

**21 March 2025**

**CONFERENCE OF THE PARTIES TO THE  
INTER-AMERICAN INSTITUTE  
FOR GLOBAL CHANGE RESEARCH  
Thirty-third meeting  
Asunción, Paraguay. Hybrid.  
29-30 May 2025  
Agenda item 4c**

**Auditors report**

1. This document was prepared by the IAI Directorate.
2. The Independent auditors' report is available in English only.

**Background**

3. The Independent auditors' report provides information on the IAI's financial statements, which comprise its balance sheet as of 30 June 2024, and the related statements on operations including comprehensive operations, changes in net assets and cash flows, and a brief summary of accounting policies and other explanatory notes.
4. The Report is reviewed by the Financial and Administrative Committee and its evaluation is submitted to the Executive Council for acceptance, which, in turn, submits the report to the Conference of the Parties for approval.

**Independent auditors' report**

5. The Independent auditors' report is provided as Annex 2 to this document.

**Recommendation**

6. The Conference of the Parties is invited to consider approving the draft decision contained in Annex 1 to the present document.

## **Annex I**

### **Draft decisions of the Conference of the Parties**

#### Auditors Report

Directed to the Conference of the parties.

XXXI/xx. The Conference of the Parties is invited to approve the Independent Auditors report.

**INTER-AMERICAN INSTITUTE FOR  
GLOBAL CHANGE RESEARCH - IAI**

**Independent Auditors' Report**

**Financial statements  
As of June 30, 2024 and 2023**

**INTER - AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI**

**Financial statements  
As of June 30, 2024 and 2023**

**Contents**

<b>Independent Auditors' Report</b>	<b>2</b>
<b>Balance sheets</b>	<b>4</b>
<b>Statement of operations</b>	<b>5</b>
<b>Statement of comprehensive operations</b>	<b>6</b>
<b>Statement of changes in net assets</b>	<b>7</b>
<b>Statement of cash flows</b>	<b>8</b>
<b>Notes to the financial statements</b>	<b>9</b>

## **INDEPENDENT AUDITOR'S REPORT**

To the Executive Council of  
Inter-American Institute for Global Change Research - IAI

### ***Opinion***

We have audited the financial statements of Inter-American Institute for Global Change Research - IAI (the "Institute"), which comprise the balance sheet as at June 30, 2024, and the related statements of operations and comprehensive operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Inter-American Institute for Global Change Research - IAI as of June 30, 2024 and the results of its operations and its cash flows for the year then ended in accordance with generally accepted accounting principles in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 independent of the Institute in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting principles in the United States of America, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Institute's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Institute or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institute's financial reporting process.

### ***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



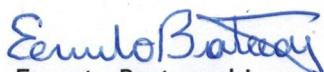
assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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.
- 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 Institute's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Institute's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Institute to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

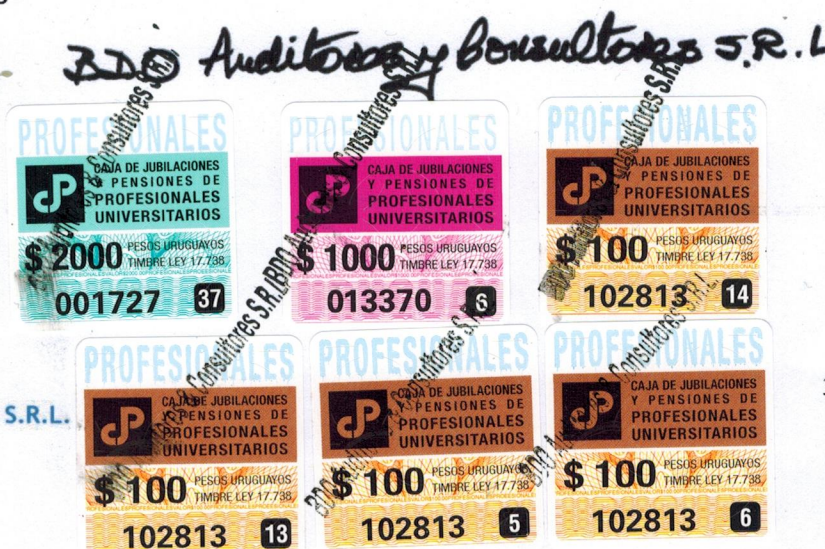
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Montevideo, April 11, 2025

  
Ernesto Bartesaghi  
Contador Público  
C.J. y P.P.U. N° 52.042

BDO Auditores y Consultores S.R.L.

BDO Consulting Ltda.



# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Balance sheets

As of June 30, 2024, and 2023

(In U.S. Dollars)

Assets				Liabilities and net assets			
	Note	30/06/2024	30/06/2023		Note	30/06/2024	30/06/2023
<b>Current</b>				<b>Current</b>			
Cash and cash equivalents	3	2.763.195	2.577.313	Accounts payable		421.646	426.002
				Advanced core budget contributions		2.286	4.414
					7	423.932	430.416
<b>Collaborative research network</b>				<b>Net assets</b>			
SGP	4.8	124.060	149.060	Temporarily restricted			
Training Institutes - 2011 grant	4.5	4.109	4.109	Unallocated research funds:			
Other accounts receivable		29.798	84.715	CRN I	4.1	66.334	66.334
		2.921.162	2.815.197	CRN III	4.6	-	162.203
				CRN IV		1.001.309	535.711
				Training Institutes - NSF	4.2	5.762	5.762
				Training Institutes - IHDP	4.2	(2.818)	(2.818)
				Special Research Funds		5.000	5.000
				Training Institute - 2008	4.3	4.633	4.633
				Training Institute - 2011	4.5	(35.872)	(35.872)
				Mac Arthur - new program	4.4	(4.794)	(4.794)
				SGP	4.8	332.539	344.539
				NKAR program		2.587	2.587
				PDS 2016	4.7	-	45.598
				PPCR		54.352	65.771
				PAGES		95.408	20.408
				EPIC		-	-
				WT		123.163	123.163
				GEO		-	-
				SISSA		73.293	194.117
				Program STEP	4.9	233.882	332.882
				Unrestricted		545.856	531.156
						2.500.634	2.396.381
<b>Non current</b>				<b>Total liabilities and net assets</b>			
Property and equipment	6	3.405	11.600			2.924.567	2.826.797
		3.405	11.600				
<b>Total assets</b>		<b>2.924.567</b>	<b>2.826.797</b>				
The notes are an integral part of the financial statements							

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Statement of operations

As of June 30, 2024, and 2023 (In U.S. Dollars)

	Note	30/06/2024	30/06/2023
<b>Revenues, gains and contributions</b>			
Temporarily restricted revenues			
Collaborative research network - CRN 4		750.000	500.000
PDS 2016		-	-
SGP			150.000
Program STEP		-	-
PPCR		-	-
PAGES		75.000	24.989
SISSA		350.000	-
EPIC		-	-
WT		-	121.942
GEO		-	-
Unrestricted revenues			
Contributions from member nations	5.1	1.202.654	1.261.252
Donated services, utilities and use of fixed assets	5.2	127.346	125.638
Overheads		69.200	71.515
<b>Total revenues, gains and contributions</b>		<b>2.574.200</b>	<b>2.255.336</b>
<b>Expenses</b>			
Core budget expenses			
Management and general expenses	8	(1.384.500)	(1.164.138)
Total core budget expenses		(1.384.500)	(1.164.138)
Research expenses			
Collaborative research network - CRN III		(162.203)	(325.678)
Collaborative research network - CRN 4		(284.402)	(144.000)
PDS 2016		(45.598)	(31.200)
SGP		(12.000)	(12.000)
Program STEP		(99.000)	(24.000)
PPCR		(11.419)	-
PAGES			(16.000)
SISSA		(470.824)	(396.257)
EPIC		-	-
WT		-	(18.007)
GEO		-	-
Total research expenses		(1.085.446)	(967.142)
<b>Total expenses</b>		<b>(2.469.946)</b>	<b>(2.131.280)</b>
Temporarily restricted net assets			
Collaborative research network - CRN III		(162.203)	(325.678)
Collaborative research network - CRN 4		465.598	356.000
PDS 2016			
SGP		(12.000)	138.000
Program STEP		(99.000)	(24.000)
PPCR		(11.419)	-
PAGES		75.000	8.989
SISSA		(120.824)	(396.257)
EPIC		-	-
WT		-	103.935
GEO		-	-
Unrestricted net assets		14.700	294.267
<b>Change in net assets for the year</b>		<b>149.852</b>	<b>155.256</b>
The notes are an integral part of the financial statements			



## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Statement of comprehensive operations As of June 30, 2024, and 2023 (In U.S. Dollars)

---

	<u>30/06/2024</u>	<u>30/06/2023</u>
Change in net assets for the year	149.852	155.256
Other comprehensive operations	-	-
Total comprehensive operations for the period	<u>149.852</u>	<u>155.256</u>

---

The notes are an integral part of the financial statements

---

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Statement of changes in net assets As of June 30, 2024, and 2023 (In U.S. Dollars)

	30/06/2024			30/06/2023		
	Temporarily restricted	Unrestricted	Total	Temporarily restricted	Unrestricted	Total
<b>Revenues, gains and contributions</b>						
Unrestricted revenues						
Contributions from member nations		1,202,654	1,202,654		1,261,252	1,261,252
Donated services		127,346	127,346		125,638	125,638
Overheads		69,200	69,200		71,515	71,515
Temporarily restricted revenues						
Collaborative research network - CRN IV	750,000		750,000	500,000		500,000
SISSA	350,000		350,000	-		-
EPIC	-		-	-		-
WT	-		-	121,942		121,942
GEO	-		-	-		-
PPCR	-		-	-		-
PAGES	75,000		75,000	24,989		24,989
Program Step	-		-	-		-
<b>Total revenues, gains and contributions</b>	<b>1,175,000</b>	<b>1,399,200</b>	<b>2,574,200</b>	<b>796,931</b>	<b>1,458,405</b>	<b>2,255,336</b>
<b>Expenses and losses</b>						
Unrestricted expenses						
Core budget		(1,384,500)	(1,384,500)		(1,164,138)	(1,164,138)
Collaborative research network - CRN III	(162,203)		(162,203)	(325,678)		(325,678)
Collaborative research network - CRN IV	(284,402)		(284,402)	(144,000)		(144,000)
SGP	(12,000)		(12,000)	(12,000)		(12,000)
PDS 2016	(45,598)		(45,598)	(31,200)		(31,200)
SISSA	(470,824)		(470,824)	(396,257)		(396,257)
PPCR	(11,419)		(11,419)	-		-
PAGES	-		-	(16,000)		(16,000)
EPIC	-		-	-		-
WT	-		-	(18,007)		(18,007)
Programa Step	(99,000)		(99,000)	(24,000)		(24,000)
<b>Total Expenses and losses</b>	<b>(1,085,446)</b>	<b>(1,384,500)</b>	<b>(2,469,946)</b>	<b>(967,142)</b>	<b>(1,164,138)</b>	<b>(2,131,280)</b>
<b>Change in net assets</b>						
Unrestricted net assets - core budget		14,700	14,700		294,267	294,267
Collaborative research network - CRN III	(162,203)		(162,203)	(325,678)	-	(325,678)
Collaborative research network - CRN IV	465,598		465,598	356,000		356,000
SGP	(12,000)		(12,000)	138,000		138,000
PDS 2016	-		-	-		-
SISSA	(120,824)		(120,824)	(396,257)		(396,257)
GEO	-		-	-		-
PPCR	(11,419)		(11,419)	-		-
PAGES	75,000		75,000	8,989		8,989
EPIC	-		-	-		-
WT	-		-	103,935		103,935
Program Step	(99,000)		(99,000)	(24,000)		(24,000)
<b>Total change in net assets</b>	<b>135,152</b>	<b>14,700</b>	<b>149,852</b>	<b>(139,011)</b>	<b>294,267</b>	<b>155,257</b>
<b>Net assets at beginning of year</b>						
Unrestricted net assets - core budget		531,156	531,156		236,889	236,889
Collaborative research network - CRN I	66,334		66,334	66,334		66,334
Collaborative research network - CRN III	162,203		162,203	487,881		487,881
Collaborative research network - CRN IV	535,711		535,711	179,711		179,711
Training Institutes - NSF	5,762		5,762	5,762		5,762
Training Institutes - IHDP	(2,818)		(2,818)	(2,818)		(2,818)
Special Research Funds	5,000		5,000	5,000		5,000
Training Institute - 2008	4,633		4,633	4,633		4,633
Training Institute - 2011	(35,872)		(35,872)	(35,872)		(35,872)
Mac Arthur - New Program	(4,794)		(4,794)	(4,794)		(4,794)
SGP	344,539		344,539	206,539		206,539
NKAR program	2,587		2,587	2,587		2,587
PDS 2016	45,598		45,598	76,798		76,798
PPCR	65,771		65,771	65,771		65,771
GEO	-		-	27,000		27,000
SISSA	194,117		194,117	590,374		590,374
WT	123,164		123,164	19,228		19,228
EPIC	-		-	55,190		55,190
PAGES	20,408		20,408	11,419		11,419
Program STEP	332,882		332,882	356,882		356,882
<b>Total net assets at beginning of year</b>	<b>1,865,225</b>	<b>531,156</b>	<b>2,396,383</b>	<b>2,117,625</b>	<b>236,889</b>	<b>2,354,515</b>
<b>Net assets at end of year</b>						
Unrestricted net assets - core budget		545,856	545,856		531,156	531,156
Collaborative research network - CRN I	66,334		66,334	66,334		66,334
Collaborative research network - CRN III	-		-	162,203		162,203
Collaborative research network - CRN IV	1,001,309		1,001,309	535,711		535,711
Training Institutes - NSF	5,762		5,762	5,762		5,762
Training Institutes - IHDP	(2,818)		(2,818)	(2,818)		(2,818)
Special Research Funds	5,000		5,000	5,000		5,000
Training Institute - 2008	4,633		4,633	4,633		4,633
Training Institute - 2011	(35,872)		(35,872)	(35,872)		(35,872)
Mac Arthur - New Program	(4,794)		(4,794)	(4,794)		(4,794)
SGP	332,539		332,539	344,539		344,539
NKAR program	2,587		2,587	2,587		2,587
PDS 2016	-		-	45,598		45,598
PPCR	54,352		54,352	65,771		65,771
GEO	-		-	-		-
SISSA	73,293		73,293	194,117		194,117
WT	123,164		123,164	123,164		123,164
EPIC	-		-	-		-
PAGES	95,408		95,408	20,408		20,408
Program STEP	233,882		233,881	332,882		332,882
<b>Total net assets at end of year</b>	<b>1,954,779</b>	<b>545,856</b>	<b>2,500,634</b>	<b>1,865,225</b>	<b>531,156</b>	<b>2,396,381</b>

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Statement of cash flows As of June 30, 2024, and 2023 (In U.S. Dollars)

	Note	30/06/2024	30/06/2023
<b>Cash flows from operating activities</b>			
Change in net assets		149.852	155.256
Adjustments to reconcile change in net assets to net cash provided by operating activities:			
Depreciation and amortization		8.195	8.748
<b>Changes in operating assets and liabilities</b>			
Training Institutes		(54.917)	-
Accounts payable		(4.356)	(27.654)
CRN III Project Advances		64.236	(113.389)
SGP		25.000	20.400
Advanced Core Budget Contributions		(2.128)	2.128
<b>Net cash (used in)/from operating activities</b>		<b>185.882</b>	<b>45.489</b>
<b>Cash flows from investing activities</b>			
Cash used to purchase/earned for selling fixed assets			
Purchase of fixed assets		-	-
<b>Net cash used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Change in cash and cash equivalents</b>		<b>185.882</b>	<b>45.489</b>
<b>Cash and cash equivalents at the beginning of year</b>		<b>2.577.313</b>	<b>2.531.824</b>
<b>Cash and cash equivalents at the end of year</b>		<b>2.763.195</b>	<b>2.577.313</b>
The notes are an integral part of the financial statements			

**Notes to the financial statements**  
**For the years ended June 30, 2024 and 2023**  
**(in U.S. Dollars)**

---

**Note 1. Organization**

**1.1 Nature of operations**

The Inter-American Institute for Global Change Research - IAI (the "Institute") is an intergovernmental organization dedicated to supporting global change research, increasing the scientific capacity of the Americas, and to providing information in a useful and timely manner to policy makers. Its primary objective is to encourage research beyond the scope of national programs by advancing comparative and focused studies based on scientific issues important to the region as a whole.

In recognition of the importance of a regional approach to the study of global change, sixteen countries of the Americas signed the Agreement establishing the IAI on May 13, 1992 in Montevideo, Uruguay. The IAI Conference of the Parties in Mexico City, Mexico, in September 1994, elected the Instituto Nacional de Pesquisas Espaciais ("INPE") in São José dos Campos - São Paulo, Brazil, as the site of the IAI Directorate. The Directorate was inaugurated on March 1, 1996. For financial reporting purposes, the Directorate became fully operational on July 1, 1996. Nineteen countries had ratified the IAI Agreement as of June 30, 2007. In February 2012, the Conference of the Parties decided to move towards a Tri-Partite structure for the IAI Directorate, including a Science Planning office in Sao Jose dos Campos, a Science-Policy Liason office in Buenos Aires, and the Integrated Operations and Finance Directorate of the IAI to be moved to Montevideo. The moving occurred in the beginning of fiscal year 2014/2015.

The IAI Director is responsible for implementing the institutional policies and programs determined by the Conference of the Parties, the governing body of the IAI. The Scientific Advisory Committee provides general direction for the development and implementation of the IAI's scientific agenda and oversees a competitive peer review system. The IAI Executive Council assists the Conference of the Parties by providing recommendations related to IAI policies and advancement. The IAI receives voluntary contributions from member countries to support the operations of the Directorate.

The scientific programs and activities are supported by contributions from IAI member countries as well as from international funding agencies and programs. These funds are used to fund short-term research programs (up to 18 months) and long-term research programs (from 2 to 5 years).

The IAI Research Programs are composed of projects selected through a competitive process that may involve two steps: 1) presentation of a pre-proposal and 2) full proposal if the pre-proposal is approved. The evaluation of the proposals includes scientific and financial reviews.

The financial support provided by the IAI to the research activities has also permitted the different research groups and institutions to increase the contribution received by obtaining additional support within their own countries or from other agencies. In the case of the CRN Program, according to the information collected from the different research groups, support for students obtained from other sources almost tripled the support received from IAI.



**Notes to the financial statements**  
**For the years ended June 30, 2024 and 2023**  
**(in U.S. Dollars)**

---

**Note 2. Presentation of financial statements and significant accounting practices**

**2.1 Presentation of financial statements**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America.

Although the IAI is based in Uruguay, it maintains its official accounting records in U.S. dollars. Most of IAI's transactions are denominated in U.S. dollars; expenses in other currencies were translated at monthly average exchange rates.

The cash and cash equivalents originated in \$ (Uruguayan pesos) were translated into U.S. dollars using the official rate of exchange as of June 30, 2024 and 2023.

The official rate of exchange as of June 30, 2024 was \$ 39.989 per US\$1.00 and \$ 37.408 per US\$1.00 as of June 30, 2023.

**2.2 Significant accounting practices**

The main accounting practices used in preparing these financial statements are as follows:

**2.2.1. Accounting classification**

Receivables and payables with maturities of more than 12 months from the balance sheet dates are considered as long-term.

**2.2.2. Cash and cash equivalents**

IAI considers all highly liquid investments purchased with maturity of three months or less to be cash equivalents.

**2.2.3. Allowance for doubtful contributions from member nations**

This allowance is calculated at an amount considered adequate by management to cover any losses arising from collection of the requested contributions.

**2.2.4. Property, plant and equipment and Intangible assets**

Consist of computer hardware and software recorded at purchase cost, including interest and other finance charges applicable. Depreciation is calculated using the straight-line method over an estimated useful life of five years for all them, with the exception of furniture, ten years.

**2.2.5. Receivables and payables**

Receivables and payables are price-level adjusted according to the exchange rates or indices and interest rates specified in the contracts in force, to reflect amounts accrued through the balance sheet date.

The revenues related to specific projects, and considered as temporarily restricted revenues, are those that have temporary restrictions imposed by the donor. These restrictions permit the use of the assets as specified in the grant agreement and are satisfied either by the passage of time or by the actions of the organization.

## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

---

#### 2.2.6. Recognition of revenues and expenses

Contributions from member countries to the Core Budget, considered as Unrestricted Revenues, are recognized when they are received. The core budget expenses are generally recognized when they are incurred.

Until June 30, 2005, the research expenses and the respective amounts payable to the Research Institutes under the CRN I grants were recognized when the research agreements between the IAI and the Research Institutes were signed.

After that, for all programs, the expenses and the respective amounts payable to the research institute were recognized when the grantee institution meets all the conditions set in the grant agreement. The transfers of funds to the grantees are recorded as advances until the expenses are duly reported and the financial report is approved.

#### 2.2.7. Income taxes

IAI is exempt from income taxes under Uruguayan tax legislation.

### 3. Cash and cash equivalents

	2024	2023
Projects	204.370	353.573
Core Budget	2.218.339	1.952.454
Other	340.486	271.286
<b>Total</b>	<b>2.763.195</b>	<b>2.577.314</b>

### 4. Scientific programs

The columns for each line item represent the cumulative values as of June of each year. The difference between both columns represents the financial activity during 2022 and 2021 fiscal years.

The projects are conducted by grantee institutions that receive the grant and assume legal and financial responsibility and accountability both for the funds awarded and for the performance of the grant-supported activity, and by a principal investigator who is the individual designated by the grantee and approved by IAI.

#### 4.1. Collaborative Research Network Program - CRN I

The National Science Foundation (NSF) and the Agencia Nacional de Promoción Científica y Tecnológica de Argentina (ANPCYT) have agreed to make awards to IAI to support the Collaborative Research Network - CRN I, a network for global change research in the Americas.

The CRN I Project started in March 1999 and the total amount of support requested for this project from the National Science Foundation - NSF was approximately US\$ 10.000.000, which would be provided over a period of 5 years. For each year, NSF has sent an amendment to confirm the correct amount that the Institute could recognize in that year.

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

This award is distributed as follows:

	2024	2023
Scientific awards	9.947.270	9.947.270
Management costs	538.400	538.400
	<b>10.485.670</b>	<b>10.485.670</b>

The IAI approved the documentation for fourteen grantee institutions until June 30, 2005 and began transferring funds to the projects in September 1999. Distributions from the NSF to IAI and transfers from the latter to the grantee institutions have been made as follows:

CRN I Unallocated Research Funds	2024	2023
Total National Science Foundation award	10.485.670	10.485.670
Cash distributed to IAI	(10.356.555)	(10.356.555)
Remaining funds that will not be received by IAI	(129.115)	(129.115)
<b>Total to be received by IAI</b>	<b>-</b>	<b>-</b>
National Science Foundation Award for research	9.947.270	9.947.270
ANPCyT Award for research	61.370	61.370
Commitments made to grantee institutions	(10.446.439)	(10.446.439)
Reduction of 9% in the approved budgets	567.359	567.359
Payments for CRN I panel	(26.976)	(26.976)
Supplemental funds transferred to management expenses	(111.319)	(111.319)
Closing of program and remaining funds reimbursed by grantees	854.718	854.718
Remaining funds sent back to NSF thru check	(26.040)	(26.040)
Dissemination Activities of the CRN I Program Results	(753.609)	(753.609)
<b>Total CRN I funds not allocated</b>	<b>66.334</b>	<b>66.334</b>

## 4.2. Training Institutes on Interdisciplinary Global Environmental Change in the Americas

On September 22, 2004 the National Science Foundation (NSF) approved a grant to support the "Training Institutes on Interdisciplinary Global Environmental Change in the Americas". The original expiration date of the grant, which totalled US\$ 330.000, was February 28, 2006.

These funds were used to support two Training Institutes, one in Paraguay, another in Jamaica, and a "Seed Grants" Program.

The first advance of funds was requested to the NSF on September 27, 2005.

On February 10, 2006 the NSF approved an extension of the expiration date, without additional funds, until February 28, 2007.

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

Funds Received from the NSF	330.000	330.000
Expenses on TI-Paraguay	(81.794)	(81.794)
Seed Grants - TI Paraguay	(45.389)	(45.389)
Expenses on TI-Jamaica	(108.274)	(108.274)
Seed Grants - TI Jamaica	(41.101)	(41.101)
Meetings related to the TIs	(48.490)	(48.490)
Remaining funds from TISG-P1	810	810
<b>Unallocated NSF Funds for TI</b>	<b>5.762</b>	<b>5.762</b>
Funds Received from IDRC	26.097	26.097
Expenses on TI-Jamaica	(11.597)	(11.597)
Expenses with Seed Grants - TI Jamaica	(14.500)	(14.500)
<b>Unallocated NSF Funds for TI</b>	<b>-</b>	<b>-</b>
<b>Expenses on TI-Paraguay (IHDP Funds)</b>	<b>(2.818)</b>	<b>(2.818)</b>
	<b>(2.818)</b>	<b>(2.818)</b>

The "Unallocated NSF Funds for TI" refers to remaining funds in the following activities - and will be used to cover future publication costs:

	<b>2024</b>	<b>2023</b>
TISG - P1	754	754
TISG - P2	3.502	3.502
TISG - P3	1.506	1.506
	<b>5.762</b>	<b>5.762</b>

### 4.3. Training Institutes to Develop Capacity in Interdisciplinary Global Environmental Change Sciences

On August 1st, 2008, the National Science Foundation approved a grant of US\$ 300.000 to support the project (GEO-0745732). This award would expire on January 31st, 2011.

The activities related to the new Training Institutes started on February 2008, but the grant covered only the expenses incurred after May, 2008.



# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

The expenses incurred before that, were covered by CRN II program funds:

Contributions received from NSF	300.000	300.000
Reversion of TI in Panamá, paid using CRN II funds	62.729	62.729
Reimburse of air tickets not used	510	510
	<b>363.239</b>	<b>363.239</b>
Training Institute - Panama	(62.729)	(62.729)
Training Institute - Honduras	(10.318)	(10.318)
Training Institute - Costa Rica	(16.063)	(16.063)
Training Institute - Natal	(67.697)	(67.697)
Training Institute - Santiago	(53.906)	(53.906)
Training Institute - Montevideo	(28.641)	(28.641)
Training Institute - Paraguay	(27.178)	(27.178)
Foro Editorial in Buenos Aires	(48.370)	(48.370)
Launch of IAI/CEP Book	(4.361)	(4.361)
Climate Conference in Montego Bay	(3.154)	(3.154)
IAI/CPTEC Internship program	(27.074)	(27.074)
Publications	(12)	(12)
	<b>(349.503)</b>	<b>(349.503)</b>
Administrative support	(8.724)	(8.724)
Translation services	(379)	(379)
<b>Remaining NSF Funds</b>	<b>4.633</b>	<b>4.633</b>

### 4.4. Mac Arthur – new program

A new Mac Arthur grant for supporting the assessment of climate change impacts on biodiversity in the tropical Andes was signed on December 22nd, 2010. The completion date would be December 31, 2013. No cost extension has been approved. New end date was December 31, 2019.

Expected payment schedule:

Initial Installment: US\$ 170.000;  
Year 2: US\$ 165.000;  
Year 3: US\$ 165.000.

	<b>2024</b>	<b>2023</b>
Contributions received from MacArthur	500.000	500.000
Project management	(16.561)	(16.561)
Part I - Climate, landuse and biodiversity - scientific coordination	(119.482)	(119.482)
Part I - Climate component - travel	(11.017)	(11.017)
Steering Committee - Meetings in Quito	(8.009)	(8.009)
Nature Serve - Meetings in Quito	(7.267)	(7.267)
Meetings and PI travels	(99.043)	(99.043)
Equipments	(1.797)	(1.797)
Subgrants	(199.548)	(199.548)
Overhead	(36.273)	(36.273)
<b>Remaining MacArthur funds</b>	<b>1.003</b>	<b>1.003</b>

**Note:** The “cash flow” of this program as of June 30, 2022 has the following composition:

## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

---

	<b>2024</b>	<b>2023</b>
Remaining Mac Arthur Funds	1.003	1.003
Advances for meetings	(5.797)	(5.797)
<b>Cash balance</b>	<b>(4.794)</b>	<b>(4.794)</b>

#### 4.5. IAI Interdisciplinary Training Program (Training Institute 2011)

On September 29, 2011 the National Science Foundation (NSF) approved a grant (GEO-1143506) to support the project "IAI Interdisciplinary Training Program".

This is a grant continuing for approximately 3 years, contingent on the availability of funds and on the scientific progress of the project.

NSF approved the full budget of US\$ 820.000

Effective: October 1<sup>st</sup>, 2011 to September 30, 2014

No cost extension has been approved. New end date was September 30, 2016

	<b>2024</b>	<b>2023</b>
Contributions received from NSF	684.712	684.712
Administrative Support	(19.262)	(19.262)
Meetings	(265.462)	(265.462)
Reported Expenses from Grantees	(435.860)	(435.860)
<b>Equity</b>	<b>(35.872)</b>	<b>(35.872)</b>
Advances to Grantees (balance)	(4.109)	(4.109)
<b>Cash on Hand</b>	<b>(39.981)</b>	<b>(39.981)</b>

## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

---

#### 4.6. Collaborative Research Network Program III (CRN III)

On March 3, 2012 the National Science Foundation (NSF) approved a grant (GEO-1128040) to support the scientific activity entitled: "3rd Collaborative Research Network – CRN3"

This is a grant continuing for approximately 4 years, contingent on the availability of funds and on the scientific progress of the project:

- NSF approved the full budget of US\$ 10.500.000;
- Effective: March 1, 2012 to February 28, 2017.

	<u>2024</u>	<u>2023</u>
Contributions received from NSF	9.463.722	9.463.722
Administrative expenses	(12.795)	(12.795)
Meetings	(1.144.898)	(982.695)
Reported Expenses - from grantees	<u>(8.306.029)</u>	<u>(8.306.029)</u>
<b>Equity</b>	<b>-</b>	<b>162.203</b>
Advances to Grantees (balance)	-	-
<b>Cash on Hand</b>	<u><b>-</b></u>	<u><b>162.203</b></u>

#### 4.7. IAI Interdisciplinary Training Program (PDS 2016)

On August 13, 2015 the National Science Foundation (NSF) approved a grant (GEO-1434450) to support the project "IAI Professional Development Seminars to develop capacity building for global environmental change science and its policy application in the Americas". On August 11, 2016 the National Science Foundation (NSF) approved additional support for the award.

This is a grant continuing for approximately 4 years, contingent on the availability of funds and on the scientific progress of the project.

NSF approved the full budget of US\$ 276.750

Effective: August 13, 2015 to July 31, 2019

	<u>2024</u>	<u>2023</u>
Contributions received from NSF	57.000	57.000
Administrative Support	59.661	59.661
Meetings	<u>(116.661)</u>	<u>(71.063)</u>
<b>Equity</b>	<b>-</b>	<b>45.598</b>

## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

---

#### 4.8. Co-funded Small Grants Program: The role of ecosystem services in adaptation to global change for human wellbeing (SGP-HW)

The program focuses on research questions that are relevant to policy makers or other stakeholders, have strong scientific interest, and address concerns for human wellbeing and livelihoods. Projects are expected to support decision-making and adaptation action in a transdisciplinary approach that promotes using, conserving, restoring, and managing ecosystems so that the natural capital is preserved, while providing important services.

	<u>2024</u>	<u>2023</u>
Contributions received from NSF	1.131.791	1.131.791
Expenses	<u>(799.251)</u>	<u>(787.251)</u>
	<b>332.539</b>	<b>344.539</b>
Advances to Grantees (balance)	(124.060)	(149.060)
<b>Cash on Hand</b>	<u><b>208.479</b></u>	<u><b>195.479</b></u>

#### 4.9 Program STEP

The Science, Technology, Policy (STEP) Fellowship Program is an innovative landmark program of the IAI to enhance human and institutional capacities in IAI member countries and to support the provision of expert scientific advice to policy makers for the development of public policy relevant to global change.

	<u>2024</u>	<u>2023</u>
Contributions received	416.500	416.500
Expenses	<u>(182.618)</u>	<u>(83.618)</u>
	<b>233.882</b>	<b>332.882</b>



# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

### 5. Core budget receivable

#### 5.1. Status of the requested contributions to the core budget from the member countries

	Due as of 30-jun-23	Contribution for FY 23/24	Paid - in 2019/2020 to be applied to:			Due as of 30-jun-24
			Arrears	Current year	Advances	
Argentina	492.957	69.000				561.957
Bolivia	85.000	5.000				90.000
Brazil	120.200	120.000		(144.000)		96.200
Canada	248.913	173.000		(137.099)		284.814
Chile	2.679	8.000		(7.128)		3.551
Colombia	33.578	13.000				46.578
Costa Rica	9.888	5.000				14.888
Cuba	95.067	5.000				100.067
Dominican Republic	120.000	5.000				125.000
Ecuador	-	5.000				5.000
Guatemala	130.000	5.000				135.000
Jamaica	95.000	5.000				100.000
Mexico	268.890	85.000				353.890
Panama	4.492	5.000		(5.000)		4.492
Paraguay	14.829	5.000		(8.558)		11.271
Peru	(4.414)	6.000			(4.973)	1.586
Uruguay	25.000	5.000				30.000
USA (*)	811.912	831.000		(898.583)		744.329
Venezuela	405.000	45.000				450.000
<b>Totals</b>	<b>2.958.991</b>	<b>1.400.000</b>	<b>-</b>	<b>(1.200.368)</b>	<b>(4.973)</b>	<b>3.158.623</b>
<b>Total Revenues:</b>	<b>(1.256.838)</b>			<b>Total Revenues:</b>		<b>(1.200.368)</b>
<b>Advanced received:</b>	<b>(4.414)</b>			<b>Advanced received:</b>		<b>(2.286)</b>
<b>Advance from last year:</b>	<b>(10.414)</b>			<b>Advance from last year:</b>		<b>(4.414)</b>
<b>Total Revenues:</b>	<b>(1.261.252)</b>			<b>Total Revenues:</b>		<b>(1.202.654)</b>

(\*) The contribution from the United States of America is paid through the National Science Foundation (NSF). Every year the NSF approves an award for the equivalent amount of the USA's voluntary contribution to the IAI. This amount remains available at the NSF and the IAI requests transfers according to its cash needs and the terms of the award.

#### 5.2. Donated services, utilities and use of fixed assets

According to Article IV of the Agreement between the República Oriental del Uruguay and the IAI concerning the headquarters of the Institute, the Uruguayan Government provides the IAI, at no cost, with the following resources:

	2024	2023
Support staff	82.343	81.191
Office	41.200	40.997
Cleaning and common expenses	3.803	3.450
	<b>127.346</b>	<b>125.638</b>

# INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

## Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

### 6. Property and equipment and Intangible assets

	Annual Depreciation Rates - %	Cost	Accumulated Depreciation	Net	Net
Capital Equipment (computer and accessories)	20	47.374	(45.752)	1.622	5.575
Software	10	19.032	(19.032)	-	-
Communication Equipments	10	4.211	(1.298)	2.913	2.913
Furniture and office equipments	10	68.125	(69.254)	(1.129)	11.863
		<b>138.742</b>	<b>(135.336)</b>	<b>3.405</b>	<b>20.350</b>

### 7. Current liabilities

Accounts payable	2024	2023
Salaries, Benefits and taxes over payroll	81.160	154.716
Suppliers	-	-
Contributions advance to Core Budget	2.286	4.414
Other payables - Belmont Forum	340.486	271.286
Expenses to be reimbursed	-	-
	<b>423.932</b>	<b>430.416</b>

### 8. Management and general expenses

	2024		2023	
	Budget	Actual	Budget	Actual
Salaries and benefits	1.256.139	1.072.460	1.029.931	872.460
Staff travel	113.450	76.415	78.580	65.876
Equipment	6.000	1.280	6.000	1.457
Dissemination	8.600	-	6.100	-
Director's funds	54.000	-	54.000	-
Others	241.811	234.345	225.389	224.345
Donated Services, utilities and use of fixed assets	-	127.346	-	125.638
	<b>1.680.000</b>	<b>1.384.500</b>	<b>1.400.000</b>	<b>1.164.138</b>

### 9. Defined contribution benefits

In the case of the foreign employees, the employment contract provides for a Retirement Plan as follows: "Retirement. The Employee's monthly contribution will be matched two-for-one by the IAI, but will be capped at fourteen (14) percent for the Employer's contribution. The maximum contribution for retirement will be twenty-one (21) percent of the monthly salary, representing the Employee's maximum contribution of seven (7) percent and IAI's maximum contribution of fourteen (14) percent."

The employment contract between the Director and the IAI is approved by the IAI Executive Council and signed by the Chairman of the Executive Council on behalf of the IAI. The employment contracts with the rest of the foreign employees are signed by the Director on behalf of the IAI. The contribution from IAI during fiscal year 2023/2024 was US\$ 89,354 (US\$ 78,170 in fiscal year 2022/2023).

## INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH - IAI

### Notes to the financial statements

For the years ended June 30, 2024 and 2023

(in U.S. Dollars)

---

#### **10. Subsequent events**

Subsequent to June 30, 2024 there have been no events or circumstances that significantly affect the financial position, results of operations and cash flows of the Institute that arise from these financial statements.