BRAIN INJURY ASSOCIATION OF NEBRASKA

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2025 AND 2024

Grafton & Associates p.c.
CERTIFIED PUBLIC ACCOUNTANTS

BRAIN INJURY ASSOCIATION OF NEBRASKA

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December 31, 2025 and 2024

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Directors
Brain Injury Association of Nebraska
Lincoln, Nebraska

Opinion

We have audited the accompanying financial statements of Brain Injury Association of Nebraska (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024 and the related statements of activities, functional expenses, cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Brain Injury Association of Nebraska (the Association) as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that

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

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association'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 Association'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.

May 14, 2026

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENTS OF FINANCIAL POSITION

December 31,

ASSETS

	2025	2024
CURRENT ASSETS		
Cash and cash equivalents	$ 1,485,986	$ 876,919
Accounts receivable	127,570	352,379
Prepaid expenses	25,198	32,623
Grants and pledges receivable	4,000	17,651
Total current assets	1,642,754	1,279,572
OTHER ASSETS		
Beneficial interest in assets invested by others	122,783	107,694
Total other assets	122,783	107,694
Total assets	$ 1,765,537	$ 1,387,266

LIABILITIES AND NET ASSETS

	2025	2024
CURRENT LIABILITIES		
Accounts payable	$ 4,333	$ 20,650
Other accrued expenses	-	12,025
Total current liabilities	4,333	32,675
NET ASSETS		
Net assets without donor restrictions	1,468,571	1,297,941
Net assets with donor restrictions	292,633	56,650
Total net assets	1,761,204	1,354,591
Total liabilities and net assets	$ 1,765,537	$ 1,387,266

The accompanying notes are an integral part of these financial statements.

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENT OF ACTIVITIES

For the year ended December 31, 2025

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
REVENUE AND SUPPORT			
Contributions and grants	$ 736,519	$ 812,333	$ 1,548,852
Conference and fundraising event sponsorship	28,679	5,900	34,579
Interest	31,291	-	31,291
Fundraising event	14,376	-	14,376
Increase in the beneficial interest in assets invested by others	15,089	-	15,089
Miscellaneous revenue	25	-	25
Total revenues and support	825,979	818,233	1,644,212
Net assets released from restrictions	582,250	(582,250)	-
EXPENSES			
Program services	1,146,982	-	1,146,982
Management and general	67,506	-	67,506
Fundraising	23,111	-	23,111
Total expenses	1,237,599	-	1,237,599
Total change in net assets	170,630	235,983	406,613
Net assets, beginning of year	1,297,941	56,650	1,354,591
Net assets, end of year	$ 1,468,571	$ 292,633	$ 1,761,204

The accompanying notes are an integral part of these financial statements.

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENT OF ACTIVITIES

For the year ended December 31, 2024

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
REVENUE AND SUPPORT			
Contributions and grants	$ 745,507	$ 505,200	$ 1,250,707
Conference and fundraising event sponsorship	30,975	3,900	34,875
Interest	24,300	-	24,300
Fundraising event	13,918	-	13,918
Increase in the beneficial interest in assets invested by others	9,717	-	9,717
Miscellaneous revenue	97	-	97
Total revenues and support	824,514	509,100	1,333,614
Net assets released from restrictions	606,212	(606,212)	-
EXPENSES			
Program services	1,126,486	-	1,126,486
Management and general	77,743	-	77,743
Fundraising	21,717	-	21,717
Total expenses	1,225,946	-	1,225,946
Total change in net assets	204,780	(97,112)	107,668
Net assets, beginning of year	1,093,161	153,762	1,246,923
Net assets, end of year	$ 1,297,941	$ 56,650	$ 1,354,591

The accompanying notes are an integral part of these financial statements.

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2025

	Program Services	Management & General	Fundraising	Totals
Salaries	$ 770,557	$ 40,708	$ 14,913	$ 826,178
Other payroll related costs	-	1,692	-	1,692
Payroll taxes	58,952	3,109	1,141	63,202
Professional fees				
Legal	84	24	-	108
Accounting	12,097	5,475	-	17,572
Other	80,037	3,992	105	84,134
Advertising	7,744	43	2,874	10,661
Office expenses	35,687	3,200	1,425	40,312
Information technology	27,859	2,842	-	30,701
Occupancy	3,839	204	-	4,043
Travel and meals	46,741	1,654	135	48,530
Conferences and meetings	67,565	984	2,518	71,067
Insurance	5,386	1,708	-	7,094
Bank and credit card fees	919	465	-	1,384
Dues and subscriptions	25,713	1,355	-	27,068
Professional development	3,802	51	-	3,853
Total functional expenses	$ 1,146,982	$ 67,506	$ 23,111	$ 1,237,599

The accompanying notes are an integral part of these financial statements.

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2024

	Program Services	Management & General	Fundraising	Totals
Salaries	$ 730,131	$ 42,301	$ 14,131	$ 786,563
Other payroll related costs	-	15,111	-	15,111
Payroll taxes	55,895	3,196	1,081	60,172
Professional fees				
Accounting	5,926	4,422	-	10,348
Other	91,927	1,675	1,908	95,510
Advertising	9,659	989	1,044	11,692
Office expenses	23,331	2,181	472	25,984
Information technology	24,131	1,425	182	25,738
Occupancy	5,574	366	-	5,940
Travel and meals	54,118	1,223	159	55,500
Conferences and meetings	89,704	238	2,740	92,682
Insurance	5,296	563	-	5,859
Bank and credit card fees	560	589	-	1,149
Dues and subscriptions	24,032	2,450	-	26,482
Professional development	6,202	1,014	-	7,216
Total functional expenses	$ 1,126,486	$ 77,743	$ 21,717	$ 1,225,946

The accompanying notes are an integral part of these financial statements.

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENTS OF CASH FLOWS

For the years ended December 31,

	2025	2024
Cash flows from operating activities		
Total increase in net assets	$ 406,613	$ 107,668
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Net increase in beneficial interest in assets held by others	(15,089)	(9,717)
Decrease (increase) in assets		
Accounts receivable	224,809	(171,727)
Grants and pledge receivables	13,651	(5,538)
Prepaid expenses	7,425	(14,901)
(Decrease) increase in operating liabilities		
Accounts payable	(16,317)	6,112
Other accrued expenses	(12,025)	427
Net cash provided (used) by operating activities	609,067	(87,676)
Net increase (decrease) in cash and cash equivalents	609,067	(87,676)
Cash and cash equivalents, beginning of year	876,919	964,595
Cash and cash equivalents, end of year	$ 1,485,986	$ 876,919

The accompanying notes are an integral part of these financial statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Organization

   Brain Injury Association of Nebraska (the Association) is a not-for-profit organization that was incorporated under the laws of the State of Nebraska in 2008. The mission of the Association is to enhance the quality of life for persons with brain injuries and their families and work towards the prevention of brain injuries.

2. Basis of Accounting

   The financial statements of the Association have been prepared on the accrual basis of accounting. Under the accrual basis, revenue and expenses are recognized when earned or incurred, regardless of when the related cash flows occur.

3. Basis of Presentation

   The financial statement presentation follows the recommendation of the Financial Accounting Standards Board (FASB) and reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which represents the expendable resources that are available for operations at management's discretion; and net assets with donor restrictions, which represent resources restricted by donors as to purpose, by the passage of time, or those which neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Association.

4. Cash and Cash Equivalents

   For purposes of the Statements of Cash Flows, the Association considers highly liquid investment accounts with an expected holding period of less than three months to be cash equivalents.

5. Grants and Pledges

   Grants based on the incurrence of qualified expenditures and pledges are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment of the creditworthiness of grantors, donors, and others having outstanding balances, it has concluded that losses on balances outstanding at year-end are improbable.

6. Allowance for Expected Credit Losses

   The Association has receivables from the Nebraska Department of Health and Human Services, Division of Behavioral Health (DBH) and the Nebraska Department of Education, Vocational Rehabilitation (VR), based on underlying fee-for-service contracts.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

6. Allowance for Expected Credit Losses – Continued

The Association evaluates an allowance for expected credit losses calculated on a pooled basis where similar risk characteristics exist under ASC Topic 326. Receivables are evaluated individually when they do not share similar risk characteristics which could exist in circumstances where amounts are considered at risk or uncollectible. The Association considers the receivable balances under the DBH and VR contracts as separate pools for analysis purposes. At each reporting period, the allowance is updated to reflect any changes in credit risk since the related receivable was initially recorded. The allowance estimate is derived from a review of the Association's historical losses based on the aging of receivables, and is adjusted for management's assessment of current conditions and reasonable and supportable forecasts regarding future events, and any other factors deemed relevant by the Association.

Based on management's analysis, an allowance for credit losses was not deemed necessary for the years ended December 31, 2025 and 2024.

7. Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the barriers on which they depend have been substantially met and the promises become unconditional.

8. Beneficial Interest in Assets Invested by Others

During 2021, the Association placed $50,000 of funding into agency accounts with both the Omaha Community Foundation and Lincoln Community Foundation. The Association specified itself as the beneficiary of these agency funds but did grant to the respective Foundations' Board of Directors the right to redirect the assets to a different beneficiary under specific circumstances which management believes has a remote likelihood of occurring. The Association follows the guidance of the *Not-For-Profit Entities* section of the FASB codification and records the Association's interest in the assets of the respective Foundations as an asset on the statement of financial position.

9. Revenue Recognition

The Association's revenue from contributions and grants is principally awarded to the Association for the benefit of the public rather than as a fee for service transaction. As such, the Association typically accounts for this revenue following the guidance for revenue recognition of the *Not-for-Profit Entities* section of the Financial Accounting Standards Board's Accounting Standards Codification (the Codification).

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

9. Revenue Recognition – Continued

Certain other revenue of the Association, predominantly fees and event revenue, is considered an exchange transaction and therefore, the Association relies upon the guidance of Topic 606 of the Codification. Fees and event revenue, such as for the conference or training opportunities, are separately recognized as distinct performance obligations and are deferred until the completion of the event for which the customer registered. As of December 31, 2025 and 2024, there were no significant contract assets or liabilities related to these sources of revenue.

The Association does not incur significant costs to obtain the fees and event revenue, it does not have any significant financing, and it does not have any anticipated impairment losses.

Contributions of cash, other assets, and certain grants are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

10. Income Tax

The Association is an exempt organization under Internal Revenue Code Section 501(c)(3) and, therefore, is not subject to corporate income taxes. The Association has been classified as other than a private foundation by the Internal Revenue Service. The Association does not carry on any unrelated business activities and accordingly no provision for unrelated business income taxes has been made.

11. Advertising

The Association expenses advertising costs when incurred. The accompanying Statements of Activities include advertising expense of $10,661 and $11,692 for the years ended December 31, 2025 and 2024, respectively.

12. Functional Expenses

Certain expenses are charged directly to program, management, or fundraising in general categories on the Statements of Functional Expenses, based on specific identification. Indirect expenses have been allocated among the programs and supporting services benefited on a basis of personnel expenses, which are based on specific job functions.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

13. Use of 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.

14. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

NOTE B – COMMITMENTS

The Association often plans conferences and meetings in advance of the events and entered into one contract to secure a location for a future event to be held in March 2026. This contract had different stated potential costs for cancellation, largely based on a number of indeterminable variables, such as number of participants and the timing of the notification of cancellation. As of December 31, 2025, the Association was committed for $15,795 for this location.

NOTE C – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes as of December 31,:

Restriction	2025	2024
Purpose restricted		
Brain injury support center	$ 1,485	$ 1,485
Brain Injury Assistance Act funds for resource facilitation	75,284	51,065
Breaking the Cycle	209,964	-
Time restricted		
Conference and fundraising event sponsorships	5,900	4,100
Net assets with donor restrictions	$ 292,633	$ 56,650

NOTE D – CONCENTRATIONS

A significant portion of the Association's revenue is provided by two sources. The Association received 27.7% and 35.6% of its revenue, respectively, in the years ending December 31, 2025 and 2024, from the Nebraska Brain Injury Assistance Act. Additionally, for the years ended December 31, 2025 and 2024, the Association received 32.8% and 39.2% of its revenue, respectively, from the Nebraska Department of Health and Human Services, Division of Medicaid and Long-Term Care State Unit on Aging. If this funding were terminated, the Association would not be able to continue the level of services currently provided.

NOTE D – CONCENTRATIONS – Continued

The Association maintained accounts at a regional bank whose balances exceeded the FDIC insured limit of $250,000 for a significant portion of the year. As of December 31, 2025 and 2024, the Association's uninsured bank balances were $1,236,242 and $633,548, respectively. Management believes that the risk is mitigated by holding funds in a reputable institution with no known risks or history of financial trouble.

NOTE E – LIQUIDITY

The Association must maintain sufficient resources to meet responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year. The following reflects the Association's liquid financial assets as of December 31, 2025 and 2024, respectively, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	2025	2024
Financial assets:		
Cash and cash equivalents, non-interest bearing	$ 455,649	$ 69,635
Savings and temporary cash investments	1,030,337	807,284
Grants and pledges receivable	4,000	17,651
Accounts receivable	127,570	352,379
Beneficial interest in assets invested by others	122,783	107,694
Less those unavailable for general expenditures within one year, due to:		
Restricted by donor with time or purpose restrictions	(292,633)	(56,650)
Beneficial interest in assets invested by others as an operational reserve	(122,783)	(107,694)
Financial assets available to meet cash needs for general expenditures within one year	$ 1,324,923	$ 1,190,299

As part of the Association's liquidity management, it typically structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

The beneficial interests in assets invested by others represent agency funds held at Lincoln Community Foundation and Omaha Community Foundation. As disclosed in Note A, the distribution of the funds is at the discretion of the Board of Directors. The funds may be drawn upon in the event of financial distress or an unanticipated liquidity need. However, the Association intends to hold such funds as an operational reserve to ensure the future financial stability of the Organization.

NOTE F – FUNDRAISING

The Association hosts an annual fundraising event. The following represents the fundraising revenue, net of any direct expenses for the years ended December 31,:

	2025	2024
Blazing Trails fundraiser		
Donations, sponsorships, and registrations	$ 14,376	$ 13,918
Less direct expenses		
Advertising	(320)	(544)
Event fees	(2,011)	(2,321)
Salaries	(4,927)	(7,431)
Payroll taxes	(377)	(568)
Office expenses	(345)	(472)
Travel and meals	(135)	(77)
Fundraising, net of direct expenses	$ 6,261	$ 2,505

NOTE G – SUBSEQUENT EVENTS

In preparing these financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through May 14, 2026, the date the financial statements were available to be issued. There were no items occurring to that date for which further adjustment or disclosure were necessary.