KINDBRIDGE RESEARCH INSTITUTE

FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

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INDEPENDENT AUDITOR'S REPORT

To the management and Board of Directors:
Kindbridge Research Institute

Opinion

We have audited the accompanying financial statements of Kindbridge Research Institute (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and 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 Kindbridge Research Institute as of December 31, 2025 and 2024, and the changes in its net assets and 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audits of the Financial Statements section of our report. We are required to be independent of Kindbridge Research Institute 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 Kindbridge Research Institute's 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 Audits 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 and *Government 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 and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.

- 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 audits 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 Kindbridge Research Institute'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 Kindbridge Research Institute'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 audits.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state financial assistance, as required by *Chapter 10.650, Rules of the Auditor General of the State of Florida*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2026, on our consideration of Kindbridge Research Institute's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Kindbridge Research Institute's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kindbridge Research Institute's internal control over financial reporting and compliance.



Tempe, Arizona
October 8, 2026

KINDBRIDGE RESEARCH INSTITUTE
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Current assets:		
Cash and cash equivalents	$ 291,492	$ 547,399
Accounts receivable, net	793,058	226,000
Prepaid expenses	2,136	-
Total current assets	1,086,686	773,399
Other assets:		
Operating lease assets, net	12,932	19,470
Deposits, restricted cash	1,200	1,200
Property and equipment, net	14,132	20,670
TOTAL ASSETS	$ 1,100,818	$ 794,069
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	$ 485,425	$ 357,393
Accrued payroll	3,829	8,912
Accrued late filing penalty	98,280	69,240
Lease liabilities, current portion	12,932	6,538
Total current liabilities	600,466	442,083
Lease liabilities, long-term portion	-	12,932
Total liabilities	600,466	455,015
Net assets		
Net assets without donor restrictions	(502,286)	(23,313)
Net assets with donor restrictions	1,002,638	362,367
TOTAL LIABILITIES & NET ASSETS	$ 1,100,818	$ 794,069

See independent auditor's report.
See accompanying notes to financial statements.

KINDBRIDGE RESEARCH INSTITUTE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Contributions and grants	$ 937,500	$ 490,000	$ 1,427,500
State grants	-	2,137,518	2,137,518
	937,500	2,627,518	3,565,018
Net assets released from restrictions	1,987,247	(1,987,247)	-
Total public support and revenue	2,924,747	640,271	3,565,018
Expenses			
Program services			
50X4 vets	589,043	-	589,043
Colorado programs	874,112	-	874,112
FSRG	234,567	-	234,567
Florida hotline	763,030	-	763,030
HRIA MA advertising	287,299	-	287,299
Other programs	137,218	-	137,218
Supporting services			
Management and general	510,245	-	510,245
Fundraising	8,206	-	8,206
Total expenses	3,403,720	-	3,403,720
Change in net assets	(478,973)	640,271	161,298
Net assets, beginning of year	(23,313)	362,367	339,054
Net assets, end of year	$ (502,286)	$ 1,002,638	$ 500,352

See independent auditor's report.
See accompanying notes to financial statements.

KINDBRIDGE RESEARCH INSTITUTE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Contributions and grants	$ 949,846	$ 149,620	$ 1,099,466
State grants	1,003,571	207,859	1,211,430
	1,953,417	357,479	2,310,896
Net assets released from restrictions	196,090	(196,090)	-
Total public support and revenue	2,149,507	161,389	2,310,896
Expenses			
Program services			
50X4 vets	12,409	-	12,409
Colorado programs	1,177,250	-	1,177,250
OH AWB	111,875	-	111,875
HRIA MA advertising	76,169	-	76,169
Cross program	98,831	-	98,831
Other programs	5,956	-	5,956
Supporting services			
Management and general	381,738	-	381,738
Fundraising	61,009	-	61,009
Total expenses	1,925,237	-	1,925,237
Change in net assets	224,270	161,389	385,659
Net assets, beginning of year	(247,583)	200,978	(46,605)
Net assets, end of year	$ (23,313)	$ 362,367	$ 339,054

See independent auditor's report.
See accompanying notes to financial statements.

KINDBRIDGE RESEARCH INSTITUTE
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services									
	50X4 Vets	Colorado Programs	FSRG	Florida Hotline	HRIA MA Advertising	Other Programs	Total Program Services	Management and General	Fundraising	Total Operating
Advertising	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,600	$ -	$ 3,600
Bank and merchant fees	-	-	-	-	-	-	-	145	-	145
Computer and internet	-	7,220	-	-	46,079	106	53,405	-	-	53,405
Donations	-	1,000	-	-	-	-	1,000	15	-	1,015
Employee benefits	-	789	881	1,876	2,489	-	6,035	11,362	-	17,397
Insurance	-	-	-	-	-	-	-	2,915	-	2,915
Legal and professional fees	-	974	137,500	231	-	-	138,705	90,574	-	229,279
License and permits	-	-	-	-	-	-	-	486	-	486
Meals and entertainment	-	3,646	4,916	1,098	454	2,877	12,991	50	784	13,825
Miscellaneous expenses	-	1,906	-	-	-	-	1,906	2,356	-	4,262
Office expenses	-	7,678	-	3,230	-	-	10,908	11,095	-	22,003
Payroll taxes	-	3,864	4,313	6,249	12,187	-	26,613	20,773	-	47,386
Postage	-	-	-	-	-	-	-	-	-	-
Rent expense	-	-	-	-	-	-	-	14,865	-	14,865
Salary and wages	-	40,346	45,032	65,242	127,247	-	277,867	219,905	-	497,772
Subcontractor	588,173	740,800	203	661,688	93,750	112,403	2,197,017	-	-	2,197,017
Travel	870	56,858	29,722	8,416	5,093	21,832	122,791	1,935	1,102	125,828
Utilities	-	31	-	-	-	-	31	264	-	295
Fundraising expenses	-	-	-	-	-	-	-	-	6,320	6,320
Management service fees	-	9,000	12,000	15,000	-	-	36,000	100,203	-	136,203
Interest expense	-	-	-	-	-	-	-	662	-	662
Late filing penalties	-	-	-	-	-	-	-	29,040	-	29,040
Total expenses	$ 589,043	$ 874,112	$ 234,567	$ 763,030	$ 287,299	$ 137,218	$ 2,885,269	$ 510,245	$ 8,206	$ 3,403,720

See independent auditor's report.
See accompanying notes to financial statements.

KINDBRIDGE RESEARCH INSTITUTE
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services									
	50X4 Vets	Colorado Programs	OH AWB	HRIA MA Advertising	Cross Program	Other Programs	Total Program Services	Management and General	Fundraising	Total Operating
Advertising	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,707	$ 1,707
Bank and merchant fees	-	-	-	-	-	-	-	223	-	223
Computer and internet	-	96,450	75,000	-	-	-	171,450	-	-	171,450
Employee benefits	-	-	-	-	-	-	-	10,491	-	10,491
Insurance	-	-	-	-	-	-	-	935	-	935
Legal and professional fees	-	-	-	-	-	-	-	48,224	-	48,224
Meals and entertainment	1,695	7,316	56	219	488	196	9,970	3,779	-	13,749
Office expenses	-	-	-	-	-	-	-	19,462	-	19,462
Payroll taxes	-	-	-	-	-	-	-	13,849	-	13,849
Postage	-	-	-	-	-	-	-	78	-	78
Rent expense	-	-	-	-	-	-	-	6,360	-	6,360
Salary and wages	-	-	-	-	-	-	-	182,626	-	182,626
Subcontractor	9,183	962,505	34,750	73,350	88,148	-	1,167,936	-	-	1,167,936
Travel	1,531	110,979	2,069	2,600	10,195	5,760	133,134	18,011	260	151,405
Utilities	-	-	-	-	-	-	-	229	-	229
Fundraising expenses	-	-	-	-	-	-	-	-	59,042	59,042
Management service fees	-	-	-	-	-	-	-	63,820	-	63,820
Interest expense	-	-	-	-	-	-	-	931	-	931
Late filing penalties	-	-	-	-	-	-	-	12,720	-	12,720
Total expenses	$ 12,409	$ 1,177,250	$ 111,875	$ 76,169	$ 98,831	$ 5,956	$ 1,482,490	$ 381,738	$ 61,009	$ 1,925,237

See independent auditor's report.
See accompanying notes to financial statements.

KINDBRIDGE RESEARCH INSTITUTE
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Cash flows from operating activities		
Change in net assets	$ 161,298	$ 385,659
Adjustments to reconcile change in net assets to net cash from operating activities:		
(Increase) decrease in:		
Accounts receivable	(567,058)	(201,449)
Prepaid expenses	(2,136)	-
Increase (decrease) in:		
Accounts payable	128,032	128,689
Accrued payroll	(5,083)	5,022
Accrued late filing penalty	29,040	12,720
Net cash used in operating activities	(255,907)	330,641
Net change in cash, cash equivalents, and restricted cash	(255,907)	330,641
Cash, cash equivalents, and restricted cash - beginning of year	548,599	217,958
Cash, cash equivalents, and restricted cash - end of year	$ 292,692	$ 548,599
SUPPLEMENTAL INFORMATION		
Total interest paid	$ 662	$ 931

See independent auditor's report.
See accompanying notes to financial statements.

NOTE 1 – NATURE OF OPERATIONS

Kindbridge Research Institute (the Organization) is a not-for-profit corporation formed in the State of Delaware in 2020. The Organization's intent is to provide better access to high-quality care for gamblers and gamers.

The Organization's main operations is to provide state gaming regulators, legislatures, and public health experts with world-class research that will help reduce health inequities for those experiencing gambling disorder in the populations they serve, improve overall health of their citizens, and inform public health policy and gambling legislation.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared according to the accrual method of accounting and represent the financial position, changes in net assets, and cash flows of the Organization.

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles 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.

Cash, Cash Equivalents and Restricted Cash

The Organization considers all highly liquid instruments with original maturities at the date of purchase of three months or less to be cash equivalents. Amounts included in restricted cash represent the balance of security deposits of cash for long-term arrangements as contractually required, in which the restriction of these deposits will lapse when the long-term arrangements end.

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the statement of financial position that sum to the total of the same such amounts shown in the statement of cash flows.

	2025	2024
Cash and cash equivalents	$ 291,492	$ 547,399
Deposits - restricted cash	1,200	1,200
Total	$ 292,692	$ 548,599

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions Receivables and Allowance for Credit Losses

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flow. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue. Conditional promises to give are not included as support until the conditions are met.

The Organization's management provides for probable uncollectible amounts through a charge to contributions revenue and a credit to a valuation allowance based on its assessment of the current status of individual accounts, historical collection information, existing economic conditions, and industry practices. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to contributions receivable. There was no allowance for credit losses as of December 31, 2025 and 2024, and no activity in allowance for credit losses in 2025 and 2024.

Operating Leases

The Organization elected to apply the practical expedient under ASC 842 to exempt short-term leases with a lease term of 12 months or less and does not include an option to purchase the underlying asset that the Organization is certain to exercise from ASC 842 reporting requirements. The Organization leases a building for operations. The determination of whether an arrangement is a lease is made at the lease's inception. Under ASC 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

Operating leases are included in operating lease right-of-use ("ROU") assets, and lease liabilities. ROU assets represent the Organization's right to use an underlying asset for the lease term, and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Operating lease ROU assets and lease liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. As most leases do not provide an implicit rate, the Organization uses its incremental borrowing rate based on information at commencement date. Operating lease ROU assets also include any lease payments made and exclude any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The term of the lease used for this evaluation begins with possession of the leased asset during applicable construction periods and includes renewal option periods only in instances in which the exercise of the renewal option can be reasonably assured and failure to exercise such option would result in an economic penalty.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Presentation of Net Assets

Financial statement presentation follows the recommendations of Not-for-Profit Entities topic of the FASB Accounting Standards Codification. Under those provisions, not-for-profit organizations are required to present net assets in two classes: with donor restrictions and without donor restrictions. Net assets of the restricted class are created by donor-imposed restrictions on their use. When a donor restriction expires, namely, when a stipulated time restriction ends or purpose restriction has been accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction. All other net assets, including board-designated, management-designated or appropriated amounts, are legally unrestricted and are reported as part of the unrestricted class. See Note 4 for net assets with donor restrictions.

Revenue Recognition

The Organization accounts for contributions under the provisions of the Revenue Recognition subtopic of the Not-for-Profit Entities topic of the FASB Accounting Standards Codification. Contributions received are recorded as donor restricted, or without donor restrictions depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributions of donated non-cash assets are recorded at their fair values in the period received. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

Donated Materials and Services

In-kind materials are measured at fair value at the date of donation. In-kind services represent services which meet the criteria specified in FASB ASC 958-605, Not-for-Profit Entities Revenue Recognition, "Accounting for Contributions", requiring specialized skills and services that the Organization would typically purchase. Contributed services are measured at the fair value of the services received. The Organization did not receive any donated materials or services in 2025 and 2024.

Volunteers donate time for the Organization's program services and fundraising campaigns. These volunteer services are not reflected in the financial statements as they do not meet the criteria for recording in-kind donations.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Operating and Nonoperating Activities

The Organization's measurement of operating and nonoperating activities, presented in the financial statements of activities, includes all transactions that are incurred in the course of the normal business of operations of the Organization. Nonoperating activities presented in the financial statements of activities include transactions that result from something other than the ongoing day-to-day activity of the Organization.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of functional expenses. The costs allocated among program and support services are based on management's estimate of the costs incurred to provide each service.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. Accordingly, a provision of income taxes has not been made in the accompanying financial statements. In the event of unrelated business income, the Organization will provide for income taxes on its unrelated business income as required by Section 512 of the Code.

The Organization follows the provisions of ASC 740-10, pertaining to the accounting for uncertainty in income taxes. This requires a more-likely-than-not threshold for financial statement recognition and measurement of tax positions taken or expected to be taken in the Organization's tax return. Management believes the tax positions taken on the Organization's income tax returns are appropriate. To the extent that management's assessment of such tax positions changes, the change will be reflected on tax returns in the period in which the determination is made. The Organization's policy is to classify income tax penalties and interest as income tax expense in its financial statements. The Organization recognized penalty expense for late filing of income tax reporting totaling $29,040 and $12,720 for the years ended December 31, 2025 and 2024, respectively. The Organization has accrued penalties totaling $98,280 and $69,240 as of December 31, 2025 and 2024, respectively (See Note 7). The Organization believes it has no other uncertain tax positions that qualify for either recognition or disclosure. As of December 31, 2025, due to statutes of limitation, the Organization is no longer subject to examination of its income tax returns by the federal and state authorities for years prior 2022.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising Expenses

The Organization expenses advertising as incurred. Total advertising expenses was $3,600 and $1,707 for the years ended December 31, 2025 and 2024, respectively.

Subsequent Events

The Organization has evaluated subsequent events through October 8, 2026, which is the date the financial statements were available to be issued.

NOTE 3 – OPERATING LEASE COMMITMENTS

The Organization elected to apply the practical expedient under ASC 842 to exempt short-term leases with a lease term of 12 months or less and does not include an option to purchase the underlying asset that the Organization is certain to exercise from ASC 842 reporting requirements. The Organization leases a building for operations.

Right-of-Use ("ROU") lease assets and lease liabilities as of December 31, 2025 include the following:

	Assets	Liabilities
Buildings	$ 31,265	$ 12,932
Less : Accumulated amortization	(18,333)	-
Less: Current portion	-	(12,932)
	$ 12,932	$ -

Right-of-Use ("ROU") lease assets and lease liabilities as of December 31, 2024 include the following:

	Assets	Liabilities
Buildings	$ 31,265	$ 19,470
Less : Accumulated amortization	(11,795)	-
Less: Current portion	-	(6,538)
	$ 19,470	$ 12,932

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

Years Ending December 31,	
2026	$ 13,200
	13,200
Less: Imputed interest	(268)
	$ 12,932

NOTE 3 – OPERATING LEASE COMMITMENTS (CONTINUED)

The following information pertains to the operating lease costs of the right of use assets and lease liabilities as of December 31, 2025 and 2024:

Operating lease costs for the year ended December 31, 2025 and 2024 are as follows:

	2025	2024
Interest expense	$ 662	$ 931
Amortization of lease asset	6,538	6,269
Other miscellaneous short term leases	8,327	91
	$ 15,527	$ 7,291

Cash paid for amounts included in the measurement of lease liabilities was $6,538 and $6,269 for the years ended December 31, 2025 and 2024, respectively.

No right-of-use assets were obtained in 2025 and 2024.

The weighted-average remaining lease term for operating leases, as of December 31, 2025 and 2024, was 1 year and 2 years, respectively. The weighted-average discount rate used to record the ROU assets and lease liabilities was 4.25% as of December 31, 2025 and 2024.

NOTE 4 – NET ASSETS

Net assets with donor restrictions are restricted for the following purposes or periods as of December 31, 2025 and 2024:

	2025	2024
Temporarily restricted net assets subject to expenditure for specified purpose		
Colorado programs	$ 590,558	$ 207,859
Florida hotline	257,192	-
Research expenses	154,888	154,508
	$ 1,002,638	$ 362,367

NOTE 5 – LIQUIDITY OF FINANCIAL ASSETS

The following table reflects the Organization's financial assets as of December 31, 2025 and 2024, reduced by amounts not available for general expenditures within one year. Financial assets are unavailable when illiquid or not convertible to cash within one year. Other considerations of non-liquid assets are perpetual endowments and accumulated earnings net of appropriations within one year, amounts restricted by donors for non-operating activities, and amounts limited by the Board or management. The Organization considers all expenditures related to its operating activities that are incurred in the course of the normal business operations of the Organization to be general expenditures.

	2025	2024
Cash and cash equivalents	$ 291,492	$ 547,399
Accounts receivable, net	793,058	226,000
Prepaid expenses	2,136	-
Total financial assets	1,086,686	773,399
Less amounts not available to be used within one year:		
Net assets with donor restrictions	(1,002,638)	(362,367)
Net assets with purpose restrictions to be met within one year	-	-
Financial assets available to meet general expenditures within one year	$ 84,048	$ 411,032

The Organization has a goal to maintain financial assets, which consist of cash on hand to meet 90 days of normal operating expenses, which are, on average, approximately $846,000 and $480,000 as of December 31, 2025 and 2024, respectively. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE 6 – REVENUE

The Organization revenue mainly consists of contributions and grants. The timing of revenue recognition for the Organization's contributions and grants occurs in the period when the contribution and grants are pledged by the donor.

Contributions and grants revenue represent various contributions by third parties to the Organization to facilitate the Organization's operations.

NOTE 7 – COMMITMENTS AND CONTINGENCIES

From time to time, the Organization may have certain contingent liabilities that arise in the ordinary course of its business activities. The Organization accrues contingent liabilities when it is probable that future expenditures will be made, and such expenditures can be reasonably estimated.

The Organization has accrued penalty for late filing of its 2024 and 2023 income tax reports totaling $98,280 and $69,240 as of December 31, 2025 and 2024, respectively. The Organization intends to submit a waiver request for the late filing penalties based on reasonable cause in future. The payment of the accrued penalties above are contingent upon the IRS decision on the waiver request.

NOTE 8 – CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts.

NOTE 9 – MAJOR DONORS AND VENDORS

Four donors represent approximately 100% of total accounts receivable as of December 31, 2025 and four donors represent approximately 82% of total revenue in 2025. Three donors represent approximately 100% of total accounts receivable as of December 31, 2024 and four donors represent approximately 86% of total revenue in 2024.

Four vendors represent approximately 89% of total accounts payable as of December 31, 2025 and one vendor represents approximately 45% of total operating expenses in 2025. Four vendors represent approximately 97% of total accounts payable as of December 31, 2024 and one vendor represent approximately 28% of total operating expenses in 2024.

NOTE 10 - RELATED PARTY TRANSACTIONS

The Organization received management consulting services from an affiliated entity owned by a board member's spouse totaling $11,925 and $83,320 for the years ended December 31, 2025 and 2024, respectively. The Organization had a payable due to the affiliated entity totaling $0 and $1,900 included in accounts payable on the statements of financial position as of December 31, 2025 and 2024, respectively.

The Organization received podcast service from another affiliated entity owned by a board member totaling $4,500 and 2,400 for the years ended December 31, 2025 and 2024, respectively.

The Organization received professional services from another affiliated entity owned by a board member totaling $137,500 and $0 for the years ended December 31, 2025 and 2024, respectively.

NOTE 10 - RELATED PARTY TRANSACTIONS (CONTINUED)

The Organization received management services from a board member totaling $106,000 and 49,000 for the years ended December 31, 2025 and 2024, respectively.

The Organization received program services from an affiliated entity, in which some board members were part of management or board of the affiliate, totaling $893,511 and $534,063 for the years ended December 31, 2025 and 2024. The Organization had a payable due to the affiliated entity totaling $141,290 and $78,373 included in accounts payable on the statements of financial position as of December 31, 2025 and 2024, respectively.

The Organization received program services from another affiliated entity, in which some board members were part of management or board of the affiliate, totaling $51,503 and $2,427 for the years ended December 31, 2025 and 2024, respectively. The Organization had a payable due to the affiliated entity totaling $6,751 and $2,427 included in accounts payable on the statement of financial position as of December 31, 2025 and 2024, respectively.

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the management and Board of Directors:
Kindbridge Research Institute

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Kindbridge Research Institute (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. We have issued our report thereon dated October 8, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Kindbridge Research Institute's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Kindbridge Research Institute's internal control. Accordingly, we do not express an opinion on the effectiveness of Kindbridge Research Institute's internal control.

A *deficiency in internal* control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

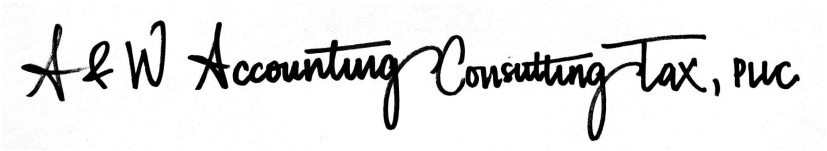
As part of obtaining reasonable assurance about whether Kindbridge Research Institute's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Kindbridge Research Institute's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Kindbridge Research Institute's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Kindbridge Research Institute's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Tempe, Arizona
October 8, 2026

Independent Auditors' Report on Compliance for the Major State Project and Report on Internal Controls Over Compliance as Required by *Chapter 10.650, Rules of Auditor General of the State of Florida*

To the management and Board of Directors:
Kindbridge Research Institute

Report on Compliance with *Chapter 10.650, Rules of Auditor General*

Opinion

Ww have audited Kindbridge Research Institute's compliance with the applicable types of compliance requirements identified as subject to audit in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on Kindbridge Research Institute's major state project for the year ended December 31, 2025. Kindbridge Research Institute's major state project is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Kindbridge Research Institute complied, in all material respects, with the state compliance requirements referred to above for the year ended December 31, 2025.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (Government Auditing Standards); and the audit requirements of *Chapter 10.650, Rules of Auditor General of the State of Florida*. Our responsibilities under those standards and *Chapter 10.650, Rules of Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Kindbridge Research Institute and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the general state compliance. Our audit does not provide a legal determination of the Kindbridge Research Institute's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Kindbridge Research Institute's state project.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Kindbridge Research Institute's compliance based on our audit. 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, *Government Auditing Standards*, and *Chapter 10.650, Rules of Auditor General of the State of Florida* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Kindbridge Research Institute's compliance with the requirements of the major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and *Chapter 10.650, Rules of Auditor General*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 Kindbridge Research Institute's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Kindbridge Research Institute's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with *Chapter 10.650, Rules of Auditor General of the State of Florida*, but not for the purpose of expressing an opinion on the effectiveness of the Kindbridge Research Institute's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a state compliance requirement on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

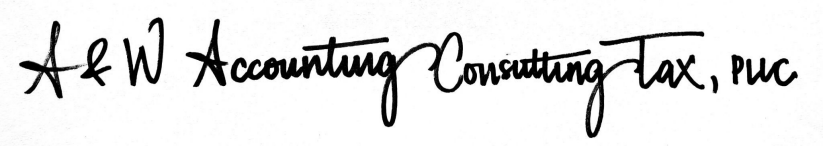
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of *Chapter 10.650, Rules of Auditor General*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of State Financial Assistance Required by *Chapter 10.650, Rules of Auditor General*

We have audited the financial statements of Kindbridge Research Institute as of and for the year ended December 31, 2025, and have issued our report thereon dated October 8, 2026, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by *Chapter 10.650, Rules of Auditor General* and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of

expenditures of state financial assistance is fairly stated in all material respects in relation to the financial statements as a whole.



Tempe, Arizona
October 8, 2026

KINDBRIDGE RESEARCH INSTITUTE
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Grantor/ Pass-Through Agency / Program or Cluster Title	CSFA / Identifying Number	Contract Number		Total 2025 expenditures
State of Florida / Florida Gaming Control Commission				
Commission / Compulsive or Addictive Gambling Prevention Program	41.501	25-00002	(1)	$ 763,030

(1) For the total amount of expenditures $763,030, $139,514 was expended for the period January 1, 2025 to June 30, 2025, and $623,516 was expended for the period July 1, 2025 to December 31, 2025.

See independent auditor's report.
See accompanying notes to schedule of expenditures of state financial assistance.

KINDBRIDGE RESEARCH INSTITUTE
NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance (the Schedule) includes the state financial assistance and state cost reimbursement contracts, as applicable, of Kindbridge Research Institute (the Organization) for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of *Chapter 10.650, Rules of Auditor General of the State of Florida*. As the Schedule presents only a selected portion of the operations of Kindbridge Research Institute, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Kindbridge Research Institute.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. When applicable, such expenditures are recognized following the cost principles contained in the *Chapter 10.650, Rules of Auditor General* wherein certain types of expenditures are not allowable or are limited as to reimbursement. No state assistance has been provided to a subrecipient. The Organization's summary of significant accounting polices is presented in Note 1 to the basic financial statements.

NOTE 3 – RELATIONSHIP TO THE BASIC FINANCIAL STATEMENTS

State assistance expenditures are reported on the statement of functional expenses as program service costs. However, expenditures in the Schedule might have incurred deficits have been limited to the related contracted or budgeted amount. In addition, the expenditures reported in the basic financial statements may differ from the expenditures reported on the Schedule due to program expenditures exceeding the state's grant or contract budget limitations.

KINDBRIDGE RESEARCH INSTITUTE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	None
Significant deficiencies identified	None
Noncompliance material to the financial statements noted?	None

State of Florida Project

Internal control over Florida program:	
Material weaknesses identified	None
Significant deficiencies identified	None
Type of auditor's report issued on compliance for major state project	Unmodified
Any audit findings that are required to be reported in accordance with *AG Rule 10.654(1)(h)(4)?*	Yes. See Section III
Dollar threshold used to distinguish between type A and type B programs:	$750,000

Identification of Florida major state project:

Catalog of State Financial Assistance Number	Grant Period	Name of State Project
41.501	07/01/25 to 06/30/28	Florida Gaming Control Commission - Compulsive or Addictive Gambling Prevention Program

Section II – Financial Statement Findings

No reportable matters.

KINDBRIDGE RESEARCH INSTITUTE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Section III – State Award Findings and Questioned Costs

Finding 2025-001: Late submission of audited financial statements to state of Florida

Criteria: The audited financial statement as of and for the year ended December 31, 2025 was required to be submitted to the state of Florida within the earlier date of either 45 days from the auditor report date or nine months from year end date (September 30, 2026).

Conditions: The audited financial statements were not ready to be issued as of September 30, 2026. The audited financial statements are expected to be submitted to the state of Florida in October 2026.

Cause: Kindbridge Research Institute's general year end date is at December 31. The completion of the audit was delayed with realization of that the Organization can submit the audit package to the state of Florida for the year ended December 31, 2025 instead of performing another audit for the fiscal year ended June 30, 2026. As a result more time was required in communications and gathering information to complete the state single audit procedures required.

Effect: None.

Questioned Costs: None

Repeat finding from prior year: Not applicable. First year of Florida state single audit.

Recommendation: Management should be prepared to start the subsequent year financial statement audit and state single audit earlier to allow sufficient time to complete the audit timely at latest by September 30, 2027.

Section IV – Summary Schedule of Prior Audit Findings

There were no prior year audit findings. First year of Florida state single audit.

To the management and Board of Directors:
Kindbridge Research Institute

Report on the Financial Statements

We have audited the financial statements of Kindbridge Research Institute as of and for the year ended December 31, 2025, and have issued our report thereon dated October 8, 2026.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *Chapter 10.650, Rules of the Auditor General of the State of Florida*.

Other Reporting Requirements

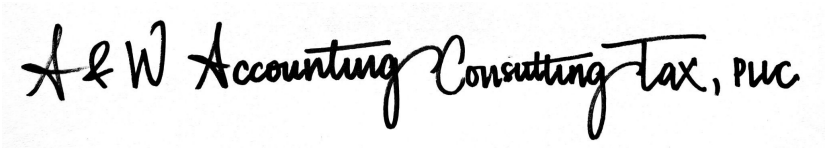
We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for the Major State Project and Report on Internal Control Over Compliance; and Schedule of Findings and Questioned Costs. Disclosures in these reports and schedule, which are dated October 8, 2026, should be considered in conjunction with this management letter.

Additional Matters

Section 10/654(1)(e), Rules of the Auditor General of the State of Florida, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements of State project amounts that is less than material but warrants the attention of those charged with governance. We noted that the Organization expects to submit the audited financial package to the State of Florida past the deadline of submission.

Purpose of this Letter

The purpose of this management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Board of Directors, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



Tempe, Arizona
October 8, 2026