



CLIMATE LAND LEADERS

FINANCIAL STATEMENTS

December 31, 2025

CLIMATE LAND LEADERS

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Climate Land Leaders
Minneapolis, Minnesota

Opinion

We have audited the accompanying financial statements of Climate Land Leaders (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025 and the related statement of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Climate Land Leaders as of December 31, 2025, 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.

Basis for Opinion

We conducted our audit 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 Audits of the Financial Statements section of our report. We are required to be independent of Climate Land Leaders and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 Climate Land Leaders' 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 audits.

- 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 Climate Land Leaders' 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 Climate Land Leaders' 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.

Lewis & Mount LLC

Edina, Minnesota
April 29, 2026

CLIMATE LAND LEADERS
STATEMENT OF FINANCIAL POSITION
December 31, 2025

	2025
ASSETS	
Current assets	
Cash and equivalents	\$ 264,323
Contributions receivable	100,000
Total current assets	364,323
Total assets	\$ 364,323
LIABILITIES AND NET ASSETS	
Current liabilities	
Accounts payable	\$ 8,863
Accrued expenses	9,471
Total current liabilities	18,334
Net assets	
Net assets without donor restriction	245,989
Net assets with donor restriction	100,000
Total net assets	345,989
Total liabilities and net assets	\$ 364,323

See Accompanying Notes to Financial Statements

CLIMATE LAND LEADERS
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For The Year Ended December 31, 2025

	2025		
	Without Donor Restriction	With Donor Restriction	Total
Support and revenue			
Corporate, foundation and individual contributions	\$ 432,493	\$ 100,000	\$ 532,493
Program service revenue	4,100	-	4,100
Events	4,055	-	4,055
Interest & dividend income	3,979	-	3,979
Realized gain/(loss) on investments	(28)	-	(28)
Miscellaneous income	550	-	550
Net assets released from restriction	187,108	(187,108)	-
Total support and revenue	<u>632,257</u>	<u>(87,108)</u>	<u>545,149</u>
Expenses:			
Program services	401,310	-	401,310
General and administrative	37,681	-	37,681
Fundraising	22,753	-	22,753
Total expenses	<u>461,744</u>	<u>-</u>	<u>461,744</u>
Change in net assets	170,513	(87,108)	83,405
Net assets - beginning of year	75,476	187,108	262,584
Net assets - end of year	<u>\$ 245,989</u>	<u>\$ 100,000</u>	<u>\$ 345,989</u>

See Accompanying Notes to Financial Statements

CLIMATE LAND LEADERS
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended December 31, 2025

	2025			
	Program Services	General and Administrative	Fundraising	Total
Salaries and wages	\$ 163,564	\$ 20,446	\$ 20,446	\$ 204,456
Insurance	-	986	-	986
Contracted services	208,314	14,275	-	222,589
Advertising	461	-	-	461
Meetings	10,629	273	-	10,902
Travel	10,205	-	-	10,205
Dues & subscriptions	3,616	756	1,025	5,397
Office expense	4,521	945	1,282	6,748
Total	\$ 401,310	\$ 37,681	\$ 22,753	\$ 461,744

See Accompanying Notes to Financial Statements

CLIMATE LAND LEADERS
STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2025

	2025
Cash flows from operating activities	
Change in net assets:	\$ 83,405
Change in assets and liabilities	
Contributions receivable	(100,000)
Accounts payable	4,436
Accrued expenses	3,581
Net cash flows from operating activities	(8,578)
 Net change in cash and equivalents	 (8,578)
 Cash and equivalents - beginning of year	 272,901
 Cash and equivalents - end of year	 \$ 264,323

See Accompanying Notes to Financial Statements

CLIMATE LAND LEADERS
NOTES TO FINANCIAL STATEMENTS
December 31, 2025

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization Climate Land Leaders (the Organization) is a nonprofit Organization founded in 2022. The Organization mission is to help landowners create community and support to alleviate climate change through land stewardship and conservation.

Basis of accounting The accompanying financial statements have been prepared in accordance with Generally Accepted Accounting Principles in the United States of America and the principles of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors.

Tax status The Organization is exempt from income taxes under Internal Revenue Code Section 501(c)(3) and applicable Minnesota Statutes.

The Organization accounts for uncertainty in income taxes recognized in the financial statements annually assessing its exposure for uncertain tax positions. If required, the Organization would accrue income taxes plus a related interest and penalty as a liability. For the years presented the Organization has recorded no liability for uncertain tax positions. Tax years ending after December 31, 2022 remain open and subject to examination for both federal and state returns.

Basis of presentation Support is classified based on the presence or absence of donor restrictions and reported in the following net asset categories:

- Net assets without donor restriction represent the portion of net assets that are not subject to donor restrictions.
- Net assets with donor restriction arise from contributions that are restricted by donors for specific purposes or time periods.

Use of estimates The preparation of financial statements in conformity with Generally Accepted Accounting Principles 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 reporting period. Actual results could differ from those estimates.

CLIMATE LAND LEADERS
NOTES TO FINANCIAL STATEMENTS
December 31, 2025

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

Cash and equivalents For purposes of the financial statements, the Organization considers all highly liquid investments with an initial maturity date of three months or less to be cash equivalents.

Contributions receivable Contributions receivable represents unconditional promises to give and are due within one year. There was a \$100,000 receivable which was received in January of 2026 and is classified as a current asset at December 31, 2025.

Contributed materials Contributed materials are recorded as contributions, when received, at their estimated fair value where such value can be objectively and accurately determined.

Contributed services Contributed services are recorded as contributions, at their fair value, when the service creates or enhances a nonfinancial asset or the service requires specialized skills provided by an individual possessing those skills, and would need to be purchased if not provided by donation. A substantial number of volunteers donate significant amounts of their time to the Organization's program and supporting services. The value of this contributed time is not reflected in these statements since it does not meet the requirements of generally accepted accounting principles for recognition in the financial statements.

Contributions Contributions are recorded at their net realizable values when the donor makes an unconditional promise to give to the Organization. Donor-restricted contributions are reported as increases net assets with donor restriction. When a restriction expires, net assets are with donor restrictions are reclassified to net assets without donor restriction and reported in the statement of activity as satisfaction of donor restrictions.

Subsequent Events Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through April 29, 2026 which is the date the financial statements were available to be issued.

CLIMATE LAND LEADERS
NOTES TO FINANCIAL STATEMENTS
December 31, 2025 and 2024

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

Revenue from Contracts with Customers (Topic 606). This ASU provides a single principles-based revenue recognition model with a five-step analysis of transactions to determine when or how revenue is recognized. The core principle is that a Organization should recognize revenue to depict the transfer of promised goods or services to customer in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The Organization has analyzed the ASU and determined that no changes are necessary to conform with the standard.

Functional expenses Allocations are generally made as follows:

- Salaries by time spent on principal activities of each employee
- Employee benefits and payroll taxes according to the percentage used to allocate salaries
- All other expenses are allocated based on management estimates

2. NET ASSETS

Net assets with donor restrictions are for the following purposes at December 31:

	2025
Contributions receivable	\$ 100,000
	2025
Satisfaction of donor restrictions	\$ 187,108
Restricted grants	

CLIMATE LAND LEADERS
NOTES TO FINANCIAL STATEMENTS
December 31, 2025 and 2024

3. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organizations financial assets as of December 31, 2025, reduced by amounts not available for general use because of donor-imposed restriction within one year of the statement of financial position date.

	<u>2025</u>
Financial assets, at year end	\$ 364,323
Net assets with donor restrictions	<u>(100,000)</u>
Financial assets available, at year end	<u>\$ 264,323</u>

The Organization's financial assets available as of December 31, 2025 was \$264,323. Management of the Organization reviews cash balances and cash use on a regular basis. At December 31, 2025, the Organization had 6.9 months of financial assets available for future general operating expenditures.