

CMC Foundation for Change

Financial Statements

December 31, 2024 and 2023

CMC Foundation for Change

December 31, 2024 and 2023

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Independent Accountant's Review Report

To the Board of Directors
CMC Foundation for Change

We have reviewed the accompanying financial statements of CMC Foundation for Change (the Organization) (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of CMC Foundation for Change and to meet other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountant's Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Jericho, New York

January 19, 2026

CMC Foundation for Change
Statements of Financial Position
December 31, 2024 and 2023

	2024	2023
Current assets		
Cash	\$ 167,345	\$ 159,657
Contributions receivable	102,600	60,000
Accounts receivable	1,422	-
Prepaid expenses	1,260	3,001
Total current assets	272,627	222,658
Property, plant, and equipment, net of accumulated depreciation of \$5,243 and \$4,646, respectively	699	1,295
Total assets	\$ 273,326	\$ 223,953
Liabilities and net assets (deficiency)		
Current liabilities		
Accounts payable and accrued expenses	\$ 38,448	\$ 77,509
Deferred grant revenue	8,891	-
Total current liabilities	47,339	77,509
Noncurrent liabilities		
Notes payable	44,173	323,607
Total liabilities	91,512	401,116
Net assets (deficiency)		
Without donor restrictions	(16,384)	(301,363)
With donor restrictions	198,198	124,200
Total net assets (deficiency)	181,814	(177,163)
Total liabilities and net assets (deficiency)	\$ 273,326	\$ 223,953

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change

Statement of Activities

For the year ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue			
Contributions	\$ 117,111	\$ 187,973	\$ 305,084
In-kind donations	243,000	-	243,000
Program income	367,193	-	367,193
Contribution - debt forgiveness	275,000	-	275,000
Consulting income	10,000	-	10,000
Total support and revenue	1,012,304	187,973	1,200,277
Net assets released from restriction for operations	113,975	(113,975)	-
Total support, revenue and reclassifications	1,126,279	73,998	1,200,277
Functional expenses			
Program services	689,712	-	689,712
Supporting services	151,588	-	151,588
Total functional expenses	841,300	-	841,300
Increase in net assets	284,979	73,998	358,977
Net assets (deficiency) at beginning of year	(301,363)	124,200	(177,163)
Net assets (deficiency) at end of year	\$ (16,384)	\$ 198,198	\$ 181,814

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change

Statement of Activities

For the year ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue			
Contributions	\$ 122,169	\$ 135,200	\$ 257,369
In-kind donations	331,600	-	331,600
Program income	289,727	-	289,727
Special event income, net	81,705	-	81,705
Other income	14,152	-	14,152
Total support and revenue	839,353	135,200	974,553
Net assets released from restriction for operations	11,000	(11,000)	-
Total support, revenue and reclassifications	850,353	124,200	974,553
Functional expenses			
Program services	630,446	-	630,446
Supporting services	245,044	-	245,044
Total functional expenses	875,490	-	875,490
Increase (decrease) in net assets	(25,137)	124,200	99,063
Net deficiency at beginning of year	(276,226)	-	(276,226)
Net assets (deficiency) at end of year	\$ (301,363)	\$ 124,200	\$ (177,163)

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change
Statement of Functional Expenses
For the year ended December 31, 2024

	Program Services				Supporting Services				Total Functional Expenses
	Training	Book and Video Series	Podcast	Support Groups	Total Program Services	Administration	Fundraising	Total Supporting Services	
Salaries and related expenses	\$ 155,478	\$ 86,553	\$ -	\$ 64,728	\$ 306,759	\$ 42,476	\$ 29,714	\$ 72,190	\$ 378,949
Contract services	47,327	2,500	-	-	49,827	1,027	-	1,027	50,854
Professional fees	1,800	-	-	14,000	15,800	15,356	-	15,356	31,156
Occupancy	7,754	3,754	-	3,353	14,861	2,286	5,716	8,002	22,863
Insurance	-	-	-	-	-	9,402	-	9,402	9,402
Office supplies and expenses	170	-	-	3,206	3,376	4,837	725	5,562	8,938
Training	-	-	-	8,400	8,400	-	-	-	8,400
Travel and meetings	8,227	-	-	294	8,521	931	-	931	9,452
Computer expense	14,759	138	240	1,014	16,151	6,242	-	6,242	22,393
Advertising and marketing	86	-	-	2,980	3,066	-	-	-	3,066
Books, dues and subscriptions	1,045	24,013	-	-	25,058	-	-	-	25,058
Bank and credit card charges	3,193	-	-	-	3,193	240	679	919	4,112
Interest expense	-	-	-	-	-	2,473	-	2,473	2,473
Fundraising	-	-	-	-	-	-	3,588	3,588	3,588
Depreciation	-	-	-	-	-	596	-	596	596
Video project	-	16,000	-	-	16,000	-	-	-	16,000
Miscellaneous	-	-	-	-	-	1,000	-	1,000	1,000
Total expenses before donated services	239,839	132,958	240	97,975	471,012	86,866	40,422	127,288	598,300
Donated services									
Professional fees	128,790	89,910	-	-	218,700	-	24,300	24,300	243,000
Total expenses	\$ 368,629	\$ 222,868	\$ 240	\$ 97,975	\$ 689,712	\$ 86,866	\$ 64,722	\$ 151,588	\$ 841,300

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change
Statement of Functional Expenses
For the year ended December 31, 2023

	Program Services				Supporting Services			
	Training	Book and Video Series	Podcast	Total Program Services	Administration	Fundraising	Total Supporting Services	Total Functional Expenses
Salaries and related expenses	\$ 248,244	\$ -	\$ 9,905	\$ 258,149	\$ 62,809	\$ 56,841	\$ 119,650	\$ 377,799
Contract services	27,956	-	-	27,956	-	-	-	27,956
Professional fees	-	-	-	-	20,274	2,127	22,401	22,401
Occupancy	7,827	5,591	1,118	14,536	2,236	5,591	7,827	22,363
Insurance	-	-	-	-	9,495	-	9,495	9,495
Office supplies and expenses	717	-	-	717	5,285	1,491	6,776	7,493
Training	1,338	-	-	1,338	7	-	7	1,345
Travel and meetings	2,480	-	-	2,480	744	5	749	3,229
Computer expense	3,425	98	220	3,743	5,856	830	6,686	10,429
Advertising and marketing	220	-	-	220	82	22,621	22,703	22,923
Books, dues and subscriptions	495	21,637	-	22,132	-	-	-	22,132
Bank and credit card charges	3,214	121	-	3,335	1,437	2,748	4,185	7,520
Interest expense	-	-	-	-	2,601	-	2,601	2,601
Fundraising	-	-	-	-	-	4,115	4,115	4,115
Depreciation	-	-	-	-	1,089	-	1,089	1,089
Miscellaneous	-	1,000	-	1,000	-	-	-	1,000
Total expenses before donated services	295,916	28,447	11,243	335,606	111,915	96,369	208,284	543,890
Donated services								
Professional fees	294,840	-	-	294,840	-	32,760	32,760	327,600
Occupancy	-	-	-	-	-	4,000	4,000	4,000
Total donated services	294,840	-	-	294,840	-	36,760	36,760	331,600
Total expenses	\$ 590,756	\$ 28,447	\$ 11,243	\$ 630,446	\$ 111,915	\$ 133,129	\$ 245,044	\$ 875,490

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change

Statements of Cash Flows

For the years ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Increase in net assets	\$ 358,977	\$ 99,063
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Forgiveness of debt income	(275,000)	-
Depreciation expense	596	1,089
Changes in operating assets and liabilities		
Contributions receivable	(42,600)	5,250
Accounts receivable	(1,422)	20,275
Prepaid expenses	1,741	1,846
Accounts payable and accrued expenses	(39,061)	(39,301)
Deferred revenue	8,891	-
Total adjustments	<u>(346,855)</u>	<u>(10,841)</u>
Net cash provided by operating activities	12,122	88,222
Cash used in investing activities		
Purchase of property and equipment	-	(989)
Cash used in financing activities		
Payment of notes payable	<u>(4,434)</u>	<u>-</u>
Net increase in cash	7,688	87,233
Cash at beginning of year	159,657	72,424
Cash at end of year	<u>\$ 167,345</u>	<u>\$ 159,657</u>

See independent accountant's review report and accompanying notes to the financial statements.

CMC Foundation for Change
Notes to the Financial Statements
December 31, 2024 and 2023

1. ORGANIZATION AND NATURE OF ACTIVITIES

Organization and nature of activities - CMC Foundation for Change (the Organization) is a nonprofit organization founded in 2017 and incorporated under the laws of the State of Delaware. The purpose of the Organization is to develop and provide training programs for non-professional communities in support of persons with substance abuse disorders and aid in the dissemination of information and resources for the families of those struggling with substance abuse disorders.

The Organization is supported primarily through donor contributions and funds raised through programs and events.

Description of program and supporting services

Training

The Organization offers a variety of trainings, talks, and workshops, both in the invitation to change approach and in other skill sets.

Book and video guides

The Organization offers for sale, a variety of books and guides that deal with addiction.

Support groups

The Organization offers evidence-based, peer-led support and skills groups for families impacted by a loved one's substance abuse across New York state and nationally.

Podcast

The Organization creates resources for families who have a loved one struggling with substances. There was a six-part podcast series held in 2022, Rethinking Rock Bottom, which explored the complicated and often life-altering experience of loving someone struggling with substance abuse.

Administration

Includes the functions necessary to ensure an adequate working environment and to manage the administrative, financial and budgetary responsibilities of the Organization.

See independent accountant's review report.

CMC Foundation for Change
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Fundraising

Provides the structure necessary to encourage and secure financial support from individuals, foundations and corporations.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation - The financial statements of the Organization 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).

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions - The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

Revenue recognition - The Organization recognizes revenue under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 606, *Revenue from Contracts with Customers* (Topic 606). Under Topic 606, the Organization recognizes revenue when it satisfies a performance obligation by transferring control over a product or service to a customer. The majority of the Organization's services represent a bundle of services that are not capable of being distinct and, as such, are treated as a single performance obligation that is satisfied as the services are rendered. The Organization determines the transaction price based on contractually agreed-upon rates, adjusted for any variable consideration, if any.

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CMC Foundation for Change
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Program income consists of revenues from training workshops for laypeople and professionals in addition to income from book sales. The training workshops are designed to help attendees gain a new perspective on how to help someone struggling with substance abuse as well as practice skills to improve communication skills, collaboration and promote positive behavioral changes. The book sales support the educational aspect of the Organization's mission. The training services and educational book sales are offered by the Organization throughout the course of the year. Revenue from these services is recognized at the point in time when the training is provided or a book is sold. Revenues from training services were \$323,029 and \$262,418 for the years ended December 31, 2024 and 2023, respectively, and is included in "Program income" in the accompanying statements of activities.

Gross receivables from contracts with customers for training workshops were approximately \$1,422, \$0 and \$0 for the years ended December 31, 2024, 2023 and 2022, respectively.

Program income from book sales and the related direct sales expenses were as below for the years ended December 31, 2024 and 2023:

	2024	2023
Book sales revenue	\$ 44,164	\$ 27,309
Book sales, direct expense included under program services in "books, dues, and subscriptions" in the statements of functional expenses	23,979	21,637
	\$ 20,185	\$ 5,672

Contributions and expenditures - Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give will be recognized when the conditions on which they depend are substantially met.

Revenue is reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law.

Contribution - debt forgiveness - During the year ended December 31, 2024, the Organization received an unconditional and irrevocable contribution of \$275,000 from the Psychological Motivation and Change Group, representing forgiveness of amounts previously advanced for rent, employee leasing, and operational costs by a related party (see Note 4). This amount has been recognized as contribution revenue without donor restrictions.

See independent accountant's review report.

CMC Foundation for Change
Notes to the Financial Statements
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Special event - Gross proceeds paid by attendees at the special event held as a fundraising activity represent contribution revenue as well as payments of the direct expenses for the benefit received by the attendee at the event. Special event revenue is reported net of any direct benefit expenses. Special event revenue applicable to the current year is recognized as revenue in the year the special event takes place. Special event revenue for a future year is deferred and recognized in the period in which the event takes place. There was no deferred special event revenue for the years ended December 31, 2024 and 2023.

Measure of operations - The statement of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate return from investments, and other activities considered to be more unusual or non-recurring in nature.

Cash - The Organization maintains cash balances at various institutions. At various times during the year, these balances may exceed Federal Deposit Insurance Corporation (FDIC) insurance limits. As of December 31, 2024 and 2023, the Organization did not have any deposits in excess of FDIC limits. The Organization has not experienced any losses in these accounts.

Contributions receivable - Contributions receivable are stated at the amount management expects to collect from outstanding balances. If necessary, management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of individual accounts including such factors as prior collection history, type of contribution and nature of fundraising activities. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and credit to contributions receivable. Contributions receivable at December 31, 2024 and 2023, totaled \$102,600 and \$60,000, respectively. All contributions receivable are without donor restrictions and are due within one year. At December 31, 2024 and 2023, there was no allowance for uncollectible amounts.

Accounts receivable - Accounts receivable represent amounts due from customers who attended training workshops. The amounts are due within one year. At December 31, 2024, there was no allowance for credit losses on the receivables. There were no accounts receivable for the year ended December 31, 2023.

Property and equipment - Property and equipment is recorded at cost and is depreciated using the straight-line method over its estimated life, which is five years for computer equipment. Depreciation expense for the years ended December 31, 2024 and 2023, was \$596 and \$1,089, respectively.

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Tax-exempt status - The Organization has been notified by the Internal Revenue Service that it is exempt from Federal income taxes under section 501(c)(3) of the Internal Revenue Code (the Code). The Organization is further classified as an organization that is not a private foundation under section 509(a)(3) of the Code. The Organization follows the guidance of Accounting Standards Codification 740, Accounting for Income Taxes, related to uncertain income taxes, which prescribes a threshold of more likely than not for recognition and derecognition of tax positions taken or expected to be taken in a tax return. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. Accordingly, no provision for income taxes has been recorded.

In-kind contributions and expenses - During the years ended December 31, 2024 and 2023, the Organization received in-kind donations of \$243,000 and \$331,600, respectively.

In-kind services are recorded at estimated fair market value based on the current hourly rate of the professional service provider and are included in "In-kind donations" in the statements of activities. In-kind occupancy is based on current market rates of similar like properties and the amount of space utilized and is included in "In-kind donations" in the statements of activities.

Functional expenses and allocation method - The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and in the statements of functional expenses. The financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions. Accordingly, certain costs have been allocated among the programs and supporting services benefited, using appropriate measurement methodologies. The expenses that are being allocated include salaries and related expenses, as well as professional fees, which are allocated on the basis of estimates of time and effort.

Operating leases - The Organization determines if an arrangement is a lease at the inception of the contract. At the lease commencement date, each lease is evaluated to determine whether it will be classified as an operating or finance lease. For leases with a lease term of 12 months or less (a short-term lease), any fixed lease payments are recognized on a straight-line basis over such term and are not recognized on the statement of financial position.

Use of estimates - The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. Estimates are based on past experience and other assumptions that management believes are reasonable under the circumstances, and management evaluates these estimates on an ongoing basis. The significant estimates of the Organization include no allowances for uncollectible receivables, estimated lives on property and equipment, and allocation of costs among program services and supporting services on the statement of functional expenses.

See independent accountant's review report.

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Notes to the Financial Statements
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Advertising - Advertising costs are expensed as incurred. Advertising expenses were \$3,066 and \$22,923 for the years ended December 31, 2024 and 2023, respectively.

Subsequent events - In accordance with FASB ASB 855, *Subsequent Events*, the Organization has evaluated subsequent events through January 19, 2026, the date on which these financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements, other than as disclosed in Note 5.

3. NET ASSETS - WITH DONOR RESTRICTIONS

Donor restricted net assets as of December 31, are available for the following specified purposes:

	2024	2023
Subject to expenditure for specified purpose		
Community Support Groups Program	\$ 190,198	\$ 100,200
Video production	8,000	24,000
Total net assets with donor restrictions	\$ 198,198	\$ 124,200

Net assets released from donor restrictions were for the following purposes for the years ended December 31:

	2024	2023
Net assets released from restriction		
Podcast program	\$ -	\$ 10,000
Community Support Groups Program	97,975	-
Video production	16,000	1,000
	\$ 113,975	\$ 11,000

See independent accountant's review report.

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Notes to the Financial Statements
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4. RELATED-PARTY TRANSACTIONS

The Organization leases employees and subleases office space in New York City from The Psychological Motivation and Change Group, PLLC (PMCG), a for-profit company owned by two of the Organization's Board Members. The total value of consideration received from PMCG for these services for the years 2017 through 2019 was converted to non-interest-bearing promissory notes at the end of each year. The original terms of the promissory notes provided that the notes were payable within 10 business days following demand by PMCG. In 2024, the payment terms of the notes were amended by the Organization and PMCG to provide that PMCG will not demand payment on the note payable until December 2026, at the earliest. During the year ended December 31, 2024, PMCG forgave a portion of the debt, and the Organization has recorded a gain on forgiveness of loan amounting to \$275,000. Accordingly, as of December 31, 2024 and 2023, notes payable with a balance of \$44,173 and \$323,607, respectively, were reflected as long-term liabilities in the statements of financial position.

Payments on the notes amounted to \$4,434 and \$0 for the years ended December 31, 2024 and 2023, respectively. The total value of services provided by the leased employees for the years ended December 31, 2024 and 2023, were \$89,944 and \$98,499, respectively, and were paid as services were rendered.

The Organization subleased space from PMCG (See Note 5).

5. LEASE OBLIGATIONS

The Organization subleased office space in New York City under an operating lease through July 31, 2024, and renewed the sublease during 2024 through July 2025. The agreement is cancellable through notification issued in advance by either the Organization or the lessor. The agreement calls for monthly rental payments of \$1,863. During 2025, the lease was renewed on a month-to-month basis.

Lease expense amounted to \$22,863 and \$22,363 for the years ended December 31, 2024 and 2023, respectively. Future minimum annual lease payments amount to approximately \$13,000 for the seven months remaining in the lease term in the year ended December 31, 2025.

6. RETIREMENT PLAN

The Organization established a 401k plan for its employees effective January 1, 2020. Eligible employees can make contributions to their individual 401k accounts immediately upon hiring. The employer matches employee contributions to satisfy the Safe Harbor Rules and additional employer contributions are discretionary. The Organization's retirement plan expense for the years ended December 31, 2024 and 2023, amounted to \$6,092 and \$8,709, respectively.

See independent accountant's review report.

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7. CONCENTRATIONS - MAJOR CONTRIBUTORS

For the years ended December 31, 2024 and 2023, a single donor contributed approximately 62% and 39% of the Organization's contribution revenue, respectively.

8. LIQUIDITY

As part of its liquidity management, the Organization established a goal to maintain financial assets on hand to meet 90 days of normal operating expenses. The Organization's goal is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization does not have a line of credit available to assist with liquidity management.

The Organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

	2024	2023
Cash	\$ 167,345	\$ 159,657
Contributions receivable	102,600	60,000
Accounts receivable	1,422	-
Financial assets available within one year	271,367	219,657
Less: those unavailable for general expenditures within one year due to donor restrictions	(198,198)	(124,200)
Financial assets available to meet cash needs for general expenditures within one year	\$ 73,169	\$ 95,457

The Organization's financial assets have been reduced by any amounts not available for general use because of donor imposed restrictions within one year of the balance date or amounts not available within one year due to time restrictions, if any. In addition to financial assets available to meet general expenditures over the year, the Organization operates with a balanced budget and anticipates covering its general expenditures through its fundraising efforts and utilizing donor resources. The statement of cash flows identifies the sources and uses of the Organization's cash.

9. RISKS AND UNCERTAINTIES

The Organization is dependent upon contributions from the public for its revenue. The ability of the Organization to continue to elicit this level of contribution is dependent upon current and future economic conditions as well as income tax efficiencies.

See independent accountant's review report.

CMC Foundation for Change
Notes to the Financial Statements
December 31, 2024 and 2023

There are various direct and indirect risks that could impact the Organization, such as a potential global economic slowdown, inflationary pressures, increase in interest rates, geopolitical pressures, and more. It is also impossible to predict the effect these will have on the Organization's donors, and its impact on the Organization's liquidity, vendors, and counterparties.

10. SPECIAL EVENTS

Special events generate revenue for the Organization as well as raise awareness about the Organization's mission. Some events are annual, and some are incidental to the Organization's central activities and do not happen regularly. Incidental events are recorded net in the statements of activities. The Organization did not hold an event during the year ended December 31, 2024. The Organization held one fundraising event during the year ended December 31, 2023. Changes in net assets without donor restriction related to the annual event in 2023 were as follows:

Special event revenue	\$ 87,800
Less: direct benefit expense	<u>(6,095)</u>
Special event revenue, net of direct benefit expense	81,705
Less: special event indirect expenses (included in fundraising expense)	<u>(4,000)</u>
Increase in net assets without donor restriction related to special event	<u><u>\$ 77,705</u></u>

See independent accountant's review report.