CIVIC NATION

AUDITED FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2025 AND 2024

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Independent Auditors' Report

To the Board of Directors
of **Civic Nation**

Opinion

We have audited the accompanying financial statements of **Civic Nation** (a nonprofit organization), which comprise the Statements of Financial Position as of December 31, 2025 and 2024, and the related Statements of Activities and Changes in Net Assets, Functional Expenses, and Cash Flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Civic Nation** as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Civic Nation** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of **Civic Nation**'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about **Civic Nation**'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.

Aprio, LLP

Rockville, Maryland
August 3, 2026

December 31,	**2025**	2024
Assets		
Current assets		
Cash and cash equivalents	**$ 8,390,466**	$ 15,416,727
Contributions receivable	**877,175**	1,217,233
Due from related party	**19,688**	2,344
Prepaid expenses and other assets	**67,040**	342,055
Total current assets	**9,354,369**	16,978,359
Security deposits	**10,500**	10,500
Intangible assets, net	**-**	58,562
Right-of-use asset - operating, net	**-**	109,301
Property and equipment, net	**8,756**	52,436
Total assets	**$ 9,373,625**	$ 17,209,158
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	**$ 319,722**	$ 674,118
Deferred revenue	**44,925**	-
Lease liability - operating	**-**	126,626
Total liabilities	**364,647**	800,744
Net assets		
Without donor restrictions	**4,229,852**	6,544,492
With donor restrictions	**4,779,126**	9,863,922
Total net assets	**9,008,978**	16,408,414
Total liabilities and net assets	**$ 9,373,625**	$ 17,209,158

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Statements of Activities and Changes in Net Assets

Year Ended December 31, 2025	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions	$ **1,661,680**	$ **4,251,193**	$ **5,912,873**
Donated professional services	**240,362**	**-**	**240,362**
Program service contracts	**189,118**	**-**	**189,118**
Interest income	**333,166**	**-**	**333,166**
Net assets released from restrictions	**9,335,989**	**(9,335,989)**	**-**
Total revenue and support	**11,760,315**	**(5,084,796)**	**6,675,519**
Expenses			
Program services:			
ALL IN Campus Democracy Challenge	**1,461,976**	**-**	**1,461,976**
We The Action	**1,437,742**	**-**	**1,437,742**
It's On Us	**1,368,295**	**-**	**1,368,295**
Enrollment Programs	**1,098,788**	**-**	**1,098,788**
When We All Vote	**2,790,661**	**-**	**2,790,661**
Change Collective	**1,721,802**	**-**	**1,721,802**
Total program services	**9,879,264**	**-**	**9,879,264**
Supporting activities:			
Management and general	**2,643,025**	**-**	**2,643,025**
Development	**1,552,666**	**-**	**1,552,666**
Total supporting activities	**4,195,691**	**-**	**4,195,691**
Total expenses	**14,074,955**	**-**	**14,074,955**
Change in net assets	**(2,314,640)**	**(5,084,796)**	**(7,399,436)**
Net assets, beginning of year	**6,544,492**	**9,863,922**	**16,408,414**
Net assets, end of year	$ **4,229,852**	$ **4,779,126**	$ **9,008,978**

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Year Ended December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions	$ 6,815,803	$ 21,381,693	$ 28,197,496
Donated professional services	349,394	-	349,394
Donated goods	4,063,614	-	4,063,614
Program service contracts	164,086	-	164,086
Interest income	342,505	-	342,505
Net assets released from restrictions	19,692,890	(19,692,890)	-
Total revenue and support	31,428,292	1,688,803	33,117,095
Expenses			
Program services:			
ALL IN Campus Democracy Challenge	1,196,382	-	1,196,382
We The Action	1,490,110	-	1,490,110
It's On Us	990,539	-	990,539
Enrollment Programs	1,961,747	-	1,961,747
When We All Vote	16,577,857	-	16,577,857
Change Collective	1,622,087	-	1,622,087
Total program services	23,838,722	-	23,838,722
Supporting activities:			
Management and general	1,992,820	-	1,992,820
Development	1,284,583	-	1,284,583
Total supporting activities	3,277,403	-	3,277,403
Total expenses	27,116,125	-	27,116,125
Changes in net assets from operations	4,312,167	1,688,803	6,000,970
Nonoperating gain (loss)			
Loss from disposal of inventory	(107,670)	-	(107,670)
Loss from disposal of intangible assets	(50,750)	-	(50,750)
Loss from disposal of property and equipment	(48,330)	-	(48,330)
Change in net assets from nonoperating activities	(206,750)	-	(206,750)
Change in net assets	4,105,417	1,688,803	5,794,220
Net assets, beginning of year	2,439,075	8,175,119	10,614,194
Net assets, end of year	$ 6,544,492	$ 9,863,922	$ 16,408,414

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Year Ended December 31, 2025

	Program Services							Supporting Activities			
	ALL IN Campus Democracy Challenge	We The Action	It's On Us	Enrollment Programs	When We All Vote	Change Collective	Total Program Services	Management and General	Development	Total Supporting Activities	Total
Salaries and benefits	$ 1,233,305	$ 1,217,021	$ 1,133,755	$ 618,890	$ 2,095,256	$ 1,055,648	$ 7,353,875	$ 1,508,835	$ 1,352,667	$ 2,861,502	**$ 10,215,377**
Grants	31,482	6,593	3,950	50,000	46,401	112	138,538	133,993	8,689	142,682	**281,220**
Professional services	47,615	36,331	46,168	340,824	169,693	46,915	687,546	471,903	42,483	514,386	**1,201,932**
Operating expenses	117,801	136,484	128,648	89,045	309,228	143,937	925,143	408,517	135,686	544,203	**1,469,346**
Events	11,024	3,382	16,773	-	46,709	456,558	534,446	37,298	3,506	40,804	**575,250**
Advertising	8,778	26,772	2,292	-	21,667	10,518	70,027	34,187	-	34,187	**104,214**
Cost of goods sold	-	-	236	-	-	-	236	-	-	-	**236**
Travel	11,971	11,159	36,473	29	101,707	8,114	169,453	48,292	9,635	57,927	**227,380**
Total	**$ 1,461,976**	**$ 1,437,742**	**$ 1,368,295**	**$ 1,098,788**	**$ 2,790,661**	**$ 1,721,802**	**$ 9,879,264**	**$ 2,643,025**	**$ 1,552,666**	**$ 4,195,691**	**$ 14,074,955**

Year Ended December 31, 2024

	Program Services							Supporting Activities			
	ALL IN Campus Democracy Challenge	We The Action	It's On Us	Enrollment Programs	When We All Vote	Change Collective	Total Program Services	Management and General	Development	Total Supporting Activities	Total
Salaries and benefits	$ 1,042,941	$ 1,218,525	$ 850,208	$ 1,027,432	$ 3,947,145	$ 972,193	$ 9,058,444	$ 984,727	$ 1,064,241	$ 2,048,968	$ 11,107,412
Grants	64,261	13,817	4,189	404,131	2,153,155	19	2,639,572	123,987	-	123,987	2,763,559
Professional services	15,000	28,360	20,555	293,995	464,634	57,750	880,294	806,997	85,490	892,487	1,772,781
Operating expenses	49,269	74,471	40,534	119,148	955,575	80,758	1,319,755	44,884	69,241	114,125	1,433,880
Events	-	14,408	45,061	44,081	1,294,891	501,612	1,900,053	500	47,353	47,853	1,947,906
Advertising	7,167	129,338	1,854	53,705	7,467,677	8,300	7,668,041	7,580	220	7,800	7,675,841
Cost of goods sold	-	-	-	-	6,683	-	6,683	-	-	-	6,683
Travel	17,744	11,191	28,138	19,255	288,097	1,455	365,880	24,145	18,038	42,183	408,063
Total	$ 1,196,382	$ 1,490,110	$ 990,539	$ 1,961,747	$ 16,577,857	$ 1,622,087	$ 23,838,722	$ 1,992,820	$ 1,284,583	$ 3,277,403	$ 27,116,125

Civic Nation

Statements of Cash Flows

Years Ended December 31,	**2025**	2024
Cash flows from operating activities		
Change in net assets	**$ (7,399,436)**	$ 5,794,220
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization	**101,261**	235,229
Loss from disposal of inventory	**-**	107,670
Loss from disposal of intangible assets	**-**	50,750
Loss from disposal of property and equipment	**981**	-
(Increase) decrease in:		
Contributions receivable	**340,058**	265,083
Due from related party	**(17,344)**	7,883
Inventory	**-**	14,715
Prepaid expenses and other assets	**275,015**	(240,591)
Right-of-use asset- operating	**109,301**	(109,301)
Increase (decrease) in:		
Accounts payable and accrued expenses	**(354,396)**	365,191
Deferred revenue	**44,925**	(5,225)
Lease liability- operating	**(126,626)**	126,626
Net cash provided by (used in) operating activities	**(7,026,261)**	6,612,250
Cash flows from investing activities		
Purchases of property and equipment	**-**	(13,785)
Proceeds of sale of property and equipment	**-**	48,330
Net cash provided by investing activities	**-**	34,545
Net change in cash and cash equivalents	**(7,026,261)**	6,646,795
Cash and cash equivalents, beginning of year	**15,416,727**	8,769,932
Cash and cash equivalents, end of year	**$ 8,390,466**	$ 15,416,727

The accompanying Notes to Financial Statements are an integral part of these financial statements.

1. Organization and significant accounting policies

Organization: Civic Nation ("the Organization") is a nonprofit organization that uses organizing, engagement, and public awareness to address some of the nation's most pressing challenges. The Organization works with public and private partners to inspire, educate, and activate people around the issues that are important to our country. The Organization was incorporated on March 17, 2015, in the District of Columbia and is headquartered in Washington, D.C.

Basis of accounting: The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis of presentation: Net assets and revenues are classified based on the existence or absence of donor-imposed restrictions and reported as follows:

> **Net assets without donor restrictions** – net assets that are not subject to donor-imposed stipulations.
>
> **Net assets with donor restrictions** – net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time. When a donor restriction expires, that is, when the time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without restrictions and are reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions.

Cash and cash equivalents: For financial statement purposes, the Organization considers all highly liquid debt instruments purchased with original maturities of ninety days or less to be cash equivalents. The Organization maintains cash balances at one commercial bank, and these balances can exceed the FDIC insured deposit limit of $250,000 per financial institution. At December 31, 2025 and 2024, the Organization's cash balances held at the commercial bank exceeded the insured limits by approximately $8,108,000 and $14,850,000, respectively. The Organization has not experienced any losses through the date when the financial statements were available to be issued.

Contributions receivable: A receivable is recorded in the financial statements at the time an unconditional pledge is made or received. An allowance for doubtful accounts is allocated on an account-by-account basis, if necessary. All amounts are considered collectible for the years ended December 31, 2025 and 2024. Contributions expected to be collected in future years are recorded at the present value of their estimated future cash flows. Contributions receivable for the years ended December 31, 2025 and 2024 include pledges which are restricted as to purpose, as well as pledges without other restrictions, and are expected to be collected within the next year. No allowance for doubtful accounts was deemed necessary for the years ended December 31, 2025 and 2024.

Due from related party: The Organization is reimbursed for payments made on behalf of a related organization. Amounts receivable are reflected on the Statements of Financial Position, net of allowances for credit losses. The allowance for credit losses is determined based on an annual review of account balances, including the age of the balance and the historical experience with the customer. The allowances are adjusted based on these reviews, and a loss is recorded at the time the allowance is adjusted. There was no allowance for credit losses for the years ended December 31, 2025 and 2024.

Intangible assets: Intangible assets purchased are recorded at the cost of purchase. Separately identifiable intangible assets acquired during an acquisition are recorded at the estimated fair value. All intangible assets are amortized over their estimated useful life. Amortization expense for both the years ended December 31, 2025 and 2024 was $58,562, and is included as a component of operating expenses on the Statements of Functional Expenses.

Leases: Leases are classified as operating leases at the lease commencement date. The Organization records leases on the Statements of Financial Position in the form of a lease liability for the present value of future minimum payments under the lease terms and right-of-use asset equal to the lease liability and any impairment of the right-of-use asset. The risk-free rate used in determining the lease liability is based on the average daily Treasury par yield curve for two years as of the date of commencement or renewal. The Organization does not record leases on the Statements of Financial Position that are classified as short term (less than one year) or that are deemed insignificant.

At lease inception, the Organization determines the lease term by considering the minimum lease term and all option renewals that the Organization is reasonably certain to renew. The lease term is also used to calculate straight-line rent expense.

Operating lease expense consists of a single lease cost allocated over the remaining lease term on a straight-line basis and any impairment of the right-of-use asset. Lease expenses are included in operating expenses on the Statements of Functional Expenses.

Property and equipment: Acquisitions or donations of furniture, equipment, automobiles, computer hardware and software are recorded at cost when purchased and fair value when donated and depreciated using the straight-line method over estimated useful lives of three to seven years. All acquisitions greater than $2,500 with expected lives greater than one year are capitalized. Depreciation expense for the years ended December 31, 2025 and 2024 was $42,699 and $176,666, respectively, and is included as a component of operating expenses on the accompanying Statements of Functional Expenses.

The Organization capitalizes website development costs that relate to infrastructure and graphics development as well as upgrades and enhancements that increase functionality. Costs for planning, content input, and operating the website are expensed as incurred. Website development costs are depreciated on a straight-line basis over a period of three to five years once the website is placed in service.

Long-lived assets and impairment: The Organization periodically evaluates the carrying value of long-lived assets, including, but not limited to, intangible assets and property and equipment, when events and circumstances warrant such a review. The carrying value of a long-lived asset is considered impaired when the anticipated undiscounted cash flows from such an asset are separately identifiable and are less than its carrying value. In that event, a loss is recognized to the extent that the carrying value exceeds the fair value of the long-lived asset. During 2024, management determined that intangible assets and certain property and equipment related to the End Rape on Campus Program were fully impaired and a loss of $99,080 was recognized on the Statements of Activities and Changes in Net Assets. See footnote 3 for additional disclosures for the intangible asset.

Revenue recognition: The Organization recognizes program revenue in accordance with Accounting Standards Codification Topic 606, *Revenue from Contracts with Customers* ("ASC 606"). The standard outlines a five-step model whereby revenue is recognized as performance obligations within a contract are satisfied. The five-step model is outlined below:

Step 1: Identify the contract(s) with a customer.
Step 2: Identify the performance obligations in the contract.
Step 3: Determine the transaction price.
Step 4: Allocate the transaction price to the performance obligations in the contract.
Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation.

Program revenue: Program revenue consists of program service contracts and shop sales, and is recognized as follows:

Program service contracts – Program service contracts consist of multiple promised services which can include consultation, sponsorship opportunities, onsite and virtual training, access to events and resources, and strategic development services. In all cases, the Organization assesses if the multiple promises should be accounted for as separate performance obligations or combined into a single performance obligation. The Organization generally separates multiple promises in a contract as separate performance obligations if those promises are distinct, both individually and in the context of the contract. If multiple promises are highly interrelated or comprise a series of distinct services performed over time, they are combined and accounted for as a single performance obligation.

Contract prices are fixed and are allocated to performance obligations in the proportion of their respective standalone selling prices or best estimate thereof.

The Organization recognizes revenue on some of the performance obligations within each contract over time on a straight-line basis if there is continuous transfer of control to the customer over the duration of the contract as the Organization performs promised services. The Organization recognizes revenue at a point in time if promised services are transferred to the customer at a point in time or a very short period time for services such as onsite training, events, and other services.

Shop sales – The Organization sells merchandise online and at events. Prices are fixed and represent the single obligation to transfer a product and its benefits to a customer. Revenue for shop sales are recognized at the time a sale occurs.

During the years ended December 31, 2025 and 2024, revenue was recognized at the point in time when promised goods or services were delivered to the customer.

Contract balances: Contract balances include deferred revenue that represents amounts billed and collected in advance of performance under program service contracts. Deferred revenue balances on December 31, 2025, December 31, 2024, and January 1, 2024, were $44,925, $0, and $5,225, respectively.

Contributions: Contributions are recognized as revenue when they are received, unconditionally promised, or as stipulated conditions are satisfied. The Organization reports such gifts as restricted support and revenues if they are subject to time or donor-imposed restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions when a stipulated time restriction ends, purpose restriction is accomplished, or both. The Organization occasionally receives contributions that are restricted to a program, but do not have specific reporting requirements, and are not time restricted. In these instances, the Organization's policy is to treat these as unrestricted contributions. The Organization believes that it has sufficient expenditures in the programs that these contributions are received to release the restriction in the year the contribution is received.

Donated professional services: Donated professional services represent the fair market value of professional services received by the Organization and are recognized as in-kind contribution revenue. Donated professional services are recognized only if the services a) create or enhance non-financial assets or b) require specialized skills, are performed by individuals possessing those skills, and would otherwise have been purchased by the Organization. The fair value of such services is estimated according to quotes and estimates of services rendered provided by contributing vendors. Substantially all donated professional services received during the years ending December 31, 2025 and 2024 were related to 1) production of a public service announcement and 2) programmatic campaign consulting. There were no donor-imposed restrictions associated with the contributed professional services during the years ended December 31, 2025 and 2024.

The Organization recognized in-kind contribution revenue within donated professional services and donated goods and the related expense in the accompanying Statements of Activities and Changes in Net Assets and Statements of Functional Expense, respectively, for the years ended December 31, 2025 and 2024 as follows:

Category		2025		2024
Pro bono legal servies	**$**	**240,362**	$	349,394
Production of public service announcements and related marketing services		**-**		4,063,614
Total donated professional services and goods	**$**	**240,362**	$	4,413,008

Functional allocation of expenses: The costs of providing various programs and activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Accordingly, certain costs, detailed in the Statements of Functional Expenses, have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

The following categories of expenses included allocations:

Expenses	Method of Allocation
Salaries and benefits	Estimated time and effort
Grants	Direct identification
Professional services	Estimated time and effort
Operating expenses	Direct identification
Events	Estimated time and effort
Advertising	Direct identification
Cost of goods sold	Direct identification
Travel	Direct identification

Advertising: Advertising expenses are expensed as incurred and totaled $104,214 and $7,675,841 for the years ended December 31, 2025 and 2024, respectively.

Program services: Program services consist of research grants, publications and educational events on educational policies and public policy issues arising in these areas:

ALL IN Campus Democracy Challenge – The ALL IN Campus Democracy Challenge helps to support and organize postsecondary campuses committed to improving democratic engagement, increasing student voter participation rates, and graduating students with a lifelong commitment to being informed and active citizens.

We The Action – Through the use of an online platform, We the Action aims to connect partner nonprofit organizations and volunteer lawyers to provide pro bono legal support services.

It's On Us – The It's On Us Campaign exists to raise awareness and mobilize college campuses to end sexual assault through education, intervention, and creating environments to support survivors of sexual assault.

Enrollment Programs – The Organization has endeavored to maintain consistent collaborations with its community partner organizations as it supports the launch of national public education campaigns to mobilize a broad coalition of trusted messengers and help communities learn about and benefit from various government programs that they have access to. Enrollment Programs included the following programs:

Online for All – Online for All is a national campaign working to close the digital divide by focusing on internet access, affordability, and equity for students, families, and all Americans.

SAVE on Student Debt – SAVE on Student Debt is a campaign to help borrowers save money on their student loan payments by enrolling in the U.S. Department of Education's income-driven repayment plan – the Saving on a Valuable Education (SAVE) plan. The Organization's SAVE program is a partnership between the U.S. Department of Education, UnidosUS, Rise, Student Debt Crisis Center, Young Invincibles, National Urban League and the NAACP.

Clean Energy – SAVE on Clean Energy is a national coalition to help Americans learn about and benefit from the clean energy incentives created by the Inflation Reduction Act (IRA). SAVE on Clean Energy brings together a diverse coalition of over 150 partners to spread awareness and build support for clean energy programs. Our partners include everyone from national nonprofits and local community groups to companies, local governments, elected leaders, schools, fait communities, and more.

When We All Vote – When We all Vote aims to change the culture around voting and to increase participation in each and every election by helping to close the race and age gap. Two of its key programs are My School Votes which works with students and schools to build student-led voter registration clubs in high schools across the country and Party at the Polls which boosts voter participation through community-driven early voting events.

Change Collective – The Change Collective is a dynamic leadership community created to train, connect and elevate local changemakers and emerging leaders in communities empowering them with the skills, tools and capacity to bring people together, bridge divides, and solve problems at the community level across the country. Local cohorts are composed of leaders representing a range of identities, backgrounds, vocations and ideologies. These cohorts are in Detroit, Michigan; Chicago, Illinois; Jackson, Mississippi; San Antonio, Texas; and, Memphis, Tennessee.

Income taxes: The Internal Revenue Service has recognized the Organization as a Section 501(c)(3) not-for-profit corporation exempt from federal income taxes as provided in the Internal Revenue Code. The Organization is classified as a public charity.

Uncertainty in income taxes: The Organization evaluates uncertainty in income tax positions based on a more-likely-than-not recognition standard. If that threshold is met, the tax position is then measured at the largest amount that is greater than 50% likely of being realized upon ultimate settlement. As of December 31, 2025 and 2024, there are no accruals for uncertain tax positions. If applicable, the Organization records interest and penalties as a component of income tax expense. Tax years from 2022 through the current year remain open for examination by federal, state and local jurisdictions.

Use of accounting 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent events: Management has evaluated subsequent events for disclosure in these financial statements through August 3, 2026, which is the date the financial statements were available to be issued. See Footnote 11.

2. Liquidity and availability of resources

The Organization regularly monitors liquidity required to meet its operating needs and other commitments. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing mission as well as the conduct of services undertaken to support those activities to be general expenditures.

The Organization is substantially supported by contributions with and without donor restrictions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Board of Directors approves an annual operating budget.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the Statements of Financial Position dated for the years ended December 31, 2025 and 2024 comprise the following:

	2025	2024
Cash and cash equivalents	**$ 8,390,466**	$ 15,416,727
Contributions receivable	**896,570**	1,217,233
Due from related party	**293**	2,344
Total financial assets	**9,287,329**	16,636,304
Less: Net assets with donor restrictions	**(4,779,126)**	(9,863,922)
Total financial assets available to use for general expenditures within one year	**$ 4,508,203**	$ 6,772,382

3. Intangible assets

Intangible assets consisted of the following as of December 31:

		2025		2024
WWAV donor list	**$**	**292,811**	$	292,811
Less: Accumulated amortization		**(292,811)**		(234,249)
Intangible assets, net	**$**	**-**	$	58,562

WWAV donor list: Upon acquisition of When We All Vote ("WWAV") during 2020, the Organization obtained WWAV's donor list. The donor list was determined to be a separately identifiable intangible asset in the acquisition and was therefore recognized by the Organization at estimated fair value on the acquisition date. Estimated fair value of the donor list was determined using the cost-to-reconstruct approach, as relevant historical financial information was readily available from the records of WWAV. Costs in the valuation model were fundraising costs incurred by WWAV from its inception in 2018 to acquisition during 2021, as donor lists are direct results of fundraising activities by not-for-profit organizations. The Organization anticipates most future value from the list to arise from the use of large volumes of individual donor contact information. As a result, fundraising costs in the valuation model were prorated to reflect estimated costs to reconstruct a similar list of individual donors. The donor list is being amortized on a straight-line basis over an estimated useful life of 5 years which started January 1, 2021.

4. Property and equipment

A summary of property and equipment at December 31 is as follows:

		2025		2024
Website development costs	**$**	**777,737**	$	777,737
Technology fixed assets		**154,604**		156,604
Furniture and equipment		**50,050**		50,050
		982,391		984,391
Less: Accumulated depreciation		**(973,635)**		(931,955)
Property and equipment, net	**$**	**8,756**	$	52,436

5. Net assets with donor restrictions

Net assets with donor restrictions activity and ending balances for the year ended December 31, 2025 were as follows:

	January 1, 2025	Donor Directed Transfers	Contributions	Released from Restrictions	December 31, 2025
ALL IN Campus Democracy Challenge	$ 395,179	$ 258,440	$ 1,266,617	$ (1,449,562)	$ 470,674
It's On Us	1,211,473	-	355,230	(1,446,391)	120,312
When We All Vote	6,291,430	(175,095)	603,426	(2,946,621)	3,773,140
We the Action	-	250,000	1,208,420	(1,258,420)	200,000
Change Collective	677,374	-	567,500	(1,104,874)	140,000
SAVE	751,945	(258,440)	175,000	(668,505)	-
Clean Energy	536,521	(74,905)	-	(461,616)	-
Time restriction	-	-	75,000	-	75,000
Total	$ 9,863,922	$ -	$ 4,251,193	$ (9,335,989)	$ 4,779,126

Net assets with donor restrictions activity and ending balances for the year ended December 31, 2024 were as follows:

	January 1, 2024	Donor Directed Transfers	Contributions	Released from Restrictions	December 31, 2024
ALL IN Campus Democracy Challenge	$ 410,036	$ 100,000	$ 1,081,526	$ (1,196,383)	$ 395,179
End Rape on Campus	75,000	-	-	(75,000)	-
It's On Us	725,000	100,000	1,377,013	(990,540)	1,211,473
When We All Vote	2,924,355	60,218	10,403,000	(7,096,143)	6,291,430
My School Votes	-	-	75,000	(75,000)	-
Party at the Polls	-	-	5,340,000	(5,340,000)	-
We the Action	221,999	100,000	397,994	(719,993)	-
Change Collective	949,460	100,000	1,250,000	(1,622,086)	677,374
SAVE	1,106,769	-	445,000	(799,824)	751,945
Clean Energy	-	150,000	1,000,000	(613,479)	536,521
Enrollment & Democracy	1,050,000	(610,218)	-	(439,782)	-
Time restriction	712,500	-	12,160	(724,660)	-
Total	$ 8,175,119	$ -	$ 21,381,693	$ (19,692,890)	$ 9,863,922

6. Concentrations

For the years ended December 31, 2025 and 2024, one donor accounted for 17% and 18% of all contributions recognized, respectively. For the years ended December 31, 2025 and 2024, 4 and 2 donors accounted for 67% and 84% of contributions receivable, respectively.

7. Office lease

In September 2023, the Organization entered into an office lease in Washington, D.C. The 24-month lease term began on January 1, 2024 and ends December 31, 2025 with an option to extend for one additional period of two or four years. The Organization renewed the lease on a month-to-month basis through March 2026. Under the terms of the agreement, the Organization received a $25,000 tenant allowance and a security deposit of $10,500. Base rent was due monthly based on a monthly rent schedule as provided in the lease.

The weighted average discount rate applied to calculate lease liabilities as of December 31, 2025 and 2024 was 4.33% for both years. The weighted average remaining lease term is 0 years and 1 year as of December 31, 2025 and 2024, respectively. Total operating lease cost was $109,301 and $104,120 for the years ended December 31, 2025 and 2024, respectively, and is included with operating expenses on the Statements of Functional Expenses. Total cash flows from operating leases was $129,150 and $94,500 for the years ended December 31, 2025 and 2024, respectively.

8. Employee benefits

The Organization sponsors a salary reduction contribution plan pursuant to Section 401(k) of the Internal Revenue Code, covering substantially all employees. Under the plan, employees may voluntarily contribute earnings to the plan, up to the maximum contribution allowed by the IRS. During the years ended December 31, 2025 and 2024, the Organization made contributions of $197,888 and $183,668, respectively.

9. Related party – Civic Nation Action

The Organization shares expenses with Civic Nation Action (“CNA”), which is an exempt organization under Section 501(c)(4) of the IRC. CNA was founded on February 10, 2021. Shared expenses include employee compensation and operating expenses. CNA and the Organization have the authority to appoint their own respective boards of directors.

The following is a summary of transactions between the two organizations for the years ended December 31:

	2025	**2024**
Due from CNA - beginning of year	**$ 2,344**	$ 10,227
Expenses paid by CN on behalf of Civic Nation Action	**79,753**	55,559
Cash payments from CNA	**(81,804)**	(63,442)
Due from CNA - end of year	**$ 293**	$ 2,344

During 2024, updates were made to the shared services agreement between the Organization and CNA where CNA transferred $15,000 to the Organization to cover future expenses that are paid for by the Organization on behalf of CNA. This balance is included in accounts payable and accrued expenses on the accompanying Statements of Financial Position.

10. Related party – Obama Foundation

The Organization partnered with The Obama Foundation (the “Foundation”) in September 2025 to co-host a joint event to celebrate the legacy and impact of the Congressional Black Caucus, bringing together 300 partners, supporters, and friends for an evening of connection and inspiration. The Organization has an outstanding receivable of over $19,000 from the Foundation, which shares key decision makers in leadership positions with the Organization. The outstanding receivable is included in due from related party on the accompanying Statements of Financial Position for the year ended December 31, 2025. There was no such receivable outstanding for the year ended December 31, 2024.

11. Subsequent event – related party lease

On March 19, 2026, the Organization entered into an Office Sublease Agreement (the "Sublease") with The Obama Foundation (the "Sublessor"). Pursuant to the Sublease, the Organization subleases a portion of the office premises in Washington, DC. The Sublease was entered into after the balance sheet date and prior to the issuance of these financial statements. The Sublessor is a related party of the Organization because a member of governance holds a leadership position at the Sublessor and this dual role existed when the Sublease was negotiated and executed. Management believes the terms of the Sublease are consistent with those available in an arm's-length transaction with an unrelated third party; however, management did not obtain an independent valuation to confirm this assessment, and there is no assurance that the terms would be the same if the parties were unrelated.

The initial term commences on April 1, 2026 and expires on March 31, 2028. The Organization has two consecutive options to renew the Sublease, each for an additional two-year period, which would extend the term through March 31, 2032, the date on which the Sublessor's underlying master lease terminates. If neither renewal option is exercised, the Sublease will automatically convert to a month-to-month tenancy, terminable by either party upon 90 days' written notice, but in no event extending beyond March 31, 2032. Annual base rent is $180,000 for the first year of the initial term and $186,300 for the second year, payable in equal monthly installments of $15,000 and $15,525, respectively. Rent escalates at 3.5% per year for each successive year if renewal options are exercised. The Organization has no obligation to pay its proportionate share of increases in operating costs or real estate taxes under the Sublessor's master lease.

Total undiscounted minimum lease payments over the non-cancelable initial term are $366,300. The Organization will account for this arrangement as an operating lease under Accounting Standards Codification Topic 842, *Leases*, and will recognize a right-of-use asset and a corresponding operating lease liability upon commencement of the lease term on April 1, 2026. The right-of-use asset and lease liability will be measured by discounting the future minimum lease payments using the Organization's incremental borrowing rate as of the commencement date.