




Mothers Against Drunk Driving

**Independent Auditor's Reports, Financial Statements
and Supplementary Information**

December 31, 2023 and 2022



Independent Auditor's Report

Board of Directors
Mothers Against Drunk Driving
Irving, Texas

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Mothers Against Drunk Driving (MADD), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of MADD as of December 31, 2023 and 2022, 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 audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 MADD 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 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 MADD's ability to continue as a going concern within one year after the date that these financial statements are available to be issued.

Auditor's 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 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 GAAS 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.

In performing an audit in accordance with GAAS 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 MADD'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 MADD'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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 4, 2024, on our consideration of MADD'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 MADD'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 MADD's internal control over financial reporting and compliance.

Forvis Mazars, LLP

**Fort Worth, Texas
June 4, 2024**

**Mothers Against Drunk Driving
Statements of Financial Position
December 31, 2023 and 2022**

ASSETS	2023	2022
Cash and cash equivalents	\$ 2,244,175	\$ 2,630,245
Investments	11,756,438	11,861,167
Trade accounts receivable	133,453	177,708
Grants receivable	2,043,772	1,981,743
Prepaid expenses and other assets	467,674	731,665
Literature and supplies inventory	78,750	115,515
Contributions receivable, net	1,664,948	1,491,101
Right-of-use assets - operating leases	1,922,083	2,425,857
Property and equipment, net	187,359	354,842
	<u>20,498,652</u>	<u>21,769,843</u>
Total assets	<u>\$ 20,498,652</u>	<u>\$ 21,769,843</u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 64,743	\$ 67,284
Accrued liabilities	1,971,359	1,555,799
Deferred revenue	1,442,021	176,763
Operating lease liabilities	2,107,338	2,620,165
	<u>5,585,461</u>	<u>4,420,011</u>
Total liabilities	<u>5,585,461</u>	<u>4,420,011</u>
 Net Assets		
Net assets without donor restriction	12,886,257	15,701,410
Net assets with donor restriction	2,026,934	1,648,422
	<u>14,913,191</u>	<u>17,349,832</u>
Total net assets	<u>14,913,191</u>	<u>17,349,832</u>
Total liabilities and net assets	<u>\$ 20,498,652</u>	<u>\$ 21,769,843</u>

**Mothers Against Drunk Driving
Statements of Activities
Year Ended December 31, 2023**

	Without Donor Restriction	With Donor Restriction	Total
Revenues			
Contributions			
Individual contributions	\$ 5,843,010	\$ 126,026	\$ 5,969,036
Corporate contributions	3,418,774	965,000	4,383,774
Foundation contributions	1,478,796	174,817	1,653,613
Contributions of nonfinancial assets	1,174,295	-	1,174,295
Government grants and contracts	10,895,034	-	10,895,034
	<u>22,809,909</u>	<u>1,265,843</u>	<u>24,075,752</u>
Special events	672,294	-	672,294
Cost of direct benefit to donors	(298,116)	-	(298,116)
Special events revenue, net	<u>374,178</u>	<u>-</u>	<u>374,178</u>
Other revenue			
Investment return, net	1,369,347	-	1,369,347
Victim impact panels and court ordered revenue	10,217,831	-	10,217,831
Licenses, registration and other revenue	610,241	-	610,241
Total	<u>12,197,419</u>	<u>-</u>	<u>12,197,419</u>
Total contributions, government grants and contracts, special events and other	35,381,506	1,265,843	36,647,349
Net assets released from restriction	887,331	(887,331)	-
Total revenues	<u>36,268,837</u>	<u>378,512</u>	<u>36,647,349</u>
Expenses and Losses			
Program services			
Campaign to eliminate drunk driving	14,779,839	-	14,779,839
Underage drinking	3,312,713	-	3,312,713
Victim services	9,762,309	-	9,762,309
Total program services	<u>27,854,861</u>	<u>-</u>	<u>27,854,861</u>
Supporting services			
Management and general	7,639,691	-	7,639,691
Fundraising	3,469,893	-	3,469,893
Total supporting services	<u>11,109,584</u>	<u>-</u>	<u>11,109,584</u>
Loss on disposal of property, plant and equipment	(119,545)	-	(119,545)
Total expenses and losses	<u>39,083,990</u>	<u>-</u>	<u>39,083,990</u>
Change in Net Assets Before Provision for Loss on Uncollectible Pledges	<u>(2,815,153)</u>	<u>378,512</u>	<u>(2,436,641)</u>
Change in Net Assets	(2,815,153)	378,512	(2,436,641)
Net Assets, Beginning of Year	<u>15,701,410</u>	<u>1,648,422</u>	<u>17,349,832</u>
Net Assets, End of Year	<u>\$ 12,886,257</u>	<u>\$ 2,026,934</u>	<u>\$ 14,913,191</u>

**Mothers Against Drunk Driving
Statements of Activities
Year Ended December 31, 2022**

	Without Donor Restriction	With Donor Restriction	Total
Revenues			
Contributions			
Individual contributions	\$ 6,399,983	\$ 620,071	\$ 7,020,054
Corporate contributions	3,888,709	624,000	4,512,709
Foundation contributions	717,992	124,598	842,590
Contributions of nonfinancial assets	1,011,274	-	1,011,274
Paycheck Protection Program loan forgiveness	2,000,000	-	2,000,000
Government grants and contracts	9,082,727	-	9,082,727
	<u>23,100,685</u>	<u>1,368,669</u>	<u>24,469,354</u>
Special events	44,657	-	44,657
Cost of direct benefit to donors	(193,537)	-	(193,537)
Special events revenue, net	<u>(148,880)</u>	<u>-</u>	<u>(148,880)</u>
Other revenue			
Investment loss, net	(1,939,208)	-	(1,939,208)
Victim impact panels and court ordered revenue	10,118,642	-	10,118,642
Licenses, registration and other revenue	838,939	-	838,939
Total	<u>9,018,373</u>	<u>-</u>	<u>9,018,373</u>
Total contributions, government grants and contracts, special events and other	31,970,178	1,368,669	33,338,847
Net assets released from restriction	823,524	(823,524)	-
Total revenues	<u>32,793,702</u>	<u>545,145</u>	<u>33,338,847</u>
Expenses			
Program services			
Campaign to eliminate drunk driving	12,377,262	-	12,377,262
Underage drinking	2,706,702	-	2,706,702
Victim services	9,872,297	-	9,872,297
Total program services	<u>24,956,261</u>	<u>-</u>	<u>24,956,261</u>
Supporting services			
Management and general	6,555,146	-	6,555,146
Fundraising	4,090,823	-	4,090,823
Total supporting services	<u>10,645,969</u>	<u>-</u>	<u>10,645,969</u>
Total expenses	<u>35,602,230</u>	<u>-</u>	<u>35,602,230</u>
Change in Net Assets Before Provision for Loss on Uncollectible Pledges	<u>(2,808,528)</u>	<u>545,145</u>	<u>(2,263,383)</u>
Change in Net Assets	(2,808,528)	545,145	(2,263,383)
Net Assets, Beginning of Year	<u>18,509,938</u>	<u>1,103,277</u>	<u>19,613,215</u>
Net Assets, End of Year	<u>\$ 15,701,410</u>	<u>\$ 1,648,422</u>	<u>\$ 17,349,832</u>

**Mothers Against Drunk Driving
Statements of Functional Expenses
Year Ended December 31, 2023**

	Program Services				Support Services			Total
	Campaign to Eliminate Drunk Driving	Underage Drinking Prevention	Victim Services	Total Program Services	Management and General	Fundraising	Total Support Services	
Salaries, benefits, and related taxes	\$ 8,354,779	\$ 2,436,445	\$ 7,615,641	\$ 18,406,865	\$ 4,325,579	\$ 1,882,997	\$ 6,208,576	\$ 24,615,441
Professional fees and outside contract services	1,421,654	108,924	125,929	1,656,507	1,268,348	585,061	1,853,409	3,509,916
Advertising expense	1,692,529	12,398	736,777	2,441,704	29,832	162,859	192,691	2,634,395
Occupancy	816,006	144,072	524,067	1,484,145	196,341	156,375	352,716	1,836,861
Printed materials	508,693	77,214	72,973	658,880	883	534,142	535,025	1,193,905
Supplies	514,960	278,383	122,886	916,229	56,571	128,624	185,195	1,101,424
Office expense	196,548	54,983	156,332	407,863	139,060	20,187	159,247	567,110
Travel	645,179	95,340	189,308	929,827	158,798	54,855	213,653	1,143,480
Postage and shipping	210,994	24,948	66,449	302,391	43,986	178,526	222,512	524,903
Service fees	305,810	60,381	82,026	448,217	1,289,936	43,036	1,332,972	1,781,189
Insurance	57,324	12,653	45,042	115,019	89,308	7,429	96,737	211,756
Meetings and conference registration	26,550	4,149	15,844	46,543	9,970	1,726	11,696	58,239
Other expense	28,813	2,823	9,035	40,671	31,079	12,192	43,271	83,942
Total expenses	14,779,839	3,312,713	9,762,309	27,854,861	7,639,691	3,768,009	11,407,700	39,262,561
Less: cost of direct benefit to donor	-	-	-	-	-	(298,116)	(298,116)	(298,116)
Total expenses included in the expense section on the statement of activities	\$ 14,779,839	\$ 3,312,713	\$ 9,762,309	\$ 27,854,861	\$ 7,639,691	\$ 3,469,893	\$ 11,109,584	\$ 38,964,445

**Mothers Against Drunk Driving
Statements of Functional Expenses
Year Ended December 31, 2022**

	Program Services				Support Services			Total
	Campaign to Eliminate Drunk Driving	Underage Drinking Prevention	Victim Services	Total Program Services	Management and General	Fundraising	Total Support Services	
Salaries, benefits, and related taxes	\$ 6,078,520	\$ 2,105,284	\$ 8,115,188	\$ 16,298,992	\$ 3,742,552	\$ 1,213,721	\$ 4,956,273	\$ 21,255,265
Professional fees and outside contract services	1,267,924	107,630	73,305	1,448,859	778,625	977,971	1,756,596	3,205,455
Advertising expense	1,429,269	13,728	566,311	2,009,308	26,511	243,263	269,774	2,279,082
Occupancy	568,747	110,814	478,511	1,158,072	229,621	138,789	368,410	1,526,482
Printed materials	1,188,573	74,909	143,235	1,406,717	4,611	1,043,073	1,047,684	2,454,401
Supplies	607,464	122,968	81,774	812,206	50,522	101,764	152,286	964,492
Office expense	156,730	30,549	139,525	326,804	357,228	23,597	380,825	707,629
Travel	416,894	54,308	164,741	635,943	167,809	17,600	185,409	821,352
Postage and shipping	448,268	14,092	49,288	511,648	28,425	448,617	477,042	988,690
Service fees	148,636	56,578	7,606	212,820	1,053,970	52,814	1,106,784	1,319,604
Insurance	33,950	10,912	36,375	81,237	100,389	9,700	110,089	191,326
Meetings and conference registration	16,525	4,930	14,574	36,029	11,636	3,957	15,593	51,622
Other expense	15,762	-	1,864	17,626	3,247	9,494	12,741	30,367
Total expenses	12,377,262	2,706,702	9,872,297	24,956,261	6,555,146	4,284,360	10,839,506	35,795,767
Less: cost of direct benefit to donor	-	-	-	-	-	(193,537)	(193,537)	(193,537)
Total expenses included in the expense section on the statement of activities	\$ 12,377,262	\$ 2,706,702	\$ 9,872,297	\$ 24,956,261	\$ 6,555,146	\$ 4,090,823	\$ 10,645,969	\$ 35,602,230

Mothers Against Drunk Driving
Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	2023	2022
Operating Activities		
Change in net assets	\$ (2,436,641)	\$ (2,263,383)
Adjustments to reconcile decrease in net assets to net cash used in operating activities:		
Donated stock	10,951	-
Depreciation and amortization	47,940	40,885
Net realized and unrealized (gain)/loss on investments	(983,483)	2,168,083
Loss on disposal of property and equipment	119,543	-
Noncash operating lease expense	503,774	601,592
Forgiveness of Paycheck Protection program loan	-	(2,000,000)
Changes in		
Accounts receivable	44,255	53,758
Grants receivable	(62,029)	(282,266)
Contributions receivable	(173,847)	(424,654)
Prepaid expenses and other assets	263,991	(320,183)
Literature and supplies inventory	36,765	(78,130)
Accounts payable	(2,541)	42,028
Accrued liabilities	415,560	312,337
Deferred revenue	1,265,258	67,214
Operating lease liabilities	(512,827)	(878,416)
Net cash used in operating activities	<u>(1,463,331)</u>	<u>(2,961,135)</u>
Investing Activities		
Purchase of property and equipment	-	(233,096)
Proceeds from sales of investments and maturities of certificates of deposit	1,658,912	2,309,753
Purchases of investments	(581,651)	(1,503,929)
Net cash provided by investing activities	<u>1,077,261</u>	<u>572,728</u>
Decrease in Cash and Cash Equivalents	(386,070)	\$ (2,388,407)
Cash and Cash Equivalents, Beginning of Year	<u>2,630,245</u>	<u>5,018,652</u>
Cash and Cash Equivalents, End of Year	<u>\$ 2,244,175</u>	<u>\$ 2,630,245</u>
Supplemental Cash Flows Information		
Right-of-use assets obtained in exchange for new lease	<u>\$ 82,237</u>	<u>\$ 3,300,569</u>

Note 1. Organization and Summary of Significant Accounting Policies

Organization

Mothers Against Drunk Driving (MADD) is a national not-for-profit organization whose mission is to end drunk driving, help fight drugged driving, support the victims of these violent crimes, and prevent underage drinking.

MADD is a Washington, D.C. not-for-profit corporation. The 71 mission delivery locations (as of December 31, 2023 and 2022) throughout the United States are integral parts of the corporation and have no separate legal status. Moreover, they function under the auspices of the MADD Mission Support Center, which in addition to directly administering various nationwide programs, provides organizational, technical, and other support services to these community-based mission delivery locations.

Community programs consist of prevention and awareness programs and campaigns that are administered by the Mission Support Center and mission delivery locations to achieve the mission of MADD. These include programs to promote greater awareness about the problems of substance-impaired driving and underage drinking, programs to mobilize communities in eliminating these problems, support, and advocacy services to drunk and drugged driving victims and their families, and other related programs. The following is a list of some of these programs, campaigns, and activities:

Community Outreach, Public Awareness, and Public Policy

- | | |
|--|---|
| * <i>Campaign to Eliminate Drunk Driving</i> ® | * madd.org |
| * Public Policy/Government Relations | * Media Awards |
| - Legislative Updates and Alerts | * <i>Walk Like MADD</i> ® |
| - Advocacy | * <i>Ride Like MADD</i> ® |
| - e-Newsletter | * <i>MADD Dash</i> ® |
| - Discussion Forum | * Public Service Announcements |
| - Statistics | * Media Communications/Press Events |
| * Law Enforcement Recognition Events | * Direct Mail Education/Awareness Programs |
| * Law Enforcement Support/Collaboration | * General Educational materials & Brochures |
| * Court Monitoring Program | * Volunteer Management: <i>Driven to Save Lives</i> |
| * <i>Tie One On for Safety</i> ® | * <i>MADD Victim Impact Panels</i> ® |
| * Community Awareness Events | * Community Partner Support and Collaboration |
| * MADD Sports | * The MADD Network |
| * MADD National Ambassadors | * The HALT Act |

Underage Drinking Prevention

- | | |
|---|---------------------------------------|
| * <i>Power of Parents</i> ® Program | * <i>Power of Community</i> ® Program |
| * <i>PowerTalk 21</i> ® day | * <i>Power of You(th)</i> ® Program |
| * Power of Parents <i>Start Making a Right Turn (SMART™)</i> Parent Program | |
| * Power of You(th) <i>Start Making a Right Turn (SMART™)</i> Teen Program | |
| * Power of Me! | * MADD's Promposal |

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Victim Services

- * Victim Assistance 24 Hour 877-MADD-HELP helpline
- * Crisis Intervention for Victims
- * Court Accompaniment
- * Victim Assistance Support, Advocacy & Education
- * Victim Services How-to Manuals
- * Online Victim Support Groups in English and Spanish
- * Child Endangerment Assistance
- * Concerned Citizens Assistance
- * Death Notification Seminars
- * Victim Support Groups
- * Victim Service Public Service Announcements
- * Victim Tributes
- * National Day of Remembrance
- * Peer Support Connections
- * Beginning and Advanced Victim Assistance Training Institutes
- * Training of Allied Professionals
- * Trauma Tips
- * Crime Victim Rights Week
- * Victim Assistance Literature
- * *MADDvocate*® Magazine
- * *MADD Victim Impact Panels*®
- * Victim Photo Board Wall of Honor
- * Candlelight Victim/Survivor Tributes
- * Live Online Chat Support
- * Facebook Victim Support Group
- * Portraits of Healing Program

Use of Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

MADD considers all liquid investments with original maturities of three months or less to be cash equivalents. At December 31, 2023 and 2022, cash equivalents consisted primarily of money market accounts with brokers. Uninvested cash and cash equivalents included in investment accounts are not considered to be cash and cash equivalents. At December 31, 2023, MADD's cash accounts exceeded federally insured limits by approximately \$843,400.

Investments and Net Investment Return

Investments in equity securities having a readily determinable fair value and, in all debt, securities are carried at fair value. Investment return includes dividend, interest, and other investment income; realized and unrealized gains and losses on investments carried at fair value; less external and direct internal investment expenses.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in net assets with donor restrictions and then released from restriction. Other investment return is reflected in the statements of activities with or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

Trade Accounts Receivable and Grants Receivable

Trade accounts receivable are stated at the amount of consideration from customers or participants, of which MADD has an unconditional right to receive. MADD provides an allowance for credit losses, which is based upon a review of outstanding receivables, historical collection information and existing economic conditions, adjusted for current conditions and reasonable and supportable forecasts. No allowance was deemed necessary as of December 31, 2023 and 2022.

Grants receivable consists of amounts due from government agencies and represent amounts due to MADD in accordance with cost-reimbursement contracts. Government grant receivables are fully collectible.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Prepaid Expenses and Other Assets

Prepaid expenses and other assets consist of deposits, prepaid insurance, and other similar amounts that relate to future periods.

Literature and Supplies Inventory

Supplies of literature and other program-related materials are stated at the lower of cost or net realizable value, with cost being determined using the actual cost method.

Property and Equipment

Property and equipment acquisitions are stated at cost, less accumulated depreciation, and amortization. MADD capitalizes items in excess of \$5,000 which have a useful life greater than one year. Depreciation and amortization is charged to expense on the straight-line basis over the estimated useful life of each asset. Assets under leasehold improvements are amortized over the shorter of the lease term or respective estimated useful lives.

The estimated useful lives for each major depreciable classification of property and equipment are as follows:

Furniture and fixtures	3 - 5 years
Office equipment	3 - 5 years
Copier equipment	3 - 5 years
Leasehold improvements	Shorter of useful life or life of the lease

Long-Lived Asset Impairment

MADD evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. No asset impairment was recognized during the years ended December 31, 2023 and 2022.

Deferred Revenue

Deferred revenue for MADD primarily consists of advance payments from granting agencies or future events to be held and are recognized when the underlying conditions or event occurs.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions.

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

Net assets with donor restrictions are subject to donor or certain grantor restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Revenue Recognition

Performance Obligations

Revenue from victim impact panel and court ordered revenue and licenses, registration and other revenue is measured as the amount of consideration MADD expects to receive in exchange for transferring distinct goods or providing benefit to event attendees. MADD's revenue generated from exchange transactions consists substantially of registration revenue for *MADD Victim Impact Panels®* and Law Enforcement Recognition Events, court ordered revenue, and licensing agreements. MADD recognizes revenue when performance obligations under the terms of contracts with its customers or attendees are satisfied, which occurs over the course of the related event or panel.

Revenue from exchange transactions under government contracts is measured at the amount of consideration MADD expects to receive in exchange for transferring services to the governmental entity. MADD's revenue generated from such exchange transactions consists of monitoring, gathering information, and reporting back to the government related to impaired driving court cases over a given time period. MADD recognizes revenue when performance obligations under the terms of contracts are satisfied, which occurs as related allowable expenditures are incurred.

All revenues were recognized over time for the years ended December 31, 2023 and 2022, with the exception of mailing list revenues of \$8,935 and \$35,929, respectively, which is included in licenses, registration and other revenue in the accompanying statements of activities.

Contributions

Contributions are provided to MADD either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts – with or without donor restrictions. The value recorded for each contribution is recognized as follows:

Nature of the Gift	Value Recognized
<i>Conditional gifts, with or without restriction</i>	
Gifts that depend on MADD overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, <i>i.e.</i> , the donor-imposed barrier is met
<i>Unconditional gifts, with or without restriction</i>	
Received at date of gift – cash and other assets	Fair value
Received at date of gift – property, equipment, and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method. Contributions receivable are primarily from organizations or individuals and are stated at the amount that management expects to collect from outstanding balances.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment, and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as revenue with donor restrictions and then released from restriction.

Conditional contributions having donor stipulations which are satisfied in the period the gift is received are recorded as revenue and net assets without donor restrictions.

Government Grants

Support funded by grants is recognized as MADD meets the conditions prescribed by the grant agreement, performs the contracted services, or incurs outlays eligible for reimbursement under the grant agreements. Grant activities and outlays are subject to audit and acceptance by the granting agency, and, as a result of such audit, adjustments could be required.

Special Events

MADD conducts special fundraising events, including golf tournaments, dinners, auctions, and breakfasts. However, only events where there is a registration or participation fee are included in special events revenue; contributions raised in conjunction with events are included as contribution revenue. The cost of the direct benefit to donors that the participant receives at such events is presented on the statements of activities to result in net special events revenue. All other expenses related to special events are allocated to fundraising expense.

Victim Impact Panels

Revenue from victim impact panels is recognized as MADD satisfies their performance obligations, which is as the panels occur.

Licenses, Registration, and Other

Licenses, promotions, and other revenue are recognized as MADD satisfies their performance obligations, which is over the course of the agreement. MADD has entered into royalty agreements with various third parties relating to use of the MADD name and brand. Revenue recognized under these royalty agreements is included in licenses, promotions, and other revenue in the accompanying statement of activities.

Conditional Grants

At December 31, 2023 and 2022, MADD has approximately \$11,100,000 and \$12,200,000, respectively, in conditional government grants from various federal and state agencies that are not recognized in the financial statements. At December 31, 2023, MADD has approximately \$1,200,000 in conditional contributions related to the Employee Retention Credit included within deferred revenue in the accompanying statements of financial position. See *Note 15*.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Advertising

Advertising costs are expensed as incurred. Total advertising costs for the years ended at December 31, 2023 and 2022, was \$2,634,395 and \$2,279,082, respectively. In-kind advertising costs for the years ended December 31, 2023 and 2022, was \$818,690 and \$1,011,274, respectively. It is the policy of MADD to record the estimated fair value of certain in-kind donations as an expense in its financial statements, and similarly increase contribution revenue by same amount. Fair value of in-kind advertising costs is estimated based on values of services as provided by the related media organizations, which represent costs that would have been billed to MADD had the services not been donated.

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses presents the natural classification detail of expenses by function. Certain costs have been allocated among the program, management and general and fundraising categories based on employee time studies, specific identification, and other methods.

Income Taxes

MADD is exempt from income taxes under Section 501 of the Internal Revenue Code and a similar provision of state law. However, MADD is subject to federal income tax on any unrelated business taxable income. For the years ended at December 31, 2023 and 2022, MADD had no unrelated business income.

MADD files tax returns in the U.S. federal jurisdiction.

General Litigation

MADD is subject to a claim that arose primarily in the ordinary course of its activities. It is the opinion of management the disposition or ultimate resolution of such claim will not have a material adverse effect on the financial position, change in net assets and cash flows of MADD. Events could occur that would change this estimate materially in the near term.

Note 2. Investments

Investments at December 31, 2023 and 2022, consisted of the following:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 11,242	\$ 97,629
Certificates of deposit, negotiable	719,624	1,193,388
Mutual funds:		
Fixed income	6,396,039	6,469,776
Domestic stock equities	2,824,280	2,419,868
International stock equities	<u>1,805,253</u>	<u>1,680,506</u>
Total investments	<u>\$ 11,756,438</u>	<u>\$ 11,861,167</u>

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Total net investment return during the years ended December 31, 2023 and 2022, is comprised of the following:

	<u>2023</u>	<u>2022</u>
Interest and dividend income	\$ 416,095	\$ 258,296
Net realized gains on sales of investments	25,250	963
Net unrealized gains (losses) on investments	958,032	(2,168,083)
Investment fees	<u>(30,030)</u>	<u>(30,384)</u>
Total net investment return	<u>\$ 1,369,347</u>	<u>\$ (1,939,208)</u>

Note 3. Disclosures About Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1** Quoted prices in active markets for identical assets
- Level 2** Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets
- Level 3** Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets

Recurring Measurements

The following table presents the fair value measurements of investments recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2023 and 2022:

	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
		<u>In Active Markets for Identical Assets (Level 1)</u>	<u>Significant Observable Inputs (Level 2)</u>	<u>Unobservable Inputs (Level 3)</u>
December 31, 2023				
Investments				
Cash and cash equivalents	\$ 11,242	\$ 11,242	\$ -	\$ -
Certificates of deposit	719,624	-	719,624	-
Mutual funds:				
Fixed income	6,396,039	6,396,039	-	-
Domestic stock	2,824,280	2,824,280	-	-
International stock	<u>1,805,253</u>	<u>1,805,253</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 11,756,438</u>	<u>\$ 11,036,814</u>	<u>\$ 719,624</u>	<u>\$ -</u>

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

	Fair Value	Fair Value Measurements Using		
		In Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
December 31, 2022				
Investments				
Cash and cash equivalents	\$ 97,629	\$ 97,629	\$ -	\$ -
Certificates of deposit	1,193,388	-	1,193,388	-
Mutual funds:				
Fixed income	6,469,776	6,469,776	-	-
Domestic stock	2,419,868	2,419,868	-	-
International stock	1,680,506	1,680,506	-	-
Total investments	<u>\$ 11,861,167</u>	<u>\$ 10,667,779</u>	<u>\$ 1,193,388</u>	<u>\$ -</u>

The following is a description of the inputs and valuation methodologies used for assets measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended December 31, 2023.

Investments

Where quoted market prices are available in an active market, investments are classified within Level 1 of the valuation hierarchy. Level 1 investments include mutual funds and cash equivalents. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of securities with similar characteristics or discounted cash flows, and are classified as Level 2. Level 2 investments include certificates of deposit. In certain cases where Level 1 or Level 2 inputs are not available, investments are classified within Level 3 of the hierarchy.

Note 4. Contributions Receivable

MADD has entered into various sponsorships agreements with third parties. The terms of the agreements range from one to fifteen years. Included in contributions receivable are the following unconditional promises to give at December 31, 2023 and 2022:

	2023	2022
Pledges and charitable lead trust receivable before unamortized discount	\$ 1,704,688	\$ 1,524,621
Less unamortized discount	<u>(39,740)</u>	<u>(33,520)</u>
Contributions receivable, net	<u>\$ 1,664,948</u>	<u>\$ 1,491,101</u>

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Contributions receivable are discounted using rates ranging from 1% to 3%. Contributions receivable at December 31, 2023, are expected to be collected in:

Less than one year	\$ 1,350,821
One to five years	299,529
Greater than five years	<u>54,338</u>
	<u><u>\$ 1,704,688</u></u>

MADD is a beneficiary of a charitable lead trust from which MADD is to receive over a period of 15 years, an amount each year equal to the value of the remaining income and principal of the trust fund divided by the number of years remaining in the term of the trust fund. The present value of future cash receipts from this trust fund was approximately \$130,778 and \$131,773 as of December 31, 2023 and 2022, respectively, and is recorded in contributions receivable.

Note 5. Property and Equipment

Property and equipment consist of the following at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Furniture and fixtures	\$ 177,219	\$ 227,138
Office equipment	268,165	663,060
Copier equipment	190,121	190,121
Leasehold improvements	<u>19,092</u>	<u>450,087</u>
	654,597	1,530,406
Less accumulated depreciation and amortization	<u>(467,238)</u>	<u>(1,175,564)</u>
Property and equipment, net	<u><u>\$ 187,359</u></u>	<u><u>\$ 354,842</u></u>

Depreciation and amortization expense for the year ended December 31, 2023 was \$0 and \$47,940, respectively. Depreciation and amortization expense for the year ended December 31, 2022 was \$3,134 and \$37,751, respectively.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Note 6. Accrued Liabilities

Accrued liabilities consist of the following at December 31, 2023 and 2022:

	2023	2022
Accrued payroll, benefits and vacation	\$ 1,410,074	\$ 1,224,054
Consulting and outsourced services	354,840	145,367
Other accrued expenses	206,445	186,378
	<u>\$ 1,971,359</u>	<u>\$ 1,555,799</u>

Note 7. Net Assets With Donor Restriction

Net assets with donor restrictions at December 31, 2023 and 2022, are restricted for the following purposes or periods:

	2023	2022
Subject to expenditure for specified purpose		
Underage drinking prevention	\$ 137,655	\$ 101,709
Campaign To Eliminate Drunk Driving	60,213	45,612
Victim services	50,765	-
Other	10,000	10,000
	<u>258,633</u>	<u>157,321</u>
Subject to the passage of time		
Charitable lead trust	138,272	145,972
Contributions receivable	700,000	468,225
	<u>838,272</u>	<u>614,197</u>
Subject to the passage of time and expenditure for specified purpose		
Underage drinking prevention	519,133	500,131
Campaign To Eliminate Drunk Driving	158,930	178,092
Power of Youth	14,532	23,352
Victim services	237,434	175,329
	<u>930,029</u>	<u>876,904</u>
	<u>\$ 2,026,934</u>	<u>\$ 1,648,422</u>

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

	<u>2023</u>	<u>2022</u>
Satisfaction of purpose restrictions		
Underage drinking prevention	\$ 28,044	\$ 35,553
Victim services	14,237	6,750
Campaign To Eliminate Drunk Driving	<u>28,507</u>	<u>108,447</u>
	<u>70,788</u>	<u>150,750</u>
Expiration of time restrictions		
Charitable lead trust	48,147	11,978
Contributions receivable	<u>462,950</u>	<u>544,469</u>
	<u>511,097</u>	<u>556,447</u>
Expirations of time restrictions and satisfaction of purpose restrictions		
Underage drinking prevention	15,983	21,869
Campaign To Eliminate Drunk Driving	102,749	52,039
Power of Youth	48,819	16,648
Victim services	137,895	21,171
Walk	<u>-</u>	<u>4,600</u>
	<u>305,446</u>	<u>116,327</u>
	<u>\$ 887,331</u>	<u>\$ 823,524</u>

Note 8. Leases

Accounting Policies

MADD determines if an arrangement is a lease or contains a lease at inception. MADD capitalizes leased assets in excess of \$10,000. 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. MADD determines lease classification as operating or finance at the lease commencement date.

MADD combines lease and nonlease components, such as common area and other maintenance costs, and accounts for them as a single lease component in calculating the ROU assets and lease liabilities for its office space.

At lease commencement, 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. MADD has made a policy election to use a risk-free rate (the rate of a zero-coupon U.S. Treasury instrument) for the initial and subsequent measurement of all lease liabilities. The risk-free rate is determined using a period comparable with the lease term.

The lease term may include options to extend or to terminate the lease that MADD is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term.

MADD has elected not to record leases with an initial term of 12 months or less on the statements of financial position. Lease expense on such leases is recognized on a straight-line basis over the lease term.

Nature of Leases

MADD has entered into the following lease arrangements:

Operating Leases

MADD leases office space for the branch offices that expire in various years through 2033. These leases generally contain renewal options for periods ranging from 1 to 5 years and require MADD to pay all executory costs (property taxes, maintenance, and insurance). Lease payments have escalating fee schedules on various timelines, which range from 1 to 27 percent increases in various years. Termination of the leases is generally prohibited unless there is a violation under the lease agreement.

MADD leases copiers for office use. Under the terms of the lease agreements, MADD has purchase options which are not reasonably certain to be exercised that are not included in the future minimum lease payments.

All Leases

MADD has no material related-party leases. MADD's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

As of December 31, 2023, MADD has entered into additional operating leases, primarily for office space, that have not yet commenced of \$255,572. These operating leases will commence in 2024 with lease terms of 1 to 3 years.

Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022

Quantitative Disclosures

The lease cost and other required information for the years ended December 31, 2023 and 2022, are:

	<u>2023</u>	<u>2022</u>
Lease cost		
Operating lease cost	\$ 985,823	\$ 950,809
Variable lease cost	<u>54,719</u>	<u>52,254</u>
Total lease cost	<u>\$ 1,040,542</u>	<u>\$ 1,003,063</u>

	<u>2023</u>	<u>2022</u>
Other information		
Cash paid for amounts included in the lease liabilities		
Operating cash flows from operating leases	\$ 981,267	\$ 1,234,518
Right-of-use assets obtained in exchange for new operating lease liabilities	82,237	3,300,569
Weighted-average remaining lease term		
Operating leases	4.45 years	4.86 years
Weighted-average discount rate		
Operating leases	3.0%	3.0%

Future minimum lease payments and reconciliation to the statements of financial position at December 31, 2023, are as follows:

2024	\$ 718,770
2025	467,869
2026	334,214
2027	231,451
2028	236,827
Thereafter	<u>262,457</u>
Total future undiscounted lease payments	2,251,588
Less imputed interest	<u>(144,250)</u>
Lease liabilities	<u>\$ 2,107,338</u>

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Note 9. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2023 and 2022, comprise the following:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 2,244,175	\$2,630,245
Investments	11,756,438	11,861,167
Trade accounts receivable	133,453	177,708
Grants receivable	2,043,772	1,981,743
Contributions receivable	<u>1,664,948</u>	<u>1,491,101</u>
Total financial assets	<u>17,842,786</u>	<u>18,141,964</u>
Less donor imposed restrictions not expected to be used in next year		
Donor imposed restrictions		
Restricted funds	<u>1,652,593</u>	<u>1,261,422</u>
Total donor imposed restrictions	<u>1,652,593</u>	<u>1,261,422</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 16,190,193</u>	<u>\$ 16,880,542</u>

MADD receives significant contributions restricted by donors and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. For the years ended December 31, 2023 and 2022, restricted contributions of \$374,341 and \$387,000, respectively, were included in financial assets available to meet cash needs for general expenditures within one year.

MADD manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. MADD has a liquidity goal to maintain current financial assets less current liabilities at a minimum of six months operating expenses, excluding in-kind expenses. To achieve these targets, MADD forecasts its future cash flows and monitors its liquidity and reserves, and monitors its reserves daily.

Note 10. Employee Benefit Plans

MADD has two employee benefit plans. A defined contribution retirement plan (the 401(a) Plan) and a tax-deferred retirement plan (the 403(b) Plan). The 401(a) Plan is dormant, and MADD is no longer making contributions to this plan. Funds that remain in the account, and any future investment earnings, continue to accumulate tax-deferred until they are withdrawn. Employee contributions are not allowed under the 401(a) Plan. Employees are fully vested after five years of service or, if hired prior to July 1989 are fully vested after three years of service.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

MADD allows eligible employees to contribute to the 403(b) Plan, which is subject to Sections 403 and 501 of the Code. All eligible employees may contribute to the 403(b) Plan any whole percentage of their eligible salary not to exceed the maximum allowed by the Code. The total value of the participant's contribution is fully and immediately vested. Employer contributions are discretionary and determined annually by MADD. During 2023, MADD matched eligible employee contributions up to 3 percent of compensation. MADD's contributions to the 403(b) Plan, which are included in salaries, benefits, and taxes on the statements of functional expenses, was \$362,591 and \$268,906 for the years ended December 31, 2023 and 2022, respectively.

Note 11. Allocation of Joint Costs

MADD conducted activities that included requests for contributions, as well as program components. Those activities included direct mail marketing activities. The costs of conducting those activities included a total of \$1,374,703 and \$3,196,740 in 2023 and 2022, respectively, of joint costs, which are not specifically attributable to particular components of the activities. These joint costs were allocated as follows for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Fundraising	\$ 697,404	\$ 1,570,654
Campaign to eliminate drunk driving	596,699	1,477,225
Underage drinking prevention	36,455	21,877
Victim services	44,145	126,984
	<u>\$ 1,374,703</u>	<u>\$ 3,196,740</u>

Note 12. Contributed Nonfinancial Assets

For the years ended December 31, 2023 and 2022, contributed nonfinancial assets recognized within the statement of activities included contributed advertising services in the amount of \$818,690 and \$1,011,274, respectively. Such nonfinancial assets were recognized within revenue. No amounts of contributed nonfinancial assets had donor-imposed restrictions.

MADD does not sell contributed advertising services, rather all services are utilized as they are contributed. Advertising services are included within advertising expense on the statements of functional expenses within the program such advertising is most closely related to.

Contributed advertising services is recorded at the estimated value of such services. Estimated values are provided by the contributors of services based on amounts that would otherwise be charged for services, which includes factors such as amount of time and space utilized and the overall reach of the advertising. Advertising services are contributed and utilized within the United States (that is, the principal market).

Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance nonfinancial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. Contributions of services also include services received from personnel of an affiliate.

Note 13. Related Party Transactions

MADD is the recipient of contributions from several members of the board of directors and organizations related to these individuals. During 2023 and 2022, MADD received approximately \$1,210,000 and \$150,000, respectively, of contributions from related parties.

During 2023 and 2022, MADD paid \$0 and \$30,824, respectively, in payroll processing fees to a payroll provider, of which a member of the board of directors was a member of management.

Note 14. Commitments, Concentrations and Uncertainties

Contributions and Government Grants

At December 31, 2023 and 2022, two and four donors comprised approximately 57% and 71%, respectively, of contributions receivable.

For the years ended December 31, 2023 and 2022, approximately 32% and 27%, respectively, of total revenue was related to federal awards, and approximately 90% and 97% of total federal awards were related to two federal agencies.

Investments

MADD invests in various investment securities. Investment securities are exposed to various risks such as interest rate, 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 statement of financial position.

Note 15. CARES Act

Employee Retention Credit

On March 27, 2020, President Trump signed into law the *Coronavirus Aid, Relief, and Economic Security Act* (CARES Act). One provision of this law is the Employee Retention Credit, which permits a payroll tax credit each calendar quarter. During 2020, if an employer met certain qualifications, they are able to take a credit equal to 50 percent of qualified wages limited to \$10,000 per employee with a maximum credit of \$5,000 per employee for all eligible quarters of 2020 in the aggregate. During 2021, if an employer met certain qualifications, they are able to take a credit equal to 70 percent of qualified wages limited to \$10,000 per quarter per employee with a maximum credit of \$7,000 per employee per quarter. In order to qualify for and receive the credit against payroll taxes (in the form of a payroll tax refund), MADD must meet the eligibility criteria and file for the tax credit with the IRS.

Management filed for the employee retention credit in 2022, in the amount of \$1,225,669 for the 4th quarter of 2020, and accounts for it under the conditional contribution provisions of ASC 958, *Not-for-Profit Entities*. Management considers the employee retention credit a contribution that is conditional until notice is received from the IRS indicating acknowledgement of the credit and MADD's related eligibility for it. In 2023, the payment was received in full and is included in deferred revenue in the accompanying statements of financial position at December 31, 2023.

Note 16. Revenue from Contracts with Customers

Victim Impact Panel Revenue

Revenue is measured as the amount of consideration MADD expects to receive in exchange for providing benefit to victim impact panel attendees. These amounts are due from attendees and include variable consideration for in person victim impact panel rescheduling fees. Revenue is recognized as performance obligations are satisfied, which is ratably over the victim impact panel, or upon expiration of the time frame for the completion of the panel, whichever occurs first.

Victim impact panel revenue for 2023 and 2022, was \$9,977,945 and \$9,874,930, respectively, and is included in victim impact panels and court ordered revenue in the accompanying statements of activities.

Registration Revenue

Revenue is measured as the amount of consideration MADD expects to receive in exchange for providing benefit to event attendees. These amounts are due from attendees and does not include variable consideration. Revenue is recognized as performance obligations are satisfied, which is ratably over the event.

Registration revenue for 2023 and 2022, was \$541,755 and \$547,220, respectively, and is included in licenses, registration, and other revenue in the accompanying statements of activities.

Government Contracts Revenue

Revenue is measured as the amount of consideration MADD expects to receive in exchange for performing services for a governmental entity. These amounts are based on MADD incurring qualifying expenditures and includes variable consideration based on the amount of costs incurred by MADD. Revenue is recognized as performance obligations are satisfied, which is as qualifying expenditures are incurred.

Government contracts revenue for 2023 and 2022 was \$505,173 and \$428,754, respectively, and is included in government grants and contracts in the accompanying statements of activities.

Transaction Price and Recognition

MADD determines the transaction price based on standard charges for goods and services provided. Payment is typically due at the time the contract is entered into, or in accordance with the terms of the specific agreement.

Subsequent changes to the estimate of the transaction price are generally recorded as adjustments to revenue in the period of the change. Subsequent changes that are determined to be the result of an adverse change in the customer's ability to pay are recorded as bad debt expense.

MADD has determined that the nature, amount, timing and uncertainty of revenue and cash flows are affected by the following factors:

- Payors (for example, customer, event attendees, etc.) that have different reimbursement and payment methodologies
- Geography of the service location
- MADD's line of business that provided the service

For the years ended December 31, 2023 and 2022, MADD recognized revenue of \$11,239,759 and \$11,094,619, respectively, from services that transfer to the customer or attendee over time and \$8,935 and \$35,929, respectively, from goods that transfer to the customer at a point in time.

**Mothers Against Drunk Driving
Notes to Financial Statements
December 31, 2023 and 2022**

Contract Balances

The following table provides information about MADD's accounts receivable and contract liabilities, which are included within trade accounts receivable and deferred revenue, respectively, in the accompanying statement of financial position, from contracts with customers:

	<u>2023</u>		<u>2022</u>
Accounts receivable, beginning of year	\$ 177,708	\$	231,426
Accounts receivable, end of year	133,453		177,708
Contract liabilities, beginning of year	\$ 82,641	\$	77,950
Contract liabilities, end of year	149,997		82,641

Note 17. Subsequent Events

Subsequent events have been evaluated through June 4, 2024, which is the date the financial statements were available to be issued.

Supplementary Information

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2023**

Federal Grantor/Pass-Through Grantor	Program Title	Recipient MADD Office	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services					
U.S. Department of Health and Human Services, Substance Abuse and Mental Health Services Administration					
Pass-Through Programs:					
<u>Block Grants for Prevention and Treatment of Substance Abuse</u>					
South Carolina Department of Alcohol and Other Drug Abuse Services	Prevent Underage Drinking	South Carolina, State Office	93.959	SABG22-PR-PRI-MADD-20220701-20230630	\$ 25,614
South Carolina Department of Alcohol and Other Drug Abuse Services	Prevent Underage Drinking	South Carolina, State Office	93.959	SABG23-PR-PRI-MADD-20230701-20240630	21,206
Total expended under 93.959					46,820
Total U.S. Department of Health and Human Services					46,820
U.S. Department of Justice					
U.S. Department of Justice, Office for Victims of Crime					
Pass-Through Programs:					
<u>Crime Victim Assistance (VOCA)</u>					
Alabama Department of Economic and Community Affairs	Crime Victim Assistance	Alabama, State Office	16.575	2023-VA-UN-98	63,478
Alabama Department of Economic and Community Affairs	Crime Victim Assistance	Alabama, State Office	16.575	2024-VA-UN-75	10,796
Arizona Dept of Public Safety	Crime Victim Assistance	Arizona, State Office	16.575	2019-VS-GX-0041	132,369
Colorado Dpt. of Public Safety, Division of Criminal Justice	MADD Colorado Victim Services Assistance	Colorado, State Office	16.575	2022-VA-23-170-00	112,272
State of Connecticut Judicial Branch Office of Victim Services	Victims of Crime Act - Victim Assistance Project	Connecticut, State Office	16.575	2020-V2-GX-0023	5,731
State of Connecticut Judicial Branch Office of Victim Services	Victim Assistance Program	Connecticut, State Office	16.575	02-2202-33	69,653
State of Florida, Office of the Attorney General	Crime Victim Assistance	Florida, State Office	16.575	VOCA-C-2023-Mothers Against Drunk	102,691
State of Florida, Office of the Attorney General	Crime Victim Assistance	Florida, State Office	16.575	VOCA-2022-973	380,858
Office of the Governor Criminal Justice Coordinating Council	Community BasedVictim Services	Georgia, State Office	16.575	C22-8-106	10,266
Office of the Governor Criminal Justice Coordinating Council	Community Programs	Georgia, State Office	16.575	C21-8-044	81,878
City and County of Honolulu	Support Services for Survivors of Homicide Victims	Hawaii, State Office	16.575	PO-PAT-2400186, v1	9,000
City and County of Honolulu	Support Services for Survivors of Homicide Victims	Hawaii, State Office	16.575	PO-PAT-2300080, v1	59,002
City and County of Honolulu	Support Services for Survivors of Homicide Victims	Hawaii, State Office	16.575	PO-PAT-2300708, v3	11,603
Idaho Department of Health & Welfare	Crime Victim Assistance	Idaho, State Office	16.575	VC3921	15,090
Idaho Department of Health & Welfare	Crime Victim Assistance	Idaho, State Office	16.575	VC056700	48,599
Indiana Criminal Justice Institute	VOCA Assistance	Indiana, State Office	16.575	VOCA-2022-00127	86,766
Kansas Office of the Governor	Federal Victims of Crime Act Victim Assistance Program	Kansas, State Office	16.575	24-VOCA-28	27,087
Kansas Office of the Governor	Federal Victims of Crime Act Victim Assistance Program	Kansas, State Office	16.575	23-VOCA-29	81,077
Louisiana Commission on Law Enforcement	DWI Crash Victim Assistance Program 8	Louisiana, State Office	16.575	2020-VA-04-6754	22,464
Louisiana Commission on Law Enforcement	DWI Crash Victim Assistance Program 8	Louisiana, State Office	16.575	2022-VA-04-7415	16,704
Louisiana Commission on Law Enforcement	DWI Crash Victim Assistance Program 8	Louisiana, State Office	16.575	15POVC-21-GG-00628-ASSI	58,637
Governors Office of Crime Control and Prevention	Maryland's Victim Services	Maryland, State Office	16.575	VOCA-2022-0040	16,540
Michigan Department of Health and Human Services	VOCA Targeted Victim Services - 2023	Michigan, State Office	16.575	E20234134-00	233,853
Michigan Department of Health and Human Services	VOCA Targeted Victim Services - 2024	Michigan, State Office	16.575	E20242950-00	72,826
Minnesota Department of Public Safety ("State")	Crime Victim Services 2022	Minnesota, State Office	16.575	A-CVS-2022-MADD-MN-122	35,732
Minnesota Department of Public Safety ("State")	Crime Victim Services 2024	Minnesota, State Office	16.575	A-CVS-2022-MADD-MN-112	1,756

The accompanying notes are an integral part of this Schedule.

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2023**

Federal Grantor/Pass-Through Grantor	Program Title	Recipient MADD Office	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220130-001	22,879
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220130-002	7,290
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220131-001	23,525
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220131-002	8,224
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220132-001	11,154
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220132-002	1,386
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220133-001	27,284
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220133-002	7,052
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220134-001	5,969
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220134-002	821
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220136-001	26,758
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220136-002	16,983
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220135-001	30,131
Missouri State Department of Social Services, Division of Finance and Administrative services	Victims of Crime Act	Missouri, State Office	16.575	ER130220135-002	13,260
State of North Carolina Department of Public Safety Governor's Crime Commission	We Help Survivors Survive - MADD NC Outreach Campaign	North Carolina, State Office	16.575	2018-VS-GX-0061	587,644
State of North Carolina Department of Public Safety Governor's Crime Commission	Strengthening the Foundation of Support-Serving Victims of Impaired Driving 2022	North Carolina, State Office	16.575	PROJ015318	26,777
State of North Carolina Department of Public Safety Governor's Crime Commission	Strengthening the Foundation of Support-Serving Victims of Impaired Driving 2022	North Carolina, State Office	16.575	PROJ015318	13,181
New Jersey Department of Law and Public Safety Office of the Attorney General	MADD New Jersey Victim Services	New Jersey, State Office	16.575	VAG-78-22	11,882
New Mexico Crime Victims Reparation Commission	OVC FY20 VOCA Victim Assistance	New Mexico, State Office	16.575	2023-VS-244	37,579
New Mexico Crime Victims Reparation Commission	FY21 VOCA Victim Assistance	New Mexico, State Office	16.575	2024-VA-342	11,879
State of New York Office of Victim Services	Mothers Against Drunk Driving - NYS Victim Services	New York, State Office	16.575	OVS01-C11308GG-1080200	119,380
State of New York Office of Victim Services	Mothers Against Drunk Driving - NYS Victim Services	New York, State Office	16.575	OVS01-C11308GG-1080200	34,633
State of Ohio, Attorney General's Office	Ohio Victim Services	Ohio, State Office	16.575	2023-VOCA-135106666	27,525
State of Ohio, Attorney General's Office	Ohio Victim Services	Ohio, State Office	16.575	2024-VOCA-135500574	10,454
District Attorneys Council	MADD's Victim Services Program	Oklahoma, State Office	16.575	2022-VOCA-MADD-011	32,521
District Attorneys Council	MADD's Victim Services Program	Oklahoma, State Office	16.575	2023-VOCA-MADD-046	8,350
Pennsylvania Commission on Crime and Delinquency	MADD Pennsylvania VOCA Non-comp 2020-2023	Pennsylvania, State Office	16.575	2018/2019/2020-VS-05-33152	207,030
Pennsylvania Commission on Crime and Delinquency	MADD PA Victim Services	Pennsylvania, State Office	16.575	2020-VF-05-40221	42,242
Rhode Island U.S Department of Justice, Office of Justice Programs	MADD RI Victim Services	Rhode Island, State Office	16.575	22-2226-VOCA	24,508
Rhode Island U.S Department of Justice, Office of Justice Programs	MADD RI's Victim Services Program	Rhode Island, State Office	16.575	2023-VOCA-00019	9,462
Rhode Island Foundation	Rhode Island ARPA Support Grants	Rhode Island, State Office	16.575	14933_20230471q	68,496
South Carolina Office of the Attorney General	Victim Services Program	South Carolina, State Office	16.575	1V22063	93,898
South Carolina Office of the Attorney General	Victim Services Program	South Carolina, State Office	16.575	1V23050	24,560
Tennessee, Office of Criminal Justice Programs	VOCA Underserved	Tennessee, State Office	16.575	2019-V2-GX-0043	38,490
Tennessee, Office of Criminal Justice Programs	VOCA Underserved	Tennessee, State Office	16.575	2019-V2-GX-0043	84,443
West Virginia Division of Justice and Community Services	Crime Victim Assistance	West Virginia State Office	16.575	23-SVA-54	24,521
West Virginia Division of Justice and Community Services	Crime Victim Assistance	West Virginia State Office	16.575	24-VA-053	12,054
Total expended under 16.575					<u>3,520,953</u>

The accompanying notes are an integral part of this Schedule.

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2023**

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Program Title</u>	<u>Recipient MADD Office</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
Total U.S. Department of Justice					3,520,953
U.S. Department of Transportation, National Highway Traffic Safety Administration (NHTSA)					
Direct Award:					
<u>National Highway Traffic Safety Administration (NHTSA) Discretionary Safety Grants and Cooperative Agreements</u>					
US Department of Transportation					
National Highway Traffic Safety Administration	Regional Impaired Driving Law Enforcement Summits	National Office	20.614		128,088
US Department of Transportation					
National Highway Traffic Safety Administration	MADD National Impaired Driving Law Enforcement Engagement Initiative	National Office	20.614		33,015
Total expended under 20.614					<u>161,103</u>
Pass-Through Programs:					
<u>Highway Safety Cluster (HSC)</u>					
<u>State and Community Highway Safety</u>					
Idaho Transportation Department Office of Highway Safety	MADD - Court Monitor Program	Idaho, State Office	20.600	SAL2302	24,654
Idaho Transportation Department Office of Highway Safety	MADD - Court Monitor Program	Idaho, State Office	20.600	SAL2402	12,452
Maryland Department of Transportation	Power of Youth	Maryland, State Office	20.600	GN-MADD-2023-062	42,201
Maryland Department of Transportation	Power of Youth	Maryland, State Office	20.600	GN-MADD-2024-048	10,994
Missouri Department of Transportation, Highway Safety Division	MADD Power of Youth and Power of Parents	Missouri, State Office	20.600	23-TSP-14-002	64,314
Nebraska Department of Transportation Highway Safety Office	MADD Court Monitoring Evaluation and Education Project	Nebraska, State Office	20.600	402-23-17	128,518
Nebraska Department of Transportation Highway Safety Office	MADD Community Education and Victim Advocacy	Nebraska, State Office	20.600	402-24-17	37,492
State of Nevada Department of Public Safety	MADD - Youth & Parent DUI	Nevada, State Office	20.600	TS-2023-MADD-00095	55,507
State of Nevada Department of Public Safety	MADD - Youth & Parent DUI	Nevada, State Office	20.600	TS-2024-MADD-00046	13,513
Wyoming Department of Transportation Highway Safety Program	Court Monitoring	Wyoming State Office	20.600	HS40223	13,149
Wyoming Department of Transportation Highway Safety Program	Court Monitoring	Wyoming State Office	20.600	HS40224	5,186
Total expended under 20.600					<u>407,980</u>
<u>National Priority Safety Programs</u>					
Arizona Governor's Office of Highway Safety	MADD Drunk Driving Program	Arizona, State Office	20.616	2023-405d-24	54,963
Arizona Governor's Office of Highway Safety	MADD Drunk Driving Program	Arizona, State Office	20.616	2024-405d-022	17,007
Arizona Governor's Office of Highway Safety	MADD Drunk Driving Program	Arizona, State Office	20.616	DUIAC-I-060	32,519
CDOT, Office of Transportation Safety	MADD Colorado Court Monitoring Program	Colorado, State Office	20.616	22-HTS-ZL-00379/491002691	189,923
CDOT, Office of Transportation Safety	MADD Colorado Court Monitoring Program	Colorado, State Office	20.616	24-HTS-ZL-00189/491003254	45,162
Connecticut Department of Transportation	MADD Power of Parents	Connecticut, State Office	20.616	0204-072-EE	7,582
State of Florida, Department of Transportation	MADD Florida Safe and Aware	Florida, State Office	20.616	M5X-2023-00033	214,796
State of Florida, Department of Transportation	MADD Florida Safe and Aware	Florida, State Office	20.616	M5X-2024-00057	62,161
State of Florida, Department of Transportation	MADD Florida Safe and Aware	Florida, State Office	20.616	M5X-2024-00228	6,192
Governor's Office of Highway Safety	Mothers Against Drunk Driving Georgia	Georgia, State Office	20.616	GA-2023-405D M6X-070	152,801
Governor's Office of Highway Safety	Mothers Against Drunk Driving Georgia	Georgia, State Office	20.616	GA-2024-405D-M6X-026	14,805
Governor's Office of Highway Safety	Mothers Against Drunk Driving Georgia	Georgia, State Office	20.616	GA-2024-405D FDLAL-042	15,637
Governor's Traffic Safety Bureau Iowa Department of Public Safety	MADD-Youth Outreach	Iowa, State Office	20.616	POP 405d-M6OT-2024	4,129
Illinois Department of Transportation	Court Monitoring Project	Illinois State	20.616	HS-23-0224, 13-16	172,611
Illinois Department of Transportation	Court Monitoring Project	Illinois State	20.616	HS-24-0241	59,535
Illinois Department of Transportation	Program Specialist Position	Illinois State	20.616	HS-24-0250	1,127
Commonwealth of Kentucky, Transportation Cabinet,					
Office of Highway Safety	Highway Safety Grants	Kentucky, State Office	20.616	MADD Mothers Against Drunk Driving M5HVE-2023-00-00-06	36,878
Commonwealth of Kentucky, Transportation Cabinet,					
Office of Highway Safety	Highway Safety Grants - Fiscal Year 2024 Awards	Kentucky, State Office	20.616	M5HVE-2024-00-00-06	15,680
Commonwealth of Kentucky, Transportation Cabinet,					
Office of Highway Safety	MADD Court Monitoring	Kentucky, State Office	20.616	M5HVE-2023-00-00-07	28,077
Commonwealth of Kentucky, Transportation Cabinet,					
Office of Highway Safety	MADD Court Monitoring	Kentucky, State Office	20.616	M5HVE-2024-00-00-07	15,213

The accompanying notes are an integral part of this Schedule.

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2023**

Federal Grantor/Pass-Through Grantor	Program Title	Recipient MADD Office	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
Louisiana Highway Safety Commission	MADD's Court Monitoring Program	Louisiana, State Office	20.616	2024-10-17	4,828
Missouri Department of Transportation, Highway Safety Division	Court Monitoring Grant	Missouri, State Office	20.616	23-M5CS-03-003	70,305
Missouri Department of Transportation, Highway Safety Division	MADD's Court Monitoring Program	Missouri, State Office	20.616	24-M5CS-03-003	25,124
Missouri Department of Transportation, Highway Safety Division	MADD Power of Parents & Power of You(th)	Missouri, State Office	20.616	24-M5TR-03-009	15,995
North Carolina Governor's Highway Safety Program	Impaired Driving and Underage Drinking Prevention	North Carolina, State Office	20.616	M5X-23-15-01	231,451
North Carolina Governor's Highway Safety Program	Impaired Driving and Underage Drinking Prevention	North Carolina, State Office	20.616	M5OT-24-15-01	84,488
NJ Division of Highway Traffic Safety	Victim Services Seed Grant	New Jersey, State Office	20.616	AL-23-45-07-01	59,714
NJ Division of Highway Traffic Safety	MADD NJ Program Services	New Jersey, State Office	20.616	AL-24-45-07-01	9,874
New York State Governor's Traffic Safety Committee	MADD Power of Parents & Power of You(th)	New York, State Office	20.616	C002661	35,760
New York State Governor's Traffic Safety Committee	MADD Underage Drinking Prevention Programs	New York, State Office	20.616	C002677	12,373
OHSO Highway Safety	MADD Court Monitoring Specialist Project	Oklahoma, State Office	20.616	M5CS-23-02-01-01	17,253
OHSO Highway Safety	MADD Court Monitoring Specialist Project	Oklahoma, State Office	20.616	M5CS-24-0-01-02	6,859
Government of Puerto Rico Traffic Safety Commission	Puerto Rico Safe & Aware (MADD)	Puerto Rico Office	20.616	23-02-36	182,358
Government of Puerto Rico Traffic Safety Commission	Puerto Rico Safe & Aware (MADD)	Puerto Rico Office	20.616	2024-000042	53,134
Rhode Island Department of Transportation Office on Highway Safety	MADD RI Impaired Motorcycle Program	Rhode Island, State Office	20.616	M60T2404	624
South Carolina Office of Highway Safety Justice Programs	MAD South Carolina Court Monitoring Program	South Carolina, State Office	20.616	M5X-2023-HS-23-23	128,346
South Carolina Office of Highway Safety Justice Programs	MAD South Carolina Court Monitoring Program	South Carolina, State Office	20.616	B5CS-2024-HS-23-24	38,328
Texas Department of Transportation	Mothers Against Drunk Driving, Texas 'Take the Wheel Initiative'	Texas, Statewide	20.616	2023-MADD-G-1YG-009	538,301
Texas Department of Transportation	Mothers Against Drunk Driving, Texas 'Take the Wheel Initiative'	Texas, Statewide	20.616	2024-MADD-G-1YG-0003	136,815
Virginia Department of Motor Vehicles	Awareness and Education to End Drunk Driving	Virginia, State Office	20.616	FM6OT-2023-53021-23021	733,745
Virginia Department of Motor Vehicles	Outreach and Community Awareness to End Drunk Driving	Virginia, State Office	20.616	BFDLPEM-2024-54032-24032	46,289
Washington Traffic Safety Commission	Washington Court Monitoring Program	Washington, State Office	20.616	2024-FG-5063-MADD	9,523
Wisconsin Department of Transportation	MADD	Wisconsin, State Office	20.616	GFG-2023-MADD-00131	17,044
Wisconsin Department of Transportation	MADD	Wisconsin, State Office	20.616	GFG-2024-MADD-00168	13,532
Total expended under 20.616					3,618,861
Total Highway Safety Cluster (HSC)					4,026,841
<u>Alcohol Open Container Requirements</u>					
Connecticut Department of Transportation	MADD Power of Parents	Connecticut, State Office	20.607	0203-0722-EE	26,636
State of Hawaii Highway Safety Office	MADD Hawaii Underage Drinking and Other Drug Prevention Programs	Hawaii, State Office	20.607	AL24-O-03	8,626
Tennessee, Department of Safety and Homeland Security	MADD Court Monitoring Program	Tennessee, State Office	20.607	Z23THS194	85,859
Tennessee, Department of Safety and Homeland Security	MADD Court Monitoring Program	Tennessee, State Office	20.607	Z24THS205	30,490
Tennessee, Department of Safety and Homeland Security	MADD Underage Drinking Prevention Program	Tennessee, State Office	20.607	Z23THS195	69,999
Tennessee, Department of Safety and Homeland Security	MADD Underage Drinking Prevention Program	Tennessee, State Office	20.607	Z24THS206	49,804
Total expended under 20.607					271,414
<u>Minimum Penalties for Repeat Offenders for Driving While Intoxicated</u>					
California Department of Alcoholic Beverage Control	DUI Awareness Program- MADD	California, Los Angeles	20.608	22-OTSM101	473,433
California Department of Alcoholic Beverage Control	DUI Awareness and Underage Drinking Prevention Program	California, Los Angeles	20.608	24-OTSM101	110,652
CDOT, Office of Transportation Safety	Colorado Task Force on Drunk and Impaired Driving	Colorado, State Office	20.608	411035683	3,570
Louisiana Highway Safety Commission	MADD Court Monitoring Program	Louisiana, State Office	20.608	2023-10-17	37,271
Total expended under 20.608					624,926
Total U.S. Department of Transportation					5,084,284

The accompanying notes are an integral part of this Schedule.

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2023**

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Program Title</u>	<u>Recipient MADD Office</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
U.S. Department of Treasury					
U.S. Department of Treasury, Departmental Offices					
Pass-Through Programs:					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds					
Arizona Dept of Public Safety	MADD Arizona Victim Services - Renewal	Arizona, State Office	21.027	ISA-ARPA-DPS-050123-01	37,880
State of Connecticut Judicial Branch Office of Victim Services	Victim Assistance Program	Connecticut, State Office	21.027	2020-V2-GX-0023	84,795
Office of the Governor Criminal Justice Coordinating Council	Community Based Victim Services	Georgia, State Office	21.027	X50-8-008	48,111
State of Texas, Office of the Governor, Criminal Justice Division	Statewide Victim Services Project	Texas State	21.027	1531720	756,414
Total expended under 21.027					<u>927,200</u>
Total U.S. Department of Treasury					927,200
TOTAL EXPENDITURES OF FEDERAL AWARDS					<u>\$ 9,579,257</u>

**Mothers Against Drunk Driving
Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2023**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of MADD under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of MADD, it is not intended to and does not present the financial position, changes in net assets or cash flows of MADD.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3. Indirect Cost Rate

MADD has elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4. Federal Loan Programs

MADD did not have any federal loans outstanding as of December 31, 2023.

Note 5. Subrecipients

MADD did not pass any of its federal grants to subrecipients during the year ended December 31, 2023.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

Board of Directors
Mothers Against Drunk Driving
Irving, Texas

We have audited, in accordance with the 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 (*Government Auditing Standards*), the financial statements of Mothers Against Drunk Driving (MADD), which comprise MADD's statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 4, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered MADD's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MADD's internal control. Accordingly, we do not express an opinion on the effectiveness of MADD's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether MADD's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Forvis Mazars, LLP

**Fort Worth, Texas
June 4, 2024**

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance

Independent Auditor's Report

Board of Directors
Mothers Against Drunk Driving
Irving, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Mothers Against Drunk Driving's (MADD) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of MADD's major federal programs for the year ended December 31, 2023. MADD's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, MADD complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of MADD and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of MADD's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to MADD's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on MADD's compliance based on our audit. 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about MADD's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 MADD's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of MADD's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of MADD's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Forvis Mazars, LLP

**Fort Worth, Texas
June 4, 2024**

**Mothers Against Drunk Driving
 Schedule of Findings and Questioned Costs
 Year Ended December 31, 2023**

Section I - Summary of Auditor's Results

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP was:

- Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:

Significant deficiency(ies) identified? Yes None Reported

Material weakness(es) identified? Yes No

3. Noncompliance material to the financial statements noted? Yes No

Federal Awards

4. Internal control over major federal awards programs:

Significant deficiency(ies) identified? Yes None Reported

Material weakness(es) identified? Yes No

5. Type of auditor's report issued on compliance for major federal programs:

- Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported by 2 CFR 200.516(a) Yes No

7. Identification of major federal programs:

Cluster/Program	Assistance Listing Numbers
Highway Safety Cluster Coronavirus State and Local Fiscal Recovery Funds	Cluster 21.027

8. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.

9. Auditee qualified as a low-risk auditee? Yes No

**Mothers Against Drunk Driving
Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 2023**

Section II – Financial Statement Findings

Reference Number	Finding
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No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

Reference Number	Finding
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No matters are reportable.

**Mothers Against Drunk Driving
Summary Schedule of Prior Audit Findings
Year Ended December 31, 2023**

Reference Number	Summary of Finding	Status
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No matters are reportable.

Independent Auditor's Report on Supplementary Information

Board of Directors
Mothers Against Drunk Driving
Irving, Texas

We have audited the financial statements of Mothers Against Drunk Driving as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated June 4, 2024, which contained an unmodified opinion on those financial statements. Our audits were performed for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic 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 basic financial statements.

The Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 basic financial statements as a whole.

Forvis Mazars, LLP

**Fort Worth, Texas
June 26, 2024**

**Mothers Against Drunk Driving
 Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head
 For the Year Ended December 31, 2023**

Agency Head Name: Stacey D. Stewart

Purpose	Amount*
Salary	\$ -
Benefits-insurance	\$ -
Benefits-retirement	\$ -
Benefits	\$ -
Car allowance	\$ -
Vehicle provided by government	\$ -
Per diem	\$ -
Reimbursements	\$ -
Travel	\$ -
Registration fees	\$ -
Conference travel	\$ -
Housing	\$ -
Unvouchered expenses	\$ -
Special meals	\$ -

* None of the Chief Executive Officer's salary, benefits, and other compensation is paid through public funding.