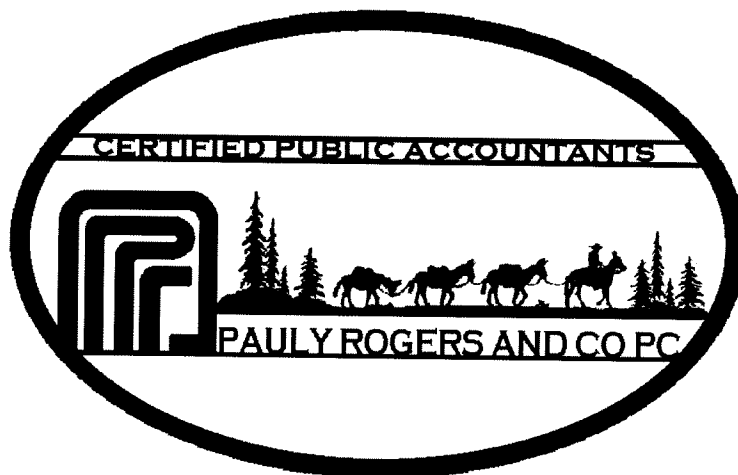


**GREEN EMPOWERMENT  
PORTLAND, OREGON**

**FOR THE YEAR ENDED DECEMBER 31, 2009**



12700 SW 72<sup>nd</sup> Ave.  
Tigard, OR 97223

**GREEN EMPOWERMENT  
PORTLAND, OREGON**

**DECEMBER 31, 2009 & 2008  
FINANCIAL REPORT**

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## **GREEN EMPOWERMENT**

December 31, 2009

### **BOARD OF DIRECTORS**

Michael Royce, President

Kathy Fry, Treasurer

Francie Royce, Secretary

Katrina Yuen, Director

David Van't Hof, Director

Carolee Lee, Director

Dexter Gauntlett, Director

Richard Benner, Director

Susan Anderson, Director

All board members receive mail at the address below:

### **ADMINISTRATION**

Anna Garwood,  
Executive Director

140 SW Yamhill St.  
Portland, OR 97223

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# GREEN EMPOWERMENT

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**PAULY, ROGERS AND CO., P.C.**

**CERTIFIED PUBLIC ACCOUNTANTS**

- 
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
  - (503) 620-2632 • FAX (503) 684-7523

February 12, 2010

To the Board of Directors  
Green Empowerment  
Portland, Oregon

**INDEPENDENT AUDITORS' REPORT**

We have audited the accompanying statements of financial position of Green Empowerment and the results of its operations and cash flows, as of and for the years ended December 31, 2009 and 2008, as listed in the table of contents. These financial statements are the responsibility of Green Empowerment's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Green Empowerment, as of December 31, 2009 and 2008, and the changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Supplementary Information, as listed on the table of contents, is not a required part of the financial statements. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

*Pauly, Rogers and Co., P.C.*  
**PAULY, ROGERS AND CO., P.C.**



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**GREEN EMPOWERMENT**  
**PORTLAND, OREGON**

STATEMENTS OF FINANCIAL POSITION  
December 31, 2009 and 2008

	2009	2008
<b>ASSETS:</b>		
Cash and Cash Equivalents	\$ 738,719	\$ 148,598
Prepaid Expenses	7,199	7,485
Total Current Assets	745,918	156,083
Furniture and Equipment, net	799	227
Total Assets	\$ 746,717	\$ 156,310
 <b>LIABILITIES AND NET ASSETS:</b>		
Liabilities:		
Accounts Payable	\$ 39	\$ -
Payroll Liabilities	804	14,145
Credit Cards Payable	979	819
Note Payable	-	15,000
Total Liabilities	1,822	29,964
Net Assets:		
Unrestricted net assets	53,027	6,682
Temporarily restricted net assets	691,868	119,664
Total Net Assets	744,895	126,346
Total Liabilities and Net Assets	\$ 746,717	\$ 156,310

See Accompanying Notes to the Financial Statements

**GREEN EMPOWERMENT**  
PORTLAND, OREGON

STATEMENTS OF ACTIVITIES  
For the Years Ended December 31, 2009 and 2008

	2009			2008		
	Unrestricted	Temporarily Restricted	Total 2009	Unrestricted	Temporarily Restricted	Total 2008
<b>SUPPORT AND REVENUE:</b>						
Contributions	\$ 92,359	\$ 643,709	\$ 736,068	\$ 102,185	\$ 171,710	\$ 273,895
Grants	44,000	314,528	358,528	53,378	139,197	192,575
In Kind Donations	15,000	-	15,000	30,500	-	30,500
Investment Income (Including Realized & Unrealized Investment Gains/Losses)	646	2,396	3,042	2,795	-	2,795
Service Learning	14,803	65,006	79,809	58,893	38,176	97,069
Miscellaneous Income	3	-	3	28	-	28
Net Assets Released from Restrictions:						
Satisfaction of Purpose Restrictions	453,435	(453,435)	-	366,250	(366,250)	-
<b>Total Support and Revenue</b>	<b>620,246</b>	<b>572,204</b>	<b>1,192,450</b>	<b>614,029</b>	<b>(17,167)</b>	<b>596,862</b>
<b>EXPENSES:</b>						
Program Services	508,043	-	508,043	530,529	-	530,529
General and Administrative	39,445	-	39,445	47,260	-	47,260
Fund-Raising	26,413	-	26,413	38,873	-	38,873
<b>Total Expenses</b>	<b>573,901</b>	<b>-</b>	<b>573,901</b>	<b>616,662</b>	<b>-</b>	<b>616,662</b>
Change in Net Assets	46,345	572,204	618,549	(2,633)	(17,167)	(19,800)
Net Assets at Beginning of Year	6,682	119,664	126,346	9,315	136,831	146,146
Net Assets at End of Year	<b>\$ 53,027</b>	<b>\$ 691,868</b>	<b>\$ 744,895</b>	<b>\$ 6,682</b>	<b>\$ 119,664</b>	<b>\$ 126,346</b>

See Accompanying Notes to the Financial Statements

**GREEN EMPOWERMENT**  
PORTLAND, OREGON

STATEMENTS OF CASH FLOWS  
For the Years Ended December 31, 2009 and 2008

	2009	2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 618,549	\$ (19,800)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	227	226
(Increase) Decrease in:		
Prepaid Expenses	286	(7,063)
Increase (Decrease) in:		
Accounts Payable	199	(74)
Payroll Liabilities	(13,341)	(229)
Net Cash Provided (Used) by Operating Activities	605,920	(26,940)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Furniture and Equipment	(799)	-
Net Cash Provided (Used) by Financing Activities	(799)	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Note Payable	(15,000)	15,000
Net Cash Provided (Used) by Investing Activities	(15,000)	15,000
Net Increase, -Decrease in Cash	590,121	(11,940)
Cash and Cash Equivalents at Beginning of Year	148,598	160,538
Cash Cash Equivalents at End of Year	\$ 738,719	\$ 148,598
<b>SUPPLEMENTAL INFORMATION</b>		
Cash used during the year for:		
Interest	\$ -	\$ -
Income Taxes	\$ -	\$ -

See accompanying notes to financial statements

# GREEN EMPOWERMENT

## NOTES TO THE FINANCIAL STATEMENTS

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Nature of Activities

Green Empowerment (the Organization) is a public charity organized in 1997 to promote community-based renewable energy, potable water and related watershed restoration internationally to generate social and environmental progress. It is based in Portland, Oregon. Support comes from private and public entities.

#### Income Tax Status

The Organization is a nonprofit corporation exempt from income taxes under section 501(c)(3) of the Internal Revenue Code and is not a private foundation. No provision for federal income taxes is made in the accompanying financial statements, as there are no activities subject to unrelated business income tax. A provision for state filing fees is made in the accompanying financial statements.

#### Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting.

#### Financial Statement Presentation

The accompanying financial statements were prepared in accordance with the Financial Accounting Standards Board, Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-For Profit Organizations*. Under SFAS No. 117, information regarding financial position and activities are reported according to three classes of net assets (unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets) based upon the existence or absence of donor-imposed restrictions. Accordingly, the net assets and changes therein are classified and reported as follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations that limit the use of donated assets.

Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met either by actions and/or the passage of time.

Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that they be maintained permanently. Generally, donors of these assets permit the use of all or a part of the income earned on related investments for general or specific purposes. There are no Permanently Restricted Net Assets.

## GREEN EMPOWERMENT

### NOTES TO THE FINANCIAL STATEMENTS

---

#### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The accompanying financial statements were also prepared in accordance with the Financial Accounting Standards Board, Statement of Accounting Standards, No. 116 *Accounting For Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

#### Donated Material and Services

Contributions of noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or 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 values in the period received.

#### Furniture and Equipment

Acquisitions of property and equipment in excess of \$500 are capitalized. Capitalized property and equipment are recorded at cost if purchased or at fair value at the date of donation. Depreciation of furniture and equipment is calculated using the straight-line method over the estimated useful lives of the assets which range from three to seven years.

#### Functional Expense Allocation

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

#### Grants Receivable

Grants receivable represents grants that have been approved prior to year end, but remain unpaid as of year end. Conditional grants are recorded as receivable when the conditions on which they depend are substantially met. There were no grants receivable at December 31, 2009 or 2008.

#### Contributions

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Gifts of cash and other assets are reported as temporarily 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 the purpose of the 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.

#### Use of Estimates

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

**GREEN EMPOWERMENT**

**NOTES TO THE FINANCIAL STATEMENTS**

**2. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents at December 31, 2009 and 2008 (stated at cost) are summarized as follows:

	2009	2008
Checking	7,601	22,783
Money Market (Variable Interest)	731,118	125,815
Total	\$ 738,719	\$ 148,598

Financial instruments which are potentially subject to credit risk consist principally of cash equivalents and receivables. The bank balances as of December 31, 2009 and 2008 were \$125,484 and \$151,284, all of which were insured by the FDIC.

**3. FIXED ASSETS**

The changes in fixed assets are as follows:

	Balance 12/31/2008	Additions	Deletions	Balance 12/31/2009
Furniture and Equipment	\$ 10,366	\$ 799	\$ -	\$ 11,165
Accumulated Depreciation	(10,139)	(227)	-	(10,366)
Fixed Assets, Net	\$ 227			\$ 799

**GREEN EMPOWERMENT**

**NOTES TO THE FINANCIAL STATEMENTS**

**4. TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets are available for various green energy projects and are accounted for in the following funds:

	2009	2008
Am. Endow. Fund 2008	\$ -	\$ 16,400
Amgu-O School	-	400
Andina 2009 and prior	1,644	-
Andina 2010	(20)	-
Annenberg Water Filters	5,338	-
Aprotec	879	18
Beans for Streams ATDER-BL Nica	450	-
Ben Linder Memorial Fund	4,739	29,323
Blacksburg 2009	(367)	-
Bomeo Donations	40	40
Burma Fund	-	475
Caitlin Peake internship Nica/A	3,600	-
Chorro Blanco	1,430	-
Corozo Water	9,000	-
Cyclone Relief	-	112
DC Power Colaboration	5,150	-
Development Departm funds	25,000	-
EC MAP 2009	(1,137)	-
Global Giving BT	-	239
Global Giving Clean Water	355	287
Global Giving MH Power	1,539	898
Global Giving MH Power YAMOG	379	-
Global Giving Wind	1,282	1,279
Havurah Shalom	2,625	986
Individual Donations NI	475	275
Individual Donations PE	750	250
Individual Donations PH	120	35
International Foundation DESEA Water Project	10,000	-
Invidiv - Ann Down	1,295	-
Kerins and Liebner	-	4,242
Light 4 Villages Fund	104	-
Lineberger Foundation	-	1,000
Lorax Analytics	5,000	-
MAP 2009 BT	(574)	-
MAP PH 2009	(574)	-
McCragar	5,000	-
NI203B El Bote-Res Fund	-	4,872
NI300 Sumzapote	-	(3,935)
Power to the People	210	7,227
Presidio 2010	11,923	-
PSU to Nicaragua	11,885	-
	<u>\$ 107,540</u>	<u>\$ 64,423</u>
Subtotal Temporarily Restricted Net Assets	<u>\$ 107,540</u>	<u>\$ 64,423</u>



**GREEN EMPOWERMENT**

**NOTES TO THE FINANCIAL STATEMENTS**

**4. TEMPORARILY RESTRICTED NET ASSETS (continued)**

	2009	2008
<b>Subtotal page 8</b>	107,540	64,423
Q'ero project	100	-
Rain Forest Fund	-	96
Ruess - 100 Villages	-	2,065
Reuss Fund	502,396	-
SolarWorld Nicaragua - Corozo	705	-
Switzer Foundation	-	14,657
Technical Training	2,300	-
Toyota Environmental Year 3	65,000	-
University Trip	-	38,176
Water for Village Fund	243	247
WISIONS Biodigester	13,584	-
	\$ 691,868	\$ 119,664

**5. IN KIND DONATIONS**

The value of donated services included as donations in the financial statements, and the corresponding expenses, for the year ended December 31, 2009 and 2008 are as follows:

	2009	2008
Program:		
Executive Director Salary	\$ -	\$ -
Other Professional Services	-	-
Materials	15,000	-
Rent	-	-
	15,000	-
General and Administrative:		
Executive Director Salary	-	-
Other Professional Services	-	-
Materials	-	30,500
	-	30,500
Fund-Raising:		
Executive Director Salary	-	-
Other Professional Services	-	-
Materials	-	-
	-	-
	\$ 15,000	\$ 30,500

## GREEN EMPOWERMENT

### NOTES TO THE FINANCIAL STATEMENTS

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#### **6. OPERATING LEASES:**

The office space has a month-to-month rental arrangement as a sublease from Swanson, Thomas, and Coon for \$1,000 per month.

#### **7. PREPAID EXPENSES:**

Prepaid expenses include unexpired insurance premiums at December 31, 2009 and 2008, on insurance policies expiring through 2009 and 2010, respectively, and advances paid to employees at December 31, 2009 and 2008, for expenses to be incurred in 2009 and 2010, respectively. Prepaid expenses are expensed as they are used. Unexpired insurance premiums at December 31, 2009 and 2008 were \$2,260 and \$2,485, respectively. Employee advances at December 31, 2009 and 2008 were \$4,939 and \$5,000, respectively.

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**GREEN EMPOWERMENT**

SUPPLEMENTARY INFORMATION

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**GREEN EMPOWERMENT**  
**PORTLAND, OREGON**

SCHEDULE OF FUNCTIONAL EXPENSES  
For the Year Ended December 31, 2009

	<u>Program</u>	<u>General and Administrative</u>	<u>Fund- Raising</u>	<u>Total 2009</u>
Salaries and Related Expenses	\$ 155,748	\$ 19,838	\$ 18,156	\$ 193,742
Contract Services	3,937	8,579	-	12,516
Education	800	-	900	1,700
Donated Equipment	15,000	-	-	15,000
Grants and Related Expenses	252,598	-	-	252,598
Communications	3,731	-	-	3,731
Fundraising Expenses	-	-	-	-
Bank Charges	920	1,972	-	2,892
Rent Expense	12,000	-	-	12,000
Office Expenses	8,611	6	359	8,976
Postage	434	-	1,287	1,721
Auto, Travel, Parking	52,773	-	-	52,773
Computer and Information	290	-	-	290
Printing and Publications	14,315	296	573	15,184
License Fees	433	-	118	551
Depreciation	-	227	-	227
Indirect	(13,547)	8,527	5,020	-
Total Expenses	<u>\$ 508,043</u>	<u>\$ 39,445</u>	<u>\$ 26,413</u>	<u>\$ 573,901</u>

**GREEN EMPOWERMENT**  
**PORTLAND, OREGON**

SCHEDULE OF FUNCTIONAL EXPENSES  
For the Year Ended December 31, 2008

	<u>Program</u>	<u>General and Administrative</u>	<u>Fund- Raising</u>	<u>Total 2008</u>
Salaries and Related Expenses	\$ 184,393	\$ 24,438	\$ 17,409	\$ 226,240
Contract Services	8,951	7,315	-	16,266
Education	1,336	-	30	1,366
Donated Equipment	30,500	-	-	30,500
Grants and Related Expenses	268,460	-	-	268,460
Communications	3,494	-	315	3,809
Fundraising Expenses	-	-	7,978	7,978
Bank Charges	512	2,305	-	2,817
Rent Expense	12,000	-	-	12,000
Office Expenses	3,460	-	156	3,616
Postage	3,066	-	1,117	4,183
Auto, Travel, Parking	23,078	-	273	23,351
Computer and Information	407	-	-	407
Printing and Publications	9,441	-	5,742	15,183
License Fees	260	-	-	260
Depreciation	-	226	-	226
Indirect	(18,829)	12,976	5,853	-
<b>Total Expenses</b>	<b>\$ 530,529</b>	<b>\$ 47,260</b>	<b>\$ 38,873</b>	<b>\$ 616,662</b>