

**FINANCIAL STATEMENTS**

**INTERNATIONAL INITIATIVE FOR  
IMPACT EVALUATION, INC.**

**FOR THE YEAR ENDED DECEMBER 31, 2023  
WITH SUMMARIZED FINANCIAL  
INFORMATION FOR 2022**

**INTERNATIONAL INITIATIVE FOR IMPACT EVALUATION, INC.**

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## CPAs & ADVISORS

### INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners  
International Initiative for Impact Evaluation, Inc.  
Washington, D.C.

#### Opinion

We have audited the accompanying financial statements of International Initiative for Impact Evaluation, Inc. (3ie), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities and change in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 3ie as of December 31, 2023, and the change 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 and *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 3ie and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about 3ie's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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MEMBER OF CPAMERICA INTERNATIONAL, AN AFFILIATE OF CROWE GLOBAL  
MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS' PRIVATE COMPANIES PRACTICE SECTION

## **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 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, including omissions, 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 3ie'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 3ie'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.

## **Report on Summarized Comparative Information**

We have previously audited 3ie's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 23, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.



May 22, 2024

## INTERNATIONAL INITIATIVE FOR IMPACT EVALUATION, INC.

**STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2023**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022**

**ASSETS**

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 3,521,488	\$ 6,131,236
Investments	22,568,869	22,944,525
Accounts receivable	138,229	196,651
Accrued interest receivable	43,392	26,480
Grants and contributions receivable, net of present value discount	5,301,757	6,033,380
Prepaid expenses	224,256	117,020
Fixed assets, net of accumulated depreciation and amortization of \$27,398	1,793	3,902
Deposits	<u>34,237</u>	<u>17,964</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 31,834,021</u></b>	<b><u>\$ 35,471,158</u></b>

**LIABILITIES AND NET ASSETS****LIABILITIES**

Accounts payable and accrued liabilities	\$ 1,132,836	\$ 843,489
Grants payable	194,592	141,606
Refundable advances	<u>902,314</u>	<u>1,158,909</u>
Total liabilities	<u>2,229,742</u>	<u>2,144,004</u>

**NET ASSETS**

Without donor restrictions:		
Undesignated	4,228,670	7,489,684
Board designated	<u>18,000,000</u>	<u>15,947,840</u>
Total without donor restrictions	22,228,670	23,437,524
With donor restrictions	<u>7,375,609</u>	<u>9,889,630</u>
Total net assets	<u>29,604,279</u>	<u>33,327,154</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 31,834,021</u></b>	<b><u>\$ 35,471,158</u></b>

## INTERNATIONAL INITIATIVE FOR IMPACT EVALUATION, INC.

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b>SUPPORT AND REVENUE</b>				
Grants and contributions	\$ 2,885,574	\$ 2,197,357	\$ 5,082,931	\$ 9,562,205
Service income and other	1,138,564	-	1,138,564	1,472,159
Interest and investment gain (loss) income, net of expenses of \$121,227	2,081,133	91,093	2,172,226	(1,397,191)
Net assets released from donor restrictions	<u>4,820,277</u>	<u>(4,820,277)</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>10,925,548</u>	<u>(2,531,827)</u>	<u>8,393,721</u>	<u>9,637,173</u>
<b>EXPENSES</b>				
Program Services	8,693,713	-	8,693,713	8,020,355
General and Administrative	<u>3,440,689</u>	<u>-</u>	<u>3,440,689</u>	<u>3,263,121</u>
Total expenses	<u>12,134,402</u>	<u>-</u>	<u>12,134,402</u>	<u>11,283,476</u>
Change in net assets before other items	<u>(1,208,854)</u>	<u>(2,531,827)</u>	<u>(3,740,681)</u>	<u>(1,646,303)</u>
<b>OTHER ITEMS</b>				
Exchange rate gain (loss)	-	17,806	17,806	(196,961)
Gain on disposal of assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>330</u>
Total other items	<u>-</u>	<u>17,806</u>	<u>17,806</u>	<u>(196,631)</u>
Change in net assets	(1,208,854)	(2,514,021)	(3,722,875)	(1,842,934)
Net assets at beginning of year	<u>23,437,524</u>	<u>9,889,630</u>	<u>33,327,154</u>	<u>35,170,088</u>
<b>NET ASSETS AT END OF YEAR</b>	<b><u>\$ 22,228,670</u></b>	<b><u>\$ 7,375,609</u></b>	<b><u>\$ 29,604,279</u></b>	<b><u>\$ 33,327,154</u></b>

## INTERNATIONAL INITIATIVE FOR IMPACT EVALUATION, INC.

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2023  
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022**

	<b>2023</b>			<b>2022</b>
	<b>Program Services</b>	<b>General and Administrative</b>	<b>Total Expenses</b>	<b>Total Expenses</b>
Salaries and benefits	\$ 4,052,907	\$ 2,392,459	\$ 6,445,366	\$ 5,846,939
Occupancy and office expenses	165,275	94,545	259,820	121,649
Professional fees	2,117,743	544,410	2,662,153	2,618,922
Grant expenses	1,938,031	-	1,938,031	2,142,786
Conference and meeting expenses	60,149	7,707	67,856	23,072
Travel	269,766	145,907	415,673	262,324
Bank fees	513	20,305	20,818	20,306
Recruitment fees	446	4,801	5,247	3,324
Honorarium	-	5,000	5,000	-
Depreciation and amortization	-	2,109	2,109	2,470
Equipment	2,448	47,752	50,200	34,972
Miscellaneous	86,435	175,694	262,129	206,712
<b>TOTAL</b>	<b>\$ 8,693,713</b>	<b>\$ 3,440,689</b>	<b>\$ 12,134,402</b>	<b>\$ 11,283,476</b>

## INTERNATIONAL INITIATIVE FOR IMPACT EVALUATION, INC.

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2022**

	<b>2023</b>	<b>2022</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (3,722,875)	\$ (1,842,934)
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Depreciation and amortization	2,109	2,470
Unrealized and realized losses on investments	(1,676,971)	1,593,039
Decrease in discount on noncurrent grants and contributions receivable	(59,907)	(14,723)
Exchange rate (gain) loss on grants and contributions receivable	(17,806)	196,961
Gain on disposal of assets	-	(330)
Decrease (increase) in:		
Accounts receivable	58,422	(114,594)
Accrued interest receivable	(16,912)	18,315
Grants and contributions receivable	809,336	1,731,329
Prepaid expenses	(107,236)	(59,041)
Deposits	(16,273)	(14,344)
Increase (decrease) in:		
Accounts payable and accrued liabilities	289,347	(370,313)
Grants payable	52,986	111,638
Refundable advances	(256,595)	840,143
Net cash (used) provided by operating activities	<u>(4,662,375)</u>	<u>2,077,616</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales of fixed assets	-	663
Purchase of investments	(4,369,301)	(14,336,068)
Proceeds from sale of investments	<u>6,421,928</u>	<u>13,863,233</u>
Net cash provided (used) by investing activities	<u>2,052,627</u>	<u>(472,172)</u>
Net (decrease) increase in cash and cash equivalents	(2,609,748)	1,605,444
Cash and cash equivalents at beginning of year	<u>6,131,236</u>	<u>4,525,792</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>\$ 3,521,488</b>	<b>\$ 6,131,236</b>