



THE VETIVER NETWORK INTERNATIONAL (TVNI)

VETIVER SYSTEM -- PROVEN AND GREEN ENVIRONMENTAL
SOLUTIONS

Patron – Her Royal Highness Princess Maha Chakri Sirindhorn of Thailand

April 20, 2023

The Board of Directors
The Vetiver Network International

As your Assistant Treasurer, I have prepared the Financial Statements for 2022 covering TVNI's operations and programs (see attached). The 2022 taxes were filed online, form 990-PF. In addition, an amended 2021 990-PF was filed online (as I found an error in it while preparing the 2022 return). Both submissions were accepted by the IRS. We have no taxes to pay each year.

During 2022 program and management expenses totaled \$1,569. Program expenses totaling \$1,379 relate to the TVNI awards (iNaturalist competition) and internet costs of \$587 (annual Zoom fees). Management expenses relate to bank fees and our registration as an NGO in the State of Virginia. Management expenses totaled \$190. in 2022. As of December 31, 2022, TVNI had a bank balance of \$54,558. Within this amount \$4,753 is still reserved for TVNI awards that are programmed for ICV-7 and \$2,148 is the remainder of the \$11,488 grant received in 2021 from the Southern Pacific Community, which are budgeted in the grant for TVNI management. Therefore, I moved them from temporarily restricted to an unrestricted liability.

The financial statements presented for 2022 are prepared from Quick Books data and generated reports and meet the accounting requirements of the Internal Revenue Service for preparation of the tax return form 990-PF.

I draw your attention to attached notes at the end of the Financial Statements.

Yours Sincerely

Dale N. Rachmeler
Assistant Treasurer
April 20, 2023

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Website: www.vetiver.org Email: info@vetiver.org

Founder/Director: Richard Grimshaw, O.B.E

Officers/Directors: Chairman/President/Treasurer: James Smyle, Secretary: Dale Rachmeler

Directors: Jonathan Barcant, Yorlene Cruz, Roley Noffke, Elise Pinners, Sumet Tantivejkhul, Paul Truong, Robinson Vanoh, Paul Zuckerman.

An IRS approved tax-exempt NGO under code 501(c)(3)

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Vetiver Network (TVNI) was incorporated in 1995, pursuant to Chapter 9 of Title 13.1 of the Code of Virginia for the purpose of promoting conservation and environmental activities. TVNI's primary focus is the dissemination of information about Vetiver Grass Technology, and other related technologies, for the purpose of soil conservation, land rehabilitation, phyto-remediation of polluted resources, and the general promotion of better natural resource management on a worldwide basis.

Basis of Accounting

The financial statements of TVNI have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

TVNI reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Use of Estimates

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

Income Tax Status

TVNI is a not-for-profit organization that is exempt from income taxes under Section 501 (c) (3) of the Internal revenue Code. TVNI has been classified as a private foundation within the meaning of Section 509 (a). It is currently registered in the state of Virginia.

Cash and cash equivalents

For purposes of the statement of cash flows, cash and cash equivalents are considered to be all unrestricted highly liquid investments with maturities of three months or less at the time of acquisition. See **NOTE B**.

Furniture and Equipment

Purchased property and equipment is capitalized at cost. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures

for maintenance and repairs are charged to expense as incurred. Property and equipment are depreciated using a straight-line method over their estimated useful lives of five to seven years. TVNI currently has no assets in this class. See **NOTE C**.

Donated Furniture and Equipment

Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as restricted contributions.

Absent donor stipulations regarding how long those donated assets must be maintained, TVNI reports expirations of donor restrictions when the donated or acquired net assets are placed in service as instructed by the donor. TVNI reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Contributions

Contributions received are recorded as unrestricted temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Temporarily restricted net assets represent funds provided with a type-of-use restriction. There are no temporarily restricted assets that are time-of-availability restricted.

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of donated assets. When a restriction expires, that is when a stipulated time restriction ends or a purpose of 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 restrictions. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair value in the period received.

Unconditional promises to give are recognized as revenues or gains in the period received as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. SEE **NOTE D**.

Sales

TVNI produces brochures and publications promoting the use of the Vetiver System. TVNI's policy is to provide items to those requesting them without regard to the requestor's ability to pay. Amounts received from those who pay are included in sales (if any). All sales are now carried out through third party merchants – TVNI receives a very modest (set deliberately low) royalty.

Fair Value of Financial Instruments

Unless otherwise indicated, the fair values of all reported assets and liabilities that represent financial instruments (none of which are held for trading purposes) approximate the carrying values of such amounts.

Allocation of Joint Costs

All costs related to a joint activity (program or management and general) are recorded as fundraising costs, unless the activity meets several criteria. These criteria relate to the purpose, the intended audience, and the content of the joint activity. TVNI had no such joint activities during 2022.

NOTE B – CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of the following on December 31, 2022, and December 31, 2021:

	2022	2021
Savings – operating	\$3,991	\$3,989
Non - interest bearing checking account	\$50,567	\$45,518
Total Cash Assets	\$54,558	\$49,508

NOTE C – ASSETS

There are no non-cash assets. All equipment that TVNI owned is either totally obsolete or worn out or irreparable. The items have been disposed of and removed from the books.

NOTE D – CONTRIBUTIONS - RESTRICTED FUNDS

As of December 31, 2022, there are restricted funds. The remainder of the SPC grant (\$2,148), not sent to Eagle Vetiver Systems in 2021, is still listed as Grants Payable under liabilities. However, this line refers to management and administration of the grant by TVNI, so in 2023 it will be listed as a net asset released from restriction, and not carried over into 2024.

THE VETIVER NETWORK INTERNATIONAL

STATEMENT OF FINANCIAL POSITION

Year Ended Dec 31 2022

(with comparative totals for Year Ended December 31 2021)

ASSETS

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents		
Unrestricted	\$ 54,558	\$ 47,360
Temporarily Restricted*	-	2,148
Accounts Receivable	-	-
Grants Receivable	<u>-</u>	<u>-</u>
 TOTAL CURRENT ASSETS	 54,558	 49,508
 Furniture and Equipment	 -	 -
Accumulated Depreciation	<u>-</u>	<u>-</u>
	<u>54,558</u>	<u>49,508</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts Payable	-	-
Grants payable		
TVNI awards	4,753	4,753
remaining SPC grant (admin)*	2,148	-
Other current liabilities	<u>-</u>	<u>-</u>
 TOTAL CURRENT LIABILITIES	 <u>6,901</u>	 <u>4,753</u>
 NET ASSETS		
Unrestricted	47,657	42,607
Temporarily restricted	<u>-</u>	<u>2,148</u>
	<u>47,657</u>	<u>44,755</u>
	<u>\$ 54,558</u>	<u>\$ 49,508</u>

* Remainder of 1st tranche SP Grant no longer restricted,
to be spent on TVNI mgmt. & admin expenses

THE VETIVER NETWORK INTERNATIONAL
STATEMENT OF ACTIVITIES
Year Ended Dec 31 2022

(with comparative totals for Year Ended December 31 2021)

	<u>Unrestricted</u>	<u>Temp Restricted</u>	<u>2022</u>	<u>2021</u>
REVENUES AND SUPPORT				
Contributions	6,546	-	6,546	13,111
Sales	-	-	-	-
Interest	1	-	1	1
Other	-	-	-	-
Royalties	73	-	73	53
subtotal revenue	<u>6,620</u>	<u>-</u>	<u>6,620</u>	<u>13,166</u>
EXPENSES				
Programs				
TVN Awards program	792	-	792	-
Travel Grant	-	-	-	-
Workshops, Training	-	-	-	9,927
Grants to I	-	-	-	-
Travel and entertainment	-	-	-	-
Network support (Internet & Publicatio	587	-	587	12,221
subtotal expenses	<u>1,379</u>	<u>-</u>	<u>1,379</u>	<u>22,148</u>
			-	-
Management and General				
Depreciation	-	-	-	-
Legal and Professional Fees	25	-	25	25
Office expenses, bank fees	165	-	165	417
Postage & Telephone	-	-	-	-
Taxes	-	-	-	-
Bad Debt	-	-	-	-
	<u>190</u>	<u>-</u>	<u>190</u>	<u>442</u>
	<u>1,569</u>	<u>-</u>	<u>1,569</u>	<u>22,590</u>
INCREASE (DECREASE) NET ASSETS	5,050	-	5,050	(9,424)
NET ASSETS AT BEGINNING OF YEAR	<u>\$ 42,607</u>	<u>-</u>	<u>\$ 42,607</u>	<u>\$ 54,179</u>
NET ASSETS AT END OF YEAR	<u>\$ 47,657</u>	<u>\$ -</u>	<u>\$ 47,657</u>	<u>\$ 42,607</u>

STATEMENT OF CASH FLOWS

Year Ended Dec 31 2022

(with comparative totals for Year Ended December 31, 2021)

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 5,050	\$ (9,424)
Adjustments to reconcile decrease in net assets to net cash used by operating activities:		
Depreciation	\$ -	\$ -
(Increase) decrease in:		
Accounts receivable	\$ -	\$ -
Increase (decrease) in:		
Accounts Payable	\$ -	\$ -
Grants payable	\$ -	\$ -
NET CASH USED IN OPERATING ACTIVITIES	<u>\$ 1,569</u>	<u>\$ (9,424)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Equipment	<u>-</u>	<u>-</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>-</u>	<u>-</u>
INCREASE IN CASH AND CASH EQUIVALENTS	<u>\$ 5,050</u>	<u>\$ (9,424)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>\$ 49,508</u>	<u>\$ 58,932</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR*	<u><u>\$ 54,558</u></u>	<u><u>\$ 49,508</u></u>