SCHIZOPHRENIA AND RELATED DISORDERS ALLIANCE OF AMERICA, INC. (DBA SCHIZOPHRENIA & PSYCHOSIS ACTION ALLIANCE) AND AFFILIATE

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

KWC Certified Public Accountants

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Independent Auditor's Report

To the Board of Directors
Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Opinion

We have audited the accompanying consolidated financial statements of the **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate** (nonprofit organizations), which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above are presented fairly, in all material respects, the financial position of **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate** as of December 31, 2025 and 2024, and the changes in their net assets and their 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate** 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate's** ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 consolidated financial statements.

To the Board of Directors
Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

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 consolidated 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 consolidated 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 **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate'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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about **Schizophrenia and Related Disorders Alliance of America, Inc. (dba Schizophrenia & Psychosis Action Alliance) and Affiliate's** ability to continue as a going concern for a reasonable period of time.

Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating schedule of financial position and the consolidating schedule of activities for the year ended December 31, 2025 are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

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.

Kositzka, Wicks and Company

Alexandria, Virginia
September 10, 2026

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statements of Financial Position

December 31,		2025		2024
Assets				
Current assets				
Cash and cash equivalents	$	717,701	$	201,610
Restricted cash		404,697		119,376
Investments		743,917		688,324
Contributions receivable		198,278		202,147
Prepaid expenses		1,086		14,109
		2,065,679		1,225,566
Other assets				
Property and equipment, net		43,948		56,132
Total assets	$	2,109,627	$	1,281,698
Liabilities and net assets				
Current liabilities				
Accounts payable and accrued expenses	$	198,076	$	127,883
Total liabilities		198,076		127,883
Net assets				
Without donor restrictions		1,510,574		1,153,815
With donor restrictions		400,977		-
Total net assets		1,911,551		1,153,815
Total liabilities and net assets	$	2,109,627	$	1,281,698

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statement of Activities
for the year ended December 31, 2025

	Without donor restrictions	With donor restrictions	Total
Support and revenue			
Contributions	$ 2,304,867	$ 593,420	$ 2,898,287
Corporate collaboration and events	87,788	-	87,788
Investment income, net	54,970	-	54,970
In-kind contributions	382,762	-	382,762
Net assets released from restrictions	192,443	(192,443)	-
	3,022,830	400,977	3,423,807
Expenses			
Program services			
Policy and System Level Change	684,990	-	684,990
Awareness, Education and Access	583,929	-	583,929
Research	857,599	-	857,599
	2,126,518	-	2,126,518
Supporting services			
Management and general	379,979	-	379,979
Fundraising	159,574	-	159,574
	2,666,071	-	2,666,071
Change in net assets	356,759	400,977	757,736
Net assets, beginning of year	1,153,815	-	1,153,815
Net assets, end of year	$ 1,510,574	$ 400,977	$ 1,911,551

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statement of Activities
for the year ended December 31, 2024

	Without donor restrictions	With donor restrictions	Total
Support and revenue			
Contributions	$ 1,964,242	$ -	$ 1,964,242
Corporate collaboration and events	113,938	-	113,938
Investment income, net	23,501	-	23,501
In-kind contributions	81,050	-	81,050
Other revenue	7,917	-	7,917
Net assets released from restrictions	50,000	(50,000)	-
	2,240,648	(50,000)	2,190,648
Expenses			
Program services			
Policy and System Level Change	285,421	-	285,421
Awareness, Education and Access	658,358	-	658,358
Research	488,385	-	488,385
	1,432,164	-	1,432,164
Supporting services			
Management and general	423,667	-	423,667
Fundraising	175,436	-	175,436
	2,031,267	-	2,031,267
Change in net assets	209,381	(50,000)	159,381
Net assets, beginning of year	944,434	50,000	994,434
Net assets, end of year	$ 1,153,815	$ -	$ 1,153,815

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statement of Functional Expenses
for the year ended December 31, 2025

	Program services				Supporting services		
	Policy and System-Level Change	Awareness, Education, and Access	Research	Total program services	Management and general	Fundraising	Total
Expenses							
Advertising expenses	$ 199,550	$ 20,152	$ -	$ 219,702	$ -	$ -	$ 219,702
Bank fees	-	-	-	-	164	7,608	7,772
Depreciation and amortization	-	-	-	-	23,546	-	23,546
Grants and scholarships	6,930	7,140	10,430	24,500	-	-	24,500
Insurance	-	-	-	-	12,745	-	12,745
Licenses and subscriptions	-	2,289	6,354	8,643	666	15	9,324
Meeting expense	38,052	20,649	20,461	79,162	20,411	-	99,573
Office expenses	604	7,796	4,222	12,622	1,086	1,608	15,316
Postage and delivery	-	150	109	259	312	108	679
Professional fees	315,791	145,108	278,080	738,979	116,990	33,615	889,584
Salaries and fringe benefits	119,299	237,672	174,177	531,148	181,334	111,829	824,311
Technology	690	83,654	32,649	116,993	3,519	4,185	124,697
Travel	4,074	9,319	9,815	23,208	7,746	606	31,560
	684,990	533,929	536,297	1,755,216	368,519	159,574	2,283,309
In-kind expenses							
Donated advertising services	-	50,000	-	50,000	-	-	50,000
Donated professional services	-	-	321,302	321,302	-	-	321,302
Donated software	-	-	-	-	11,460	-	11,460
	-	50,000	321,302	371,302	11,460	-	382,762
Total expenses by function	$ 684,990	$ 583,929	$ 857,599	$ 2,126,518	$ 379,979	$ 159,574	$ 2,666,071

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statement of Functional Expenses
for the year ended December 31, 2024

	Program services				Supporting services		
	Policy and System-Level Change	Awareness, Education, and Access	Research	Total program services	Management and general	Fundraising	Total
Expenses							
Advertising expenses	$ -	$ 118,673	$ -	$ 118,673	$ 45,000	$ 264	$ 163,937
Bank fees	-	62	45	107	95	7,152	7,354
Depreciation and amortization	-	-	-	-	17,863	-	17,863
Insurance	-	-	-	-	9,468	-	9,468
Licenses and subscriptions	-	158	-	158	1,926	-	2,084
Meeting expense	4,931	6,678	6,557	18,166	39,884	-	58,050
Office expenses	678	462	-	1,140	513	-	1,653
Postage and delivery	-	17	-	17	1,265	-	1,282
Printing	1,215	727	-	1,942	252	-	2,194
Professional fees	201,543	267,348	350,111	819,002	109,848	53,838	982,688
Salaries and fringe benefits	69,481	168,230	118,095	355,806	145,749	110,737	612,292
Technology	-	17,834	32	17,866	33,823	-	51,689
Travel	7,573	6,169	13,545	27,287	8,931	3,445	39,663
	285,421	586,358	488,385	1,360,164	414,617	175,436	1,950,217
In-kind expenses							
Donated advertising services	-	45,000	-	45,000	-	-	45,000
Donated professional services	-	-	-	-	9,050	-	9,050
Donated software	-	27,000	-	27,000	-	-	27,000
	-	72,000	-	72,000	9,050	-	81,050
Total expenses by function	$ 285,421	$ 658,358	$ 488,385	$ 1,432,164	$ 423,667	$ 175,436	$ 2,031,267

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidated Statements of Cash Flows
for the year ended December 31,

	2025	2024
Cash flows from operating activities		
Change in net assets	$ 757,736	$ 159,381
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amoritzation	23,546	17,863
Unrealized and realized gains	(30,304)	(15,481)
Decrease (increase) in operating assets		
Contributions receivable	3,869	10,969
Prepaid expenses	13,023	(11,523)
(Decrease) in operating liabilities		
Accounts payable and accrued expenses	70,193	(15,776)
Net cash flows provided by operating activities	838,063	145,433
Cash flows from investing activites		
Proceeds from sale of investments	29,479	119,022
Purchases and reinvestments of investments	(54,768)	(526,667)
Purchases of property and equipment	(11,362)	(28,308)
Net cash used in investing activities	(36,651)	(435,953)
Net change in cash, cash equivalents, and restricted cash	801,412	(290,520)
Cash, cash equivalents, and restricted cash, beginning of year	320,986	611,506
Cash, cash equivalents, and restricted cash, end of year	$ 1,122,398	$ 320,986
Supplemental disclosure of cash flow information		
Cash paid for interest	$ -	$ -
Income taxes paid	$ -	$ -

See accompanying notes and independent auditor's report.

1. Organization

The Schizophrenia and Related Disorders Alliance of America, Inc. dba Schizophrenia & Psychosis Action Alliance (S&PAA) is a nonprofit organization incorporated in the State of Maryland in May 2008. S&PAA's mission is to advance systemic change and promote recovery through research, education and care, and advocacy. Through a set of strategic initiatives, S&PAA is also pursuing a global vision where schizophrenia and psychosis spectrum disorders are universally recognized and treated as neurological brain illness. S&PAA also actively promotes hope and recovery through support programs, education, collaboration, and advocacy for persons living with schizophrenia related brain illness (mental illness involving psychosis, schizoaffective disorder, bipolar disorder, and major depression); to ensure that such persons receive respect, acceptance, appropriate treatment, and an opportunity to live meaningful and satisfying life in a compassionate community and free of discrimination.

S&PAA is supported primarily through donations by corporations, private foundations, trusts, and individuals.

Policy and Systems-Level Change
S&PAA backs federal, state, and local policies with the best chances to save lives, advocate for patients' rights to life-sustaining treatments/services and medical professionals' ability to provide such treatments without judicial oversight. S&PAA empowers community members to join movements against discrimination of people with schizophrenia and psychosis disorders, including meetings with Congress members and hosting Capitol Hill briefings.

S&PAA also promotes public awareness of anosognosia as a neurological condition; advances initiatives such as petitioning the World Health Organization to update its International Classification of Diseases by accurately classifying anosognosia as a highly prevalent neurological condition to make it easier for patients with anosognosia to receive proper care.

Awareness, Education, and Access
S&PAA builds awareness of and educates about schizophrenia, psychosis and related disorders through extensive website resources, initiatives, social media outreach and participation in media interviews, webinars, and public programs. S&PAA promotes medical professionals training and career development through digital education partnerships that offer continued education as well as attending and presenting at health education conferences.

Additionally, S&PAA provides administrative support, materials, and oversight for two different support groups:

1. Schizophrenia Alliance self-help/peer support groups are run by and for people diagnosed with psychiatric brain disorders that include psychosis.

2. Families for Care is a peer support group for families of those with schizophrenia or schizophrenia-related brain illnesses. The group provides education and support to enable families and their loved ones with schizophrenia to build positive, accepting relationships.

Research
S&PAA provides patient perspectives to industry organizations and regulators to accelerate innovative treatment approaches and advocate for the inclusion of patient voices in research and regulatory processes. S&PAA actively participates in assessments and meetings to prioritize patient needs in drug development, Institute for Clinical and Economic Review assessments, and U.S. Food and Drug Administration reviews.

S&PAA funds research such as:

1. Seeking new disease biomarkers and other early disease indicators that could improve diagnosis and treatment.

2. Quantifying the societal costs of schizophrenia and related disorders, underscoring the country's devastating failure to provide appropriate medical care for people living with schizophrenia and the urgent need for policy changes to promote comprehensive solutions.

3. Surveying caregivers of adults with schizophrenia or schizoaffective disorder to spotlight the disease's negative impact on finances, careers, and family lives.

The Schizophrenia Policy Action Network, Inc. (SPAN) was organized in the State of Maryland in April 2024 as a nonprofit, non-stock corporation, to advocate for policies that improve treatment, support and recovery for people living with schizophrenia. The members of SPAN's Board of Governors are appointed by S&PAA's Board of Directors. SPAN's program activities include working with people living with schizophrenia, family members, providers, researchers and other stakeholders to transform the siloed healthcare system into one coordinated system of care. The main source of revenue is contributions.

2. Summary of significant accounting policies

Basis of consolidation
The consolidated financial statements include the accounts of S&PAA and SPAN (together the Organization). All significant intercompany items have been eliminated in consolidation.

Basis of accounting
The accompanying consolidated financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported in two categories as described below.

Net assets without donor restrictions are net assets available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions are net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash, cash equivalents, and restricted cash
For purposes of the consolidated statements of cash flows, the Organization considers all money market funds to be cash equivalents. Cash and cash equivalents held in investment accounts are excluded from cash and cash equivalents. SPAN's cash is maintained in a separate bank account and used solely to support the functions of SPAN. FDIC insurance on interest-bearing accounts is $250,000 per depositor, per insured bank. Cash held in federally insured institutions may, at times, exceed federally insured limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk. Management performs periodic evaluations of the relative credit standing of these institutions. At December 31, 2025, $622,231 was in excess of FDIC limits, on December 31, 2024, all cash was covered.

Advertising expenses
The Organization uses advertising to promote its programs among the audiences it serves and to educate the public about schizophrenia and psychosis conditions. Advertising costs are expensed as incurred.

Contributions receivable
Contributions receivable represent unconditional promises to give that are expected to be collected over time. Contributions receivable that are expected to be collected within one year are recorded at net realizable value. Contributions receivable expected to be collected in future years are recorded at the present value of the estimated future cash flows. The discounts on these amounts are computed using risk-adjusted discount rates applicable to the years in which the receivables are expected to be collected. Amortization of the discount is included in contribution revenue in the statements of activities. No discount was applied to the contributions receivable for the years ended December 31, 2025, and 2024.

Management determines an allowance for uncollectible contributions receivable and other receivables based on historical experience, an assessment of current economic conditions, reasonable and supportable forecasts of future events, and a review of subsequent collection. At December 31, 2025 and 2024, based on management's assessment, no allowance for uncollectible contributions receivable was required.

Receivables are written off when there is information that indicates there is no possibility of recovery. Balances that are deemed entirely uncollectible are written off through a charge to the allowance or bad debt expense and a credit to the respective receivable account. If any recoveries are made from any accounts previously written off, such will be recognized in income in the year of recovery, in accordance with management's accounting policy election. There were no contribution receivable write-offs for the years ended December 31, 2025 and 2024.

Investments
Investments are carried at their fair values, which are based on publicly available market data obtained from services independent of the Organization. Investment income or loss (including gains and losses on investments, interest, and dividends) is included in the consolidated statements of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

In general, investments are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect amounts reported in future consolidated statements of activities. Management believes that the Organization's investments do not represent significant concentrations of market risk as the investment portfolios are adequately diversified among issuers.

Property and equipment
Property over $1,500 and with an estimated useful life in excess of one year is capitalized at cost or its estimated value at the date of donation. Property and equipment include certain capitalized website development costs and office equipment. Costs of repairs and maintenance are expensed as incurred.

Support and revenue recognition
Contributions, and unconditional promises to give are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support, if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions.

Revenue with customers includes corporate collaboration revenue and event registrations. Collaboration revenue is derived from the Organization’s fee for services related to research and advising and is recognized at a point in time, when the service is provided. Event registrations are recognized at a point in time, when the event occurs. Customers consist of companies located in various regions of North America and the world. Management expects that the geographical location of customers will not have a significant impact on the nature, amount, timing, and uncertainty of future revenue and cash flows. At the years ended December 31, 2025 and 2024, there were no receivables or advance payments related to corporate collaborations.

In-kind contributions
In-kind contributions consist primarily of donated professional services, donated software, and other nonfinancial assets and are recorded at their estimated fair values on the date received. Contributed goods are recorded at fair value upon donation. The Organization does not sell donated nonfinancial assets.

Donated services are recognized as contribution revenue and a corresponding expense when the services either (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not donated. The fair value of donated services is based on the estimated value of the services provided.

Donated services and nonfinancial assets are classified as in-kind contributions in the accompanying consolidated financial statements and are allocated to program and supporting services based on the functional area benefited. See Note 5 for additional information.

Other financial assets and liabilities
Financial assets with carrying values approximating fair value include cash, cash equivalents, restricted cash and contributions receivable. Financial liabilities with carrying values approximating fair value include accounts payable and accrued expenses. The carrying value of these financial assets and liabilities approximates fair value due to their short maturities and any associated interest rates approximate current market rates.

Use of estimates
The preparation of consolidated financial statements in conformity with U.S. GAAP 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 consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those amounts.

Functional classification of expenses

The costs of program and supporting services have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses presents the natural classification detail of expenses by function. Expenses are charged to programs and supporting services based on a combination of specific identification and allocation by management. Certain categories of expenses are attributed to more than one function and have been allocated on a reasonable basis that is consistently applied. Expenses that are allocated on a time-and-effort basis include salaries and fringe benefits, depreciation and amortization, office expenses, technology, and professional fees.

Income taxes

Schizophrenia and Related Disorders Alliance of America, Inc. is exempt from federal income tax as a nonprofit organization described in Section 501(c)(3). Schizophrenia Policy Action Network, Inc. is exempt from federal and state income taxes under Section 501(c)(4) of the Internal Revenue Code. Neither entity had a liability for unrelated business income taxes for the years ended December 31, 2025 and 2024.

The material jurisdictions subject to potential examination by taxing authorities include the U.S. and Virginia. Management does not believe that the ultimate outcome of any future examinations of open tax years will have a material impact on the Organization’s results of operations. Tax years that remain subject to examination by the IRS are fiscal years 2022 through 2025.

Recently adopted accounting pronouncement

Effective January 1, 2025, the Organization early adopted ASU 2025-05, *Financial Instruments—Credit Losses (Topic 326): Simplifying the Measurement of Current Expected Credit Losses for Short-Term Receivables*. This update permits a practical expedient for estimating CECL on current trade receivables and contract assets arising under Accounting Standards Codification (ASC) 606. The Organization elected to apply the practical expedient, assuming current conditions as of the reporting date will persist through the forecast period. Additionally, as a non-public entity, the Organization elected the accounting policy to consider subsequent collections of receivables through the date the consolidated financial statements were available to be issued. The remaining uncollected balances were evaluated using historical loss experience adjusted for current conditions. These elections were applied consistently across all eligible assets. At the years ended December 31, 2025 and 2024, there were no receivables related to corporate collaborations or events, therefore the adoption of this pronouncement had no impact on the financial statements.

3. Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, include the following assets at December 31:

	2025	2024
Cash, cash equivalents and restricted cash	$ 1,122,398	$ 320,986
Contributions receivable	198,278	202,147
Investments	743,917	688,324
	$ 2,064,593	$ 1,211,457

The Organization reasonably estimates its cash needs on a month to month basis and structures its financial assets to provide cash for its general expenditures, liabilities and other obligations as they become due.

4. Investments and fair value measurement

The Organization classifies its investments into Level 1, which refers to securities valued using quoted prices from active markets for identical assets; Level 2, which refers to securities not traded on an active market but for which observable market inputs are readily available; and Level 3, which refers to securities valued based on significant unobservable inputs. Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

The following are the major categories of investments measured at fair value on recurring basis as of December 31, 2025:

	Level 1	Level 2	Level 3	Total
Cash and money market funds	$ 328,007	$ -	$ -	$ 328,007
Fixed income	215,525	-	-	215,525
Equities	200,385	-	-	200,385
Total assets at fair value	$ 743,917	$ -	$ -	$ 743,917

The following are the major categories of investments measured at fair value on recurring basis as of December 31, 2024:

	Level 1	Level 2	Level 3	Total
Cash and money market funds	$ 212,852	$ -	$ -	$ 212,852
Fixed income	305,246	-	-	305,246
Equities	170,226	-	-	170,226
Total assets at fair value	$ 688,324	$ -	$ -	$ 688,324

All assets have been valued using a market approach. There have been no changes in valuation techniques and related inputs.

Investment income consisted of the following for the years ended December 31:

	2025	2024
Interest and dividends	$ 29,223	$ 11,876
Investment management fees	(4,557)	(3,856)
Realized and unrealized gains	30,304	15,481
Net investment income	$ 54,970	$ 23,501

5. In-kind contributions

In-kind contributions recognized within the consolidated statements of activities for the years ended December 31, 2025 and 2024 included the following:

	2025	2024
Accounting services	$ -	$ 5,000
Strategic support	321,302	4,050
Advertising services	50,000	45,000
Software	11,460	27,000
	$ 382,762	$ 81,050

During 2025, the Organization received donated professional scientific advisory and research services from one company with an estimated fair value of approximately $317,050. These services were provided by individuals possessing specialized skills and would typically need to be purchased if not donated. Accordingly, the value of these services has been recognized as contribution revenue and a corresponding expense in the accompanying consolidated financial statements.

Donated services included:

- Scientific research and advisory support related to schizophrenia and mental health initiatives.
- Research design, economic model development, data analysis, and quality control.
- Manuscript drafting, publication development, peer review responses, and scientific dissemination activities.
- Strategic planning and conference development support.
- Coordination and facilitation of advocacy and educational initiatives, including the Clozapine REMS Working Group and SPRING Summit activities.
- Anosognosia research, including literature reviews, stakeholder interviews, conceptual model development, and related publication efforts.

The fair value of donated services was determined using the provider's standard hourly billing rates for comparable professional services. Donated services consisted of approximately 856 hours of advisory and technical support provided by management, scientific advisors, analysts, and technical staff.

In addition, the Organization received donated expenses valued at approximately $4,252, consisting primarily of meeting support, travel, materials, and literature acquisition costs related to these projects. The combined value of donated professional services and donated expenses totaled approximately $321,302 during 2025 and $0 for 2024.

The Organization received donations of software as a service (“SaaS”) from certain technology companies, which included free subscriptions to custom computer applications and free licenses for personal computer applications, for the years ended December 31, 2025 and 2024. These items were valued at their current subscription rates and included in in-kind contributions in the statement of activities.

Contributed accounting and advertising are provided by professionals who advise the Organization on various administrative matters. Contributed services are recognized at fair value based on current rates for similar professional services.

6. Property and equipment

Property and equipment consisted of the following for the years ended December 31:

	2025	2024	Useful life
Website development	$ 115,982	$ 104,620	5 years
Equipment	1,570	1,570	3 years
Accumulated depreciation and amortization	(73,604)	(50,058)	
	$ 43,948	$ 56,132	

Depreciation and amortization expense for the years ended December 31, 2025 and 2024 was $23,546 and $17,863, respectively, and is included with depreciation and amortization on the statements of functional expenses.

7. Retirement plan

The Organization offers a safe harbor plan to eligible full-time employees. The Organization will contribute a matching contribution to an employee's Safe Harbor Matching Contribution Account in an amount equal to 100% of the Matched Employee Contributions that are not in excess of 4%. Matching contributions will be allocated to the Safe Harbor Matching Contribution Accounts of Participants as soon as administratively feasible after the end of each pay period. Employees are immediately vested upon hire.

Employee electing to participate in the 401(k) plan will default to a 3% contribution rate when entering the plan and will need to request any change to increase to decrease this rate. During the years ended December 31, 2025 and 2024, the Organization contributed $19,476 and $13,609 to employee plans, respectively.

8. Concentrations

For the years ended December 31, 2025 and 2024, 35 percent and 44 percent of the Organization's total contributions revenue was provided by three donors, respectively.

9. Related party transactions

During the years ended December 31, 2025 and 2024, the Organization received cash contributions of $393,876 and $449,047 and non-cash contributions of $321,302 in 2025 from board members and entities associated with them, respectively.

During the years ended December 31, 2025 and 2024, the Organization made payments totaling $100,602 and $187,172 for services provided by companies associated with board members and had an outstanding liability of $4,775 and $55,000 payable to the same companies, respectively. During the year ended December 31, 2025, the Organization provided a sponsorship of $1,000 for the relative of a board member to attend the SPRING Summit event.

S&PAA and SPAN entered into a cost sharing agreement during 2024. The two organizations maintain separate and distinct operations, but share employees, data and office resources, including engaging in collaborative initiatives and reimbursing one another for such expenses. S&PAA has recorded $20,842 and $4,865 due from SPAN for the years ended December 31, 2025 and 2024, respectively, which was eliminated in the consolidated financial statements. During the year ended December 31, 2024, S&PAA

granted $25,000 to SPAN for start-up costs, which was also eliminated in the consolidated financial statements. S&PAA did not award a grant to SPAN during the year ended December 31, 2025.

10. Net assets with donor restrictions

Net assets with donor restrictions at December 31, 2025 consisted of the following:

	2024	Additions	Releases	2025
Justice/Spring Summit	$ -	$ 116,420	$ (116,420)	$ -
Center of Excellence	-	300,000	-	300,000
Housing Toolkits	-	50,000	(10,459)	39,541
Website	-	50,000	(50,000)	-
Education series	-	75,000	(13,564)	61,436
Clozapine Education	-	2,000	(2,000)	-
	$ -	$ 593,420	$ (192,443)	$ 400,977

Net assets with donor restrictions at December 31, 2024 consisted of the following:

	2023	Additions	Releases	2024
Time restricted net assets	$ 50,000	$ -	$ (50,000)	$ -

11. Restricted cash

The following table provides a reconciliation of cash, cash equivalents and restricted cash reported within the statements of financial position that sum to the total reported in the statements of cash flows for the years ended December 31:

	2025	2024
S&PAA cash accounts	$ 717,701	$ 201,610
SPAN cash accounts	404,697	119,376
	$ 1,122,398	$ 320,986

12. Employee Retention Credit

The Organization determined its eligibility for the Employee Retention Credit (ERC) under the CARES Act. The ERC receivable at December 31, 2024 was $7,917 and is reported in contributions receivable and other revenue. The credit was received in June 2025.

13. Subsequent events

Schizophrenia and Related Disorders Alliance of America, Inc. and Affiliate assessed events occurring subsequent to December 31, 2025 through September 10, 2026, the date the consolidated financial statements were available to be issued, for potential recognition and disclosure in the consolidated financial statements. No events occurred during that time period that would require adjustment to or disclosure in the consolidated financial statements.

Supplementary Information

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidating Schedule of Financial Position
December 31, 2025

	S&PAA	Schizophrenia Policy Action Network Inc	Eliminations	Consolidated
Assets				
Current assets				
Cash and cash equivalents	$ 717,701	$ 404,697	$ -	$ 1,122,398
Investments	743,917	-	-	743,917
Contributions receivable	198,278	-	-	198,278
Prepaid expenses	1,086	-	-	1,086
Due from SPAN	20,842	-	(20,842)	-
	1,681,824	404,697	(20,842)	2,065,679
Other assets				
Property and equipment, net	43,948	-	-	43,948
Total assets	$ 1,725,772	$ 404,697	$ (20,842)	$ 2,109,627
Liabilities and net assets				
Current liabilities				
Accounts payable and accrued expenses	$ 115,011	$ 83,065	$ -	$ 198,076
Due to S&PAA	-	20,842	(20,842)	-
Total liabilities	115,011	103,907	(20,842)	198,076
Net assets				
Without donor restrictions	1,209,784	300,790	-	1,510,574
With donor restrictions	400,977	-	-	400,977
Total net assets	1,610,761	300,790	-	1,911,551
Total liabilities and net assets	$ 1,725,772	$ 404,697	$ (20,842)	$ 2,109,627

See accompanying notes and independent auditor's report.

Schizophrenia and Related Disorders Alliance of America, Inc.
(dba Schizophrenia & Psychosis Action Alliance) and Affiliate

Consolidating Schedule of Activities
for the year ended December 31, 2025

	S&PAA	Schizophrenia Policy Action Network Inc	Eliminations	Consolidated
Support and revenue				
Contributions	$ 2,282,411	$ 615,876	$ -	$ 2,898,287
Corporate collaboration and events	87,788	-	-	87,788
Investment income, net	54,970	-	-	54,970
In-kind contributions	382,762	-	-	382,762
Total support and revenue	2,807,931	615,876	-	3,423,807
Expenses				
Program services	1,665,245	461,273	-	2,126,518
Supporting services				
Management and general	379,815	164	-	379,979
Fundraising	159,574	-	-	159,574
	2,204,634	461,437	-	2,666,071
Change in net assets	603,297	154,439	-	757,736
Net assets, beginning of year	1,007,464	146,351	-	1,153,815
Net assets, end of year	$ 1,610,761	$ 300,790	$ -	$ 1,911,551

See accompanying notes and independent auditor's report.