AMERICAN BIRDING ASSOCIATION, INC.
COLORADO SPRINGS, COLORADO

FINANCIAL STATEMENTS

DECEMBER 31, 2025

AMERICAN BIRDING ASSOCIATION, INC.

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BTCPA
BARBACANE THORNTON & COMPANY

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

March 13, 2026

To the Board of Directors
American Birding Association, Inc.
Colorado Springs, Colorado

We have reviewed the accompanying financial statements of American Birding Association, Inc. (a not-for-profit organization), which comprise the statement 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. A review includes primarily applying analytical procedures to management's financial data and making inquiries of organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Accountant's Responsibility

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

We are required to be independent of American Birding Association, Inc. and to meet our other ethical responsibilities, in accordance with the relevant requirements related to our review.

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To the Board of Directors
American Birding Association, Inc.

Accountant's Conclusion

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

Summarized Comparative Information

We previously reviewed American Birding Association, Inc.'s December 31, 2024 financial statements and in our report dated April 23, 2025, stated that based on our procedures, we were not aware of any material modifications that should be made to the December 31, 2024 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2024 for it to be consistent with the reviewed financial statements from which it has been derived.

Barbacane, Thornton & Company LLP

BARBACANE, THORNTON & COMPANY LLP

AMERICAN BIRDING ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Current Assets:		
Cash and cash equivalents	$ 682,647	$ 453,522
Accounts and contributions receivable, net	43,493	-
Prepaid expenses	64,734	11,953
Inventory	3,341	7,436
Total Current Assets	794,215	472,911
Intangible asset	-	100,000
TOTAL ASSETS	$ 794,215	$ 572,911
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable and accrued expenses	$ 82,761	$ 106,082
Current portion of deferred revenue	160,212	152,337
Total Liabilities	242,973	258,419
NET ASSETS		
Without donor restrictions	424,799	204,137
With donor restrictions	126,443	110,355
Total Net Assets	551,242	314,492
TOTAL LIABILITIES AND NET ASSETS	$ 794,215	$ 572,911

See independent accountant's review report.

AMERICAN BIRDING ASSOCIATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025
(With Summarized Comparative Information for the Year Ended December 31, 2024)

	Without Donor Restrictions	With Donor Restrictions	Totals 2025	Totals 2024
PUBLIC SUPPORT AND REVENUE WITHOUT DONOR RESTRICTIONS:				
Membership contributions	$ 461,151	$ -	$ 461,151	$ 393,019
Other contributions, grants, and contracts	748,183	46,685	794,868	797,069
Membership dues	216,552	-	216,552	280,850
Advertising	247,048	-	247,048	224,467
In-kind contributions	18,465	-	18,465	1,133
Other income	24,588	-	24,588	27,549
Publications production	49,231	-	49,231	14,044
Endorsements and royalties	20,257	-	20,257	21,786
Conferences and meetings	300,454	-	300,454	296,051
Satisfied program restrictions	30,597	(30,597)	-	-
TOTAL PUBLIC SUPPORT AND REVENUE WITHOUT DONOR RESTRICTIONS	2,116,526	16,088	2,132,614	2,055,968
EXPENSES AND LOSS:				
Program services:				
Conservation and community	547,000	-	547,000	883,222
Member services	698,620	-	698,620	648,736
Total Program Services	1,245,620	-	1,245,620	1,531,958
Supporting services:				
General and administrative	140,687	-	140,687	224,785
Membership development and fundraising	409,557	-	409,557	53,958
Total Supporting Services	550,244	-	550,244	278,743
TOTAL EXPENSES	1,795,864	-	1,795,864	1,810,701
Loss on impairment of asset	100,000	-	100,000	-
TOTAL EXPENSES AND LOSS	1,895,864	-	1,895,864	1,810,701
CHANGE IN NET ASSETS	220,662	16,088	236,750	245,267
NET ASSETS, BEGINNING OF YEAR	204,137	110,355	314,492	69,225
NET ASSETS, END OF YEAR	$ 424,799	$ 126,443	$ 551,242	$ 314,492

See independent accountant's review report.

AMERICAN BIRDING ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
(With Summarized Comparative Information for the Year Ended December 31, 2024)

	Program Services			Supporting Services		Totals	
	Community Outreach	Member Services	Total Program Services	General and Administrative	Membership Development and Fundraising	2025	2024
EXPENSES:							
Bank charges	$ 3,706	$ 2,726	$ 6,432	$ 1,154	$ 21,761	$ 29,347	$ 3,949
Conferences and meetings	39,769	431	40,200	-	9,842	50,042	122,096
Cost of sales	13,732	-	13,732	-	-	13,732	7,434
Employee benefits	30,940	73,449	104,389	9,805	36,066	150,260	102,492
Insurance	2,390	-	2,390	7,291	-	9,681	12,222
Marketing and promotion	5,454	6	5,460	6,546	518	12,524	4,383
Miscellaneous	2	4,809	4,811	125	-	4,936	28,626
Payroll taxes	14,744	24,168	38,912	4,827	26,941	70,680	66,259
Professional fees	222,549	187,734	410,283	41,089	4,140	455,512	480,812
Printing and mailing	7,372	136,528	143,900	356	33,793	178,049	214,237
Salaries and wages	172,013	255,535	427,548	61,527	261,083	750,158	700,154
Software licenses	1,869	11,943	13,812	1,877	11,403	27,092	40,990
Sponsorship expense	4,640	-	4,640	-	-	4,640	-
Supplies	23,224	82	23,306	3,173	3,824	30,303	16,127
Telephone	2,100	1,209	3,309	704	-	4,013	10,920
Travel	2,496	-	2,496	2,213	186	4,895	-
TOTAL EXPENSES	$ 547,000	$ 698,620	$ 1,245,620	$ 140,687	$ 409,557	$ 1,795,864	$ 1,810,701

See independent accountant's review report.

AMERICAN BIRDING ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 236,750	$ 245,267
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Bad debt expense (recovery)	(8,000)	(8,141)
Impairment loss on assets	100,000	-
(Increase) Decrease in accounts receivable, net	(35,493)	64,101
(Increase) Decrease in prepaid expenses	(52,781)	(6,893)
(Increase) Decrease in inventory	4,095	1,485
Increase (Decrease) in accounts payable and accrued liabilities	(23,321)	7,830
Increase (Decrease) in deferred revenue	7,875	(79,814)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	229,125	223,835
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	229,125	223,835
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	453,522	229,687
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 682,647	$ 453,522
SUPPLEMENTAL DISCLOSURES:		
Interest paid	$ -	$ -
Taxes paid	$ -	$ -

See independent accountant's review report.

NOTE A THE ORGANIZATION

The American Birding Association, Inc. ("the Association") is a not-for-profit corporation, organized under the laws of the State of Delaware that works to grow, connect, and educate the birding community and to increase support for bird habitat conservation. The Association supports the interests of birders of all ages and experience and promotes birding skills through meetings, workshops, publications, and guided involvement in birding. The Association develops and disseminates information about birds, birders, and birding and promotes national and international birder networks. The Association actively encourages the conservation of birds and their habitats. The majority of the Association's revenues are derived from membership dues, other charitable contributions, and publication revenues. The Association's members are located in every state, province, and territory in the United States and Canada.

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Association are prepared on the accrual basis of accounting.

Cash and Cash Equivalents

The Association considers all liquid investments with original maturities of three months or less to be cash equivalents. At December 31, 2025 and 2024, cash and cash equivalents consisted of the Association's checking and short-term CD accounts and an undeposited fund account.

Accounts and Contributions Receivable

Accounts and contributions receivable are stated at the amount management expects to collect from balances outstanding at year-end. Management provides an allowance for doubtful accounts, which is based upon a review of outstanding receivables, historical collection information, and existing economic conditions. As of December 31, 2025 and 2024, receivables were recorded net of an allowance for doubtful accounts of $0 and $0, respectively.

Inventory

Inventory consists of various publications and apparel for sale to both members and non-members. Inventory is valued at the lower of first-in, first-out or net realizable value.

Contributions

Contributions are recorded as without donor restrictions or with donor restrictions, depending on the existence or nature of any donor restrictions. When a donor restriction is met, net assets with

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as satisfied program restrictions.

Donated Items and Services

The Association at times may receive donated items or securities. These items are valued at the estimated fair value and are recorded as in-kind donations and in-kind expense or asset, as appropriate, in the Association's financial statements.

Revenue from Contracts with Customers

Events – The Association receives revenue from sales related to various birding events. The revenue is recognized at the time of the event, which recognizes the completion of the Association's performance obligations.

Membership Revenue –The Association reports the deductible contribution portion separately from the non-deductible dues on its financial statements, with the contributions recorded as revenue upon receipt, and the non-deductible dues deferred and recognized as revenue over the corresponding period of membership.

Sales Revenue – The Association receives revenue from the sale of merchandise and publications. The revenue is recognized upon sale when the performance obligations have been satisfied.

Royalties – The Association receives royalties on merchandise sold through ABA Sales and other channels. This revenue is recognized upon receipt as the performance obligations have been satisfied.

Advertising – The Association recognizes revenue from advertising contracts with sponsors and suppliers. Performance obligations in such contracts are satisfied as the publications are released, and revenue is recognized at that time.

Income Taxes

The Association qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not subject to federal income tax. Accordingly, no income tax provision has been recorded.

The Association's Form 990, Return of Organization Exempt from Income Tax, is subject to examination by various taxing authorities, generally for three years after the date it was filed.

NOTE B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Management of the Association believes that it does not have any uncertain tax positions that are material to the financial statements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities, and the reported amounts of revenues and expenses. Actual results could differ from those estimates.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributed to one or more programs or supporting services of the Association. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include grants which are allocated fully to the related programs, as well as salaries and benefits, professional fees, rent, insurance, and other operating expenses, which are allocated on the basis of estimates of time and effort spent by personnel in the various program and supporting services.

NOTE C AVAILABLE RESOURCES AND LIQUIDITY

The following table reflects the Association's financial assets as of December 31, 2025 and 2024, reduced by amounts that are not available to meet general expenditures within one year of December 31, 2025 and 2024 because of contractual restrictions or internal board designations. Amounts not available include net assets with donor restrictions.

	2025	2024
Cash and cash equivalents	$ 682,647	$ 453,522
Accounts receivable, net	43,493	-
Total financial assets	726,140	453,522
Less: amounts with donor restrictions	(126,443)	(110,355)
Financial assets available within one year	$ 599,697	$ 343,167

As part of the Association's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Association manages their cash flow through regular monthly analysis of budgeted expenses compared to cash and cash equivalents.

NOTE D DEFERRED REVENUE

Deferred revenue at December 31, 2025 and 2024 consists of the following:

	2025	2024
Membership dues	$ 80,720	$ 103,663
Event revenue	76,847	48,674
Advertising revenue	2,645	-
	$ 160,212	$ 152,337

NOTE E NET ASSETS WITH DONOR RESTRICTIONS - TEMPORARY

Donor restricted net assets at December 31, 2025 and 2024 are available for the following purposes:

	2025	2024
Research	$ 10,000	$ 10,000
Scholarship	4,952	355
Young Birders' Program	81,190	100,000
Comm Weekends	30,000	-
Birders Exchange Program	301	-
	$ 126,443	$ 110,355

Net assets are released from donor restrictions by incurring expenses that satisfy the restricted purpose or by satisfying the time restrictions. During the years ended December 31, 2025 and 2024, $30,597 and $31,415, respectively, in donor-restricted net assets were released for programmatic purposes.

NOTE F EMPLOYEE BENEFIT PLAN

The Association has a SIMPLE retirement plan covering substantially all employees. Employees' voluntary contributions are matched by the Association up to 3% of annual compensation. Employer contributions were $22,776 and $20,819 for the years ended December 31, 2025 and 2024, respectively, and are included in employee benefits on the statement of functional expenses.

NOTE G LICENSING AGREEMENTS

The Association has entered into agreements with various vendors for which it receives royalty payments on all products they sell through ABA Sales and third-party vendors. For the years ended December 31, 2025 and 2024, the Association earned $20,257 and $21,786, respectively, under these licensing agreements.

NOTE H INTANGIBLE ASSET

During the year ended December 31, 2023, the Association was gifted two software applications related to their charitable mission, which were valued at an initial cost of $363,450 by an independent appraisal as of the date of transfer. The Association has evaluated the future utility of these applications in their operations and has determined that their value to the Association at December 31, 2025 is $0. The Association has recognized an impairment loss of $100,000 and $0, respectively, for the years ended December 31, 2025 and 2024 based on this reassessment. Amortization has not been recognized on the asset in 2025, as the asset has no value.

NOTE I SUBSEQUENT EVENTS

The Association has evaluated all subsequent events through March 13, 2026, the date the financial statements were available to be issued.