

**Clean Air Task Force, Inc.**

**Financial Statements  
& Independent Auditor's Report**

**For the Years Ended December 31, 2021 and 2020**

## Table of Contents

	<u>Page</u>
Independent Auditor's Report	1-2
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4-5
Statements of Functional Expenses	6-7
Statements of Cash Flows	8
Notes to Financial Statements	9-15

## **Independent Auditor's Report**

To the Board of Trustees  
Clean Air Task Force, Inc.  
Boston, Massachusetts

### **Opinion**

We have audited the accompanying financial statements of Clean Air Task Force, Inc., (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. We have also audited the consolidated financial statements of Clean Air Task Force, Inc. and Affiliates as of and for the years ended December 31, 2021 and 2020. Our report on those consolidated financial statements was unmodified.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Clean Air Task Force, Inc. as of December 31, 2021 and 2020, 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.

### **Basis for Opinion**

We conducted our audits 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 Clean Air Task Force, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Clean Air Task Force, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

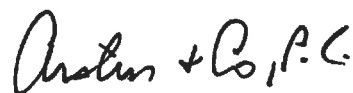
## **Auditor's Responsibilities for the Audit of the Financial Statements**

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, 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 Clean Air Task Force, Inc.'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 Clean Air Task Force, Inc.'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.



Anstiss & Co., P.C.  
Chelmsford, Massachusetts  
June 13, 2022

**Clean Air Task Force, Inc.**  
**Statements of Financial Position**  
**December 31, 2021 and 2020**

	<u><b>2021</b></u>	<u><b>2020</b></u>
<b>Assets</b>		
Cash	\$ 25,662,359	\$ 12,909,928
Grants receivable, net	5,131,569	6,101,653
Other receivables	30,141	-
Deposits and other assets	533,925	343,501
Property and equipment, net	225,634	141,886
Operating lease asset	337,612	154,809
	<hr/>	<hr/>
Total assets	<u>\$ 31,921,240</u>	<u>\$ 19,651,777</u>
<b>Liabilities and Net Assets</b>		
<b>Liabilities:</b>		
Accounts payable and accrued expenses	\$ 1,080,945	\$ 464,977
Payroll liabilities	440,438	203,308
Deferred rent	4,524	6,267
Operating lease liability	337,612	154,809
	<hr/>	<hr/>
Total liabilities	<u>1,863,519</u>	<u>829,361</u>
<b>Net Assets:</b>		
Without donor restrictions	17,409,123	9,075,808
With donor restrictions	12,648,598	9,746,608
	<hr/>	<hr/>
Total net assets	<u>30,057,721</u>	<u>18,822,416</u>
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Total liabilities and net assets	<u>\$ 31,921,240</u>	<u>\$ 19,651,777</u>

See accompanying notes to these financial statements.

**Clean Air Task Force, Inc.**  
**Statement of Activities and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Revenues</b>			
Donations/grants	\$ 17,354,606	\$ 12,854,639	\$ 30,209,245
Donated securities	1,043,815	-	1,043,815
Other income	316,047	-	316,047
Interest income	152	-	152
Net loss on sale of donated securities	(11,027)	-	(11,027)
Net assets released from restrictions	9,952,649	(9,952,649)	-
Total revenue	<u>28,656,242</u>	<u>2,901,990</u>	<u>31,558,232</u>
<b>Expenses</b>			
Program services	14,989,228	-	14,989,228
Management and general	4,122,123	-	4,122,123
Fundraising	1,211,576	-	1,211,576
Total expenses	<u>20,322,927</u>	<u>-</u>	<u>20,322,927</u>
<b>Change in net assets</b>	8,333,315	2,901,990	11,235,305
<b>Net assets at beginning of year</b>	<u>9,075,808</u>	<u>9,746,608</u>	<u>18,822,416</u>
<b>Net assets at end of year</b>	<u><u>\$ 17,409,123</u></u>	<u><u>\$ 12,648,598</u></u>	<u><u>\$ 30,057,721</u></u>

See accompanying notes to these financial statements.

**Clean Air Task Force, Inc.**  
**Statement of Activities and Changes in Net Assets**  
**For the Year Ended December 31, 2020**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Revenues</b>			
Donations/grants	\$ 7,912,187	\$ 11,462,269	\$ 19,374,456
Donated securities	90,378	-	90,378
Other income	129,857	-	129,857
Interest income	267	-	267
Net loss on sale of donated securities	(2,735)	-	(2,735)
Net assets released from restrictions	6,419,792	(6,419,792)	-
Total revenue	<u>14,549,746</u>	<u>5,042,477</u>	<u>19,592,223</u>
<b>Expenses</b>			
Program services	7,280,521	-	7,280,521
Management and general	1,289,401	-	1,289,401
Fundraising	333,090	-	333,090
Total expenses	<u>8,903,012</u>	<u>-</u>	<u>8,903,012</u>
<b>Change in net assets</b>	5,646,734	5,042,477	10,689,211
<b>Net assets at beginning of year</b>	<u>3,429,074</u>	<u>4,704,131</u>	<u>8,133,205</u>
<b>Net assets at end of year</b>	<u><u>\$ 9,075,808</u></u>	<u><u>\$ 9,746,608</u></u>	<u><u>\$ 18,822,416</u></u>

See accompanying notes to these financial statements.

**Clean Air Task Force, Inc.**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2021**

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Salaries	\$ 5,135,885	\$ 1,212,616	\$ 601,571	\$ 6,950,072
Payroll taxes and employee benefits	1,580,133	167,478	180,471	1,928,082
Total	6,716,018	1,380,094	782,042	8,878,154
Depreciation	-	55,065	-	55,065
Grants and distributions	1,571,445	-	-	1,571,445
Management consultants	311,815	657,967	3,945	973,727
Occupancy	23,263	342,173	-	365,436
Other expenses	81,290	38,661	194,643	314,594
Postage and shipping	148	8,376	524	9,048
Printing and publications	2,221	270,190	3,139	275,550
Project consultants	6,042,430	1,121,006	170,518	7,333,954
Repairs and maintenance	4,454	16,723	517	21,694
Supplies	2,209	38,604	3,604	44,417
Telephone, fax, internet	54,895	134,538	44,976	234,409
Travel	179,040	58,726	7,668	245,434
Total expenses	<u>\$ 14,989,228</u>	<u>\$ 4,122,123</u>	<u>\$ 1,211,576</u>	<u>\$ 20,322,927</u>

See accompanying notes to these financial statements.



**Clean Air Task Force, Inc.**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2020**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 2,904,171	\$ 291,041	\$ 205,525	\$ 3,400,737
Payroll taxes and employee benefits	872,837	26,377	61,658	960,872
Total	3,777,008	317,418	267,183	4,361,609
Depreciation	-	33,820	-	33,820
Grants and distributions	43,000	-	-	43,000
Management consultants	183,213	180,023	-	363,236
Occupancy	3,365	172,063	-	175,428
Other expenses	4,603	15,010	31,454	51,067
Postage and shipping	1,289	6,194	11	7,494
Printing and publications	89,641	30,000	5,590	125,231
Project consultants	3,075,543	416,213	20,000	3,511,756
Repairs and maintenance	4,940	9,720	-	14,660
Supplies	7,320	10,505	325	18,150
Telephone, fax, internet	9,038	79,683	7,674	96,395
Travel	81,561	18,752	853	101,166
Total expenses	<u>\$ 7,280,521</u>	<u>\$ 1,289,401</u>	<u>\$ 333,090</u>	<u>\$ 8,903,012</u>

See accompanying notes to these financial statements.

**Clean Air Task Force, Inc.**  
**Statements of Cash Flows**  
**For the Years Ended December 31, 2021 and 2020**

	<u><b>2021</b></u>	<u><b>2020</b></u>
Cash flows from operating activities:		
Change in net assets	\$ 11,235,305	\$ 10,689,211
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Donated investments	(1,043,815)	(90,378)
Realized (gain) loss on sale of donated securities	(6,695)	636
Depreciation	55,065	33,820
Changes in operating assets and liabilities:		
Decrease (increase) in grants receivable, net	970,084	(3,318,924)
(Increase) decrease in other receivables	(30,141)	23,953
Increase in deposits and other assets	(190,424)	(260,391)
Increase in accounts payable and accrued expenses	615,968	145,087
Increase in payroll liabilities	237,130	126,370
Decrease in grants payable	-	(108,750)
Decrease in deferred rent liability	(1,743)	(783)
Net cash provided by operating activities	<u>11,840,734</u>	<u>7,239,851</u>
Cash flows from investing activities:		
Proceeds from sale of investments	1,050,510	89,742
Purchase of equipment	(138,813)	(143,801)
Net cash provided (used) by investing activities	<u>911,697</u>	<u>(54,059)</u>
Net increase in cash	12,752,431	7,185,792
Cash at beginning of year	<u>12,909,928</u>	<u>5,724,136</u>
Cash at end of year	<u><u>\$ 25,662,359</u></u>	<u><u>\$ 12,909,928</u></u>
<b>Supplemental Data:</b>		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -
In-kind contributions	<u><u>\$ 1,043,815</u></u>	<u><u>\$ 90,378</u></u>

Pursuant to the adoption of ASU 2016.02 "Leases", the Organization recorded a non-cash asset and a corresponding liability in the amount of \$337,612 and \$154,809 as of December 31, 2021 and 2020, respectively, representing the net present value of the future required payments on several operating leases to occupy office space (Note 8).

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 1 - Nature of Operations**

Clean Air Task Force, Inc. (the Organization) was incorporated on April 13, 2000 as a not-for-profit corporation. The stated purpose of the organization is to address air pollution issues through research, education/outreach, advocacy, and advocacy network support.

**Note 2 - Summary of Significant Accounting Policies**

The following is a summary of significant accounting policies applied by the Organization in the preparation of the accompanying financial statements.

**Basis of Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP"). Under the accrual basis of accounting, revenues are recorded as earned and expenses are recorded at the time the liabilities are incurred. Net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions

Net assets that are not subject to donor-imposed stipulations are classified as without donor restrictions.

Net Assets With Donor Restrictions

Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time, are classified as net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Uncertain Tax Positions**

The Organization, incorporated under Chapter 180 of the Massachusetts General Laws as a tax-exempt entity, has been granted tax-exempt status under Internal Revenue Code Section 501(c)(3), and is, therefore, generally exempt from federal and state income taxes. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

The Organization is required by ASC 740-10, "*Income Taxes*", to evaluate and disclose tax positions that could have an effect on the Organization's financial statements. The Organization reports its activities to the Internal Revenue Service and to the Commonwealth of Massachusetts on an annual basis. These informational returns are generally subject to audit and review by the governmental agencies for a period of three years after filing. Substantially all the Organization's income, expenditures and activities relate to its exempt purpose, therefore, management has determined that the Organization is not subject to unrelated business income taxes and will continue to qualify as a tax-exempt not-for-profit entity.

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents. Cash equivalents are carried at cost which approximates market value.

The Organization maintains its cash in bank deposit accounts which are insured up to \$250,000 under the Federal Deposit Insurance Commission's ("FDIC") general deposit insurance rules. The Organization has not experienced any losses on such accounts and believes it is not exposed to any significant financial risk on cash.

**Property and Equipment**

Property and equipment, consisting of office furniture and equipment, are recorded at cost. Donated property and equipment are recorded at estimated fair market value at the time of donation. Expenditures for repairs and maintenance are charged to expense as incurred.

When assets are retired, or disposed of, the assets and related accumulated depreciation are eliminated from the accounts and any resulting gain or loss is reflected in income. Depreciation is provided using the straight-line method over the estimated useful life of the assets as follows:

<u>Description</u>	<u>Years</u>
Leasehold Improvements	5
Computer and office equipment	3-5

**Revenue Recognition**

The Organization reports gifts as unrestricted support if they are received without donor stipulations that would limit the use of the donated assets. They are classified as increases in net assets with donor restrictions if the donor imposes restrictions on their use, including those for which payment is not due until future periods. Upon the satisfaction of the usage or time restriction, the net assets are reclassified as unrestricted support.

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the estimated future cash flows.

The Organization's contributions come primarily from private foundations and corporations.

**Donated Securities**

Individuals and other organizations donate securities to the Organizations in support of their programs. These securities are reflected in the accompanying financial statements as in-kind revenue based on the estimated fair market value assigned to them by the investment brokerage. The investment brokerage will immediately sell the donated stock upon receipt. For the years ended December 31, 2021 and 2020, the estimated value recorded for these securities was \$1,043,815 and \$90,378, respectively.

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Functional Allocation of Expenses**

The cost of providing the Organization's various programs and supporting services have been summarized on a functional basis in the statements of functional expenses. The statement of functional expenses is required to present the natural classification detail of expenses by function allocated on a reasonable basis that is consistently applied. Expenses that can be identified with a specific program and support services are allocated directly. Based on management's estimates, certain costs have been allocated among major classes of program services and supporting activities. Salaries and wages, benefits, payroll taxes, and certain other expenses are allocated based on estimates of time and effort. Other expenses that are common to several functions are allocated as appropriate.

**Use of Estimates**

The preparation of financial statements in accordance 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.

**Concentrations**

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of temporary cash investments and accounts receivable. The carrying amounts of these financial instruments approximate their fair value. The carrying amounts of cash, accounts receivable and accounts payable approximate fair value because of the short-term nature of these items.

The Organization places its temporary cash investments with creditworthy, high quality financial institutions. At times, such balances may exceed federally insured limits. The Organization has not experienced any losses in such accounts.

33% and 55% of grant revenue was received from eight separate private foundations for the years ended December 31, 2021 and 2020, respectively.

**Note 3 – Liquidity and Availability**

Financial assets available within one year for general expenditure were as follows for the years ending December 31st:

	<b>2021</b>	<b>2020</b>
Cash	\$ 25,662,359	\$ 12,909,928
Grants and other receivables within one year	3,733,139	5,171,948
Total financial assets available for expenditure	<u>29,395,498</u>	<u>18,081,876</u>
Less: amount not available for general expenditure		
Net assets with donor restrictions	<u>(12,648,598)</u>	<u>(9,746,608)</u>
Total amounts not available for general expenditure	<u>(12,648,598)</u>	<u>(9,746,608)</u>
Total financial assets available for general expenditure within one year	<u>\$ 16,746,900</u>	<u>\$ 8,335,268</u>

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 3 – Liquidity and Availability (continued)**

To manage liquidity, the Organization strives to maintain three months of operating reserves on hand to meet current liquidity needs and address shortfall in cash flow caused by seasonal revenue cycles. The operating reserves are maintained in local bank accounts. The Organization also maintains a line of credit in the amount of \$275,000 which it could draw upon.

**Note 4 - Grants Receivable**

The following table summarizes grants receivable as of December 31st:

	<b>2021</b>	<b>2020</b>
Receivable in less than one year	\$ 3,702,998	\$ 5,171,948
Receivable in one to five years	1,500,000	1,000,000
Total gross grants receivable	5,202,998	6,171,948
Less: discounts to new present value (5%)	(71,429)	(70,295)
Grants receivable, net	<u>\$ 5,131,569</u>	<u>\$ 6,101,653</u>

The amount of grants receivable represents the net amount of receivables that the Organization believes it will collect in future years. Each year, the collectability of the remaining receivable is assessed and any potentially uncollectible amounts are either written-off or posted to the allowance for uncollectible contributions receivable. As a result, there may be circumstances that occur during future years that will affect the collectability of the above amounts. There were no grants receivable that were deemed uncollectable at December 31, 2021 and 2020, respectively.

**Note 5 – Property and Equipment**

The balance in property and equipment was composed of the following as of December 31<sup>st</sup>:

	<b>2021</b>	<b>2020</b>
Computer equipment	\$ 72,932	\$ 92,018
Office equipment	258,815	127,288
Total	331,747	219,306
Less: Accumulated depreciation	(106,113)	(77,420)
Property and equipment, net	<u>\$ 225,634</u>	<u>\$ 141,886</u>

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 6 – Net Assets with Donor Restrictions**

Net assets with donor restrictions consisted of the following on December 31<sup>st</sup>:

	<u>2021</u>	<u>2020</u>
Purpose restrictions:		
Coal plant programs and other	\$ 7,517,029	\$ 3,644,955
Time restrictions:		
Grants receivable	5,131,569	6,101,653
Total net assets with donor restrictions	<u>\$ 12,648,598</u>	<u>\$ 9,746,608</u>

**Note 7 – Commitments**

The Organization has a line of credit in the amount of \$275,000 with Bank of America that is secured by the Organization's receivables and equipment. As of December 31, 2021 and 2020, there was no amount outstanding on this line. The interest rate on this available line is equal to Bank of America's prime rate plus 1.00% (4.25% as of December 31, 2021), and there are no commitment fees on unused amounts. This line of credit expires December 31, 2022.

**Note 8 - Operating Leases**

The Organization leases operating facilities and storage space under the terms of operating lease agreements, expiring in various years through 2024. For the years ended December 31, 2021 and 2020, rent expense under these agreements total \$203,714 and \$165,676, respectively.

Future minimum annual lease payments under the Organization's operating leases at December 31, 2021 are as follows:

Fiscal year ending:	
December 31, 2022	\$ 181,222
December 31, 2023	116,204
December 31, 2024	66,670
Total	<u>\$ 364,096</u>

In accordance with ASU 2016-2, "Leases," the Organization has recognized an "operating lease" asset and a corresponding "operating lease" liability relative to these operating leases. The asset and liability are calculated on the net present value of the lease payments through July 31, 2024. The present value calculation uses an interest rate of 6.5%. For the years ended December 31<sup>st</sup>, the asset and liability have been recognized in the statement of financial position as follows:

	<u>2021</u>		<u>2020</u>	
	Assets	Liabilities	Assets	Liabilities
Total	<u>\$ 337,612</u>	<u>\$ 337,612</u>	<u>\$ 154,809</u>	<u>\$ 154,809</u>

**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 9 - Retirement Plan**

The Organization has a Safe Harbor 401(K) Plan. The Plan covers all eligible employees who meet minimum age and service requirements. The total expense under this Plan for the years ended December 31, 2021 and 2020 was \$305,866 and \$162,505, respectively.

**Note 10 - Related Party Activity**

The Organization paid \$120,000 and \$161,454 in consulting fees to corporations owned by several of its board members during the years ended December 31, 2021 and 2020, respectively.

During the years ended December 31, 2021 and 2020, respectively, the Organization recorded revenue of \$253,037 and \$47,939, from CATF Action, Inc. for services provided in accordance with a management agreement between the two entities. Of these amounts, the Organization is due \$30,141 from CATF Action, Inc. as of December 31, 2021 and was not due an amount as of December 31, 2020. These amounts are included in other receivables and other income in the accompanying statements of financial positions and activities and changes in net assets, as of December 31, 2021 and 2020, respectively.

On February 23, 2021, Clean Air Task Force, Inc. obtained a controlling financial interest in the newly formed Foundation, Stitching Clean Air Task Force, located in the municipality of Rotterdam, Netherlands. Several members of Clean Air Task Force, Inc.'s management are managing, voting board members of this Foundation. The Foundation was formed for the purpose of promoting, stimulating, advising, educating, and researching awareness in regard to the development and deployment of low-carbon energy and other climate-protecting technologies on a global scale. The Foundation aims to perform research and analysis, provide public advocacy leadership, and partner with the private sector to carry out its objectives. Due to common control and financial interest barriers being met, this Foundation is consolidated with Clean Air Task Force, Inc. During the year ended December 31, 2021, Clean Air Task Force, Inc. donated \$850,000 to the Foundation.

**Note 11 – Contingency**

As of June 13, 2022, the Organization continues to be impacted by COVID-19, which was characterized as a pandemic by the World Health Organization on March 11, 2020. Multiple jurisdictions in the U.S. had declared a state of emergency, and have implemented enhanced screenings, quarantine requirements, and travel restrictions. The extent of the impact of the COVID-19 pandemic on the Organization's operational and financial performance will depend on future developments, including the duration and spread of the outbreak. Changes to the operating environment may increase operating costs. The future effects of these issues are unknown.

**Note 12 – Reclassifications**

During 2021, certain amounts reported in the 2020 financial statements were reclassified to conform to current year presentation.



**Clean Air Task Force, Inc.**  
**Notes to Financial Statements**  
**December 31, 2021 and 2020**

**Note 13 - Subsequent Events**

ASC 855-10, "*Subsequent Events*", defines further disclosure requirements for events that occur after the statement of financial position date but before financial statements are issued. In accordance with ASC 855-10, the Organization's management has evaluated events subsequent from December 31, 2021 through June 13, 2022, which is the issuance date of this report. There has been no material event noted during this period that would either impact the results reflected in this report or the Organization's results going forward.