusts accordingly. During the years ended December 31, 2016 and 2015, \$-0- and \$4,494, respectively, were written-down from the estates and wills balance and are included as a decrease to contributions in the accompanying statement of activities.

5. Investments

Investments are recorded at fair market value and are comprised of the following at December 31, 2016 and 2015:

	2016	2015
Money market funds	\$ 1,014,876	\$ 1,929,411
Certificates of deposit	134,669	139,875
Mutual and exchange traded funds:		
Domestic equities	751,602	770,793
International equities	203,260	239,891
Government bonds fixed income	728,581	736,604
Intermediate-term fixed income	211,663	212,130
Other short-term fixed income	89,760	85,839
Equities:		
Domestic	1,418,061	304,558
International	470,500	83,538
Fixed income:		
Government bonds	1,151,863	1,133,881
Corporate bonds	930,103	756,559
Land available for sale	70,000	70,000
	<u>\$ 7,174,938</u>	<u>\$ 6,463,079</u>

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

5. Investments (Continued)

Investment income consists of the following for the years ended December 31:

	<u>2016</u>	<u>2015</u>
Interest and dividends, net of investment fees of \$34,075 and \$28,780	\$ 96,143	\$ 79,660
Interest on note receivable and revolving credit receivable	107,856	145,536
Net realized and unrealized gain (loss)	<u>160,925</u>	<u>(85,007)</u>
Total investment income	<u>\$ 364,924</u>	<u>\$ 140,189</u>

6. Fair Value Measurements

A fair value hierarchy that prioritizes the input to valuation techniques used to measure fair value is established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under generally accepted accounting principles are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

6. Fair Value Measurements (continued)

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs

Following is a description of the valuation methodologies used for assets measured at fair value.

Equities, mutual and exchange traded funds: Valued at the last sales price, or if there is no sale and the market is still considered active, at the last transaction price before year end.

Certificate of Deposits, Corporate Bonds and Government Securities: Valued using quoted market prices for similar assets and liabilities in active markets

Land available for sale: Valued using comparables in the geographic location where the land is held.

Split-interest agreement liability: Valued at the present value of future payments to beneficiaries, and the annual adjustment based on the latest actuarial information available.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

6. Fair Value Measurements (continued)

The following table presents the Organization's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis (excluding managed money market funds not subject to fair value measurement) at December 31, 2016:

	2016			Total
	Level 1	Level 2	Level 3	
Assets				
Certificates of deposit	\$ -	\$ 134,669	\$ -	\$ 134,669
Mutual and exchange traded funds:				
Domestic equities	751,602	-	-	751,602
International equities	203,260	-	-	203,260
Government bonds fixed income	728,581	-	-	728,581
Intermediate-term fixed income	211,663	-	-	211,663
Other short-term fixed income	89,760	-	-	89,760
Equities:				
Domestic	1,418,061	-	-	1,418,061
International	470,500	-	-	470,500
Fixed income:				
Government Bonds	-	1,151,863	-	1,151,863
Corporate Bonds	-	930,103	-	930,103
Land available for sale	-	-	70,000	70,000
Total Assets	\$ 3,873,427	\$ 2,216,635	\$ 70,000	\$ 6,160,062
Liabilities				
Split-Interest Agreement Liability	\$ -	\$ -	\$ 985,534	\$ 985,534

Greenpeace Fund, Inc.

Notes to Financial Statements December 31, 2016 and 2015

6. Fair Value Measurements (continued)

The following table presents the Organization's fair value hierarchy for those financial assets and liabilities measured at fair value on a recurring basis (excluding managed money market funds not subject to fair value measurement) at December 31, 2015:

	2015			Total
	Level 1	Level 2	Level 3	
Assets				
Certificates of deposit	\$ -	\$ 139,875	\$ -	\$ 139,875
Mutual and exchange traded funds:				
Domestic equities	770,793	-	-	770,793
International equities	239,891	-	-	239,891
Government bonds fixed income	736,604	-	-	736,604
Intermediate-term fixed income	212,130	-	-	212,130
Other short-term fixed income	85,839	-	-	85,839
Equities				
Domestic	304,558	-	-	304,558
International	83,538	-	-	83,538
Fixed income:				
Government bonds	-	1,133,881	-	1,133,881
Corporate bonds	-	756,559	-	756,559
Land available for sale	-	-	70,000	70,000
Total Assets	<u>2,433,353</u>	<u>2,030,315</u>	<u>70,000</u>	<u>4,533,668</u>
Liabilities				
Split-Interest Agreement Liability	\$ -	\$ -	\$ 1,023,029	\$ 1,023,029

The following table provides a summary of changes in fair value of the Organization's Level 3 financial liabilities for the years ended December 31, 2016 and 2015:

	<u>Split -Interest Agreement</u>
Balance at December 31, 2014	\$ 1,027,528
New gift annuities	62,619
Distributions to annuitants	(140,819)
Unrealized gains	<u>73,701</u>
Balance at December 31, 2015	\$ 1,023,029
New gift annuities	36,614
Distributions to annuitants	(143,288)
Unrealized gains	<u>69,179</u>
Balance at December 31, 2016	<u>\$ 985,534</u>

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

6. Fair Value Measurements (continued)

The unobservable inputs used to determine the fair value of the charitable gift annuity split-interest liabilities were discount rates and actuarial assumptions calculated based upon the Internal Revenue Service life expectancy tables and the adjusted federal midterm rate at the time the charitable annuities were established.

7. Related Party Transactions

Stichting Greenpeace Council

Greenpeace is a global environmental organization, consisting of Greenpeace International (Stichting Greenpeace Council – “the Council”) in Amsterdam and 26 independent national and regional offices across the world covering operations in more than 55 countries. These national/regional offices are independent in carrying out global campaign strategies within the local context they operate within, and in seeking the necessary financial support from donors to fund this work. Greenpeace International's main legal entity is "Stichting Greenpeace Council" (SGC). It is a Dutch Stichting -a foundation-type non-profit entity- based in Amsterdam, the Netherlands. Although the Organization is a non-voting member of the Council, all Greenpeace entities are influenced by decisions of the Council. However, the Organization has ultimate responsibility for and control over its own activities and decisions.

Greenpeace, Inc.

Greenpeace, Inc. recognized as a tax-exempt organization under Section 501(c)(4) of the Internal Revenue Code, and is exempt from income taxes except for taxes on unrelated business activities and provides management services to the Organization. Additionally, Greenpeace, Inc. and the Organization share certain management and general costs. All shared costs are charged to the appropriate entity based upon specific identification or are allocated based on time incurred. The Organization's share of such costs is then allocated to the various programs and support services included in the accompanying statement of activities. Total shared costs in 2016 and 2015 were \$240,490 and \$249,805, respectively.

Grants to Greenpeace Organizations and Shared Expenses with Greenpeace, Inc.

The Organization made grants to the Council for use in its worldwide activities. The Organization also provided grants to Greenpeace, Inc. to fund research and educational activities. The Organization also acts as an agent for pass-through grants in which the beneficiaries are other Greenpeace affiliates, as designated by the donors. Pass-through grants are recorded as liabilities until disbursed and are not included as a component of grant expense in the accompanying statement of activities.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

7. Related Party Transactions (continued)

Grants to Greenpeace Organizations and Shared Expenses with Greenpeace, Inc. (continued)

Grants awarded to all related organizations were as follows for the years ended December 31:

	<u>2016</u>	<u>2015</u>
Grants to Stichting Greenpeace Council	\$ 6,189,750	\$ 6,807,585
Grants to Greenpeace, Inc.	<u>9,650,000</u>	<u>6,542,500</u>
Total grants expense	<u>\$ 15,839,750</u>	<u>\$ 13,350,085</u>

Grants payable and other liabilities to all related organizations were as follows at December 31:

	<u>2016</u>	<u>2015</u>
Grants payable to Stichting Greenpeace Council	\$ 2,327,446	\$ 3,076,455
Due to Greenpeace, Inc.	1,922,607	763,475
Grants payable to other Greenpeace affiliates	<u>926,000</u>	<u>1,159,000</u>
Total grants payable and other liabilities	<u>\$ 5,176,053</u>	<u>\$ 4,998,930</u>

As of December 31, 2016 and 2015, amounts due to Greenpeace, Inc. include both grants payable as well as other liabilities due to Greenpeace, Inc. as a result of the management and general costs that are shared with Greenpeace, Inc.

Revolving Credit Note Receivable – Greenpeace, Inc.

The Organization has entered into a \$2 million revolving line of credit arrangement with Greenpeace, Inc. to help support Greenpeace, Inc.'s operations. Interest has been accrued at a rate of 7.25% during 2016 and 2015. Interest revenue was \$88,887 and \$117,585 for the years ended December 31, 2016 and 2015, respectively, and is included in investment income in the accompanying statement of activities. The revolving credit receivable has a balance of \$2,035,228 and \$-0- at December 31, 2016 and 2015, respectively, and is included in the accompanying statements of financial position.

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

7. Related Party Transactions (continued)

Note Receivable from Stichting Greenpeace Council

During 2011, the Organization loaned \$3,000,000 to the Council to fund the building of a new vessel. Interest is calculated monthly and is accrued at the U.S. prime rate. The balance is due in ten equal installments with the first installment due on October 27, 2012. In addition to the annual \$300,000 installments, the Council made a pre-payment totaling \$1,471,170 in December 2012. Interest revenue was \$18,968 and \$27,952 for the years ended December 31, 2016 and 2015, respectively. As of December 31, 2016 and 2015, the outstanding balance, including accrued interest, totaled \$362,418 and \$643,450, respectively.

8. Charitable Gift Annuities

The Organization has entered into irrevocable agreements with donors whereby in exchange for the gift from the donor, the Organization is obligated to provide an annuity to the donor or other designated beneficiaries over the life of the annuitant. The actuarially determined liability resulting from the annuity gifts was recorded at the date of the gift. These liabilities were subsequently re-measured at the present value of future payments to beneficiaries, and the annual adjustment based on the latest actuarial information available is reported in the accompanying statements of activities as a change in the value of split-interest agreements. Annuity obligations were \$985,534 and \$1,023,029 at December 31, 2016 and 2015, respectively, and are included in the accompanying statements of financial position. Contribution revenue recognized under these arrangements for the years ended December 31, 2016 and 2015, was \$36,614 and \$62,619, respectively.

9. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at December 31:

	<u>2016</u>	<u>2015</u>
Oceans	\$ 100,000	\$ 550,000
Forest	457,000	-
Climate	-	220,000
Other programs	35,000	35,000
Time restricted	<u>2,835,871</u>	<u>456,250</u>
Total temporarily restricted net assets	<u>\$ 3,427,871</u>	<u>\$ 1,261,250</u>

Greenpeace Fund, Inc.

Notes to Financial Statements
December 31, 2016 and 2015

10. Income Taxes

The Organization is recognized as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and is exempt from income taxes except for taxes on unrelated business activities. No tax expense is recorded in the accompanying financial statements for the years ended December 31, 2016 and 2015, as there were no unrelated business activities. Management evaluated the Organization's tax positions and has concluded that the Organization has taken no uncertain tax positions that qualify for either recognition or disclosure in the accompanying financial statements.

11. General Contingencies

From time to time, the Organization may be a party to lawsuits or have claims pending against it. In the opinion of management, the ultimate liabilities, if any, resulting from such lawsuits and claims will not materially affect the financial position of the Organization.

SUPPLEMENTARY INFORMATION

Greenpeace Fund, Inc.

Schedules of Program Grants For the Years Ended December 31, 2016 and 2015 (See Independent Auditors' Report)

	<u>2016</u>	<u>2015</u>
Grants to Stichting Greenpeace Council		
Global Forests	\$ 1,634,710	\$ 2,169,935
Digital Initiatives	439,040	1,446,336
Science Unit	1,372,000	1,740,960
Strategic Initiatives	823,200	646,834
Response Lab	932,960	803,520
Detox Initiative	987,840	-
	<u>6,189,750</u>	<u>6,807,585</u>
Grants to Greenpeace, Inc.		
Climate & Energy Campaign	3,902,216	2,010,605
Oceans Campaign	1,964,161	1,221,981
Forest Campaign	2,283,623	978,916
Arctic Campaign	825,000	1,988,498
Democracy Initiative	500,000	300,000
Other	175,000	42,500
	<u>9,650,000</u>	<u>6,542,500</u>
Total grants to Greenpeace, Inc.		
	<u>9,650,000</u>	<u>6,542,500</u>
Total program grants	<u>\$ 15,839,750</u>	<u>\$ 13,350,085</u>

Greenpeace Fund, Inc.

Schedule of Pass-Through Grants For the Years Ended December 31, 2016 and 2015 (See Independent Auditors' Report)

	<u>2016</u>	<u>2015</u>
Grants for Stichting Greenpeace Council		
Information technology projects	\$ 104,896	\$ 100,000
Science lab project	<u>-</u>	<u>103,000</u>
Total grants to Stichting Greenpeace Council	<u>104,896</u>	<u>203,000</u>
Grants for Other Affiliates		
Climate & Energy - East Asia	315,000	549,000
Climate & Energy - India	-	300,000
Climate & Energy - Hungary	1,000	1,000
Forests - Southeast Asia	353,000	360,000
Forests - Africa	150,000	-
Forests - Brazil	10,000	10,000
Other - New Zealand	<u>-</u>	<u>10,000</u>
Total grants for other Greenpeace affiliates	<u>829,000</u>	<u>1,230,000</u>
Total pass-through grants	<u><u>\$ 933,896</u></u>	<u><u>\$ 1,433,000</u></u>

Greenpeace Fund, Inc.

Schedule of Functional Expenses
For the Year Ended December 31, 2016
(See Independent Auditors' Report)

	Program Services			Supporting Services			Total
	Grants to Stichting Greenpeace Council	Grants to Greenpeace, Inc.	Total Programs	Fundraising	Management and General	Total Supporting Services	
Grants	\$ 6,189,750	\$ 9,650,000	\$ 15,839,750	\$ -	\$ -	\$ -	\$ 15,839,750
Salaries and benefits	-	-	-	1,197,273	857,929	2,055,202	2,055,202
Professional fees	-	-	-	307,398	6,563	313,961	313,961
Office expenses	-	-	-	174,007	55,752	229,759	229,759
Occupancy	-	-	-	103,554	73,258	176,812	176,812
Conferences and meetings	-	-	-	136,640	118	136,758	136,758
Travel	-	-	-	98,550	2,322	100,872	100,872
Information technology	-	-	-	28,562	8,932	37,494	37,494
Miscellaneous	-	-	-	26,067	2,357	28,424	28,424
Depreciation and amortization	-	-	-	13,668	9,794	23,462	23,462
Advertising and promotion	-	-	-	10,148	-	10,148	10,148
Total Expenses	\$ 6,189,750	\$ 9,650,000	\$ 15,839,750	\$ 2,103,716	\$ 1,022,499	\$ 3,126,215	\$ 18,965,965

Greenpeace Fund, Inc.

Schedule of Functional Expenses For the Year Ended December 31, 2015 (See Independent Auditors' Report)

	Program Services				Supporting Services			
	Grants to Stichting Greenpeace Council	Grants to Greenpeace, Inc.	Other Program	Total Programs	Fundraising	Management and General	Total Supporting Services	Total
Grants	\$ 6,807,585	\$ 6,542,500	\$ 39,197	\$ 13,389,282	\$ -	\$ -	\$ -	\$ 13,389,282
Salaries and benefits	-	-	-	-	1,220,334	813,237	2,033,571	2,033,571
Office expenses	-	-	-	-	307,482	37,999	345,481	345,481
Professional fees	-	-	870	870	259,084	47,518	306,602	307,472
Occupancy	-	-	-	-	102,052	68,483	170,535	170,535
Travel	-	-	-	-	99,795	8,445	108,240	108,240
Conferences and meetings	-	-	-	-	55,833	10,855	66,688	66,688
Miscellaneous	-	-	-	-	35,894	14,406	50,300	50,300
Information technology	-	-	-	-	18,792	10,973	29,765	29,765
Advertising and promotion	-	-	-	-	24,965	-	24,965	24,965
Insurance	-	-	-	-	10,127	6,903	17,030	17,030
Total Expenses	\$ 6,807,585	\$ 6,542,500	\$ 40,067	\$ 13,390,152	\$ 2,134,358	\$ 1,018,819	\$ 3,153,177	\$ 16,543,329