

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED FINANCIAL STATEMENTS

Year Ended December 31, 2024



KERN ▲ THOMPSON
CERTIFIED PUBLIC ACCOUNTANTS

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Forth Mobility Fund and Affiliate
Portland, Oregon

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Forth Mobility Fund and Affiliate (nonprofit organizations), which comprise the consolidated statement of financial position as of December 31, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Forth Mobility Fund and Affiliate as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Forth Mobility Fund and Affiliate and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated 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 the Forth Mobility Fund and Affiliate'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 Audit of the Consolidated 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.

To the Board of Directors
Forth Mobility Fund and Affiliate

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 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 the Forth Mobility Fund 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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Forth Mobility Fund and Affiliate'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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 4, 2024 on our consideration of the Forth Mobility Fund and Affiliate'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 the Forth Mobility Fund and Affiliate'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 the Forth Mobility Fund and Affiliate's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Forth Mobility Fund and Affiliate's 2023 consolidated financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 23, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Portland, Oregon
September 18, 2025

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2024
(With Comparative Totals as of December 31, 2023)

ASSETS

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 2,249,773	\$ 1,122,851
Grants and contracts receivable, net (Note D)	1,073,282	1,304,558
Prepaid expense	127,894	351,253
Property and equipment, net (Note E)	831,811	580,255
Operating lease right of use (Note G)	<u>200,131</u>	<u>111,752</u>
Total assets	\$ <u>4,482,891</u>	\$ <u>3,470,669</u>

LIABILITIES AND NET ASSETS

Accounts payable and accrued liabilities	\$ 1,132,530	\$ 713,329
Accrued compensation	335,304	280,861
Deferred revenue (Note F)	75,000	138,525
Refundable advances (Note F)	193,142	852,034
Notes payable (Note I)	599,520	528,595
Operating lease liabilities (Note G)	<u>210,173</u>	<u>109,335</u>
Total liabilities	<u>2,545,669</u>	<u>2,622,679</u>
Net assets		
Without donor restrictions	444,217	55,118
With donor restrictions (Note J)	<u>1,493,005</u>	<u>792,872</u>
Total net assets	<u>1,937,222</u>	<u>847,990</u>
Total liabilities and net assets	\$ <u>4,482,891</u>	\$ <u>3,470,669</u>

See notes to consolidated financial statements.

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES

Year Ended December 31, 2024
(With Comparative Totals for the Year Ended December 31, 2023)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2024	2023
Revenues and other support				
Foundation grants	\$ 1,330,225	\$ 2,526,000	\$ 3,856,225	\$ 2,303,926
Clean fuels program	135,255	474,839	610,094	355,980
Government contracts	15,366,683	-	15,366,683	8,309,374
Individual contributions	21,749	-	21,749	4,051
Membership contributions	245,625	-	245,625	261,506
Program fees	780,487	-	780,487	568,223
Conferences and events	425,462	-	425,462	447,531
Sponsorship	460,650	-	460,650	430,456
Other income	-	-	-	26,237
Interest income	11,629	-	11,629	11,814
	<u>18,777,765</u>	<u>3,000,839</u>	<u>21,778,604</u>	<u>12,719,098</u>
Net assets released from restriction	<u>2,300,706</u>	<u>(2,300,706)</u>	<u>-</u>	<u>-</u>
Total revenues and other support	<u>21,078,471</u>	<u>700,133</u>	<u>21,778,604</u>	<u>12,719,098</u>
Expenses				
Program services	17,469,819	-	17,469,819	11,391,134
Supporting services				
Management	2,981,986	-	2,981,986	973,639
Fundraising	237,567	-	237,567	769,251
Total expenses	<u>20,689,372</u>	<u>-</u>	<u>20,689,372</u>	<u>13,134,024</u>
Change in net assets before non- operating revenue (expenses)	<u>389,099</u>	<u>700,133</u>	<u>1,089,232</u>	<u>(414,926)</u>
Non-operating revenue (expense)				
(Gain) loss on disposal of fixed assets	-	-	-	(86,730)
Fiscal sponsorship exit	-	-	-	(337,339)
Total other revenue (expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(424,069)</u>
Change in net assets	<u>389,099</u>	<u>700,133</u>	<u>1,089,232</u>	<u>(838,995)</u>
Net assets, beginning of year	<u>55,118</u>	<u>792,872</u>	<u>847,990</u>	<u>1,686,985</u>
Net assets, end of year	\$ <u>444,217</u>	\$ <u>1,493,005</u>	\$ <u>1,937,222</u>	\$ <u>847,990</u>

See notes to consolidated financial statements.

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2024
(With Comparative Totals for the Year Ended December 31, 2023)

	PROGRAM SERVICES						SUPPORTING SERVICES		Total	
	Increase Access to Emerging Modes	Increase Access to Cars	Increase Access to Charging	Strengthen Policy Capacity	Elevate Partnerships Profile & Revenue	Total Program	Management	Fundraising	2024	2023
Personnel	\$ 333,757	\$ 726,726	\$ 726,938	\$ 376,564	\$ 408,915	\$ 2,572,900	\$ 2,227,630	\$ 193,990	\$ 4,994,520	\$ 4,491,593
Contract and professional services	150,318	148,418	258,742	101,758	280,700	939,936	214,542	30,048	1,184,526	2,636,829
Subcontract expense	72,007	1,140,873	10,952,490	320,688	-	12,486,058	-	-	12,486,058	4,415,433
Grants to others	-	416,516	-	-	-	416,516	-	-	416,516	-
Occupancy and telecommunications	-	1,576	-	10	8	1,594	143,793	-	145,387	151,121
Supplies and materials	34,444	23,688	14,341	1,639	14,966	89,078	146,879	1,877	237,834	377,015
Travel and meetings	7,720	54,683	29,368	21,757	29,375	142,903	54,305	10,255	207,463	190,220
Event expense	5,435	39,759	9,041	37,224	377,011	468,470	35,276	255	504,001	634,957
Equipment rental and maintenance	19,074	50,595	-	-	-	69,669	2,704	10	72,383	20,290
Insurance	22,433	11,580	-	-	5,221	39,234	44,487	-	83,721	83,091
Depreciation	115,606	104,906	-	-	-	220,512	16,054	-	236,566	67,708
Miscellaneous expense	2,540	15,263	4,151	995	-	22,949	96,316	1,132	120,397	56,701
Bad debt expense	-	-	-	-	-	-	-	-	-	9,066
	<u>\$ 763,334</u>	<u>\$ 2,734,583</u>	<u>\$ 11,995,071</u>	<u>\$ 860,635</u>	<u>\$ 1,116,196</u>	<u>\$ 17,469,819</u>	<u>\$ 2,981,986</u>	<u>\$ 237,567</u>	<u>\$ 20,689,372</u>	<u>\$ 13,134,024</u>

See notes to consolidated financial statements.

FORTH MOBILITY FUND AND AFFILIATE
CONSOLIDATED STATEMENT OF CASH FLOWS

Year Ended December 31, 2024
(With Comparative Totals for the Year Ended December 31, 2023)

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 1,089,232	\$ (838,995)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	236,566	67,708
Loss on disposition of fixed assets	-	86,730
Non-cash grants to others	416,516	-
Change in measurement of lease	12,459	(6,084)
Changes in assets and liabilities:		
Grants and contracts receivable	231,276	3,275,787
Prepaid expenses	223,359	(289,401)
Accounts payable	419,201	515,057
Contract payable	-	(3,576,262)
Accrued compensation	54,443	20,418
Deferred revenue	(63,525)	97,400
Refundable advances	(658,892)	434,160
Net cash provided by (used in) operating activities	<u>1,960,635</u>	<u>(213,482)</u>
Cash flows from investing activities:		
Purchases of property and equipment	(904,638)	(571,110)
Net cash provided by (used in) investing activities	<u>(904,638)</u>	<u>(571,110)</u>
Cash flows from financing activities:		
Proceeds from notes payable	90,000	30,000
Repayment of notes payable	(19,075)	(12,620)
Net cash provided by (used in) financing activities	<u>70,925</u>	<u>17,380</u>
Change in cash and cash equivalents	1,126,922	(767,212)
Cash and cash equivalents, beginning of year	<u>1,122,851</u>	<u>1,890,063</u>
Cash and cash equivalents, end of year	<u>\$ 2,249,773</u>	<u>\$ 1,122,851</u>
Supplemental disclosure of cash flow information		
Cash paid for interest	<u>\$ 13,549</u>	<u>13,900</u>

See notes to consolidated financial statements.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2024

NOTE A – DESCRIPTION OF ORGANIZATION

Forth Mobility Fund (the Organization) is a 501(c)(3) philanthropic organization. Forth Mobility Fund is dedicated to electrifying transportation by bringing people together to create solutions that reduce pollution and barriers to access. The majority of Forth Mobility Fund's revenue comes from grants from the federal government, state and government contracts, and foundation support.

Forth Mobility Fund conducts the following programs:

Increase Access to Cars – The Organization builds programs around drivers who have traditionally faced the most barriers to electric transportation. The Organization cultivates access and equitable adoption to electric vehicles (EV) through awareness, community-based programs and by reducing financial barriers. During 2024, the Organization increased access to EVs, designed and implemented affordable EV carsharing programs, engaged in community-centered outreach and education and developed models and financial tools to reduce cost barriers for EV adoption.

Increase Access to Charging – Access to charging is a major barrier to electrification, especially for historically underserved communities. The Organization builds programs around drivers who have traditionally faced the most barriers to electrification, working to make it as easy to charge a car as it is to park. During 2024, the Organization worked on programs focused on increasing access to charging at the workplace, in multi-family dwellings, and worked to ensure public investments in charging were efficient, effective, and grounded in equity.

Increase Access to Emerging Modes – The Organization strives to stay at the forefront of clean, equitable transportation and is constantly seeking new opportunities to advance this work. During 2024, the Organization removed barriers to make electric micromobility accessible in historically underserved populations and promoted electrifying America's farms and school buses.

Strengthen Policy Capacity – The Organization builds influence and bridges between equity, environmental, and multimodal organizations to promote transportation electrification at the national, state, and local levels. The Organization works to build the foundation for public and private investment and to maximize the equitable impacts of those investments. During 2024, the Organization continued work on a collaborative initiative aimed at advancing racial and environmental justice through equitable electric mobility and advocated for additional funding to retain Oregon's EV rebate.

Elevate Partnerships Profile & Revenue – The Organization convenes diverse stakeholders who collaborate to advance equitable transportation systems, helping them find common ground and ways to work together. The Organization helps connect partner organizations, policymakers, and stakeholders to reach new markets and support sector growth to advance equitable electric transportation. During 2024, the Organization planned outstanding events that engaged key audiences, provided key networking opportunities, and sparked partnerships.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

- **Net Assets Without Donor Restrictions** – Net assets that are not subject to donor-imposed stipulations. The Board of Directors may designate net assets without donor restrictions for specific purposes.
- **Net Assets With Donor Restrictions** – Net assets either subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time, or net assets with donor restrictions that are not subject to appropriation or expenditure.

Expenses are reported as a decrease in net assets without donor restrictions. Gains and losses are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expiration of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Basis of Consolidation

The consolidated financial statements include those of Forth Mobility Fund and Forth. Both organizations are under common control since board members of Forth Mobility Fund comprise a majority of the Board of Forth. In accordance with generally accepted accounting principles, consolidation is required. All material inter-organizational transactions have been eliminated.

Contributions

All contributions are considered available for Forth Mobility Fund and Affiliate's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as restricted support and increase net assets with donor restrictions. Contributions received with donor-imposed conditions and restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions. Investment income that is limited to specific uses by donor restrictions is reported as increases in net assets without donor restrictions if the restrictions are met in the same reporting period as the income is recognized.

Revenue Recognition

With regard to revenues from all sources, the Organization evaluates whether each transfer of assets is (1) an exchange reciprocal transaction in which a resource provider receives commensurate value in return for the assets transferred, or (2) a nonreciprocal transfer (a contribution or a grant), where no value is exchanged.

FORTH MOBILITY FUND AND AFFILIATE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- *Exchange Transactions* – If the transfer of assets is determined to be an exchange transaction, the Organization recognizes revenue when or as it satisfies the required performance obligations and transfers the promised good or service to a customer, and when the customer obtains control of that good or service. Conference and event revenue, and sponsorships are typically exchange transactions.
- *Contributions and Grants* – If the transfer of assets is determined to be a contribution, the Organization evaluates whether the contribution is conditional based upon whether the agreement includes both (1) a barrier that must be overcome to be entitled to the funds and (2) either a right of return of assets transferred or a release of a promisor's obligation to transfer assets. Most cost reimbursement and other grant revenue is typically recognized as non-reciprocal under accounting guidance.

Cash and Cash Equivalents

The Organization classifies as cash and cash equivalents all checking, savings, money market accounts, and all investments maturing within ninety days from the date of purchase.

Income Taxes

Forth has been approved as a tax-exempt organization under the Internal Revenue Code 501(c)(6) and applicable state laws. Forth Mobility Fund and Affiliate is tax-exempt under the Internal Revenue Code 501(c)(3). Accordingly, no provision for income taxes is included in the accompanying financial statements. Neither organization believes it has unrelated trade or business income in excess of \$1,000.

Functional Allocation of Expenses

The costs of providing the programs and supporting services have been summarized in the statement of activities. Directly identifiable expenses are charged to programs and supporting services when incurred. Certain costs, including office expense, occupancy, leases and utilities have been allocated among the programs and supporting services benefited based primarily on estimates of time and effort.

Property and Equipment

Acquisitions of property and equipment in excess of \$5,000 are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Building and improvements	40 years
Furniture, fixtures, and equipment	5 to 7 years
Computer software	3 years
Vehicles	5 years
Tractors	10 years

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Organization determines if an arrangement is a lease or contains a lease at inception of a contract. A contract is determined to be or contain a lease if the contract conveys the right to control the use of identified property, plant, or equipment (an identified asset) in exchange for consideration. The Organization determines these assets are leased because the Organization has the right to obtain substantially all of the economic benefit from and the right to direct the use of the identified asset. Assets in which the supplier or lessor has the practical ability and right to substitute alternative assets for the identified asset and would benefit economically for the exercise of the right to substitute the asset are not considered to be or contain a lease because the Organization determines it does not have the right to contract and direct the use of the identified asset.

In evaluating its contracts, the Organization separately identifies lease and nonlease components, such as fixed common area and other fixed maintenance costs, in calculating the Right of Use (ROU) assets and lease liabilities for its office buildings and vehicles. Non-lease components, which primarily include payments for maintenance and utilities, are excluded from lease payments in calculating the ROU balances.

Leases result in the recognition of ROU assets and lease liabilities on the statement of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis.

The Organization determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term.

The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization uses the implicit rate when readily determinable. As most leases do not provide an implicit rate, the Organization uses a risk free discount rate for the leased office space.

Lease expense is generally recognized on a straight-line basis over the lease term.

Estimates

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

Reclassification

Certain prior year amounts have been reclassified for consistency with current year presentations. These reclassifications had no effect on the reported results of operations.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prior Year Summarized Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by natural expense classification by function. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended December 31, 2023, from which the summarized information was derived.

NOTE C – ACQUISITION OF NET ASSETS OF DISSOLVED ENTITY

On January 1, 2024, the Organization dissolved the entity Forth. The following table summarizes the assets acquired and liabilities assumed by Forth Mobility Fund at that date except for the note payable that was assumed in January 2024.

	<u>Forth</u>
Assets	
Cash and cash equivalents	\$ 112,767
Grants and contracts receivable, net	1,366,921
Prepaid expense	351,253
Property and equipment, net	580,255
Operating lease right-of-use	<u>111,752</u>
Total assets	\$ <u>2,522,948</u>
Liabilities	
Accounts payable and accrued liabilities	\$ 967,200
Accrued compensation	95,467
Deferred revenue	5,400
Refundable advances	832,034
Notes payable	528,595
Operating lease liability	<u>109,335</u>
Total liabilities	\$ <u>2,538,031</u>
Net liabilities transferred	\$ <u><u>(15,083)</u></u>

Because the liabilities of Forth exceeded the assets, no inherent contribution was received. The \$15,083 deficit in net assets was absorbed by Forth Mobility Fund on the statement of activities.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE D – GRANTS AND CONTRACTS RECEIVABLE

Grants and contracts receivable consist of cost reimbursement contracts and other agreements. Receivables represent amounts due from partner government agencies and other project funders. No provision for estimated uncollectible receivables has been made since management considers all receivables fully collectible within one year. There were no material receivables older than 90 days at December 31, 2024.

Receivables are uncollateralized and are as follows as of December 31, 2024:

Government contracts receivable	\$ 354,031
Other service contracts	<u>719,251</u>
	<u>\$ 1,073,282</u>

NOTE E – PROPERTY AND EQUIPMENT

Property and equipment are as follows as of December 31, 2024:

Electric vehicles	\$ 661,005
Equipment and furniture	<u>404,685</u>
	1,065,690
Less accumulated depreciation	<u>(233,879)</u>
	<u>\$ 831,811</u>

Depreciation and amortization expense for the year ended December 31, 2024 was \$236,566. Approximately, \$260,400 of fixed assets were purchased with federal funds and may revert to the federal funding agency upon disposition.

NOTE F – DEFERRED REVENUE AND REFUNDABLE ADVANCES

Membership dues revenue is recognized over the period of membership. Sponsorship revenue is recorded when the associated event occurs, which fulfills the sponsorship agreement. Advances on contracts occurs when a funder remits payment prior to performance of associated deliverables. Deferred membership revenue for the year ended December 31, 2024 was \$75,000.

Refundable advances consist primarily of conditional grant payments received prior to the incurrence of allowable grant expenditures and are refundable to the grantor if not used for grant purposes. For the year end ended December 31, 2024, the Organization had refundable advances totaling \$193,142.

Deferred revenue, at December 31, 2023, was \$138,525. During the year ended December 31, 2024, \$1,014,815 of additional deferred revenue was recorded due to cash received during the year and \$1,072,340 of deferred revenue was recognized.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE G – OPERATING ROU LEASE ASSET AND LIABILITY

Operating Facilities Lease

In November 2024, the Organization entered into a lease that expires December 31, 2027. This lease generally requires the Organization to pay all executory costs (property taxes, maintenance and insurance), and includes an escalating fee schedule, which is approximately a 3% percent increase each year.

Annual lease cost	\$ <u>112,274</u>
Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from leases	\$ <u>217,286</u>
Weighted-average remaining lease term	3 years
Weighted-average discount rate	5%

Future minimum lease payments and reconciliation to the statement of financial position at December 31, 2024, are as follows:

Year Ending December 31,	Operating Lease
2025	\$ 72,414
2026	74,586
2027	70,279
Less present value discount	<u>(7,106)</u>
Lease liability	<u>\$ 210,173</u>

FORTH MOBILITY FUND AND AFFILIATE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE H – CONDITIONAL PROMISES TO GIVE

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and other grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions.

Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

As of December 31, 2024, the Organization has conditional grants as follows:

Program	Amount Remaining
Affordable Mobility Platform (AMP)	\$ 2,420,985
Capacity Building Chicago (STELLAR)	78,266
Community Car Share Project	64,793
Electric Future for America's Rural Mobility Stakeholders (E-FARMS)	927,153
Electric School Buses	72,337
Electric Vehicle Carshare Viability (RMI)	34,016
EV Financing (LACE)	1,189,938
EV Ready	504,720
Expanding Access to Charging at Home	1,190,141
Federal Funding/Midwest - McKnight	150,000
Leadership of Employers for Electrification (LEEP)	1,616,911
National Policy	95,721
ODOT Charging Rebate	228,715
OR Policy	27,721
Oregon Clean Fuels	126,487
PGE Drive Change - EFARMS	71,312
Portland E-Cargo Bike Educational Lot (PEBEL)	19,602
Reliable, Equitable, and Accessible Charging (REACH)	4,040
Towards Equitable Electric Mobility (TEEM)	376,409
WA Policy	25,000
Wasco County Charging Plan	14,307
Washington Clean Fuels	226,873
WSDOT Zero-Emission Vehicle Infrastructure Partnerships (ZEVIP)	485,147
WSDOT Zero-Emissions Access Program (ZAP)	72,727
	<u>\$ 10,023,321</u>

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE I – NOTES PAYABLE

Note payable to the Small Business Administration, in installments of \$2,210 including interest; interest at 2.75%, maturing in June, 2050. The note is secured by all assets of the Organization. \$ 485,624

Note payable to Bonneville Environmental Foundation, the note does not bear interest. The note must be repaid by December 1, 2027. Bonneville Environmental Foundation agrees to forgive the portion of the loan represented by the total loan amount minus the combined residual value of all vehicles purchased with the proceeds of this loan. Collateralized by electric vehicles. 30,000

Note payable to Bonneville Environmental Foundation. The note does not bear interest. The note must be repaid by April 1, 2026. Bonneville Environmental Foundation agrees to forgive the portion of the loan represented by the total loan amount minus the combined residual value of all vehicles purchased with the proceeds of this loan. Collateralized by electric vehicles. 83,896

\$ 599,520

Future minimum loan payments as of December 31, 2024 are as follows:

Year Ending December 31,	
2025	\$ 13,333
2026	97,600
2027	44,086
2028	13,625
2029	14,478
Thereafter	<u>416,398</u>
Total	<u>\$ 599,520</u>

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE J – RESTRICTIONS ON NET ASSETS

The Organization's net assets with donor restrictions are subject to the following purpose or timing restrictions as of December 31, 2024:

Equitable Electric Mobility	\$ 776,410
Midwest Technical Assistance	150,000
Federal Policy Work	95,721
Oregon/Washington Policy Work	52,721
Clean Fuels Program	<u>418,153</u>
	<u>\$ 1,493,005</u>

NOTE K – CONCENTRATIONS AND CREDIT RISK

The Organization receives 45% of its operating revenue from one state funder and 18% of its operating revenue from one federal funder. At December 31, 2024, 3% and 28% of grants and contracts receivable were due from these state and federal grants, respectively. A significant reduction in either of these funding sources would negatively impact the organization and its programs.

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash. Cash maintained with financial institutions is insured by the Federal Deposit Insurance Corporation (FDIC). At December 31, 2024, the Organization held cash in excess of FDIC insurance of about \$1,978,733.

NOTE L – RETIREMENT PLAN

The Organization offers a tax-deferred 401(k) plan for all eligible employees. Forth Mobility Fund provides a contribution of 3% of employee compensation after six months of employment. Employer contributions to the Plan for the year ended December 31, 2024 were \$313,192.

NOTE M – RELATED PARTY TRANSACTIONS

The Organization has a member of its Board who is the founder of an entity of which the Organization has a vendor relationship with. For the year ended December 31, 2024, payments to the related party were \$100,000.

NOTE N – UNCERTAINTY

The current governmental funding environment is uncertain, and the Organization may lose significant funding with little notice. Note H presents conditional federal grants that are susceptible to grant interruption. A decrease in government funding could adversely impact the Organization's ability to maintain operations at the current level, or at all. Management is carefully monitoring the situation. No adjustments have been made to these financial statements as a result of uncertainty.

FORTH MOBILITY FUND AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

December 31, 2024

NOTE O – LIQUIDITY

The following chart represents the Organization's financial assets available to meet cash needs for general expenditures within one year of December 31, 2024:

Financial assets at year end	
Cash and cash equivalents	\$ 2,249,773
Grants and contracts receivable	<u>1,073,282</u>
Total financial assets	<u>3,323,055</u>
Less those unavailable for general expenditure within one year due to: Contractual or donor- imposed restrictions	<u>(1,493,005)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,830,050</u>

As part of its liquidity management, the Organization's policy is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. In addition, the Organization invests cash in excess of current requirements in short-term investments.

NOTE P – SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 18, 2025, which is the date the financial statements were available to be issued.

Effective December 31, 2024, Forth Mobility Fund legally changed its name to Forth. The Organization also registered Forth Mobility Fund as an assumed business name and continues to operate as the 501(c)(3) charitable entity under both names.