FINANCIAL STATEMENTS

EVERY VOICE
CENTER

FOR THE YEAR ENDED DECEMBER 31, 2015
WITH SUMMARIZED FINANCIAL
INFORMATION FOR 2014

EVERY VOICE CENTER

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GELMAN, ROSENBERG
& FREEDMAN
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Every Voice Center
Washington, D.C.

We have audited the accompanying financial statements of Every Voice Center, which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and change in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Every Voice Center as of December 31, 2015, and the change 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.

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Report on Summarized Comparative Information

We have previously audited Every Voice Center's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 12, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Gelman Rozenberg & Freedman

December 13, 2016

EVERY VOICE CENTER

STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2015
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2014

ASSETS

	2015	2014
CURRENT ASSETS		
Cash and cash equivalents	$ 584,774	$ 583,397
Contributions receivable	50,000	-
Pledges receivable	68,502	53,274
Grants receivable	125,000	-
Prepaid expenses	14,176	11,940
Total current assets	842,452	648,611
OTHER ASSETS		
Restricted cash	48,243	47,761
Deposit	-	3,000
Grants receivable, net of current portion	75,000	-
Total other assets	123,243	50,761
TOTAL ASSETS	**$ 965,695**	**$ 699,372**

LIABILITIES AND NET ASSETS

	2015	2014
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 61,506	$ 79,726
Due to Every Voice	74,223	56,361
Total current liabilities	135,729	136,087
NET ASSETS		
Unrestricted	629,966	454,876
Temporarily restricted	200,000	108,409
Total net assets	829,966	563,285
TOTAL LIABILITIES AND NET ASSETS	**$ 965,695**	**$ 699,372**

EVERY VOICE CENTER

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2014

	2015			2014
	Unrestricted	Temporarily Restricted	Total	Total
REVENUE				
Foundation grants	$ 525,500	$ 352,500	$ 878,000	$ 1,658,500
Contributions	1,640,477	-	1,640,477	1,258,382
Investment income	708	-	708	97
Net assets released from donor restrictions	260,909	(260,909)	-	-
Total revenue	2,427,594	91,591	2,519,185	2,916,979
EXPENSES				
Program Services	1,729,998	-	1,729,998	2,792,294
General and Administrative	322,554	-	322,554	243,339
Fundraising	199,952	-	199,952	198,812
Total expenses	2,252,504	-	2,252,504	3,234,445
Change in net assets (deficit)	175,090	91,591	266,681	(317,466)
Net assets at beginning of year	454,876	108,409	563,285	880,751
NET ASSETS AT END OF YEAR	**$ 629,966**	**$ 200,000**	**$ 829,966**	**$ 563,285**

See accompanying notes to financial statements.

EVERY VOICE CENTER

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2014

	2015				2014
		Supporting Services			
	Program Services	General and Administrative	Fundraising	Total Expenses	Total Expenses
National and state grants	$ 330,000	$ -	$ -	$ 330,000	$ 1,471,000
Salaries, payroll taxes and fringe benefits	722,759	219,950	142,352	1,085,061	1,176,451
Consultants	449,620	-	13,489	463,109	160,064
Information technology	66,085	7,388	18,091	91,564	84,138
Occupancy	65,830	9,862	13,618	89,310	80,311
Professional fees	-	61,831	-	61,831	63,585
Conferences and meetings	24,209	6,157	2,149	32,515	47,788
Office expenses	922	6,084	2,994	10,000	37,189
Travel	35,707	-	3,845	39,552	33,248
Mail outreach	842	-	1,264	2,106	25,600
State support	9,159	-	-	9,159	21,120
Legal fees	4,016	4,016	-	8,032	15,198
Training program	2,113	-	-	2,113	8,153
Subscriptions and publications	15,188	-	1,415	16,603	5,000
Insurance	3,548	7,266	735	11,549	4,215
Lobbying expenses	-	-	-	-	1,385
TOTAL	**$ 1,729,998**	**$ 322,554**	**$ 199,952**	**$ 2,252,504**	**$ 3,234,445**

EVERY VOICE CENTER

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets (deficit)	$ 266,681	$ (317,466)
Adjustments to reconcile change in net (deficit) assets to net cash provided (used) by operating activities:		
Realized loss on sale of investment	-	105
(Increase) decrease in:		
Contributions receivable	(50,000)	-
Pledges receivable	(15,228)	(50,774)
Grants receivable	(200,000)	175,000
Due from Every Voice	-	65,419
Prepaid expenses	(2,236)	(11,940)
Deposit	3,000	-
Increase (decrease) in:		
Accounts payable and accrued expenses	(18,220)	13,413
Due to Every Voice	17,862	56,361
Net cash provided (used) by operating activities	1,859	(69,882)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales of investments	-	2,462
Net cash provided by investing activities	-	2,462
Net increase (decrease) in cash and cash equivalents	1,859	(67,420)
Cash and cash equivalents at beginning of year, including restricted cash in the amount of $47,761	631,158	698,578
CASH AND CASH EQUIVALENTS AT END OF YEAR, INCLUDING RESTRICTED CASH IN THE AMOUNT OF $48,243 IN 2015 AND $47,761 IN 2014	**$ 633,017**	**$ 631,158**

See accompanying notes to financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

Every Voice Center is a non-profit corporation incorporated on November 18, 1996 in the District of Columbia. Its primary purpose is to educate the general public and policy makers in the United States of America regarding the consequences of the current system of campaign finance and the merits of comprehensive reform.

In March 2015, Every Voice Center amended its Articles of Incorporation to change its legal name from Public Campaign to Every Voice Center.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958, *Not-for-Profit Entities*.

The financial statements include certain prior year summarized comparative information in total but not by net asset class. 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 Every Voice Center's financial statements for the year ended December 31, 2014, from which the summarized information was derived.

Cash and cash equivalents -

Every Voice Center considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of $250,000. At times during the year, Every Voice Center maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

Grants, pledges and contributions receivable -

Grants, pledges and contributions receivable consist of grants, pledges and contributions expected to be received within one year, and are recorded at their fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established.

Furniture and equipment -

Furniture and equipment costing $3,500 and above are capitalized and stated at cost in the accompanying financial statements. Furniture and equipment are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally five years. The costs of maintenance and repairs and furniture and equipment valued less than $3,500 are recorded as expenses are incurred.

For the year ended December 31, 2015, all furniture and equipment were fully depreciated.

Income taxes -

Every Voice Center is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. Every Voice Center is not a private foundation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Uncertain tax positions -

For the year ended December 31, 2015, Every Voice Center has documented its consideration of FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

Net asset classification -

The net assets are reported in two self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of Every Voice Center.

- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of Every Voice Center and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Change in Net Assets as net assets released from restrictions.

Grants and contributions -

Unrestricted and temporarily restricted grants and contributions are recorded as revenue in the year notification is received from the donor. Temporarily restricted grants and contributions are recognized as unrestricted support only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Such funds in excess of expenses incurred are shown as temporarily restricted net assets in the accompanying financial statements.

Use of estimates -

The preparation of the 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 at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Risks and uncertainties -

Every Voice Center invests in various investment securities. Investment securities are exposed to various risks such as interest rates, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Fair value measurement -

Every Voice Center adopted the provisions of FASB ASC 820, *Fair Value Measurement*. FASB ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs (assumptions that market participants would use in pricing assets and liabilities, including assumptions about risk) used to measure fair value, and enhances disclosure requirements for fair value measurements. Every Voice Center accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement.

2. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at December 31, 2015:

Restricted for Time	**$ 200,000**

3. NET ASSETS RELEASED FROM RESTRICTIONS

The following temporarily restricted net assets were released from donor restrictions by incurring expenses, which satisfied the restricted purposes specified by the donors:

Special Projects	$ 44,242
Passage of Time	216,667
	$ 260,909

4. LEASE COMMITMENT

Every Voice Center leases office space under a six-year sublease agreement, which originated on December 1, 2009. In May 2014, the terms of the agreement were modified to change the expiration date to April 30, 2015, and Every Voice, a related party, became the primary holder of the sublease agreement.

On November 19, 2014, Every Voice Center signed a five-year lease agreement, commencing on May 1, 2015. Base rate is $286,568 per year, plus a proportionate share of expenses, increasing by a factor of 2% per year. Every Voice Center's obligation to pay the monthly base rent is abated for the first four months of the lease.

The lease agreement also requires Every Voice Center to keep an irrevocable Letter of Credit in the amount of $48,243, for the purpose of securing performance of the lease obligation.

As of December 31, 2015, restricted cash is maintained to secure the letter of credit.

4. LEASE COMMITMENT (Continued)

The future minimum rental payments under the lease expiring April 30, 2015, plus the new lease beginning May 2015, are as follows:

Year Ending December 31,	
2016	$ 290,388
2017	296,200
2018	302,133
2019	308,186
2020	103,406
	$ 1,300,313

As noted in Note 5, Every Voice Center shares office space with Every Voice, and rent expenses are shared between the organizations. Rent expense, which is included in occupancy for Every Voice Center and Every Voice for the year ended December 31, 2015 totaled $89,310 and $80,330, respectively.

5. RELATED PARTY TRANSACTIONS

Every Voice Center and Every Voice do not have a common Board of Directors; however, the organizations share staff personnel, office space, supplies, office furniture and equipment, and other similar services and items. Costs are allocated between the two organizations based on actual expenditures and a percentage of salaries.

In 2015, Every Voice Center provided grants to Every Voice for public education purposes and support for reform of campaign finance laws totaling to $330,000.

As of December 31, 2015, Every Voice Center had a payable of $74,223 due to Every Voice for grants provided, net of shared administrative expenses.

6. RETIREMENT PLAN

Every Voice Center has a 403(b) tax deferred annuity plan. The plan covers all employees who meet certain age and employment requirements. Retirement expense for 2015 totaled $32,354.

7. SUBSEQUENT EVENTS

In preparing these financial statements, Every Voice Center has evaluated events and transactions for potential recognition or disclosure through December 13, 2016, the date the financial statements were issued.