

**WORLD MONUMENTS FUND, INC.
AND SUBSIDIARY**

**Consolidated Financial Statements
and
Supplementary Information
For the Year Ended
June 30, 2024**

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Independent Auditor's Report

To the Board of Trustees of
World Monuments Fund, Inc.

Opinion

We have audited the accompanying consolidated financial statements of World Monuments Fund, Inc. ("WMF") and Subsidiary (collectively, the "Organization") which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities and cash flows for the year then ended, and the related notes to the financial statements. We did not audit the financial statements of World Monuments Fund Britain (the "Subsidiary") whose financial statements reflected total assets of \$2,319,520 as of June 30, 2024 and total revenue of \$1,835,371, expenses of \$1,470,497 and other deductions totaling \$(5,835). Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Subsidiary is based solely on the report of the other auditors.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024 and the results of their activities and their 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the Organization 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 consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated 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 consolidated 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 and *Government 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 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 consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2024 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Condon O'Meara McGinty + Donnelly LLP

October 7, 2024

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

**Consolidated Statement of Financial Position
June 30, 2024**

Assets

	<u>WMF</u>	<u>Subsidiary</u>	<u>Total</u>
Current assets			
Cash and cash equivalents	\$ 2,588,135	\$ 2,135,896	\$ 4,724,031
Current portion of contributions receivable	12,822,659	-	12,822,659
Accounts receivable	481,347	172,682	654,029
Prepaid expenses	<u>197,004</u>	<u>9,873</u>	<u>206,877</u>
Total current assets	16,089,145	2,318,451	18,407,596
Investments, at fair value	54,738,709	-	54,738,709
Contributions receivable, net	3,022,641	-	3,022,641
Property and equipment, net	1,245,959	1,069	1,247,028
Security deposits	449,331	-	449,331
Right-of-use asset – operating lease	<u>4,379,561</u>	<u>-</u>	<u>4,379,561</u>
Total assets	<u>\$ 79,925,346</u>	<u>\$ 2,319,520</u>	<u>\$ 82,244,866</u>

Liabilities and Net Assets

Current liabilities			
Accounts payable and accrued expenses	\$ 1,244,592	\$ 90,575	\$ 1,335,167
Current portion of operating lease payable	<u>484,992</u>	<u>-</u>	<u>484,992</u>
Total current liabilities	1,729,584	90,575	1,820,159
Operating lease payable, net of current portion	<u>4,488,751</u>	<u>-</u>	<u>4,488,751</u>
Total liabilities	<u>6,218,335</u>	<u>90,575</u>	<u>6,308,910</u>
Net assets			
Without donor restrictions	3,078,636	732,077	3,810,713
With donor restrictions	<u>70,628,375</u>	<u>1,496,868</u>	<u>72,125,243</u>
Total net assets	<u>73,707,011</u>	<u>2,228,945</u>	<u>75,935,956</u>
Total liabilities and net assets	<u>\$ 79,925,346</u>	<u>\$ 2,319,520</u>	<u>\$ 82,244,866</u>

See notes to consolidated financial statements.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

**Consolidated Statement of Activities
Year Ended June 30, 2024**

	<u>Without Donor Restrictions</u>		<u>With Donor Restrictions</u>		<u>Total</u>		<u>Eliminating Items</u>	<u>Total All Funds</u>
	<u>WMF</u>	<u>Subsidiary</u>	<u>WMF</u>	<u>Subsidiary</u>	<u>WMF</u>	<u>Subsidiary</u>		
Support and revenue								
Contributions	\$ 2,957,212	\$ 892,302	\$ 19,496,828	\$ 929,658	\$ 20,426,486	\$ 1,821,960	\$ (421,096)	\$ 23,854,904
Special events, net of cost of direct benefits of \$380,701	1,592,049	13,411	-	-	-	13,411	-	1,605,460
Net assets released from restrictions	13,067,207	705,593	(13,067,207)	(705,593)	(13,772,800)	-	-	-
Total support and revenue	<u>17,616,468</u>	<u>1,611,306</u>	<u>6,429,621</u>	<u>224,065</u>	<u>6,653,686</u>	<u>1,835,371</u>	<u>(421,096)</u>	<u>25,460,364</u>
Expenses								
Program	13,184,530	1,154,997	-	-	-	1,154,997	(421,096)	13,918,431
Supporting activities								
General and administrative	1,658,672	89,468	-	-	-	89,468	-	1,748,140
Fund-raising	2,714,003	226,032	-	-	-	226,032	-	2,940,035
Total supporting activities	4,372,675	315,500	-	-	-	315,500	-	4,688,175
Total expenses	<u>17,557,205</u>	<u>1,470,497</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,470,497</u>	<u>(421,096)</u>	<u>18,606,606</u>
Increase before other	<u>59,263</u>	<u>140,809</u>	<u>6,429,621</u>	<u>224,065</u>	<u>6,653,686</u>	<u>364,874</u>	<u>-</u>	<u>6,853,758</u>
Other								
Investment return, net	806,904	44,160	3,242,651	-	3,242,651	44,160	-	4,093,715
Foreign currency translation (loss)	-	(1,475)	-	(4,360)	(4,360)	(5,835)	-	(5,835)
Increase in net assets	<u>866,167</u>	<u>183,494</u>	<u>9,672,272</u>	<u>219,705</u>	<u>9,891,977</u>	<u>403,199</u>	<u>-</u>	<u>10,941,658</u>
Net assets, beginning of year	<u>2,212,469</u>	<u>548,583</u>	<u>60,956,103</u>	<u>1,277,163</u>	<u>62,233,266</u>	<u>1,825,746</u>	<u>-</u>	<u>64,994,318</u>
Net assets, end of year	<u>\$ 3,078,636</u>	<u>\$ 732,077</u>	<u>\$ 70,628,375</u>	<u>\$ 1,496,868</u>	<u>\$ 72,125,243</u>	<u>\$ 2,228,945</u>	<u>\$ -</u>	<u>\$ 75,935,956</u>

See notes to consolidated financial statements.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

**Consolidated Statement of Cash Flows
June 30, 2024**

Cash flows from operating activities	
Increase in net assets	\$10,941,638
Adjustments to reconcile increase in net assets to net cash provided by operating activities	
Donated investments	(2,234,621)
Sale of donated investments	2,202,424
Perpetually restricted contributions	(6,613,009)
Depreciation	161,528
Net realized and unrealized (gain) on investments	(2,482,768)
Amortization of right-of-use asset – operating lease	385,237
Increase in assets	
Contributions receivable	945,159
Accounts receivable	84,019
Prepaid expenses	43,270
Increase (decrease) in liabilities	
Accounts payable and accrued expenses	76,571
Change in operating lease payable	<u>(429,289)</u>
Net cash provided by operating activities	<u>3,080,159</u>
Cash flows from investing activities	
Proceeds from sale of investments	49,446,858
Purchases of investments	(69,989,084)
Purchases of property and equipment	<u>(297,420)</u>
Net cash (used in) investing activities	<u>(20,839,646)</u>
Cash flows from financing activities	
Perpetually restricted contributions	<u>6,613,009</u>
Net (decrease) in cash and cash equivalents	(11,146,478)
Cash and cash equivalents, beginning of year	<u>15,870,509</u>
Cash and cash equivalents, end of year	<u>\$ 4,724,031</u>

See notes to consolidated financial statements.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements June 30, 2024

Note 1 – Nature of organization

World Monuments Fund (“WMF”) is the leading independent organization devoted to safeguarding the world’s most treasured places to enrich people’s lives and build mutual understanding across cultures and communities. The organization is headquartered in New York City with offices and affiliates in Cambodia, France, India, Peru, Portugal, Spain, and the UK. Since 1965, our global team of experts has preserved the world’s diverse cultural heritage using the highest international standards at more than 700 sites in over 100 countries. Partnering with local communities, funders, and governments, WMF draws on heritage to address some of today’s most pressing challenges: climate change, underrepresentation, imbalanced tourism, and post-crisis recovery. With a commitment to the people who bring places to life, WMF embraces the potential of the past to create a more resilient and inclusive society.

Note 2 – Summary of significant accounting policies

Financial statement presentation

These consolidated financial statements include WMF’s wholly owned subsidiary World Monuments Fund Britain (collectively the “Organization”). Intercompany accounts and transactions were eliminated in consolidation.

WMF does not include the accounts of its independent affiliated organizations. All non-controlled affiliated organizations use the World Monuments Fund name and their offices are located in France, India, Peru, Portugal and Spain.

Financial reporting

The Organization reports information regarding its financial position and activities in two classes of net assets, which are as follows:

Without donor restrictions

Net assets used to account for the general activity of the Organization.

With donor restrictions

Net assets with donor restrictions include expendable gifts and contributions received, which are restricted by the donor or pertain to future periods. When the funds are spent, they are released from their restrictions. Included in this category are net assets subject to donor-imposed restrictions to be maintained in perpetuity by the Organization.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements (continued)****June 30, 2024****Note 2 – Summary of significant accounting policies (continued)**Contributions

The Organization reports contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor stipulation expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions and endowment release for approved appropriations.

Cash equivalents

The Organization considers highly liquid assets with an original maturity of 90 days or less to be cash equivalents.

Allowance for doubtful accounts

As of June 30, 2024, WMF has provided approximately \$270,000 as an allowance for any potentially uncollectible contributions receivable. Such estimate is based on management's experience, the aging of the receivables, subsequent receipts and current economic conditions.

Investments

The investments are recorded in the consolidated financial statements at fair value. Net investment return is allocated between net assets without donor restrictions and net assets with donor restrictions. The cost of investments sold is determined on a specific identification basis.

Property and equipment

Property and equipment above a nominal value and with an estimated useful life greater than one year are recorded at cost. Furniture, fixtures and equipment are being depreciated on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are being amortized over the life of the lease or the estimated useful life of the assets, whichever is shorter.

Allocation of expenses

The costs of providing the various programs have been summarized on a functional basis in the consolidated statement of activities and the costs of the supporting activities have been summarized in note 12. Accordingly, certain costs have been allocated among the program services and supporting activities benefitted. Expenses attributable to more than one functional area are allocated based on the ratio of each functional areas' personnel costs to the total of such personnel costs.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements (continued)****June 30, 2024****Note 2 – Summary of significant accounting policies (continued)**Contributed nonfinancial assets

A number of volunteers, including members of the Board of Trustees, have donated significant amounts of their time to the Organization's program services and supporting activities. These donated services have not been recorded in the accompanying consolidated statement of activities because they do not meet the criteria for recording such services.

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 the amounts reported in the consolidated financial statements. Actual results could differ from these estimates.

Concentrations of credit risk

The Organization's financial instruments that are exposed to concentrations of credit risk consist primarily of cash, cash equivalents, investments and receivables. The Organization places its cash and cash equivalents with what it believes to be quality financial institutions. At times, certain of the Organization's cash balances exceed the FDIC insurance limit, however, the Organization has not incurred any losses in such accounts to date. Due to the level of uncertainty related to the changes in interest rates, market volatility, liquidity and credit risks, it is reasonably possible that changes in these risks could materially affect the fair value of investments reported in the consolidated statement of financial position at June 30, 2024. The Organization routinely assesses the financial strength of its cash and investment portfolio. The Organization believes that its receivables are collectible. As a consequence, the Organization believes concentrations of credit risk to be limited with respect to its cash, cash equivalents, investments and receivables.

Foreign currency translation

The consolidated financial statements are presented in U.S. dollars, which is the functional currency of WMF. On consolidation, assets and liabilities have been translated into U.S. dollars at the closing rate on June 30, 2024. Revenue and expenses have been translated into U.S. dollars at the average rate over the fiscal year.

Subsequent events

The Organization has evaluated events and transactions for potential recognition or disclosure through October 7, 2024, which is the date the consolidated financial statements were available to be issued.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)

June 30, 2024

Note 2 – Summary of significant accounting policies (continued)

Leases

The Organization follows the current lease accounting standards which establishes a right of use (“ROU”) model that requires a lessee to record an ROU asset, which represents the right to use a respective asset for the lease term, and a lease liability on the consolidated statement of financial position at the present value of the remaining future payments due under the lease. The Organization has elected to use a risk-free rate to discount its lease obligation to its net present value and to exclude leases with initial terms of 12 months or less.

Note 3 – Financial assets and liquidity resources

As of June 30, 2024, financial assets and liquidity resources available within one year of the consolidated statement of financial position date for general expenditures were as follows:

Financial assets

Cash and cash equivalents	\$ 4,724,031
Contributions receivable due within one year	12,822,659
Accounts receivable	654,029
Investments, at fair value	54,738,709
Less: Net assets with perpetual donor restrictions	<u>38,515,736</u>
Total	<u>\$ 34,423,692</u>

Note 4 – Contributions receivable

As of June 30, 2024, contributions receivable, which are reflected at their present value discounted by approximately \$585,000 at either 4% or 5%, are due as follows:

<u>Fiscal year</u>	<u>Total</u>
2025	\$12,822,659
2026	1,257,022
2027	1,139,455
2028	<u>896,038</u>
Total	16,115,174
Less: Allowance for doubtful accounts	<u>269,874</u>
Sub-total	15,845,300
Less: Current portion	<u>12,822,659</u>
Long-term portion, net	<u>\$ 3,022,641</u>

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)

June 30, 2024

Note 5 – Investments

As of June 30, 2024, the Organization's investments consisted of the following:

	<u>Cost</u>	<u>Fair Value</u>
Demand notes and money market funds	\$18,310,968	\$18,310,968
Fixed income	10,555,090	10,465,370
Mutual funds		
Fixed income	3,287,480	2,977,067
Equity	3,170,789	2,101,097
Exchange-traded funds	1,829,564	3,447,525
Common stocks	10,515,791	15,561,179
Limited partnerships and other alternative investments	<u>783,821</u>	<u>1,875,503</u>
Total	<u>\$48,453,503</u>	<u>\$54,738,709</u>

For the year ended June 30, 2024, investment return consisted of the following:

Interest and dividends	\$ 1,759,812
Foreign currency gain	2,914
Realized gain on investments	424,468
Unrealized gain on investments	2,058,300
Fees	<u>(151,779)</u>
Total	<u>\$ 4,093,715</u>

Fair value measurements

Fair value refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. The fair value hierarchy gives the highest priority to quoted prices in active markets and the lowest priority to unobservable data. Fair value measurements are required to be separately disclosed by level within the fair value hierarchy. The three levels of inputs that may be used to measure fair value are as follows:

- Level 1 – Quoted prices in active markets for identical assets.
- Level 2 – Observable inputs other than Level 1 prices, such as quoted prices of similar assets; quoted prices in markets with insufficient volume or infrequent transactions (less active markets).
- Level 3 – Unobservable inputs to the valuation methodology that are significant to the measurement of fair value of assets.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)

June 30, 2024

Note 5 – Investments (continued)

Fair value measurements (continued)

The following table summarizes the Organization's investments in the fair value hierarchy as of June 30, 2024:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Demand notes and money market funds	\$ 18,310,968	\$ 18,310,968	\$ -	\$ -
Fixed income	10,465,370	10,465,370	-	-
Mutual funds			-	-
Fixed income	2,977,067	2,977,067	-	-
Equity	2,101,097	2,101,097	-	-
Exchange-traded funds	3,447,525	3,447,525	-	-
Common stocks	15,561,179	15,561,179	-	-
Limited partnerships and other alternative investments	<u>1,875,503</u>	<u>-</u>	<u>-</u>	<u>1,875,503</u>
Total	<u>\$ 54,738,709</u>	<u>\$ 52,863,206</u>	<u>\$ -</u>	<u>\$ 1,875,503</u>

The following is a summary of changes in the fair value of the Organization's Level 3 investments for the year ended June 30, 2024:

Balance, June 30, 2023	\$ 1,972,926
Purchases and acquisitions	77,215
Sales and redemptions	(242,962)
Unrealized gain on investments	<u>68,324</u>
Balance, June 30, 2024	<u>\$ 1,875,503</u>

The Organization's limited partnerships and other alternative investments are composed of various funds with different investment objectives. These funds have restrictions on withdrawals and transferability. Depending on the fund, withdrawals require written notice to each fund ranging from 30 to 180 days prior to withdrawal, as well as certain other requirements and restrictions, such as minimum withdrawals, fees, etc. The ability of the Organization to withdraw capital from these funds is subject to the ability of these funds to withdraw capital from their underlying investments. Many underlying investments have the right to suspend the payment of redemptions under certain circumstances. Some underlying investments may also be subject to lock-ups, redemption fees, etc. As of June 30, 2024, the Organization has a remaining capital commitment of approximately \$550,000 for three limited partnerships and other alternative investments.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)
June 30, 2024

Note 6 – Property and equipment

The summary of the property and equipment as of June 30, 2024 is as follows:

	<u>WMF</u>	<u>Subsidiary</u>	<u>Total</u>
Leasehold improvements	\$ 585,743	\$ -	\$ 585,743
Furniture, fixtures and equipment	<u>1,460,427</u>	<u>6,029</u>	<u>1,466,456</u>
Sub-total	2,046,170	6,029	2,052,199
Less: Accumulated depreciation and amortization	<u>800,211</u>	<u>4,960</u>	<u>805,171</u>
Total	<u>\$1,245,959</u>	<u>\$ 1,069</u>	<u>\$1,247,028</u>

Note 7 – Operating lease liability

During August 2021, the Organization entered into a 134-month lease agreement, which commenced April 2022, for the rental of its new office space for its New York City headquarters at 600 Fifth Avenue. In connection with the lease, the Organization was granted a 14-month rent abatement. Rent expense for the 14-month abatement period is being recognized based on a pro-rata share of the total rent to be paid over the term of the lease. The Organization is required to pay an annual base rent of \$598,575 for five years once the abatement period expired, increasing to \$638,480 through the final year of the agreement. The Organization has the option to renew the lease for one additional five-year term. In connection with the lease, the Organization was required to deposit \$448,932 with the landlord as security.

For the 2024 fiscal year, rent expense totaled approximately \$554,000, which is included in occupancy in the functional expenses (note 12).

The expected future minimum annual payments required under the lease is as follows:

<u>Fiscal year</u>	<u>Amount</u>
2025	\$ 598,575
2026	598,575
2027	598,575
2028	601,900
2029	638,480
2030 and thereafter	<u>2,500,714</u>
Total	5,536,819
Less: present value discount	<u>563,076</u>
Operating lease liability	4,973,743
Less: current portion	<u>484,992</u>
Long-term portion	<u>\$ 4,488,751</u>

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)

June 30, 2024

Note 8 – Pension plan

WMF has a 403(b) plan, which covers all eligible employees. Eligible employees can contribute to the plan, not to exceed annual limits established by the Internal Revenue Service (“IRS”). In addition, WMF will make contributions of 9% of an employee’s eligible compensation. Pension expense for the 2024 fiscal year totaled \$266,923.

Note 9 – Net assets with donor restrictions

Net assets with donor restrictions consists of net assets with temporary and perpetual donor restrictions.

Net assets with temporary donor restrictions

Net assets with temporary donor restrictions are available for the following purposes at June 30, 2024:

	<u>WMF</u>	<u>Subsidiary</u>	<u>Total</u>
Programs			
Conservation Projects	\$ 30,435,097	\$ 1,496,868	\$ 31,931,965
Endowment Funds	<u>1,677,542</u>	<u>-</u>	<u>1,677,542</u>
Total	<u>\$ 32,112,639</u>	<u>\$ 1,496,868</u>	<u>\$ 33,609,507</u>

Net assets with perpetual donor restrictions

Perpetually restricted net assets of \$38,515,736 at June 30, 2024 are restricted to endowment. WMF is permitted to use, in accordance with certain donor limitations, an amount not exceeding five percent of the fair market value of the assets based on a rolling 20-quarter average. The amount expended, which is generated from the endowment investments and reflected as unrestricted, temporarily, and perpetually restricted revenue, is approved annually by the Board. For the year ended June 30, 2024, the Board approved the appropriation of \$1,082,400 which was appropriated from the perpetually restricted net assets.

Note 10 – Tax status

WMF is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the “Code”). In addition, WMF has been determined by the Internal Revenue Service to be a publicly supported organization and not a private foundation under the meaning of Section 509(a) of the Code.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

**Notes to Consolidated Financial Statements (continued)
June 30, 2024**

Note 11 – Employee retention credits

In response to the coronavirus emergency, the Coronavirus Aid, Relief and Economic Security Act and subsequent legislations provided, among other things, a refundable credit of certain of qualified wages per eligible employee for wages paid or incurred from March 13, 2020 through September 30, 2021. In connection therewith, such credits totaled approximately \$535,000 and was recorded as an accounts receivable as of June 30, 2023. During June 2024, the Organization received approximately \$198,000 and approximately \$337,000 remains outstanding as of June 30, 2024.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements (continued)****June 30, 2024****Note 13 – Endowments**

The Organization reports its restricted net assets in accordance with current accounting standards as well as New York Uniform Prudent Management of Institutional Funds Act (“NYPMIFA”) which governs how not-for-profit organizations administer and manage endowment assets.

The Organization which endowment consists of various individual funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation

The Organization follows the New York State Not-For-Profit Corporation Law (N-PCL) with respect to donor-restricted contributions. The Organization preserves the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. The Organization classifies as net assets with perpetual donor restrictions at the original value of gifts donated to the permanent endowment, the original value of subsequent gifts, and explicit to donor stipulations changes in fair value, to the permanent endowment. The remaining portion of the donor-restricted endowment fund that is not classified as net assets with perpetual donor restrictions is classified as without donor restrictions or net assets with temporary donor restrictions until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by N-PCL.

The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the funds
- (2) The purposes of the Organization and the donor-restricted endowment funds
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Organization
- (7) If appropriate and circumstances warrant, alternatives to endowment expenditures
- (8) The investment policies of the Organization

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements (continued)****June 30, 2024****Note 13 – Endowments (continued)**Funds with deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Organization to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, absent explicit donor stipulations, deficiencies of this nature would be charged to net assets without donor restrictions. At June 30, 2024, there were no funds with deficiencies.

Return objectives and risk parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets.

Strategies employed for achieving objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment return is achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places an emphasis on diversified asset managed mutual funds and equities to enhance its long-term return.

Spending policy

The Organization has a policy of spending an amount not exceeding five percent of the fair value of the assets based on a rolling 20-quarter average on an individual fund basis from its funds with perpetual donor restrictions allowable under the donor guidelines. This is consistent with the Organization's objectives to maintain the purchasing power of the endowment assets held in perpetuity as well as to provide additional growth through investment return and new gifts.

WORLD MONUMENTS FUND, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)
June 30, 2024

Note 13 – Endowments (continued)

At June 30, 2024, the endowment activity in WMF's net assets with temporarily and perpetually donor restrictions was as follows:

	Endowment- Related Temporarily Restricted	Perpetually Restricted	Total
Endowment net assets, beginning of year	\$ 1,307,640	\$ 30,373,878	\$ 31,681,518
Investment return			
Interest and dividends	170,625	711,071	881,696
Realized gain on sale of investments	116,009	338,425	454,434
Unrealized gain on investments	374,153	1,684,147	2,058,300
Fees	<u>(29,385)</u>	<u>(122,394)</u>	<u>(151,779)</u>
	631,402	2,611,249	3,242,651
Total investment return, net	-	6,613,009	6,613,009
Contributions	<u>(261,500)</u>	<u>(1,082,400)</u>	<u>(1,343,900)</u>
Endowment release for appropriations			
Increase in net assets	<u>369,902</u>	<u>8,141,858</u>	<u>8,511,760</u>
Endowment net assets, end of year	<u>\$ 1,677,542</u>	<u>\$ 38,515,736</u>	<u>\$ 40,193,278</u>
Named fund net assets at June 30, 2024:			
General Endowment Fund			\$ 7,956,193
Jewish Heritage Program Fund			1,914,776
The Sara Shallenberger Brown Fund			2,147,708
The David Davies and Jack Weeden Fund			1,245,319
The Paul Mellon Fund for Architectural Preservation in Great Britain			9,043,875
The Paul Mellon Education Fund			14,071,562
Bonnie Burnham Fellowship Fund			861,535
Florence Gould Endowment Fund			1,752,226
Suzanne Cole Kohilberg Endowment Fund			1,005,517
WMF Peru Endowment Fund			194,567
Total			<u>\$ 40,193,278</u>

**Independent Auditor’s Report on
Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on
an Audit of Financial Statements Performed in
Accordance With *Government Auditing Standards***

**CONDON
O’MEARA
McGINTY &
DONNELLY LLP**

Certified Public Accountants

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Board of Trustees
World Monuments Fund, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of World Monuments Fund, Inc. (“WMF”), which comprise the consolidated statement of financial position as of June 30, 2024 and the related consolidated statement of activities and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated October 7, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered WMF’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of WMF’s internal control. Accordingly, we do not express an opinion on the effectiveness of WMF’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether WMF's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of WMF's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering WMF's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Condon O'Meara McGinty + Donnelly LLP

October 7, 2024

**Independent Auditor’s Report on
Compliance for Each Major Program and on
Internal Control Over Compliance
Required by the Uniform Guidance**

**CONDON
O’MEARA
McGINTY &
DONNELLY LLP**

Certified Public Accountants

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Board of Trustees
World Monuments Fund, Inc.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited World Monuments Fund, Inc. (“WMF”) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of WMF’s major federal programs for the year ended June 30, 2024. WMF’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, WMF complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of WMF and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of WMF’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to WMF’s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on WMF's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about WMF's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 WMF's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of WMF's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of WMF's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Condon O'Meara McGinty + Donnelly LLP

October 7, 2024

WORLD MONUMENTS FUND, INC.

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

<u>Federal Grantor/Program Title</u>	<u>Assistance Listing Number</u>	<u>Contract Award Number</u>	<u>Total Expenditures</u>
United States Department of State:			
<u>Conservation Projects:</u>			
Historical and Traditional Hammam (Public Bath) of the Erbil Citadel	19.021	SIZ10021GR3020	\$ 64,786
Ishtar Gate & Ninmakh Temple	19.021	SIZ100-19-GR0039	257,429
Ishtar Gate Visitor Improvement Project	19.021	SIZ100-22-GR0023	60,006
Numidian Royal Mausolea of Medracen and El-Khroub, Medghassen	19.021	SAG10021GR3059	7,815
Chojiin Lama	19.022	SMG10020GR0046	26,007
Kua Ruins	19.022	STZ20020GR0045	60,733
Ukraine Damage Assessment	19.022	SUP30024GR0023	97,918
Antakya Earthquake Sites	19.025	STU15023GR0046	249,809
Batete Cathedral	19.025	SEK20019GR0010	9,091
Conservation of the Early 16th-Century Tikkayat al-Gulshani Complex in Historic Cairo	19.025	SEG30021GR3047	110,790
Hitis (Water Fountains) of the Kathamndu Valley	19.025	SNP40023GR0048	26,834
Kyiv City Teacher's House	19.025	SUP30023GR0147	243,087
Old Fourth Bay College	19.025	SAQMIP23GR0113	69,638
Phnom Bakheng	19.025	SAQMIP23GR0093	158,685
Preservation at Great Zimbabwe, Zimbabwe	19.025	SLMAQM18GR2339	98,966
Preservation at Maison Viviane Gauthier, Haiti	19.025	SHA70018GR0017	58,960
Providence Island- Liberia	19.025	SAQMIP22GR0301	90,450
Wat Chai	19.025	STH20020GR0055	145,739
Koutammakou	19.025	SAQMIP22GR0199	16,373
Kuelap Fortress	19.025	SPE50022GR0041	15,202
Preservation and Training at Aba Jifar Palace in Jimma, Ethiopia	19.040	SET10020GR0043	<u>98,079</u>
Total expenditures of federal awards			<u>\$ 1,966,397</u>

WORLD MONUMENTS FUND, INC.**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024****1. Basis of presentation**

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the activities in all the Federal programs of WMF and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirement, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of WMF, it is not intended to and does not present the financial position, changes in net assets or cash flows of WMF.

2. Indirect cost rate

WMF has elected to use the 10 percent de minimus indirect cost rate allowed under the Uniform Guidance.

WORLD MONUMENTS FUND, INC.

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

Section I – Summary of Auditor’s Results

Consolidated Financial Statements

Type of auditor’s report issued:	UNMODIFIED		
Internal control over financial reporting:			
Material weakness(es) identified?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	None Reported
Noncompliance material to financial statements noted?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	No

Federal Awards

Internal control over major programs:			
Material weakness(es) identified?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	None Reported
Type of auditor’s report issued on compliance for major programs:	UNMODIFIED		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	_____ Yes	_____ <input checked="" type="checkbox"/> _____	No

Identification of major program:

<u>A.L. Number</u>	<u>Program Name</u>
19.025	United States Department of State – Conservation Projects

Dollar threshold used to distinguish between type A
and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? _____ _____ Yes _____ No

WORLD MONUMENTS FUND, INC.

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

Section II – Financial statement findings

There were no findings for the current year.

Section III – Federal award findings and Questioned Costs

There were no findings or questioned costs for the current year.