

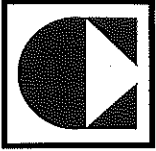
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

AMERICAN CIVIL RIGHTS UNION AND AFFILIATES

December 31, 2017
(with comparative totals for December 31, 2016)

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS	
Balance Sheets	3
Statement of Activities (with summary totals)	4
Statements of Cash Flows	5
Statement of Functional Expenses (with summary totals)	6
Notes to Financial Statements	7
SUPPLEMENTAL INFORMATION	
Consolidating Balance Sheets	15
Consolidating Statements of Activities	16



DOUGLAS COREY & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

10201 FAIRFAX BOULEVARD, SUITE 480

FAIRFAX, VIRGINIA 22030

(703) 354-2900 • FAX (703) 354-2606

E-MAIL: coreycpa@coreycpa.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
American Civil Rights Union and Affiliates

We have audited the accompanying financial statements of American Civil Rights Union and Affiliates (nonprofit organizations), which comprise the balance sheet as of December 31, 2017 and the related statements of activities, cash flows and functional expenses 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 of 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 not 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 provides reasonable basis for our opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of American Civil Rights Union and Affiliates as of December 31, 2017, and the changes in its net assets and its functional expenses and cash flows for the year then ended in accordance with accounting standards generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited American Civil Rights Union's December 31, 2016 financial statements, and our report dated July 25, 2017, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The consolidating balance sheet and consolidating statement of activities is presented for purposes of additional analysis and is not a required part of the 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 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 the 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.

Douglas Cooney & Associates, P.C.

June 11, 2018

American Civil Rights Union and Affiliates
Consolidated Balance Sheets
December 31, 2017 and 2016
(See Independent Auditor's Report and notes to financial statements)

	2017	2016
Assets		
Current Assets		
Cash	\$ 436,062	\$ 657,027
Accounts receivable	<u>43,653</u>	<u>64,536</u>
Total current assets	479,715	721,563
Property and equipment, net of accumulated depreciation of \$16,762 amd \$13,695	10,513	1,559
Investments	<u>1,008,964</u>	<u>986,153</u>
	<u>\$ 1,499,192</u>	<u>\$ 1,709,275</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 247,701	\$ 54,517
Net Assets		
Unrestricted	1,241,569	1,644,836
Temporarily restricted	<u>9,922</u>	<u>9,922</u>
Total net assets	<u>1,251,491</u>	<u>1,654,758</u>
	<u>\$ 1,499,192</u>	<u>\$ 1,709,275</u>

American Civil Rights Union and Affiliates
Consolidated Statement of Activities
For the year ended December 31, 2017
Comparative Totals for 2016

(See Independent Auditor's Report and notes to financial statements)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2017 Total</u>	<u>2016 Total</u>
Revenues and Other Support:				
Grants and contributions	\$ 2,914,495	\$ 52,500	\$ 2,966,995	\$ 4,002,889
Non-cash contributions	979,475	-	979,475	-
List rental	146,645	-	146,645	183,753
Interest/dividend income	5,827	-	5,827	6,071
Unrealized gain (loss) on investments	16,469	-	16,469	9,789
Net assets released from restrictions:				
Satisfaction of program restrictions	<u>52,500</u>	<u>(52,500)</u>	<u>-</u>	<u>-</u>
Total Revenues and Other Support	4,115,411	-	4,115,411	4,202,502
Expenses:				
Program expenses				
Defense of civil rights	1,318,417	-	1,318,417	1,415,198
Public policy and other	4,285	-	4,285	11,714
Election integrity defense fund	1,365,631	-	1,365,631	152,802
Supporting services				
General and administrative	182,677	-	182,677	279,340
Development	<u>1,647,668</u>	<u>-</u>	<u>1,647,668</u>	<u>2,003,809</u>
Total Expenses	<u>4,518,678</u>	<u>-</u>	<u>4,518,678</u>	<u>3,862,863</u>
Change in Net Assets	(403,267)	-	(403,267)	339,639
Net Assets, beginning of year	<u>1,644,836</u>	<u>9,922</u>	<u>1,654,758</u>	<u>1,315,119</u>
Net Assets, end of year	<u>\$ 1,241,569</u>	<u>\$ 9,922</u>	<u>\$ 1,251,491</u>	<u>\$ 1,654,758</u>

American Civil Rights Union and Affiliates
Consolidated Statements of Cash Flows
For the years ended December 31, 2017 and 2016
(See Independent Auditor's Report and notes to financial statements)

	2017	2016
Cash flows from operating activities:		
Change in net assets	\$ (403,267)	\$ 339,639
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Realized gain on investments	-	-
Unrealized (gain) loss on investments	(16,469)	(9,789)
Depreciation	3,067	358
(Increase) decrease in accounts receivable	20,883	36,611
Increase (decrease) in accounts payable	<u>193,184</u>	<u>(5,099)</u>
Net cash provided (used) by operating activities	(202,602)	361,720
Cash flows from investing activities:		
Purchase of investments	(6,356)	(31,071)
Purchase of furniture and equipment	<u>(12,021)</u>	<u>(716)</u>
Net cash provided (used) by operating activities	<u>(18,377)</u>	<u>(31,787)</u>
Net (decrease) increase in cash and cash equivalents	(220,979)	329,933
Cash, beginning of year	<u>657,027</u>	<u>327,094</u>
Cash, end of year	<u>\$ 436,048</u>	<u>\$ 657,027</u>
During the year the Organization had the following noncash transactions which were excluded from the statement of cash flows:		
Fair market value of donated services	<u>\$ 979,475</u>	<u>\$ -</u>
Cash paid during the years for:		
Income taxes	<u>\$ -</u>	<u>\$ -</u>
Interest expense	<u>\$ -</u>	<u>\$ 22</u>

American Civil Rights Union and Affiliates
Consolidated Statement of Functional Expenses

For the year ended December 31, 2017

Comparative Totals for 2016

(See Independent Auditor's Report and notes to financial statements)

	<u>Program Services</u>						<u>Supporting Services</u>				<u>2016</u> <u>Total</u> <u>Expense</u>
	<u>Defense of</u> <u>Civil Rights</u>	<u>Public Policy</u> <u>and Other</u>	<u>Election Integrity</u> <u>Defense Fund</u>	<u>Ttl Program</u> <u>Services</u>	<u>Mgmt and</u> <u>General</u>	<u>Develop-</u> <u>ment</u>	<u>Ttl Supporting</u> <u>Services</u>	<u>2017</u> <u>Total</u> <u>Expense</u>			
Professional fees/outside services	\$ 330,797	\$ 480	\$ 1,355,993	\$ 1,687,270	\$ 26,961	\$ 6,243	\$ 33,204	\$ 1,720,474	\$ 431,634		
Postage/ mailing service	455,338	-	-	455,338	28,373	606,356	634,729	1,090,067	1,480,195		
Printing	267,838	-	540	268,378	62,336	356,324	418,660	687,038	649,685		
Creative fees	-	-	-	-	-	374,996	374,996	374,996	561,959		
List rental	82,214	-	-	82,214	4,473	109,481	113,954	196,168	265,117		
Salaries	71,917	-	-	71,917	35,958	35,958	71,916	143,833	168,000		
Outreach	2,915	180	-	3,095	-	70,850	70,850	73,945	55,088		
Caging and escrow	29,710	-	-	29,710	1,616	39,564	41,180	70,890	93,872		
Bank charges/credit card fees	13,708	-	-	13,708	1,153	18,254	19,407	33,115	45,582		
Statistical modeling	13,472	-	-	13,472	624	15,279	15,903	29,375	31,406		
Media	6,700	-	-	6,700	473	11,585	12,058	18,758	-		
Travel and meetings	7,712	-	7,497	15,209	-	-	-	15,209	13,279		
Internet/web/e-mail hosting	8,532	3,600	-	12,132	188	-	188	12,320	14,661		
Payroll taxes	5,237	-	-	5,237	2,618	2,618	5,236	10,473	12,667		
Meals and entertainment	8,829	-	391	9,220	111	-	111	9,331	2,994		
Membership dues and fees	5,500	-	50	5,550	3,251	-	3,251	8,801	21,443		
Registration fees	4,995	25	-	5,020	-	-	-	5,020	-		
Payroll processing	-	-	-	-	3,506	-	3,506	3,506	-		
Telephone	2,566	-	83	2,649	468	-	468	3,117	2,756		
Depreciation	-	-	-	-	3,067	-	3,067	3,067	358		
Business insurance	-	-	-	-	3,056	-	3,056	3,056	3,056		
Office supplies and expense	14	-	1,021	1,035	1,207	18	1,225	2,260	5,794		
Rent, parking, utilities	122	-	25	147	1,714	-	1,714	1,861	2,011		
Miscellaneous expense	-	-	-	-	1,366	-	1,366	1,366	745		
Employee benefits	283	-	-	283	142	142	284	567	499		
Educational materials	18	-	31	49	-	-	-	49	40		
Interest	-	-	-	-	-	-	-	-	22		
	<u>\$ 1,318,417</u>	<u>\$ 4,285</u>	<u>\$ 1,365,631</u>	<u>\$ 2,688,333</u>	<u>\$ 182,661</u>	<u>\$ 1,647,668</u>	<u>\$ 1,830,329</u>	<u>\$ 4,518,662</u>	<u>\$ 3,862,863</u>		

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note A - Nature of Organization

The American Civil Rights Union (ACRU) is a voluntary health and welfare organization organized in 1998 under section 501(c)(3) and operated to engage in activities for defending civil rights of Americans and in such other charitable, scientific, and educational activities as may qualify it as exempt from federal income tax. ACRU's program activity is "Defense of Civil Rights", which includes defending the civil rights of Americans through the support of litigation. The program also provides a resource of information and educates the public through newsletters, television, internet, and radio regarding the protection of basic constitutional rights.

The Robert B. Carleson Eagle Fund (RCEF) is a voluntary health and welfare organization organized in 2009 under section 501 (c)(3) and operated for the purpose of sponsoring Boy Scouts of limited financial means to attend camp and to assist Boy Scout units that have been adversely affected by politically-motivated government or philanthropic decisions. All proceeds of the Eagle Fund will be designated for the support of the Boy Scouts. RCEF shares common directors with and receives operating support from ACRU. As such, the financial activities of RCEF are included in the consolidated financial statements.

The Carleson Center for Welfare Reform (CCWF) (formerly Carleson Center for Public Policy) is a voluntary health and welfare organization organized in 2010 under section 501(c)(3) and operated to promote policies and education about welfare reform, federalism and economic growth. CCWF will originate policy recommendations as well as endorse those of other entities. It will conduct independent, non-partisan research on reforming a range of domestic spending programs with a focus on welfare and other entitlement policies. CCWF shares common directors with and receives operating support from ACRU. As such, the financial activities of CCWF are included in the consolidated financial statements.

The Carleson Center for Welfare Reform Action Fund (CCWRAF) (formerly Carleson Center Action Fund) was organized in 2010 under section 501(c)(4) and operated to conduct independent, non-partisan research on reforming a wide range of domestic spending programs with a focus on welfare and entitlement policy and to advocate government reform of welfare and other entitlement programs and limitation on taxation through grassroots efforts and public education. CCWRAF shares common directors with ACRU. As such, the financial activities of CCWRAF are included in the consolidated financial statements.

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note B - Summary of Accounting Policies

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

1. Method of Accounting

ACRU's financial statements have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. Consequently, revenues are recognized when earned and expenses are recognized when incurred.

2. Principles of Consolidation

The consolidated financial statements include the accounts of ACRU, RCEF, CCWF, and CCWRAF (the Organization). Significant intra-entity accounts and transactions have been eliminated in consolidation.

3. Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. In addition, the Organization is required to present a statement of cash flows. For the years ended December 31, 2017 and 2016, the Organization had no permanently restricted net assets.

Unrestricted net assets - consists of assets, grants, contributions, program revenues, and other income available and used for operations and programs. Grants and contributions are considered available for unrestricted use unless specifically restricted by the donor.

Temporarily restricted net assets – includes funds with donor-imposed restrictions that permit the donee organization to expend the assets as specified and is satisfied either by the passage of time or by actions of the organization. Resources of this nature originate from grants from foundations or corporations and gifts from individuals.

4. Recognition of Donor-Restricted Contributions

Support that is restricted by the donor is reported as an increase in temporarily restricted net assets until the restriction expires, at which time temporarily restricted net assets are reclassified to unrestricted net assets.

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note B - Summary of Accounting Policies, continued

5. Cash and cash equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid instruments purchased with a maturity of three months or less to be cash and cash equivalents.

6. Investments

ACRU's investments consist of certificates of deposit, fixed income and equity mutual funds, and exchange traded funds. The investments are considered to be available for sale and are recognized at fair value on the balance sheet.

7. Functional Allocation of Expenses

The costs of providing various program and other activities have been summarized on a functional basis in the financial statements. Accordingly, costs have been allocated among the programs and supporting services benefitted.

8. Income Taxes

ACRU, RCEF and CCWF are exempt from income taxes on all activities directly related to its exempt purpose under the Internal Revenue Service Code Section 501(c)(3). CCWRAF is exempt from income taxes on all activities directly related to its exempt purpose under the Internal Revenue Service Code Section 501(c)(4). The Organization is liable for income taxes on unrelated business income. There was no taxable net unrelated business income for the years ended December 31, 2017 or 2016. Accordingly, no provision for income taxes has been made in these financial statements.

The Organization evaluated its tax positions and determined it has no uncertain tax positions as of December 31, 2017 or 2016. The Organization's 2015 through 2017 tax years are open for examination by federal taxing authorities.

9. Property and Equipment

Furniture and equipment are recorded at cost at the date of acquisition. The assets are depreciated on a straight-line basis over their estimated useful lives.

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note B - Summary of Accounting Policies, continued

10. Accounts Receivable

Accounts receivable represents list sales receivables. Management periodically reviews the status of all accounts receivable balances for collectability. The Organization uses the allowance method to reserve uncollectible accounts. The allowance is based on prior years' experience and management's analysis of subsequent collections. As of December 31, 2017 and 2016, there is no allowance for uncollectible accounts.

11. 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.

Note C – Date of Management's Review

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through June 11, 2018, the date the financial statements were available to be issued.

Note D – Property and Equipment

Property and equipment are as follows:

	2017	2016
Computer equipment and software	\$27,275	\$15,254
Accumulated depreciation	<u>(16,762)</u>	<u>(13,695)</u>
Net book value	<u>\$10,513</u>	<u>\$1,559</u>

Depreciation expense for the years ended December 31, 2017 and 2016 totaled \$3,067 and \$358, respectively.

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note E – Investments

The adjusted basis and fair value as of December 31, 2017 and 2016 are as follows:

	Adjusted Basis	Fair Value	Unrealized Gains (Losses)
December 31, 2017			
Certificates of deposit	\$ 864,717	\$ 864,717	
Exchange traded funds	<u>127,778</u>	<u>144,247</u>	
	<u>\$ 992,495</u>	<u>\$ 1,008,964</u>	<u>\$ 16,469</u>
December 31, 2016			
Certificates of deposit	\$ 858,375	\$ 858,375	
Exchange traded funds	<u>117,989</u>	<u>127,778</u>	
	<u>\$ 976,364</u>	<u>\$ 986,153</u>	<u>\$ 9,789</u>

The certificates of deposit have maturity dates ranging from one to two years.

The following is a summary of investment income for the years ended December 31, 2016 and 2015:

	2017	2016
Interest and dividends	\$ 5,825	\$ 6,071
Unrealized gain (loss) on investments	<u>16,469</u>	<u>9,789</u>
	<u>\$22,294</u>	<u>\$15,860</u>

Note F – Fair Value Measurements

FASB ASC 820-10 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note F – Fair Value Measurements, continued

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for the asset or liability.

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at December 31, 2017 and 2016:

<u>Description</u>	<u>Fair Value</u>	<u>Significant Observable Inputs (Level 1)</u>
December 31, 2017		
Certificates of deposit	\$ 864,717	\$ 864,717
Exchange Traded Funds	<u>144,247</u>	<u>144,247</u>
	<u>\$ 1,008,964</u>	<u>\$ 1,008,964</u>
December 31, 2016		
Certificates of deposit	\$858,375	\$858,375
Exchange Traded Funds	<u>127,778</u>	<u>127,778</u>
	<u>\$986,153</u>	<u>\$986,153</u>

The carrying amounts reflected in the balance sheet for cash, accounts receivable, and, accounts payable approximates fair value due to the short maturities of those instruments.

Note G – Commitments and Contingencies

ACRU has contracts with two third-party mailing houses. One contract requires ACRU to reimburse the mailing house for all costs incurred and may require ACRU to pay interest on amounts advanced by the mailing house. The other contract is a no-risk contract requiring payment for costs incurred only if revenues exceed costs and fees for the programs conducted.

Note H – Concentration of Credit Risk

At various times during the years ended December 31, 2017 and 2016, ACRU had more funds on deposit at one financial institution than the \$250,000 insured by the FDIC.

American Civil Rights Union and Affiliates
Notes to Financial Statements
December 31, 2017 and 2016
(See Independent Auditor's Report)

Note H – Concentration of Credit Risk

At various times during the years ended December 31, 2017 and 2016, ACRU had more funds on deposit at one financial institution than the \$250,000 insured by the Federal Deposit Insurance Corporation. Management regularly monitors the financial condition of the banking institution, along with their balances in cash and tries to keep these potential risks to a minimum.

Note I – Major Donor

During the year ended December 31, 2017, ACRU received approximately 25% of total support from one major donor. This donor contributed 100% of non-cash contributions.

Note J – Related Party Transactions

ACRU compensates its Chairman and CEO, Susan Carleson, for services rendered on behalf of ACRU. Total compensation paid to Susan Carleson was \$143,833 and \$138,000 for the years ended December 31, 2017 and 2016, respectively.

Note K – Temporarily restricted net assets

Temporarily restricted net assets totaling \$9,922 as of December 31, 2017 and 2016 are available for to be used for program expenses of the Robert Carleson Eagle Fund.

Note L – Allocation of Joint Costs

ACRU incurs joint costs for informational material and activities that include fund raising appeals. Using the guidance established by the Not-for-Profit Entities topic of the Financial Accounting Standards Board's (FASB) Accounting Standards Codification (the Codification), ACRU has allocated the joint costs to its functional areas as follows during the years ended December 31, 2017 and 2016:

	2017	2016
Defense of Civil Rights	\$1,030,583	\$1,241,217
Management and general	56,066	169,019
Fundraising	<u>1,372,390</u>	<u>1,662,843</u>
	<u>\$2,459,039</u>	<u>\$3,073,079</u>

SUPPLEMENTAL INFORMATION

American Civil Rights Union and Affiliates
Consolidating Balance Sheets
December 31, 2017 and 2016
(See Independent Auditor's Report and notes to financial statements)

December 31, 2017

	ACRU	RCEF	CCWRF	CCWRAF	Eliminations	Totals
Current Assets						
Cash	\$ 416,241	\$ 19,801	\$ 10	\$ 10	\$ -	\$ 436,062
Accounts receivable	43,653	-	-	-	-	43,653
Due from affiliates	18,377	-	25	-	(18,402)	-
Total current assets	478,271	19,801	35	10	(18,402)	479,715
Property and equipment, net of accumulated depreciation of \$16,762	10,513	-	-	-	-	10,513
Investments	1,008,964	-	-	-	-	1,008,964
	<u>\$ 1,497,748</u>	<u>\$ 19,801</u>	<u>\$ 35</u>	<u>\$ 10</u>	<u>\$ (18,402)</u>	<u>\$ 1,499,192</u>
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	\$ 247,701	\$ -	\$ -	\$ -	\$ -	\$ 247,701
Due to affiliate	-	-	-	18,402	(18,402)	-
Total current liabilities	247,701	-	-	18,402	(18,402)	247,701
Net Assets						
Unrestricted	1,250,047	9,879	35	(18,392)	-	1,241,569
Temporarily restricted	-	9,922	-	-	-	9,922
Total net assets	1,250,047	19,801	35	(18,392)	-	1,251,491
	<u>\$ 1,497,748</u>	<u>\$ 19,801</u>	<u>\$ 35</u>	<u>\$ 10</u>	<u>\$ (18,402)</u>	<u>\$ 1,499,192</u>

December 31, 2016

	ACRU	RCEF	CCWRF	CCWRAF	Eliminations	Totals
Current Assets						
Cash	\$ 637,192	\$ 19,815	\$ 10	\$ 10	\$ -	\$ 657,027
Accounts receivable	64,536	-	-	-	-	64,536
Due from affiliates	22,015	-	25	-	(22,040)	-
Total current assets	723,743	19,815	35	10	(22,040)	721,563
Property and equipment, net of accumulated depreciation of \$10,263	1,559	-	-	-	-	1,559
Investments	986,153	-	-	-	-	986,153
	<u>\$ 1,711,455</u>	<u>\$ 19,815</u>	<u>\$ 35</u>	<u>\$ 10</u>	<u>\$ (22,040)</u>	<u>\$ 1,709,275</u>
Liabilities and Net Assets						
Current Liabilities						
Accounts payable	\$ 54,517	\$ -	\$ -	\$ -	\$ -	\$ 54,517
Due to affiliate	-	-	3,638	18,402	(22,040)	-
Total current liabilities	54,517	-	3,638	18,402	(22,040)	54,517
Net Assets						
Unrestricted	1,656,938	9,893	(3,603)	(18,392)	-	1,644,836
Temporarily restricted	-	9,922	-	-	-	9,922
Total net assets	1,656,938	19,815	(3,603)	(18,392)	-	1,654,758
	<u>\$ 1,711,455</u>	<u>\$ 19,815</u>	<u>\$ 35</u>	<u>\$ 10</u>	<u>\$ (22,040)</u>	<u>\$ 1,709,275</u>

American Civil Rights Union and Affiliates
Consolidating Statements of Activities
For the years ended December 31, 2017 and 2016
(See Independent Auditor's Report and notes to financial statements)

For the year ended December 31, 2017

	ACRU	RCEF	CCWRF	CCWRAF	Eliminations	Totals
Revenues and Other Support:						
Grants and contributions	\$ 2,966,995	\$ -	\$ 3,638	\$ -	\$ (3,638)	\$ 2,966,995
Non-cash contributions	979,475	-	-	-	-	979,475
List rental	146,645	-	-	-	-	146,645
Interest/dividend income	5,825	2	-	-	-	5,827
Gain on sales of investments	-	-	-	-	-	-
Unrealized gain on investments	16,469	-	-	-	-	16,469
Net assets released from restrictions:						
Satisfaction of program restrictions	-	-	-	-	-	-
Total Revenues and Other Support	4,115,409	2	3,638	-	(3,638)	4,115,411
Expenses:						
Program expenses						
Defense of civil rights	1,318,417	-	-	-	-	1,318,417
Public policy and other	7,923	-	-	-	(3,638)	4,285
Election integrity defense fund	1,365,631	-	-	-	-	1,365,631
Supporting services						
General and administrative	182,661	16	-	-	-	182,677
Development	1,647,668	-	-	-	-	1,647,668
Total Expenses	4,522,300	16	-	-	(3,638)	4,518,678
Change in Net Assets	(406,891)	(14)	3,638	-	-	(403,267)
Net Assets, beginning of year	1,656,938	19,815	(3,603)	(18,392)	-	1,654,758
Net Assets, end of year	<u>\$ 1,250,047</u>	<u>\$ 19,801</u>	<u>\$ 35</u>	<u>\$ (18,392)</u>	<u>\$ -</u>	<u>\$ 1,251,491</u>

For the year ended December 31, 2016

	ACRU	RCEF	CCWF	CCWRAF	Eliminations	Totals
Revenues and Other Support:						
Grants and contributions	\$ 4,002,889	\$ -	\$ 38,000	\$ -	\$ (38,000)	\$ 4,002,889
List rental	183,753	-	-	-	-	183,753
Interest/dividend income	6,071	-	-	-	-	6,071
Gain on sales of investments	-	-	-	-	-	-
Unrealized gain on investments	9,789	-	-	-	-	9,789
Net assets released from restrictions:						
Satisfaction of program restrictions	-	-	-	-	-	-
Total Revenues and Other Support	4,202,502	-	38,000	-	(38,000)	4,202,502
Expenses:						
Program expenses						
Defense of civil rights	1,415,198	-	-	-	-	1,415,198
Public policy and other	49,714	-	-	-	(38,000)	11,714
Election integrity defense fund	152,802	-	-	-	-	152,802
Supporting services						
General and administrative	279,340	-	-	-	-	279,340
Development	2,003,809	-	-	-	-	2,003,809
Total Expenses	3,900,863	-	-	-	(38,000)	3,862,863
Change in Net Assets	301,639	-	38,000	-	-	339,639
Net Assets, beginning of year	1,355,299	19,815	(41,603)	(18,392)	-	1,315,119
Net Assets, end of year	<u>\$ 1,656,938</u>	<u>\$ 19,815</u>	<u>\$ (3,603)</u>	<u>\$ (18,392)</u>	<u>\$ -</u>	<u>\$ 1,654,758</u>