

GROUNDSWELL INTERNATIONAL, INC.

INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2013

CORLISS & SOLOMON, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

GROUNDSWELL INTERNATIONAL, INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Groundswell International, Inc.
Asheville, North Carolina

We have audited the accompanying financial statements of Groundswell International, Inc., which comprise the statement of financial position as of December 31, 2013, and the related statements of activities, 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 required 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 auditor's 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Groundswell International, Inc. as of December 31, 2013, 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 Groundswell International, Inc. 2012 financial statements, and our report dated April 26, 2013, 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, 2012, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Corliss & Solomon, PLLC

Corliss & Solomon, PLLC
Asheville, North Carolina
March 31, 2014

Groundswell International, Inc.

Statement of Financial Position

As of December 31, 2013

(With summarized comparative totals as of December 31, 2012)

	<u>2013</u>	<u>2012</u>
<u>Assets</u>		
<u>Current Assets</u>		
Cash and Equivalents	\$ 543,487	\$ 457,700
Grants Receivable	13,751	67,637
Contributions Receivable	1,000	2,000
Prepaid Expenses	7,812	-
Deposits	1,775	1,813
Total Current Assets	<u>567,825</u>	<u>529,150</u>
<u>Long-Term Assets</u>		
Investments	500	500
Endowment with Community Foundation	21,776	-
Property and Equipment, Net	4,316	2,630
Total Long-Term Assets	<u>26,592</u>	<u>3,130</u>
Total Assets	<u>594,417</u>	<u>532,280</u>
<u>Liabilities and Net Assets</u>		
<u>Current Liabilities</u>		
Accounts Payable	8,356	5,260
Partner Disbursements Payable	5,959	3,125
Accrued Vacation	2,121	-
Total Current Liabilities	<u>16,436</u>	<u>8,385</u>
<u>Net Assets</u>		
Unrestricted		
Undesignated	44,529	126,094
Board Designated Endowment	21,526	-
Total Unrestricted	66,055	126,094
Temporarily Restricted	511,676	397,801
Permanently Restricted	250	-
Total Net Assets	<u>577,981</u>	<u>523,895</u>
Total Liabilities and Net Assets	<u>\$ 594,417</u>	<u>\$ 532,280</u>

The accompanying notes are an integral part of these financial statements.

Groundswell International, Inc.

Statement of Activities

Year Ended December 31, 2013

(With summarized comparative totals for the prior year)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2013 Total</u>	<u>2012 Total</u>
<u>Support</u>					
Grants	\$ 100,000	\$ 993,955	\$ -	\$ 1,093,955	\$ 697,452
Contributions	88,568	301,788	250	390,606	274,838
Contributed Services	-	-	-	-	20,000
Program Income	4,005	-	-	4,005	15,100
Other Income	1,848	-	-	1,848	1,382
Net Assets Released					
From Restriction	<u>1,181,868</u>	<u>(1,181,868)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Support	<u>1,376,289</u>	<u>113,875</u>	<u>250</u>	<u>1,490,414</u>	<u>1,008,772</u>
<u>Expenses</u>					
Program Services	1,292,184	-	-	1,292,184	741,066
Management and General	62,097	-	-	62,097	46,098
Fundraising	<u>82,047</u>	<u>-</u>	<u>-</u>	<u>82,047</u>	<u>68,807</u>
Total Expenses	<u>1,436,328</u>	<u>-</u>	<u>-</u>	<u>1,436,328</u>	<u>855,971</u>
Change in Net Assets	<u>(60,039)</u>	<u>113,875</u>	<u>250</u>	<u>54,086</u>	<u>152,801</u>
Net Assets, Beginning of Year	<u>126,094</u>	<u>397,801</u>	<u>-</u>	<u>523,895</u>	<u>371,094</u>
Net Assets, End of Year	<u>\$ 66,055</u>	<u>\$ 511,676</u>	<u>\$ 250</u>	<u>\$ 577,981</u>	<u>\$ 523,895</u>

The accompanying notes are an integral part of these financial statements.

Groundswell International, Inc.

Statement of Functional Expenses

Year Ended December 31, 2013

(With summarized comparative totals for the prior year)

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2013 Total</u>	<u>2012 Total</u>
Salaries	\$ 147,279	\$ 25,612	\$ 46,797	\$ 219,688	\$ 149,362
Payroll Taxes	10,301	2,167	3,612	16,080	11,554
Employee Benefits	12,701	1,786	3,888	18,375	12,000
Subtotal Salaries and Related	<u>170,281</u>	<u>29,565</u>	<u>54,297</u>	<u>254,143</u>	<u>172,916</u>
Facilitator/Contractor Support	8,359	-	-	8,359	-
Program Grants to Partners	996,044	-	-	996,044	483,783
Program Service Contracts	37,750	-	-	37,750	97,509
Subtotal Direct Program	<u>1,042,153</u>	<u>-</u>	<u>-</u>	<u>1,042,153</u>	<u>581,292</u>
Advertising	1,227	-	1,295	2,522	310
Bank Charges and Fees	1,851	1,581	457	3,889	2,534
Conference and Meetings	3,007	260	825	4,092	1,415
Contract Services	25,744	20,507	8,853	55,104	29,206
Equipment	1,966	2,294	766	5,026	1,508
Food and Lodging	15,754	457	1,284	17,495	8,668
Fundraising Fees	83	6	3,173	3,262	1,225
Insurance	-	2,070	-	2,070	2,231
Postage and Shipping	24	335	1,068	1,427	625
Printing and Copying	427	474	2,172	3,073	3,942
Rent	2,511	1,537	1,687	5,735	6,310
Supplies	1,091	745	147	1,983	1,975
Travel	24,429	465	4,454	29,348	18,548
Utilities	977	1,243	1,025	3,245	2,178
Other Expenses	-	266	-	266	291
Subtotal Other Expenses	<u>79,091</u>	<u>32,240</u>	<u>27,206</u>	<u>138,537</u>	<u>80,966</u>
Depreciation	659	292	544	1,495	797
Contributed Services Utilized	-	-	-	-	20,000
Total Expenses	<u>\$ 1,292,184</u>	<u>\$ 62,097</u>	<u>\$ 82,047</u>	<u>\$ 1,436,328</u>	<u>\$ 855,971</u>

The accompanying notes are an integral part of these financial statements.

Groundswell International, Inc.

Statement of Cash Flows

Year Ended December 31, 2013

(With summarized comparative totals for the prior year)

<u>Cash Flows from Operating Activities</u>	<u>2013</u>	<u>2012</u>
Change in Net Assets	\$ 54,086	\$ 152,801
Adjustments to reconcile change in net assets to net cash provided/or (used) by operating activities:		
Depreciation	1,495	797
Endowment Gains Reinvested, Net of Fees	(1,526)	-
(Increase)/Decrease in Operating Activities		
Grants Receivable	53,886	(42,766)
Contributions Receivable	1,000	1,000
Prepaid Expenses	(7,812)	-
Deposits	38	417
Increase/(Decrease) in Operating Liabilities		
Accounts Payable	3,096	4,909
Partner Disbursements Payable	2,834	803
Accrued Vacation	2,121	-
Net Cash Provided by Operating Activities	<u>109,218</u>	<u>117,961</u>
<u>Cash Flows from Investing Activities</u>		
Transfer to Endowment	(20,250)	-
Purchase of Investments	-	(500)
Purchase of Equipment	<u>(3,181)</u>	<u>(3,427)</u>
Net Cash Used by Investing Activities	<u>(23,431)</u>	<u>(3,927)</u>
Net Change in Cash and Equivalents	<u>85,787</u>	<u>114,034</u>
Cash and Equivalents, Beginning of Year	<u>457,700</u>	<u>343,666</u>
Cash and Equivalents, End of Year	<u>\$ 543,487</u>	<u>\$ 457,700</u>

The accompanying notes are an integral part of these financial statements.

Groundswell International, Inc.

Notes to Financial Statements

Year Ended December 31, 2013

1. Description of Organization and Summary of Significant Accounting Policies

Description of the Organization

Groundswell International was established in 2009 to strengthen rural communities to build healthy farming and food systems from the ground up. Groundswell works by:

- Galvanizing widespread farmer-led innovation and adoption of agroecological methods that produce more food and income and regenerate the environment.
- Strengthening farmer-to-farmer teaching and learning networks that multiply successful practices across villages.
- Building strong local markets by re-connecting family farmers' organizations and consumers through the sale of healthy, local food.
- Empowering women's groups to participate in decision-making and gain access to resources.
- Partnering with cutting edge local organizations around the world to strengthen grassroots groups and build wider alliances for social change and policy reform.
- Amplifying our voices globally by documenting and sharing what works.

The collective impact of these actions is tipping the scales towards lasting solutions to hunger for thousands of farm families in Burkina Faso, Ecuador, Ghana, Guatemala, Haiti, Honduras, Mali, Nepal and the Philippines.

West Africa -- Together with partner organizations in Burkina Faso and Ghana, Groundswell launched a major two-year initiative to improve community resilience, farmer livelihoods, and environmental stewardship by fostering the spread of Farmer Managed Natural Regeneration of trees (or FMNR) and other locally adapted agroecological practices that will benefit some 3,000 marginalized farm families. Additionally, Groundswell completed the first year of another two-year regional project (in Burkina Faso, Ghana and Mali) called "Scaling Farmer-led Agroecology in West Africa", which is working to strengthen and amplify existing farmer and women-led initiatives and organizations in order to spread agroecological farming systems, reinforce movements for food sovereignty, and advocate for supportive policies.

Burkina Faso -- Groundswell works with the Burkinabe non-governmental organization Association Nourrir Sans Détruire (ANSD) to improve the lives of thousands of farm families living in eastern Burkina Faso by spreading practical ecological farming methods (also known as agroecology) as well as sustainable livelihood solutions. In addition to working with ANSD on the two regional initiatives described above, Groundswell and ANSD are working together on an action-research project designed to study and implement farmer-led innovation in agroecology as a means of enhancing nutrient management and water retention in soils to improve food security.

Ghana -- The Center for Indigenous Knowledge and Organizational Development (CIKOD) is Groundswell's Ghanaian partner organization in two West African regional initiatives. We are working together to address the soil and food crisis in Ghana by spreading the adoption of FMNR and complementary agroecological farming practices that are improving rural livelihoods and food

security through increases in food and fuel wood production, increased abundance of fodder for livestock and access to natural resource-based enterprise development. This in turn is contributing to enhanced resilience to climate change and reduced risk in rural communities by revitalizing the natural resources on which rural families depend.

Mali -- Groundswell and Sahel Eco, a Malian NGO, as well as ANSD in Burkina Faso and CIKOD in Ghana, are jointly implementing the regional project “Scaling Farmer-led Agroecology in West Africa”. Groundswell and Sahel Eco are improving and scaling out existing farmer-led agroecological initiatives to improve soil fertility, production and address climate change in selected regions of Mali; strengthening the engagement of small-scale farmer and women’s organizations in order to create more enabling local and national policies and programs in support of agroecology; and documenting, systematizing and disseminating lessons learned on spreading and scaling agroecological approaches.

Ecuador -- Groundswell and EkoRural, an Ecuadorian NGO, are working together to strengthen the capacity of 15 marginalized, rural highland communities to lead their own development processes that improve local food production and resilience and reinforce local food systems. Specifically, this work is strengthening local seed systems (improving seed quality, production, storage and distribution), promoting plant and animal biodiversity (through more diverse local farming systems), and scaling-up alternative food networks that connect small-scale farmers to urban consumer markets in order to empower and increase incomes in rural communities while providing low-income urban families with healthy, affordable local food.

Guatemala -- In 2013, Groundswell helped REDSAG, the Food Sovereignty Network of Guatemala, to launch a national Campaign for Healthy and Responsible Food Consumption. REDSAG and local NGOs are using grassroots media and events, such as community radio stations, village fairs, and popular theatre, to promote healthy foods produced by local farmers using agroecological methods. A similar and related campaign is underway in Honduras.

Haiti -- Groundswell and *Partenariat pour le Développement Local* (PDL), a Haitian NGO, support 12 peasant organizations that represent over 250,000 people living in rural areas of Haiti’s Artibonite, Northeast, North, and West Departments. Our programs work to build the capacity of these peasant organizations and local communities to lead their own development processes and to sustainably improve their agriculture, livelihoods, health, and resiliency. In addition to our longstanding community capacity building and agroecology work in Haiti, in 2013, Groundswell and PDL launched a pilot project to improve rural livelihoods and develop local market opportunities for processed agricultural products.

Honduras -- Groundswell and Vecinos Honduras, an NGO based in Tegucigalpa, are strengthening local capacity for sustainable development at both the individual and community level in Honduras’ most marginalized regions. Together we are promoting agroecology, food sovereignty, and community health. Additionally, in 2013, Groundswell worked with Vecinos Honduras and ANAFEA, the agroecology network in Honduras, to launch a “consumo responsable” (responsible consumption) campaign. Like the campaign in Guatemala, it raises awareness about healthy and responsible food consumption through community radio, village fairs, and popular theatre, among other innovative, grassroots communications strategies.

Nepal -- In 2013, Groundswell partnered with the Nepalese NGO BBP-Pariwar to improve farmers’ livelihoods and food security by spreading ecological agriculture, strengthening community organizations, and building networks among farmers to facilitate the creation of savings and credit

groups and farming cooperatives. In addition to teaching agroecological techniques, the program is helping farmers increase their incomes through fodder production on terraces, improved livestock husbanding, and diversification of crops to include medicinal herbs, vegetables, and fruit. To help address the plight of rural women, we are expanding access to reproductive health services for women in isolated communities.

The Philippines -- In 2013, Groundswell began exploring partnership opportunities with the Mag-uugmad Foundation to strengthen farming communities in Argao. We are developing a program to help family farmers to revive farms and increase their incomes using agroecological farming practices – water and soil conservation, planting resilient crops, development of seed and food storage systems, protection of water sources and water recharge areas, etc. The program also aims to integrate livestock into the farming system, develop a local seed system to supply farmers with their own, non-genetically modified seeds, and engage young people in farming to ensure that farms continue to remain a family enterprise for generations to come.

United States -- In 2013, our US-based coordination team expanded its satellite office in Asheville, NC, and increased its collaboration with like-minded US organizations. Also, in 2013, Groundswell made its first small grant to a US-based community project: the Community Tool Library in Asheville, NC.

Corporate and Tax-Exempt Status

The organization was established as a not-for-profit corporation under the laws of the District of Columbia in October 2009 and has been recognized as tax-exempt pursuant to Section 501(c)(3) of the Internal Revenue Code.

Basis of Accounting

The accompanying basic financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (U.S. GAAP).

Financial Statement Presentation

U.S. GAAP establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into three net asset categories according to externally imposed restrictions. Descriptions of the three net asset classes are as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed restrictions and that are available for general operating expenses of the organization.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed restrictions as to the purpose and/or time of use.

Permanently Restricted Net Assets - Net assets subject to donor-imposed restrictions that they be maintained permanently by the organization.

Contributions and Grants

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. As restrictions expire, net assets are reclassified to unrestricted net assets and are reported on the statement of activities as “Net Assets Released from Restrictions.”

Cash and Cash Equivalents

For purposes of reporting on the statement of cash flows, the organization considers all unrestricted, highly liquid investments purchased with an initial maturity of three months or less to be cash equivalents.

Property and Equipment

Property and equipment purchases are recorded at cost. Depreciation is provided over the estimated useful life of each class of depreciable asset and is computed using the straight-line method. The capitalization threshold is \$500 per item.

Fair Value Measurements

Groundswell follows FASB ASC 820-10 "Fair Value Measurements." This standard establishes a single definition of fair value and a framework for measuring fair value in U.S. GAAP, and it expands disclosures about fair value measurements. Fair Value is defined as "the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. That is, fair value is based on an exit price, which may differ from the price paid to acquire the asset. If there is a principal market for the asset, fair value represents the price in that market." Groundswell's interest in the net assets of the Groundswell International fund at the Oklahoma City Community Foundation is carried at fair value on a recurring basis.

Uncertain Tax Positions

Groundswell is exempt from federal income taxes under 501(c)(3) of the Internal Revenue Code. Under the Code, however, income from certain activities not related to an organization's tax-exempt purpose may be subject to taxation as unrelated business income. The organization had no income from unrelated business activities in 2013 and was, therefore, not required to file Federal Form 990-T (Exempt Organization Business Income Tax Return). The organization believes that it has appropriate support for all tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. The organization's Forms 990 for 2010, 2011, and 2012 are subject to examination by the IRS, generally for three years after being filed.

Board Designated Endowment

In 2013, Groundswell established a board designated permanent endowment at the Oklahoma City Community Foundation (the Foundation). According to the Foundation's endowment fund policy statement, the Foundation provides the following benefits and services for the Groundswell fund:

1. A common fund to which many donors can make contributions to establish and build permanent charitable support for the organization.
2. Management and investment policies which provide the best opportunity for enhancing long-term growth of the endowment as well as providing annual cash distributions to support the organization.
3. An investment and distribution policy which emphasizes the preservation of capital, protection against inflation and a continuing source of income to ensure that it will always be available to support the organization.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Contributed Services

Contributed services are recognized if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The services are recognized at estimated fair market value.

Functional Allocation of Expenses

The organization reports its expenses in the functional areas of Program, Management and General and Fundraising. Expenses that can be identified with a specific area are assigned directly to that area. Other expenses that are common to two or more functions are allocated by management estimate.

2. Cash and Equivalents

Cash and equivalents consist of the following:

<u>As of December 31:</u>	<u>2013</u>	<u>2012</u>
Operating Account	\$ 437,556	\$ 457,667
Separate Bank Accounts for Grant		
Funds per Grantor Requirements	100,191	-
Money Market Account	4,982	-
PayPal Donation Account	758	33
Total Cash and Equivalents	<u>\$ 543,487</u>	<u>\$ 457,700</u>

3. Grants Receivable

Grants receivable consists of the following:

<u>As of December 31:</u>	<u>2013</u>	<u>2012</u>
Mary Tidlund Foundation	\$ 13,751	\$ 44,163
Lutheran World Relief	-	20,474
American Jewish World Service	-	3,000
Total Grants Receivable	<u>\$ 13,751</u>	<u>\$ 67,637</u>

4. Property and Equipment

Property and equipment consists of the following:

<u>As of December 31:</u>	<u>2013</u>	<u>2012</u>
Equipment and Furniture	\$ 6,607	\$ 3,427
Less: Accumulated Depreciation	(2,291)	(797)
Property and Equipment, Net	<u>\$ 4,316</u>	<u>\$ 2,630</u>

5. Endowment with Community Foundation

In August 2013, Groundswell used \$20,000 of its unrestricted funds to establish a board designated permanent endowment at the Oklahoma City Community Foundation. The name of the fund is "Groundswell International, Inc." The following is a summary of the fund activity, by net assets class, during the initial, partial year:

(Continued)

	<u>Board Designated</u>	<u>Permanently Restricted</u>	<u>Total Endowment</u>
Transfer from Groundswell	\$ 20,000	\$ -	\$ 20,000
Contributions Received	-	250	250
Investment Income and Gains	1,616	-	1,616
Community Foundation Fees	(90)	-	(90)
Distributions to Groundswell	-	-	-
Year-End Endowment Value	<u>\$ 21,526</u>	<u>\$ 250</u>	<u>\$ 21,776</u>

6. Temporarily Restricted Net Assets

At year end, temporarily restricted net assets were available for the following purposes:

<u>As of December 31:</u>	<u>2013</u>	<u>2012</u>
Haiti Program	\$ 154,632	\$ 218,413
Burkina Faso Program	32,456	109,176
Ecuador Program	36,462	39,712
Ghana Program	148,386	23,766
West Africa Program	124,370	6,734
Burundi Pilot Project	10,200	-
US Program	5,170	-
Total Temporarily Restricted Net Assets	<u>\$ 511,676</u>	<u>\$ 397,801</u>

7. Fair Value Measurements

Fair values of assets measured on a recurring basis at December 31, 2013 are as follows:

	<u>Fair Value Measurements at Reporting Date Using</u>			
	<u>Fair Value</u>	<u>Quoted Prices In Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Beneficial Interest in Board Designated Endowment	<u>\$ 21,776</u>	<u>\$ -</u>	<u>\$ 21,776</u>	<u>\$ -</u>

Financial assets valued using Level 1 inputs are based on unadjusted quoted market prices within active markets.

Financial assets valued using Level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets.

Financial assets valued using Level 3 inputs are based on unobservable inputs usually requiring management assumptions.

8. Grants to Partners

Groundswell provides grants to partners and allied organizations engaged in work that furthers our mission. In 2013, Groundswell made grants to: Association Nourrir Sans Detruire – ANSD (Burkina Faso), BBP-Pariwar (Nepal), the Center for Indigenous Knowledge and Organizational Development – CIKOD (Ghana), the Centre for Learning on Sustainable Agriculture – ILEIA (West Africa), EkoRural (Ecuador), Empowerment Works (United States), the Institute for the Environment and Agricultural Research – INERA (Burkina Faso), the Institute for Food and Development Policy/Food First (West Africa), Minim Song Paanga Association – AMSP (Burkina Faso), Partenariat pour le Développement Local – PDL (Haiti), Sahel Eco (Mali), and Vecinos Honduras (Honduras). Grants to partners totaled \$996,044 and \$483,783 for 2013 and 2012, respectively.

9. Concentration of Credit Risk

Groundswell maintains most of its cash in four accounts with one bank. The accounts are insured in aggregate up to \$250,000 by the Federal Deposit Insurance Corporation. As of December 31, 2013, the uninsured balance was \$284,297. The organization believes it is not exposed to any significant credit risk on its cash balances.

10. Related Party Transactions

Groundswell's Country Coordinator for Burkina Faso also served on Groundswell's Board of Directors until September 2013, representing the International Council of global partners. While on the board, the Coordinator received \$6,250 in compensation for work related to a Burkina Faso program. The organization observed all provisions of its conflict of interest policy in approving and managing the relationship and payments.

11. Comparative Data

The financial statements include certain prior-year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended December 31, 2012, from which the summarized information was derived. In addition, certain reclassifications have been made to the prior year data for consistency with the current year presentation.

12. Subsequent Events

Subsequent events have been evaluated through March 31, 2014, which is the date the financial statements were available to be issued.