

Young Voices

Financial Statements
and Independent Auditor's Report

May 31, 2026 and 2025

Young Voices

Financial Statements
May 31, 2026 and 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Young Voices

Opinion

We have audited the accompanying financial statements of Young Voices, which comprise the statements of financial position as of May 31, 2026 and 2025; the related statements of activities, 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 Young Voices as of May 31, 2026 and 2025, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Young Voices 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.

Responsibilities of Management for the Financial Statements (continued)

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 Young Voices' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements 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 Young Voices' 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 Young Voices' ability to continue as a going concern for a reasonable period of time.

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

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.

Handwritten signature of Rogers & Company PLLC in black ink.

McLean, Virginia
October 5, 2026

Young Voices

Statements of Financial Position May 31, 2026 and 2025

	2026	2025
Assets		
Cash and cash equivalents	\$ 1,832,392	\$ 1,326,866
Accounts receivable	-	1,700
Contributions receivable	112,700	68,500
Security deposits	16,257	12,821
Total assets	<u>\$ 1,961,349</u>	<u>\$ 1,409,887</u>
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	<u>\$ 12,314</u>	<u>\$ 20,002</u>
Total liabilities	<u>12,314</u>	<u>20,002</u>
Net Assets		
Without donor restrictions	1,836,335	1,232,379
With donor restrictions	<u>112,700</u>	<u>157,506</u>
Total net assets	<u>1,949,035</u>	<u>1,389,885</u>
Total liabilities and net assets	<u>\$ 1,961,349</u>	<u>\$ 1,409,887</u>

See accompanying notes.

Young Voices

Statement of Activities For the Year Ended May 31, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support			
Contributions:			
Corporations	\$ 834,856	\$ 175,000	\$ 1,009,856
Foundations	391,840	105,700	497,540
Individuals	60,173	16,019	76,192
Nonprofits	263,072	64,018	327,090
DAF – Individuals	483,354	-	483,354
DAF – Foundations	350,000	5,000	355,000
Investment income	49,913	-	49,913
In-kind contributions	34,817	-	34,817
Other income	5,169	-	5,169
Released from restrictions	410,543	(410,543)	-
Total revenue and support	<u>2,883,737</u>	<u>(44,806)</u>	<u>2,838,931</u>
Expenses			
Program services	1,660,168	-	1,660,168
Supporting services:			
Management and general	151,066	-	151,066
Fundraising	468,547	-	468,547
Total supporting services	<u>619,613</u>	<u>-</u>	<u>619,613</u>
Total expenses	<u>2,279,781</u>	<u>-</u>	<u>2,279,781</u>
Change in Net Assets	603,956	(44,806)	559,150
Net Assets, beginning of year	<u>1,232,379</u>	<u>157,506</u>	<u>1,389,885</u>
Net Assets, end of year	<u><u>\$ 1,836,335</u></u>	<u><u>\$ 112,700</u></u>	<u><u>\$ 1,949,035</u></u>

See accompanying notes.

Young Voices

Statement of Activities For the Year Ended May 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support			
Contributions:			
Corporations	\$ 864,000	\$ 46,327	\$ 910,327
Foundations	357,950	120,000	477,950
Individuals	53,405	28,757	82,162
Nonprofits	55,999	30,000	85,999
DAF – Individuals	360,320	15,000	375,320
DAF – Foundations	160,000	53,000	213,000
Investment income	39,767	-	39,767
In-kind contributions	122,288	-	122,288
Other income	4,295	-	4,295
Released from restrictions	306,578	(306,578)	-
	<u>2,324,602</u>	<u>(13,494)</u>	<u>2,311,108</u>
Expenses			
Program services	1,667,907	-	1,667,907
Supporting services:			
Management and general	137,784	-	137,784
Fundraising	348,158	-	348,158
	<u>485,942</u>	<u>-</u>	<u>485,942</u>
Total supporting services	<u>485,942</u>	<u>-</u>	<u>485,942</u>
Total expenses	<u>2,153,849</u>	<u>-</u>	<u>2,153,849</u>
Change in Net Assets	170,753	(13,494)	157,259
Net Assets, beginning of year	<u>1,061,626</u>	<u>171,000</u>	<u>1,232,626</u>
Net Assets, end of year	<u><u>\$ 1,232,379</u></u>	<u><u>\$ 157,506</u></u>	<u><u>\$ 1,389,885</u></u>

See accompanying notes.

Young Voices

Statement of Functional Expenses For the Year Ended May 31, 2026

	Program Services	Supporting Services			Total
		Management and General	Fundraising	Total Supporting Services	
Salaries	\$ 776,387	\$ 77,500	\$ 272,463	\$ 349,963	\$ 1,126,350
Employee benefits	76,792	3,498	17,750	21,248	98,040
Payroll taxes	70,719	7,657	23,382	31,039	101,758
Meetings	96,660	-	10,505	10,505	107,165
Office expenses	5,799	3,274	6,604	9,878	15,677
Other services	295,107	-	-	-	295,107
Travel	165,876	-	28,681	28,681	194,557
Website subscriptions	62,065	23,525	30,587	54,112	116,177
Finance	-	29,557	-	29,557	29,557
Insurance	2,292	1,507	922	2,429	4,721
In-kind contributions	34,817	-	-	-	34,817
Advertising	15,656	-	6,995	6,995	22,651
Fundraising	-	-	70,658	70,658	70,658
Rent	57,998	-	-	-	57,998
Legal	-	4,548	-	4,548	4,548
Total Expenses	\$ 1,660,168	\$ 151,066	\$ 468,547	\$ 619,613	\$ 2,279,781

See accompanying notes.

Young Voices

Statement of Functional Expenses For the Year Ended May 31, 2025

	Program Services	Supporting Services			Total
		Management and General	Fundraising	Total Supporting Services	
Salaries	\$ 690,649	\$ 70,905	\$ 193,797	\$ 264,702	\$ 955,351
Employee benefits	77,728	3,563	10,195	13,758	91,486
Payroll taxes	60,913	6,952	16,578	23,530	84,443
Awards	6,000	-	-	-	6,000
Meetings	122,498	-	16,250	16,250	138,748
Office expenses	5,863	4,513	1,697	6,210	12,073
Other services	266,210	-	-	-	266,210
Travel	191,818	-	19,106	19,106	210,924
Website subscriptions	61,477	21,794	28,753	50,547	112,024
Finance	-	28,278	-	28,278	28,278
Insurance	2,141	1,779	727	2,506	4,647
In-kind contributions	122,288	-	-	-	122,288
Advertising	8,153	-	1,347	1,347	9,500
Fundraising	-	-	59,708	59,708	59,708
Rent	52,169	-	-	-	52,169
Total Expenses	\$ 1,667,907	\$ 137,784	\$ 348,158	\$ 485,942	\$ 2,153,849

See accompanying notes.

Young Voices

Statements of Cash Flows For the Years Ended May 31, 2026 and 2025

	2026	2025
Cash Flows from Operating Activities		
Change in net assets	\$ 559,150	\$ 157,259
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Change in operating assets and liabilities:		
Decrease (increase) in:		
Accounts receivable	1,700	(1,700)
Contributions receivable	(44,200)	102,500
Security deposits	(3,436)	619
(Decrease) increase in:		
Accounts payable and accrued expenses	(7,688)	9,652
Refundable advances	-	(21,200)
Net cash provided by operating activities	<u>505,526</u>	<u>247,130</u>
Net Increase in Cash and Cash Equivalents	505,526	247,130
Cash and Cash Equivalents, beginning of year	<u>1,326,866</u>	<u>1,079,736</u>
Cash and Cash Equivalents, end of year	<u><u>\$ 1,832,392</u></u>	<u><u>\$ 1,326,866</u></u>

See accompanying notes.

Young Voices

Notes to Financial Statements May 31, 2026 and 2025

1. Nature of Operations

Young Voices is a nonprofit organization that was incorporated in 2016 under the laws of the District of Columbia. The mission of Young Voices is to discover, develop, and deploy influential messengers for freedom. Young Voices achieves this mission through its Contributor Program, which provides training, editing, media placement, and professional development to rising writers, commentators, and creators; the Dissident Project, which develops individuals who have escaped authoritarian regimes into influential pro-freedom voices and connects them with student and public audiences; and Liberty Comms Lab, which provides communications training and consulting to organizations advancing ideas consistent with Young Voices' mission. Young Voices also hosts fellowships, trainings, and public events in furtherance of its mission. Young Voices maintains offices in Washington, DC and New York, New York.

2. Summary of Significant Accounting Policies

Basis of Accounting and Presentation

Young Voices' financial statements are prepared on the accrual basis of accounting. Net assets are reported based on the presence or absence of donor-imposed restrictions, as follows:

- *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
- *Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash Equivalents

Young Voices considers as cash equivalents all highly liquid investments, which can be converted into known amounts of cash and have a maturity period of 90 days or less at the time of purchase. Excluded from this definition of cash equivalents are amounts held for investments. Cash equivalents include money market funds held in a brokerage account, which are carried at cost plus accrued interest, which approximates fair value.

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Notes to Financial Statements May 31, 2026 and 2025

2. Summary of Significant Accounting Policies (continued)

Accounts Receivable

Accounts receivable are recorded at net realizable value and are all due within one year. Accounts receivable are presented net of an allowance for credit losses resulting from the inability of customers to make required payments. The allowance for credit losses is based upon historical loss experience in combination with current economic conditions and a forecast of future economic conditions. Any change in the assumptions used in analyzing a specific account receivable might result in an additional allowance for credit losses being recognized in the period in which the change occurs. However, Young Voices has historically had insignificant write-offs due to bad debts.

Contributions Receivable

Contributions receivable represent unconditional promises to give to Young Voices and are all expected to be collected within one year. Accordingly no discount to present value has been recorded. Management determines the allowance for doubtful accounts based upon review of outstanding receivables, historical collection information, and existing economic conditions. Management believes that all contributions receivable are collectible at May 31, 2026 and 2025, and accordingly, no allowance for uncollectible accounts has been established.

Security Deposits

Security deposits represent refundable amounts deposited with the providers of Young Voices' shared office space under the membership agreements described in Note 7 and are presented at cost.

Leases

Young Voices determines whether an arrangement is or contains a lease at inception in accordance with Financial Accounting Standards Board Accounting Standards Codification (ASC) Topic 842, *Leases*. Young Voices occupies shared office space under membership agreements (Note 7) that grant a revocable license to use furnished office space and related services. Because the provider retains substantive rights to terminate the arrangements and to substitute the space provided, management has concluded that the membership agreements do not contain leases within the scope of ASC Topic 842, and the related fees are expensed as incurred and reported as rent in the accompanying statements of functional expenses. Young Voices has elected not to apply the recognition requirements of ASC Topic 842 to any leases with an initial term of 12 months or less.

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Notes to Financial Statements May 31, 2026 and 2025

2. Summary of Significant Accounting Policies (continued)

Advertising Costs

Advertising costs are expensed as incurred.

Revenue Recognition

Contributions that are nonreciprocal are recognized as revenue when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Young Voices reports gifts of cash and other assets as restricted support if they are received or promised with donor stipulations that limit the use of the donated funds to one of Young Voices' programs or to a future year. When a donor restriction 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 statements of activities as net assets released from restrictions.

Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Investment income is recognized when earned.

In-Kind Contributions

The value of contributions that enhance a nonfinancial asset, which are considered specialized and can be estimated, and would have been purchased if not donated, are reflected in the accompanying statements of activities as in-kind contributions. Young Voices receives in-kind contributions in the form of donated advertisements and donated professional services. In-kind contributions are recognized as revenue and expenses in the accompanying statements of activities at their estimated fair value, as provided by the donor, at the date of receipt.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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Notes to Financial Statements May 31, 2026 and 2025

2. Summary of Significant Accounting Policies (continued)

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 financial statements and accompanying notes. Actual results could differ from those estimates.

Subsequent Events

In preparing these financial statements, Young Voices has evaluated events and transactions for potential recognition or disclosure through October 5, 2026, the date the financial statements were available to be issued.

3. Liquidity and Availability

Young Voices strives to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management periodically reviews Young Voices' liquid asset needs and adjusts the cash and cash equivalents balance as necessary. Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following at May 31:

	<u>2026</u>	<u>2025</u>
Cash and cash equivalents	\$ 1,832,392	\$ 1,326,866
Accounts receivable	-	1,700
Contributions receivable	112,700	68,500
Less: restricted by donors for purpose and time restrictions	<u>(112,700)</u>	<u>(157,506)</u>
Total available for general expenditures	<u>\$ 1,832,392</u>	<u>\$ 1,239,560</u>

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Notes to Financial Statements May 31, 2026 and 2025

4. Concentrations of Credit Risk

Financial instruments that potentially subject Young Voices to significant concentrations of credit risk consist of cash and cash equivalents. Young Voices maintains interest-bearing cash deposit and transaction accounts with various financial institutions and these values, from time to time, exceed insurable limits under the Federal Deposit Insurance Corporation (FDIC). Young Voices has not experienced any credit losses on its cash and cash equivalents to date as it relates to FDIC insurance limits. Management periodically assesses the financial condition of these financial institutions and believes that the risk of any credit loss is minimal.

5. In-Kind Contributions

Donated non-financial assets recognized within the statements of activities include the following for the years ended May 31:

	2026	2025
Donated advertisements	\$ 34,817	\$ 92,088
Donated professional services	-	30,200
Total in-kind contributions	<u>\$ 34,817</u>	<u>\$ 122,288</u>

Donated advertisements are provided to increase awareness of the organization. Donated advertisements were used for program services and were valued using estimated principal market prices of identical or similar products.

Donated professional services are valued using estimated principal market prices of identical or similar products. Donated professional services are used for program services.

All donated non-financial assets for the years ended May 31, 2026 and 2025 were without donor restrictions.

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Notes to Financial Statements May 31, 2026 and 2025

6. Net Assets With Donor Restrictions

Net assets with donor restrictions were restricted for the following at May 31:

	<u>2026</u>	<u>2025</u>
Purpose restricted:		
Peace Fellowship	\$ -	\$ 66,006
Canadian Expansion	-	23,000
	<u>-</u>	<u>89,006</u>
Total purpose restricted	-	89,006
Time restricted	<u>112,700</u>	<u>68,500</u>
Total net assets with donor restrictions	<u>\$ 112,700</u>	<u>\$ 157,506</u>

7. Membership Agreements

On December 16, 2024, Young Voices entered into a membership agreement for a new shared office space in Washington, DC for 36 months starting March 2, 2025, with a monthly rate of \$2,737. On January 16, 2026, Young Voices entered into a membership agreement for a larger shared office space at the same location in Washington, DC for 36 months starting April 1, 2026 and ending March 31, 2029, with a monthly rate of \$5,288 and a security deposit of \$7,932. The December 2024 agreement was terminated upon commencement of the new agreement.

In August 2024, Young Voices' membership agreement for shared space in New York, New York was renewed and extended to September 30, 2025, with a monthly rate of \$2,200 for the 12 months starting October 1, 2024, and expired on that date. On April 23, 2026, Young Voices entered into a membership agreement for a new shared office space in New York for 36 months starting May 1, 2026 and ending April 30, 2029, with a monthly rate of \$5,549 and a security deposit of \$8,325.

As described in Note 2, the membership agreements are not accounted for as leases. The agreements may be terminated by the provider on 30 days' notice and renew automatically unless Young Voices provides notice of non-renewal at least two full calendar months before the end of the term. Rent expense was \$57,998 and \$52,169 for the years ended May 31, 2026 and 2025, respectively, and is reflected in the accompanying statements of functional expenses.

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Notes to Financial Statements May 31, 2026 and 2025

7. Membership Agreements (continued)

Future minimum payments under the membership agreements in effect at May 31, 2026 are as follows for the years ending May 31:

2027	\$ 130,044
2028	130,044
2029	<u>113,919</u>
Total	<u>\$ 374,007</u>

In March 2026, Young Voices entered into a two-year subscription agreement for media database services for the period June 10, 2026 through June 9, 2028, for total fees of \$11,356 payable in two equal annual installments. The agreement renews automatically for successive one-year periods, at fees increased by 5%, unless either party gives notice of non-renewal at least 90 days before the end of the then-current term.

8. Allocation of Expenses from Management and General Activities

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses that are allocated include salaries, employee benefits, payroll taxes, website subscriptions, office expenses, travel, meetings, insurance, and advertising, which are allocated on the basis of estimates of time and effort.

9. Retirement Plan

Effective January 2021, Young Voices maintains a 401(k) Multiple Employer Retirement plan, which is available to employees upon completing one year of eligible service. Young Voices matches 100% of employee contributions up to the first 3% of the participant's compensation. Non-elective profit-sharing contribution may be permitted at the discretion of the Board of Directors and in accordance with the plan. Contributions made to the plan for the years ended May 31, 2026 and 2025 totaled \$23,570 and \$21,553, respectively.

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Notes to Financial Statements May 31, 2026 and 2025

10. Related Party Transactions

During the year ended May 31, 2026, Young Voices received contributions totaling approximately \$195,000 from members of its Board of Directors, including contributions made through donor advised funds and private foundations with which board members are affiliated. Contributions from board members and their affiliated entities for the year ended May 31, 2025 totaled \$130,000. No amounts were receivable from board members at May 31, 2026 and 2025.

11. Income Taxes

Young Voices is recognized as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is exempt from income taxes except for taxes on unrelated business activities. No income tax expense is recorded in the accompanying financial statements for the years ended May 31, 2026 and 2025, as there were no unrelated business activities. Management evaluated Young Voices' tax positions and concluded that Young Voices' financial statements do not include any uncertain tax positions.