RESOURCE GENERATION, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

LUTZ AND CARR
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Resource Generation, Inc.

Opinion

We have audited the accompanying financial statements of Resource Generation, Inc. (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 Resource Generation, Inc. as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Resource Generation, Inc. 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 Resource Generation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

LUTZ AND CARR
CERTIFIED PUBLIC ACCOUNTANTS, LLP

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Resource Generation, Inc.'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 Resource Generation, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Lutz + Carr, LLP

New York, New York
September 1, 2026

RESOURCE GENERATION, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2025 AND 2024

	2025	2024
Assets		
Cash and cash equivalents	$1,583,834	$1,876,708
Contributions receivable		
Without donor restrictions	20,111	18,395
With donor restrictions	100,000	50,000
Accounts receivable	58,475	141,862
Investments	1,818,611	1,794,811
Prepaid expenses and other assets	46,930	60,868
Operating lease right-of-use asset	-	36,322
Total Assets	$3,627,961	$3,978,966
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	$ 232,887	$ 209,960
Operating lease liability	-	37,447
Total Liabilities	232,887	247,407
Commitment (Note 8)		
Net Assets		
Without donor restrictions	3,295,074	3,581,559
With donor restrictions	100,000	150,000
Total Net Assets	3,395,074	3,731,559
Total Liabilities and Net Assets	$3,627,961	$3,978,966

See notes to financial statements.

RESOURCE GENERATION, INC.

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Changes in Net Assets Without Donor Restrictions		
Revenue and Support		
Contributions	$3,602,370	$4,570,007
Conference fees	222,005	150,189
Net investment income	89,718	87,586
Miscellaneous income	8,800	12,354
	3,922,893	4,820,136
Net assets released from restrictions		
Satisfaction of time and program restrictions	150,000	146,024
Total Revenue and Support	4,072,893	4,966,160
Expenses		
Program Services	2,893,562	2,494,527
Supporting Services		
Management and general	1,174,113	1,101,071
Fundraising	291,703	391,565
Total Supporting Services	1,465,816	1,492,636
Total Expenses	4,359,378	3,987,163
Increase (Decrease) in Net Assets Without Donor Restrictions	(286,485)	978,997
Changes in Net Assets With Donor Restrictions		
Contributions	100,000	-
Net assets released from restrictions	(150,000)	(146,024)
Decrease in Net Assets With Donor Restrictions	(50,000)	(146,024)
Increase (decrease) in net assets	(336,485)	832,973
Net assets, beginning of year	3,731,559	2,898,586
Net Assets, End of Year	$3,395,074	$3,731,559

See notes to financial statements.

RESOURCE GENERATION, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025				2024			
		Supporting Services				Supporting Services		
	Program Services	Management and General	Fundraising	Total Expenses	Program Services	Management and General	Fundraising	Total Expenses
Salaries	$1,487,576	$ 528,208	$ 154,572	$2,170,356	$1,416,954	$ 478,750	$ 224,533	$2,120,237
Payroll taxes and employee benefits	646,420	229,531	67,169	943,120	569,637	192,466	90,266	852,369
Professional and consulting fees	190,923	215,153	26,276	432,352	99,859	207,023	37,435	344,317
Meetings and travel	396,309	41,410	15,748	453,467	242,155	61,313	19,361	322,829
Occupancy	43,371	15,399	4,507	63,277	45,747	15,456	7,249	68,452
Insurance	8,848	3,141	919	12,908	5,627	1,901	892	8,420
Staff development	29,453	10,458	3,060	42,971	17,010	11,798	-	28,808
Advertising	75	2,191	-	2,266	125	20	-	145
Bank fees	-	41,540	-	41,540	-	53,929	-	53,929
Postage and printing	11,078	395	-	11,473	1,266	2,131	-	3,397
Office supplies	29,393	12,338	3,048	44,779	49,291	52,247	517	102,055
Telecommunications	18,784	57,053	2,704	78,541	27,212	9,194	4,312	40,718
Sponsorships	30,166	5,136	13,700	49,002	19,504	3,142	7,000	29,646
Miscellaneous	1,166	12,160	-	13,326	140	11,701	-	11,841
Total Expenses	$2,893,562	$ 1,174,113	$ 291,703	$4,359,378	$2,494,527	$ 1,101,071	$ 391,565	$3,987,163

See notes to financial statements.

RESOURCE GENERATION, INC.

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Cash Flows From Operating Activities		
Increase (decrease) in net assets	$ (336,485)	$ 832,973
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities:		
Non-cash operating lease expense	36,322	46,295
Realized loss on investments	5,475	1,923
Unrealized loss on investments	12,764	17,452
(Increase) decrease in:		
Contributions receivable	(51,716)	32,629
Accounts receivable	83,387	(83,916)
Prepaid expenses and other assets	13,938	(45,312)
Increase (decrease) in:		
Accounts payable and accrued expenses	22,927	38,159
Operating lease liability	(37,447)	(45,545)
Net Cash Provided (Used) By Operating Activities	(250,835)	794,658
Cash Flows From Investing Activities		
Purchase of investments	(4,783,981)	(2,476,170)
Proceeds from sale of investments	4,741,942	2,426,883
Net Cash Used By Investing Activities	(42,039)	(49,287)
Increase (decrease) in cash and cash equivalents	(292,874)	745,371
Cash and cash equivalents, beginning of year	1,876,708	1,131,337
Cash and Cash Equivalents, End of Year	$1,583,834	$1,876,708

See notes to financial statements.

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 1 - Organization and Summary of Significant Accounting Policies

a - Organization

Resource Generation, Inc. (the "Organization") is a national non-profit organization dedicated to organizing young people with wealth and class privilege to become transformative leaders working towards the equitable distribution of land, wealth, and power. The Organization focuses on developing leaders through story-telling and peer-led learning and action. The Organization supports members to engage in collective action through local chapters, national campaigns, innovative funding models, and in their family's philanthropy. The Organization envisions a world in which all communities are powerful, healthy, and living in alignment with the planet.

b - Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments, purchased with a maturity of three months or less, to be cash equivalents, except for cash and short-term investments managed by the Organization's investment managers as part of their long-term investment strategies.

c - Contributions and Contributions Receivable

The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and right of return, are not recognized until the conditions on which they depend have been met. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are 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.

The Organization uses the allowance method to determine uncollectible contributions receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

d - Current Expected Credit Loss

Receivables are presented net of an allowance, if any, for credit losses, which is an estimate of amounts that may not be collectible. The Organization separates receivables into risk pools based on their aging. In determining the amount of the allowance as of the statement of financial position date, the Organization develops a loss rate for each risk pool. The loss rate is based on management's historical collection experience, adjusted for management's expectations about current and future economic conditions. As of December 31, 2025 and 2024, management determined that no allowance for credit losses was necessary.

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

e - Investments

The Organization reflects investments at fair value in the statement of financial position. Interest, dividends, and gains and losses on investments are reflected in the statement of activities as increases and decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law.

Gains and other investment income that are limited to specific uses by donor-imposed restrictions 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 for time and purpose are reclassified to net assets without donor restrictions.

f - Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. Fair value is a market-based measurement, not an entity-based measurement. Generally accepted accounting principles establish a framework for measuring fair value which maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those the market participants would use in pricing the asset based on market data obtained from sources independent of the Organization. Unobservable inputs reflect the Organization's assumptions about the inputs market participants would use in pricing the asset developed based on the best information available in the circumstances.

Fair value measurements are categorized into three levels as follows:

Level 1 Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.

Level 2 Inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 Inputs that are unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

g - Operating Lease Right-of-Use Asset and Operating Lease Liability

For leases with an initial term greater than twelve months, the Organization's operating lease liability is initially recorded at the present value of the unpaid lease payments. The Organization's operating lease right-of-use asset is initially recorded at the carrying amount of the lease liability adjusted for initial direct costs, accruals, deferred rent liability and lease incentives, if any. Operating lease cost is recognized on a straight-line basis over the lease term.

h - Revenue Recognition

The Organization has a conference fee revenue stream that is accounted for as an exchange transaction. Revenues are recognized when control of the promised goods or services is transferred to customers in an amount that reflects the consideration the Organization expects to be entitled to in exchange for these goods or services. The Organization records deferred revenue in situations when amounts are collected, but the revenue recognition criteria outlined above are not met. Such revenue is recognized when all criteria are subsequently met.

Revenues from conferences are recognized when the conferences take place.

i - Financial Statement Presentation

The financial statements of the Organization have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

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. These net assets may be used at the discretion of the Organization's management and Board of Directors.

Net Assets With Donor Restrictions

Net assets that are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

j - Functional Allocation of Expenses

The cost of providing the various program and supporting services has been summarized on a functional basis in the statement of activities. Salaries and benefits are allocated on the basis of the employees' time and effort and direct expenses are tracked based on the function of the cost. Accordingly, certain costs have been allocated among the program and supporting services benefited.

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

k - Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

l - Tax Status

The Organization is a not-for-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been designated as an organization which is not a private foundation.

m - Subsequent Events

The Organization has evaluated subsequent events through September 1, 2026, the date that the financial statements are considered available to be issued.

n - Prior Year Information

For comparability purposes, certain 2024 amounts have been reclassified, where appropriate, to conform to the financial statement presentation used in 2025.

Note 2 - Information Regarding Liquidity and Availability

The Organization operates with a balanced budget for each fiscal year based on the revenues expected to be available to fund anticipated expenses. A substantial portion of annual revenue is comprised of individual contribution revenue raised during the current year, revenue from earned income, and other sources earned during the year. The Organization considers general expenditures to consist of all expenses related to its ongoing program activities, and the expenses related to general and administrative and fundraising activities undertaken to support those services.

The Organization regularly monitors liquidity to meet its operating needs and other commitments and obligations, while seeking to maximize the investment of its available funds. Management prepares regular cash flow projections to determine liquidity needs and has a policy to maintain liquid financial assets on an ongoing basis sufficient to cover six months of general expenditures. Financial assets in excess of daily cash requirements are invested in government securities, money market funds, and other short-term investments.

Note 2 - Information Regarding Liquidity and Availability (continued)

The Organization's financial assets as of December 31, 2025 and 2024 available to meet cash needs for general expenditures within one year are summarized as follows:

	2025	2024
Financial Assets at Year End:		
Cash and cash equivalents	$1,583,834	$1,876,708
Contributions receivable	120,111	68,395
Accounts receivable	58,475	141,862
Investments	1,818,611	1,794,811
Total Financial Assets	3,581,031	3,881,776
Less: Amounts not Available to be Used within One Year		
Net assets with donor restrictions, subject to the passage of time	(100,000)	(150,000)
Plus: Net assets with restrictions to be met in less than one year	50,000	150,000
Financial Assets Available to Meet General Expenditures within One Year	$3,531,031	$3,881,776

Note 3 - Restrictions on Net Assets

Net assets with donor restrictions are restricted for future periods.

Note 4 - Concentrations

The Organization maintains its cash balances in a financial institution located in New York City. The cash balances, at times, may exceed federally insured limits.

During the year ended December 31, 2024, the Organization received 11% of its contributions from one individual.

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 5 - Contributions Receivable

Contributions receivable are due as follows:

	2025	2024
Due in less than one year	$ 70,111	$68,395
Due in one to three years	50,000	-
	$120,111	$68,395

Uncollectible contributions receivable are expected to be insignificant.

Note 6 - Investments

Investments consist of the following at December 31:

	2025		2024	
	Cost	Fair Value	Cost	Fair Value
Cash	$ 4,017	$ 4,017	$ 4,050	$ 4,050
Government securities	1,436,725	1,452,046	1,174,441	1,203,199
Mutual funds	347,421	347,383	588,398	587,562
Exchange-traded products	15,290	15,165	-	-
	$1,803,453	$1,818,611	$1,766,889	$1,794,811

The following summarizes investments by the Levels within the fair value hierarchy used to measure their respective fair values at December 31:

	2025			
	Total	Level 1	Level 2	Level 3
Cash	$ 4,017	$ 4,017	$ -	$ -
Government securities	1,452,046	-	1,452,046	-
Mutual funds	347,383	347,383	-	-
Exchange-traded products	15,165	15,165	-	-
Total Investments	$1,818,611	$366,565	$1,452,046	$ -

RESOURCE GENERATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

Note 6 - Investments (continued)

	2024			
	Total	Level 1	Level 2	Level 3
Cash	$ 4,050	$ 4,050	$ -	$ -
Government securities	1,203,199	-	1,203,199	-
Mutual funds	587,562	587,562	-	-
Total Investments	$1,794,811	$591,612	$1,203,199	$ -

Net investment income consists of the following:

	2025	2024
Interest and dividends	$117,228	$113,893
Realized loss on sale of investments	(5,475)	(1,923)
Unrealized loss on investments	(12,764)	(17,452)
Investment fees	(9,271)	(6,932)
	$ 89,718	$ 87,586

Note 7 - Operating Lease Liability

In August 2023, the Organization entered into an operating lease agreement that expired September 2025 for its office space.

Operating lease expense for the years ended December 31, 2025 and 2024 were $47,615 and $50,025, respectively. There were no variable lease costs incurred. The Organization currently occupies space on a month to month basis.

Note 8 - Pension Plan

The Organization established a defined contribution retirement plan under Section 403(b) of the Internal Revenue Code for all eligible employees. The Organization's Board of Directors may elect to make a matching contribution, as well as other discretionary contributions, to the plan. During the years ended 2025 and 2024, the expense under this plan was $83,955 and $89,813, respectively.