

**RISING FOR JUSTICE, INC.**

**Financial Statements Together with  
Report of Independent Public Accountants**

**For the Years Ended December 31, 2025 and 2024**

**RISING FOR JUSTICE, INC.**

**Financial Statements Together with  
Report of Independent Public Accountants**

**DECEMBER 31, 2025 AND 2024**

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## **REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS ON THE AUDIT OF THE FINANCIAL STATEMENTS**

To the Board of Directors of  
Rising for Justice, Inc.

### ***Opinion***

We have audited the statements of financial position of Rising for Justice, Inc. (the Organization), 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 accompanying financial statements present fairly, in all material respects, the financial position of the Organization 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 (GAAS). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal controls 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 the Organization's ability to continue as a going concern for one year after the date 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 there is not a guarantee that an audit conducted in accordance with GAAS 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 controls. 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 GAAS, 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal controls. 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 the Organization's ability to continue for one year after the date the financial statements are available to be issued.

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 controls-related matters that we identified during the audit.

Washington, D.C.  
May 14, 2026

*SB + Company, LLC*

# RISING FOR JUSTICE, INC.

## Statements of Financial Position As of December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 761,519	\$ 854,825
Investments	1,072,434	926,469
Contributions and grants receivable	47,456	219,404
Prepaid expenses and other assets	60,092	50,022
Furniture and fixtures, net	407	855
Right of use asset - operating	1,758,258	2,065,956
Right of use asset - financing	46,136	-
<b>Total Assets</b>	<u><u>\$ 3,746,302</u></u>	<u><u>\$ 4,117,531</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable and accrued expenses	\$ 126,348	\$ 246,074
Deferred revenue	-	16,875
Lease liability - operating	1,848,569	2,145,544
Lease liability - financing	46,744	-
<b>Total Liabilities</b>	<u><u>2,021,661</u></u>	<u><u>2,408,493</u></u>
<b>Net Assets</b>		
Without donor restrictions:	522,666	396,600
With donor restrictions	1,201,975	1,312,438
<b>Total Net Assets</b>	<u><u>1,724,641</u></u>	<u><u>1,709,038</u></u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 3,746,302</u></u>	<u><u>\$ 4,117,531</u></u>

The accompanying notes are an integral part of these financial statements.

**RISING FOR JUSTICE, INC.**

**Statement of Activities and Changes in Net Assets  
For the Year Ended December 31, 2025, with Comparative Totals for 2024**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>2024 Totals</b>
<b>Revenue and Support</b>				
Grants	\$ 2,299,573	\$ -	\$ 2,299,573	\$ 1,294,864
Contributions	214,106	-	214,106	-
University fees	96,119	-	96,119	216,831
Nonfinancial contributions - services	1,655,980	-	1,655,980	2,455,052
Investment income, net	2,597	89,537	92,134	58,141
Unrealized/realized gains, net	93,986	-	93,986	76,702
Special events, net of direct expenses of \$50,591 and \$39,371, respectively	274,586	-	274,586	161,393
Net assets released from restrictions	200,000	(200,000)	-	-
<b>Total Revenue and Support</b>	<b>4,836,947</b>	<b>(110,463)</b>	<b>4,726,484</b>	<b>4,262,983</b>
<b>Expenses</b>				
Legal services	4,308,064	-	4,308,064	5,592,391
Management and general	254,127	-	254,127	270,312
Fundraising	148,690	-	148,690	189,610
<b>Total Expenses</b>	<b>4,710,881</b>	<b>-</b>	<b>4,710,881</b>	<b>6,052,313</b>
Changes in net assets	126,066	(110,463)	15,603	(1,789,330)
Net assets, beginning of year	396,600	1,312,438	1,709,038	3,498,368
<b>Net Assets, End of Year</b>	<b>\$ 522,666</b>	<b>\$ 1,201,975</b>	<b>\$ 1,724,641</b>	<b>\$ 1,709,038</b>

The accompanying notes are an integral part of this financial statement.

**RISING FOR JUSTICE, INC.****Statement of Activities and Changes in Net Assets  
For the Year Ended December 31, 2024**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Revenue and Support</b>			
Contributions	\$ 923,046	\$ 371,818	\$ 1,294,864
University fees	216,831	-	216,831
Nonfinancial contributions - services	2,455,052	-	2,455,052
Investment income, net	4,046	54,095	58,141
Unrealized and realized gains, net	76,702	-	76,702
Special events, net of direct expenses of \$39,371	161,393	-	161,393
Net assets released from restrictions	2,369,996	(2,369,996)	-
<b>Total Revenue and Support</b>	<b>6,207,066</b>	<b>(1,944,083)</b>	<b>4,262,983</b>
<b>Expenses</b>			
Legal services	5,592,391	-	5,592,391
Management and general	270,312	-	270,312
Fundraising	189,610	-	189,610
<b>Total Expenses</b>	<b>6,052,313</b>	<b>-</b>	<b>6,052,313</b>
Changes in net assets	154,753	(1,944,083)	(1,789,330)
Net assets, beginning of year	241,847	3,256,521	3,498,368
<b>Net Assets, End of Year</b>	<b>\$ 396,600</b>	<b>\$ 1,312,438</b>	<b>\$ 1,709,038</b>

The accompanying notes are an integral part of this financial statement.

**RIISING FOR JUSTICE, INC.**

**Statement of Functional Expenses  
For the Year Ended December 31, 2025, with Comparative Totals for 2024**

	<b>2025</b>				<b>2024 Totals</b>
	<b>Legal Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>	
Salaries and related expenses	\$ 1,687,198	\$ 153,149	\$ 97,086	\$ 1,937,433	\$ 2,030,962
Nonfinancial contributions - services	1,655,980	-	-	1,655,980	2,455,052
Occupancy	396,137	49,633	23,895	469,665	475,722
Consultants	265,508	26,285	12,607	304,400	411,655
Subgrants awarded	-	-	-	-	299,479
Professional fees	94,962	7,988	4,071	107,021	104,820
Technology	80,579	2,968	2,103	85,650	72,120
Insurance	36,484	870	505	37,859	46,318
Training and conferences	6,618	16	144	6,778	10,144
Copiers	21,010	2,191	1,261	24,462	27,108
Telephone	20,119	1,905	1,191	23,215	25,459
Dues and subscriptions	20,762	1,988	1,383	24,133	40,228
Amortization expense					
In-house meetings and event	6,166	471	281	6,918	10,771
Office supplies	7,557	903	426	8,886	12,331
Travel	1,763	87	82	1,932	10,844
Depreciation	-	448	-	448	450
Miscellaneous	7,221	5,225	3,655	16,101	18,850
<b>Total Expenses</b>	<b>\$ 4,308,064</b>	<b>\$ 254,127</b>	<b>\$ 148,690</b>	<b>\$ 4,710,881</b>	<b>\$ 6,052,313</b>

The accompanying notes are an integral part of this financial statement.

**RISING FOR JUSTICE, INC.**

**Statement of Functional Expenses  
For the Year Ended December 31, 2024**

	<u>Legal Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Totals</u>
Salaries and related expenses	\$ 1,839,597	\$ 76,775	\$ 114,590	\$ 2,030,962
Nonfinancial contributions - services	2,455,052	-	-	2,455,052
Occupancy	408,155	40,607	26,960	475,722
Consultants	320,804	72,746	18,105	411,655
Subgrants awarded	299,479	-	-	299,479
Professional fees	85,952	9,434	9,434	104,820
Technology	59,138	9,376	3,606	72,120
Insurance	37,518	8,337	463	46,318
Training and conferences	3,652	6,492	-	10,144
Copiers	21,957	2,440	2,711	27,108
Telephone	20,622	2,546	2,291	25,459
Dues and subscriptions	8,448	22,125	9,655	40,228
In-house meetings and event	5,816	4,955	-	10,771
Office supplies	9,861	1,849	621	12,331
Travel	-	10,844	-	10,844
Depreciation	-	450	-	450
Miscellaneous	16,340	1,336	1,174	18,850
<b>Total Expenses</b>	<u>\$ 5,592,391</u>	<u>\$ 270,312</u>	<u>\$ 189,610</u>	<u>\$ 6,052,313</u>

The accompanying notes are an integral part of this financial statement.

# RIISING FOR JUSTICE, INC.

## Statements of Cash Flows For the Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>Cash Flows from Operating Activities</b>		
Changes in net assets	\$ 15,603	\$ (1,789,330)
Adjustments to reconcile changes in net assets to net cash from operating activities:		
Depreciation	448	450
Unrealized/realized gains, net	(93,986)	(76,702)
Reinvested earnings	(85,364)	(59,239)
Non-cash rent expense	12,064	18,742
Right of use asset amortization	7,098	15,030
Effects from changes in non-cash operating assets and liabilities:		
Contributions and grants receivable	171,948	1,397,637
Prepaid expenses and other assets	(10,070)	43,349
Accounts payable and accrued expenses	(119,726)	61,285
Deferred revenue	(16,875)	(166,400)
<b>Net Cash Flows from Operating Activities</b>	<u>(118,860)</u>	<u>(555,178)</u>
<b>Cash Flows from Investing Activities</b>		
Proceeds from sale of investments	33,385	1,659,455
Purchases of investments	-	(1,112,823)
<b>Net Cash Flows from Investing Activities</b>	<u>33,385</u>	<u>546,632</u>
<b>Cash Flows from Financing Activities</b>		
Lease payment	(7,831)	(15,030)
Net change in cash and cash equivalents	(93,306)	(23,576)
Cash and cash equivalents, beginning of year	854,825	878,401
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 761,519</u>	<u>\$ 854,825</u>
<b>Supplemental Cash Flow Disclosure</b>		
Cash paid for interest	<u>\$ 1,342</u>	<u>\$ 71</u>

The accompanying notes are an integral part of these financial statements.

# **RISING FOR JUSTICE, INC.**

## **Notes to the Financial Statements December 31, 2025 and 2024**

### **1. BACKGROUND OF THE ORGANIZATION**

Rising for Justice, Inc. (the Organization) provides legal representation, assistance, counseling, and social work services, to those who cannot afford legal counsel, while providing supervised clinical experience for law students and social work graduate students. The Organization was incorporated as a not-for-profit organization in 1980, under the laws of the District of Columbia. On March 19, 2019, the Organization changed its name from District of Columbia Law Students in Court Program, Inc. to Rising for Justice, Inc.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of Accounting**

The accompanying financial statements of the Organization are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

#### **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 certain reported amounts and disclosures of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue, support, and expenses during the reporting period. Actual results could differ from those estimates and assumptions.

#### **Cash and Cash Equivalents**

The Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. As of December 31, 2025 and 2024, cash and cash equivalents consist of money market funds.

#### **Fair Value Measurements**

Accounting principles generally accepted in the United States of America establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

# **RISING FOR JUSTICE, INC.**

## **Notes to the Financial Statements December 31, 2025 and 2024**

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **Fair Value Measurements (continued)**

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the entity has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Financial instruments consist of investments, receivables, and payables. The carrying value of the Organization's financial instruments in the accompanying statements of financial position approximated their estimated fair values as of December 31, 2025 and 2024. Fair values are estimated based on current market rates, prices, or current liquidation value.

#### **Contributions and Grants Receivable**

Contributions and grants receivable represent unconditional promises to give from various contributors including individuals, corporations and foundations. Receivables are recorded and valued at management's estimate of the net realizable value. Estimated losses are based on specific identification of uncollectible accounts and the Organization's historical collection experience and economic conditions. Management believes all receivables as of December 31, 2025 and 2024, were fully collectible, and thus no allowance for doubtful accounts was required.

# **RISING FOR JUSTICE, INC.**

## **Notes to the Financial Statements December 31, 2025 and 2024**

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **Furniture and Fixtures, Net**

Equipment purchases in excess of \$2,500 with an estimated useful life of more than one year are capitalized at cost and depreciated over the assets' estimated useful lives using the straight-line method. Expenditures for major repairs and improvements are capitalized, and expenditures for minor repairs and maintenance are expensed as incurred. Gifts of long-lived assets are recorded at their value when donated.

#### **Right of use Assets and Lease Liability**

The Organization records the right of use assets related to its office lease where it conducts its operations, as well as the leases for two copiers. The right of use asset is amortized over the lease term. The lease liability represents the Organization's future commitments under its office lease and copiers. Costs related to maintenance and other janitorial services are expensed as incurred.

The lease liability represents the Organization's future commitments for its office lease and copiers. The term of a lease is assessed as the non-cancellable period of the lease, plus any extension options that the Organization is reasonably certain to exercise. The lease liabilities were discounted using the Treasury's risk-free estimated borrowing rate of 1.63% and 4% at the measurement date for the office and copiers, respectively.

#### **Net Assets**

Net assets without donor restrictions are assets and contributions that are not restricted by donors or for which restrictions have expired.

Net assets with donor restrictions are those whose use by the Organization has been restricted by donors, primarily for a specific time period or purpose. When a donor restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions. If a donor restriction is met in the same reporting period in which the contribution is received, the contribution (to the extent that the restrictions have been met) is reported as net assets without donor restrictions.

#### **Support and Revenue**

The Organization recognizes grants and contributions upon receipt of an unconditional promise to give. Conditional promises to give, with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

# **RISING FOR JUSTICE, INC.**

## **Notes to the Financial Statements December 31, 2025 and 2024**

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **Support and Revenue (continued)**

Grants and contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Gifts of cash and other assets are reported as restricted support if received with donor stipulations that limit their use. When a donor restriction expires, that is, when some stipulated time restriction ends or purpose of the restriction is accomplished, 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.

University fees are recognized as earned income when the related activities are performed. Revenue is measured based on the consideration specified in the applicable agreements and is recognized as the Organization satisfies its performance obligations to deliver the promised services. Revenue is measured based on the consideration specified in the contracts and is recognized as the Organization satisfies its obligations to deliver the promised services.

Events revenue is recognized when the event occurs.

Investment gains/losses include both realized and unrealized gains and losses. Realized gains and losses are calculated based on the difference between the cost of the investments and the proceeds received from the sale of the respective investments. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on an accrual basis. Dividends are recorded on the ex-dividend date. Investment income is classified as with and without donor restrictions, based on the purpose of the underlying investments.

#### **Non-Financial Contributions - Services**

The Organization recognizes contributed services if the services meet any of the following criteria: a) they create or enhance non-financial assets; or b) they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The Organization's mission is continued through contributions of time by attorneys and other professionals. These are recognized as contributed revenue in the accompanying statements of activities and changes in net assets.

# **RISING FOR JUSTICE, INC.**

## **Notes to the Financial Statements December 31, 2025 and 2024**

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **Functional Allocation of Expenses**

The cost of providing various programs and other activities has been summarized on a functional basis in the accompanying statements of activities and changes in net assets and functional expenses. Accordingly, certain costs have been allocated between program services, management and general services, and fundraising services that benefit from those costs.

Management and general expenses include those expenses that are not directly identified or allocated to a specific function but provide for the overall support and direction of the Organization. Shared expenses are allocated based on estimated time and effort.

#### **Income Taxes**

The Organization is a not-for-profit organization that is exempt from the payment of federal income taxes, other than net unrelated business income taxes, under the provisions of Section 501(c)(3) of the United States Internal Revenue Code (IRC) and is recognized as such by the Internal Revenue Service.

Accounting principles generally accepted in the United States of America provide consistent guidance for the accounting for uncertainty in income taxes recognized in an entity's financial statements and prescribe a threshold of "more likely than not" for recognition of tax positions taken or expected to be taken in a tax return. The Organization performed an evaluation of uncertain tax positions for the years ended December 31, 2025 and 2024, and determined that there were no matters that would require recognition in the financial statements or which may have any effect on its tax-exempt status.

As of December 31, 2025, the statute of limitations for fiscal years 2022 through 2025 remain open with the U.S. federal jurisdiction or the various states and local jurisdictions in which the Organization files tax returns. It is the Organization's policy to recognize interest and/or penalties related to uncertain tax positions, if any, in income tax expense in the statements of activities and changes in net assets. As of December 31, 2025 and 2024, the Organization has not recorded any liability related to tax positions taken.

## RIISING FOR JUSTICE, INC.

### Notes to the Financial Statements December 31, 2025 and 2024

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

##### Liquidity and Availability of Resources

The following reflects the Organization's financial assets as of December 31, 2025 and 2024, reduced by amounts not available for general use within one year because of donor-imposed restrictions.

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 761,519	\$ 854,825
Investments	1,072,434	926,469
Contributions and grants receivable	47,456	219,404
Financial assets, at year-end	<u>1,881,409</u>	<u>2,000,698</u>
Less those assets unavailable for general expenditures within one year, due to:		
Net assets with donor restrictions	<u>1,201,975</u>	<u>1,312,438</u>
<b>Financial Assets Available to Meet Cash Needs for General Expenses Within One Year</b>	<u>\$ 679,434</u>	<u>\$ 688,260</u>

The Organization manages its liquidity following two guiding principles: operating within a prudent range of financial soundness and stability, and maintaining adequate liquid assets to fund near-term operating needs.

##### Subsequent Events

The Organization's management evaluated the accompanying financial statements for subsequent events and transactions through May 14, 2026, the date these financial statements were available for issue, and has determined that no material subsequent events have occurred that would affect the information presented in the accompanying financial statements or require additional disclosure.

#### 3. INVESTMENTS

The following describes the valuation methodologies used for investments measured at fair value. There were no changes in the methodologies used as of December 31, 2025 and 2024.

*Common stock, exchange-traded funds, and mutual funds:* Valued at the closing price reported on the active market on which the individual securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

## RISING FOR JUSTICE, INC.

### Notes to the Financial Statements December 31, 2025 and 2024

#### 3. INVESTMENTS (continued)

The following table sets forth by level, the fair value hierarchy of the Organization's investments at fair value as of December 31, 2025 and 2024:

	December 31, 2025			
	Level 1	Level 2	Level 3	Total
Common stock	\$ 42,276	\$ -	\$ -	\$ 42,276
Mutual funds:				
Equity funds	513,391	-	-	513,391
International bond funds	148,143	-	-	148,143
U.S. bond funds	108,848	-	-	108,848
Diversified emerging markets	220,013	-	-	220,013
Exchange traded funds	39,763	-	-	39,763
Total	<u>\$ 1,072,434</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,072,434</u>
	December 31, 2024			
	Level 1	Level 2	Level 3	Total
Common stock	\$ 37,938	\$ -	\$ -	\$ 37,938
Mutual funds:				
Equity funds	476,912	-	-	476,912
International bond funds	124,320	-	-	124,320
U.S. bond funds	106,668	-	-	106,668
Diversified emerging markets	180,631	-	-	180,631
Total	<u>\$ 926,469</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 926,469</u>

Investment management fees totaled \$12,081 and \$6,946 for the years ended December 31, 2025 and 2024, respectively. These fees are netted against investment income in the accompanying financial statements.

#### 4. FURNITURE AND FIXTURES NET

Furniture and fixtures as of December 31, 2025 and 2024, consisted of the following:

	2025	2024	Useful Life
Furniture and fixtures	\$ 3,141	\$ 3,141	3-5 years
Less: accumulated depreciation	2,734	2,286	
<b>Furniture and Fixtures, Net</b>	<u>\$ 407</u>	<u>\$ 855</u>	

Depreciation expense was \$449 and \$450, for the years ended December 31, 2025 and 2024, respectively.

# RISING FOR JUSTICE, INC.

## Notes to the Financial Statements December 31, 2025 and 2024

### 5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of December 31, 2025 and 2024, were available for the following purposes:

	<u>2025</u>	<u>2024</u>
Disputes for low income Washington residents	\$ 1,030,157	\$ 940,620
Children, youth, and families	171,818	371,818
<b>Total</b>	<u>\$ 1,201,975</u>	<u>\$ 1,312,438</u>

### 6. NON-FINANCIAL CONTRIBUTIONS

Donated and other legal services that would have been purchased were valued at their estimated fair market value per hour for the years ended December 31, 2025 and 2024. The Organization's law students are granted a temporary bar number to practice law in DC's Superior Court and since they are not fully licensed practitioners, they do not command the higher rates that a licensed attorney would receive. Services donated to the Organization for the years ended December 31, 2025 and 2024, were \$1,655,980 and \$2,455,052, respectively, and are reflected as nonfinancial contributions and legal services expenses in the accompanying statements of activities and changes in net assets and functional expenses.

### 7. LEASE COMMITMENTS

#### Operating Lease

On April 9, 2019, the Organization entered into a lease agreement with the District of Columbia Bar Association which expires May 9, 2031. Rent is paid monthly based on square footage and usage, which changes each year according to the agreement. The lease was straight-lined over the term of the lease and resulted in deferred rent which is offset to the right-of-use lease asset. As of December 31, 2025 and 2024, the lease payable was \$1,848,569 and \$2,145,544, respectively. Rent expense, including shared costs, totaled \$469,665 and \$475,722 for the years ended December 31, 2025 and 2024, respectively, and is reported within occupancy expense in the statements of functional.

Future minimum lease payments as of December 31, 2025 required under the above operating leases are as follows:

<u>Years Ending December 31,</u>	<u>Amount</u>
2026	\$ 338,004
2027	346,457
2028	355,089
2029	363,946
2030	373,070
Thereafter	157,964
Total	1,934,530
Less: discount for present value	85,961
	<u>\$ 1,848,569</u>

# RISING FOR JUSTICE, INC.

## Notes to the Financial Statements December 31, 2025 and 2024

### 7. LEASE COMMITMENTS (continued)

#### Financing Leases

Effective March 24, 2025, The Organization entered into a five-year non-cancelable lease agreement of a copier, with monthly payments of \$979, which expired April 1, 2030. The amortization expense was \$7,098 and \$1,394 for the year ended December 31, 2025 and 2024, respectively. The Interest expense associated with the lease was \$1,342 and \$71 for the year ended December 31, 2025 and 2024.

Future minimum principal payments under the lease are as follows:

<u>Years Ending December 31,</u>	<u>Amount</u>
2026	\$ 11,748
2027	11,748
2028	11,748
2029	11,748
2030	3,991
Total	50,983
Less: discount for present value	4,239
	<u>\$ 46,744</u>

### 8. COMMITMENTS AND CONTINGENCIES

#### Concentration of Revenue

The Organization received \$2,374,573 and \$800,000, approximately 50% and 19%, respectively, of its total revenue from the District of Columbia Bar Foundation (DCBF) for the years ended December 31, 2025 and 2024, respectively. The Organization was still spending down its 2023 funding in 2024 which is reflected in the smaller contribution for 2024. A significant reduction in the level of this support, if it were to occur, may have a significant effect on the Organization's programs and activities. There was no receivables related to the DCBF as of December 31, 2025 and 2024.

#### Grants

The Organization has some grants that are subject to audit to determine the allowability of expenses incurred. Until such audits are completed and a final settlement is reached, there is a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits.