

Urgent Action Fund for Women's Human Rights

Financial Statements &
Independent Auditor's Report
for the year ended
December 31, 2012



TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	2
Statement of Financial Position	2
Statement of Activities and Changes in Net Assets.....	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to Financial Statements.....	6



Independent Auditor's Report

To the Board of Directors
Urgent Action Fund for Women's Human Rights
San Francisco, California

We have audited the accompanying financial statements of Urgent Action Fund for Women's Human Rights (a nonprofit organization), which comprise the statement of financial position as of December 31, 2012, the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 of 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 auditor's judgment, including an assessment of the risks of the 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Urgent Action Fund for Women's Human Rights as of December 31, 2012, 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.

Report on Summarized Comparative Information

We have previously audited the 2011 financial statements of Urgent Action Fund for Women's Human Rights and our report dated July 26, 2012 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2011 is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in blue ink that reads "Cook & Company". The signature is written in a cursive, flowing style.

Certified Public Accountant
July 3, 2013

Urgent Action Fund for Women's Human Rights

Statement of Financial Position December 31, 2012 with Comparative Totals for December 31, 2011

	2012 <u>Total</u>	2011 Total (Note 2)
ASSETS		
Current Assets:		
Cash & equivalents	\$322,134	\$226,312
Investments	13,930	0
Grants & contributions receivable - current (Note 3)	724,064	404,195
Other receivables	776	1,049
Prepaid expenses	12,875	11,865
Total current assets	<u>1,073,779</u>	<u>643,421</u>
Grants & contributions receivable - long-term, net (Note 3)	533,888	165,287
Deposits	11,213	11,213
Property & equipment, net of accumulated depreciation of \$15,958 in 2012 and \$26,413 in 2011	<u>2,654</u>	<u>6,109</u>
TOTAL ASSETS	<u>\$1,621,534</u>	<u>\$826,030</u>
LIABILITIES & NET ASSETS		
Current Liabilities:		
Accounts payable	\$12,489	\$12,657
Accrued payroll liabilities	<u>15,679</u>	<u>28,343</u>
TOTAL LIABILITIES	28,168	41,000
Net Assets		
Unrestricted	503,765	222,696
Temporarily restricted (Note 4)	<u>1,089,601</u>	<u>562,334</u>
TOTAL NET ASSETS	1,593,366	785,030
TOTAL LIABILITIES & NET ASSETS	<u>\$1,621,534</u>	<u>\$826,030</u>

See accompanying notes to financial statements
and independent auditor's report.

Urgent Action Fund for Women's Human Rights

Statement of Activities and Changes in Net Assets for the Year Ended December 31, 2012 with Comparative Totals for the Year Ended December 31, 2011

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2012 Total</u>	<u>2011 Total (Note 2)</u>
Support & Revenue:				
Grants & contributions	\$1,232,743	\$889,601	\$2,122,344	\$1,334,497
Net assets released from restriction:				
Satisfaction of donor restrictions (Note 5)	362,334	(362,334)	0	0
Other revenue	4,715		4,715	884
	<hr/>	<hr/>	<hr/>	<hr/>
Total support & revenue	1,599,792	527,267	2,127,059	1,335,381
Expenses:				
Program services	949,766		949,766	1,319,372
General & administrative	240,369		240,369	328,232
Fundraising	128,588		128,588	142,051
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses	1,318,723	0	1,318,723	1,789,655
	<hr/>	<hr/>	<hr/>	<hr/>
CHANGE IN NET ASSETS	281,069	527,267	808,336	(454,274)
NET ASSETS, January 1	222,696	562,334	785,030	1,239,304
	<hr/>	<hr/>	<hr/>	<hr/>
NET ASSETS, December 31	<u>\$503,765</u>	<u>\$1,089,601</u>	<u>\$1,593,366</u>	<u>\$785,030</u>

See accompanying notes to financial statements
and independent auditor's report.

Urgent Action Fund for Women's Human Rights

Statement of Functional Expenses for the Year Ended December 31, 2012 With Comparative Totals for the Year Ended December 31, 2011

	Program Services	General & Administrative	Fundraising	2012 Total	2011 Total (Note 2)
Salaries, employee benefits & payroll taxes	\$247,621	\$64,945	\$57,659	\$370,225	\$574,498
Grants awarded	585,738	100		585,838	661,799
Professional fees	32,503	102,589	40,802	175,894	123,135
Rent & related occupancy expenses	12,844	41,353	6,997	61,194	57,262
Insurance	725	2,639	295	3,659	3,812
Office supplies	3,044	4,634	1,316	8,994	7,333
Printing & copying		112	5,689	5,801	13,694
Postage	91	766	977	1,834	3,159
Travel, conferences & meetings	63,727	7,344	10,071	81,142	100,463
Other expenses	3,473	15,887	4,782	24,142	244,500
Total Expenses	\$949,766	\$240,369	\$128,588	\$1,318,723	\$1,789,655

See accompanying notes to financial statements
and independent auditor's report.

Urgent Action Fund for Women's Human Rights

Statement of Cash Flows for the Year Ended December 31, 2012 with Comparative Totals for the Year Ended December 31, 2011

	2012 <u>Total</u>	2011 Total (Note 2)
<i>Cash flows from operating activities:</i>		
Change in net assets	\$808,336	(\$454,274)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	3,374	5,245
Stock donation received	(13,930)	0
Loss on disposal of fixed assets	82	0
Changes in assets and liabilities:		
(Increase) decrease in grants & contributions receivable	(688,470)	(203,008)
(Increase) decrease in other receivables	273	(264)
(Increase) decrease in prepaid expenses & deposits	(1,010)	3,969
Increase (decrease) in accounts payable	(4,587)	11,752
Increase (decrease) in other accrued expenses	<u>(8,246)</u>	<u>6,150</u>
Cash provided (used) by operating activities:	95,822	(630,430)
<i>Cash flows from investing activities:</i>		
Purchase of fixed assets	<u>0</u>	<u>(2,777)</u>
Cash provided (used) by investing activities:	0	(2,777)
Cash provided (used) during year	95,822	(633,207)
Cash and cash equivalents:		
Beginning of year, January 1	<u>226,312</u>	<u>859,519</u>
End of year, December 31	<u><u>\$322,134</u></u>	<u><u>\$226,312</u></u>

See accompanying notes to financial statements
and independent auditor's report.

Urgent Action Fund for Women's Human Rights

Notes to Financial Statements

December 31, 2012

1. The Organization

Nature of Activities

Urgent Action Fund for Women's Human Rights (UAF or the Organization), as part of women's rights movements worldwide, supports women's rights defenders striving to create cultures of justice, equality and peace. The Organization provides rapid response grants that enable strategic interventions, and participates in collaborative advocacy and research. UAF is led by activists, inspired by feminism, and strengthened through solidarity.

UAF is a nonprofit organization exempt from income taxes under IRS code section 501(c)(3), and is governed by a board of directors.

Funding

The Organization receives grants and contributions from foundations, foreign government agencies, and individuals.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America. Under the accrual basis of accounting, support is recognized when it is awarded, revenue is recognized when it is earned, and expenses are recognized when they are incurred.

Basis of Presentation

Net assets, revenues, expenses, gains, and losses are classified based upon the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets, which includes resources not subject to donor-imposed restrictions.

Temporarily restricted net assets, which includes resources subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

Accounting for Restricted Support

The Organization reports gifts of cash and other assets as restricted support if they are received with donor 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 statement of activities as net assets released from restriction.

If restricted donations are made and restrictions satisfied during the same fiscal year, activity is reported as unrestricted in the statement of activity. If restrictions are not satisfied at fiscal-year-end, donations are recorded as temporarily restricted.

The Organization reports gifts of fixed assets as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service.

(continued)

Urgent Action Fund for Women's Human Rights

Notes to Financial Statements December 31, 2012

(continued)

Cash & Cash Equivalents

Cash and cash equivalents include bank checking, savings and money market accounts.

Investments

Investments consist of publicly traded equity securities. The Organization records its investments at fair value based on unadjusted quoted prices for identical assets in active markets that are accessible at the measurement date (level 1 inputs as defined by generally accepted accounting principles).

Grants & Contributions Receivable

Grants & contributions receivable are reported at the amount management expects to receive from contributors. As management believes all amounts are fully collectible, no allowance for doubtful accounts has been established. Amounts due within one year are stated at face value, while amounts due beyond one year are discounted to present value using an interest rate of 2.2%.

Property & Equipment

The Organization capitalizes expenditures for office furnishings and equipment in excess of \$500. Purchased assets are carried at cost, while donated assets are carried at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets, which is three to five years for assets currently on the books.

Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents, receivables, and payables approximate fair value because of the short maturity of these instruments.

Functional Expenses

The Organization allocates its expenses on a functional basis among its program and support services. Expenses that can be identified with a specific activity or support service are allocated directly. Expenses that are common to several functions are allocated among the programs and supporting services benefited.

Income Taxes

As a public charity, the UAF is exempt from income taxes except on activities unrelated to its mission. As management believes that all of the Organization's activities are directly related to its mission, no provision has been made for income tax expense. UAF's federal *Returns of Organization Exempt from Income Tax* (Form 990) for the tax years ending in 2010, 2011 and 2012 are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative Data

The financial statement information for the year ended December 31, 2011, presented for comparative purposes, is not intended to be a complete financial statement presentation. For a complete presentation, please refer to the financial statements for that fiscal year.

Reclassifications

Certain amounts in the December 31, 2011 financial statements have been reclassified to conform to the December 31, 2012 presentation.

Urgent Action Fund for Women's Human Rights

Notes to Financial Statements December 31, 2012

3. Grants & Contributions Receivable

	Due within <u>1 Year</u>	Due in <u>1 to 5 Years</u>	<u>Total</u>
Grants & contributions receivable, gross	\$724,064	\$550,000	1,274,064
Less: Discount to present value	_____	(16,112)	(16,112)
Grants & contributions receivable, net	\$724,064	\$533,888	1,257,952

4. Temporarily Restricted Net Assets

Temporarily restricted net assets at December 31, 2012 consist of awards received for the following:

Rapid-response grantmaking program	\$856,101
General support for future periods	230,000
Other	<u>3,500</u>
Total	\$1,089,601

5. Operating Leases

During 2012, UAF subleased its San Francisco office space from another nonprofit organization at a cost of \$1,800 per month plus incidentals. The total cost pertaining to this arrangement amounted to \$21,805.

Prior to the Organization's move to San Francisco in early 2012, it occupied office space in Boulder, Colorado, under a three-year operating lease that expires in March 2013. In 2012, UAF incurred costs of \$34,585 under this lease.

6. Grant Commitment

UAF has provided written notification to one of its sister organizations, Urgent Action Fund Latin America, of its intent to provide \$50,000 of funding in 2013. This grant is conditional upon funds being raised and available for this purpose. Since this is an intent to give and not a formal promise to give funding, the amount has not been recorded as a liability in these financial statements.

7. Contingencies – Satisfaction of Donor Requirements

The Organization receives contributions and grants that are restricted for a specific program or purpose. If such restrictions are not met in accordance with the funding source agreement, there is the possibility that funds would have to be returned to the donor. It is management's opinion that all donor conditions have been met for grants and contributions that have been recorded as unrestricted or released from temporarily restricted net assets.

8. Management's Review of Subsequent Events

In preparing these financial statements, management has evaluated events for potential recognition or disclosure through July 3, 2013, the date the financial statements were available to be issued.