

IETF Administration, LLC

Financial Statements
Years Ended December 31, 2025 and 2024

The report accompanying these financial statements was issued by BDO USA, P.C., a Virginia professional corporation, and the U.S. member of BDO International Limited, a UK company limited by guarantee.



IETF Administration, LLC

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Years Ended December 31, 2025 and 2024

IETF Administration, LLC

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Independent Auditor's Report

The Board of Directors
IETF Administration, LLC

Opinion

We have audited the accompanying financial statements of IETF Administration, LLC (IETF), which comprise the statements of financial position as of December 31, 2025 and 2024, 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 IETF as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 IETF and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 IETF's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



Auditor's Responsibilities for the Audit of the 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 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, 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 IETF'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 IETF'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.

BDO USA, P.C.

McLean, Virginia
April 3, 2026

Financial Statements

IETF Administration, LLC
Statements of Financial Position

<i>As of December 31,</i>	2025	2024
Assets		
Cash and cash equivalents	\$ 5,390,123	\$ 4,142,821
Investments	32,152,810	26,722,950
Accounts receivable	214,818	107,544
Contributions receivable, net	767,693	542,704
Prepaid expenses and deposits	565,261	522,588
Property and equipment, net	1,987,626	1,065,920
Total assets	\$ 41,078,331	\$ 33,104,527
Liabilities and Net assets		
Liabilities		
Accounts payable and accrued expenses	\$ 370,187	\$ 290,651
Due to related party	50,700	46,755
Refundable advances	1,117,251	650,215
Deferred revenue	211,195	139,335
Total liabilities	1,749,333	1,126,956
Net assets		
Without donor restrictions	28,563,507	23,777,979
With donor restrictions	10,765,491	8,199,592
Total net assets	39,328,998	31,977,571
Total liabilities and net assets	\$ 41,078,331	\$ 33,104,527

See accompanying notes to the financial statements.

IETF Administration, LLC

Statement of Activities

<i>Year ended December 31, 2025</i>	Without Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions and sponsorships	\$ 8,885,411	\$ 1,353,668	\$ 10,239,079
Registrations and meetings	3,013,076	-	3,013,076
Investment return, net	2,721,801	1,212,231	3,934,032
Contributions of nonfinancial assets	1,101,614	-	1,101,614
Interest income and other	216,114	-	216,114
Total revenue, gains and other support	15,938,016	2,565,899	18,503,915
Expenses			
Program services			
Technology and standards development	8,690,457	-	8,690,457
Supporting Services			
General and administrative	2,322,711	-	2,322,711
Fundraising	139,320	-	139,320
Total expenses	11,152,488	-	11,152,488
Changes in net assets	4,785,528	2,565,899	7,351,427
Net assets, beginning of year	23,777,979	8,199,592	31,977,571
Net assets, end of year	\$ 28,563,507	\$ 10,765,491	\$ 39,328,998

See accompanying notes to the financial statements.

IETF Administration, LLC

Statement of Activities

<i>Year ended December 31, 2024</i>	Without Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions and sponsorships	\$ 8,480,640	\$ 1,621,303	\$ 10,101,943
Registrations and meetings	2,734,837	-	2,734,837
Investment return, net	1,719,817	616,043	2,335,860
Contributions of nonfinancial assets	142,620	-	142,620
Other	11,860	-	11,860
Total revenue, gains and other support	13,089,774	2,237,346	15,327,120
Expenses			
Program services			
Technology and standards development	9,187,471	-	9,187,471
Supporting Services			
General and administrative	2,203,740	-	2,203,740
Fundraising	139,513	-	139,513
Total expenses	11,530,724	-	11,530,724
Changes in net assets	1,559,050	2,237,346	3,796,396
Net assets, beginning of year	22,218,929	5,962,246	28,181,175
Net assets, end of year	\$ 23,777,979	\$ 8,199,592	\$ 31,977,571

See accompanying notes to the financial statements.

IETF Administration, LLC

Statements of Functional Expenses

<i>Year ended December 31, 2025</i>	Program Services	Supporting Services			Total
	Technology & Standards Development	General & Administrative	Fundraising	Total Supporting	
Professional services	\$ 2,524,990	\$ 1,042,136	\$ 95,032	\$ 1,137,168	\$ 3,662,158
Conference and meetings	3,853,960	-	-	-	3,853,960
Salaries and benefits	453,902	950,370	-	950,370	1,404,272
Travel and entertainment	662,535	99,825	9,523	109,348	771,883
Depreciation and amortization	840,663	-	15,869	15,869	856,532
Software and storage	155,535	66,583	18,896	85,479	241,014
Banking and insurance	45,122	72,625	-	72,625	117,747
Contributions to affiliate	153,750	-	-	-	153,750
Office and other expenses	-	62,342	-	62,342	62,342
Marketing and sponsorship	-	24,428	-	24,428	24,428
Professional development	-	4,402	-	4,402	4,402
Total expenses	\$ 8,690,457	\$ 2,322,711	\$ 139,320	\$ 2,462,031	\$ 11,152,488

<i>Year ended December 31, 2024</i>	Program Services	Supporting Services			Total
	Technology & Standards Development	General & Administrative	Fundraising	Total Supporting	
Professional services	\$ 3,407,757	\$ 926,562	\$ 92,160	\$ 1,018,722	\$ 4,426,479
Conference and meetings	3,879,942	-	-	-	3,879,942
Salaries and benefits	435,226	994,864	-	994,864	1,430,090
Travel and entertainment	633,489	85,469	11,648	97,117	730,606
Depreciation and amortization	468,103	-	16,625	16,625	484,728
Software and storage	175,888	57,324	19,080	76,404	252,292
Banking and insurance	37,066	88,382	-	88,382	125,448
Contributions to affiliate	150,000	-	-	-	150,000
Office and other expenses	-	11,661	-	11,661	11,661
Marketing and sponsorship	-	36,240	-	36,240	36,240
Professional development	-	3,238	-	3,238	3,238
Total expenses	\$ 9,187,471	\$ 2,203,740	\$ 139,513	\$ 2,343,253	\$ 11,530,724

See accompanying notes to the financial statements.

IETF Administration, LLC

Statements of Cash Flows

<i>Years ended December 31,</i>	2025	2024
Cash flows from operating activities		
Change in net assets	\$ 7,351,427	\$ 3,796,396
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	856,532	484,728
Allowance for doubtful accounts	60,000	-
Contribution of equipment	(918,514)	-
Net realized and unrealized gains on investments	(3,218,787)	(1,743,203)
Change in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(107,274)	(39,119)
Contributions receivable, net	(284,989)	279,680
Prepaid expenses and deposits	(42,673)	85,426
Increase (decrease) in:		
Accounts payable and accrued expenses	79,536	(196,158)
Due to related party	3,945	1,103
Refundable advances	467,036	(273,118)
Deferred revenue	71,860	(3,125)
Net cash provided by operating activities	4,318,099	2,392,610
Cash flows from investing activities		
Purchases of property and equipment	(859,724)	(721,755)
Proceeds from sales of investments	18,350,094	8,487,818
Purchases of investments	(20,561,167)	(10,813,756)
Net cash used in investing activities	(3,070,797)	(3,047,693)
Net increase (decrease) in cash and cash equivalents	1,247,302	(655,083)
Cash and cash equivalents - beginning of year	4,142,821	4,797,904
Cash and cash equivalents - end of year	\$ 5,390,123	\$ 4,142,821
Supplemental Cash Flow Information:		
Equipment received as non-cash contribution	\$ 918,514	\$ -

See accompanying notes to the financial statements.

IETF Administration, LLC

Notes to the Financial Statements

1. Nature of Activities and Significant Accounting Policies

IETF Administration, LLC (IETF) was formed under the laws of the Limited Liability Company act of the State of Delaware as a single-member limited liability company of the Internet Society (ISOC), a Washington, D.C. nonprofit corporation that has been recognized by the Internal Revenue Service as exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code of 1986, as amended and is classified as a public charity. IETF's purpose under its organizing documents are limited to activities consistent with a 501(c)(3) organization. IETF's mission is to make the Internet work better by producing high quality, relevant technical documents that influence the way people design, use, and manage the Internet.

These IETF financial statements are separate entity financial statements and do not intend to represent the complete economic entity that is reported in the ISOC consolidated financial statements.

A summary of the IETF's significant programs and supporting services is as follows:

Technology and Standards Development

Represents IETF's work towards making the internet work better, including IETF meetings to support the IETF, the Internet Architecture Board (IAB), and the Internet Research Task Force (IRTF), the standards setting and research arms of the Internet community.

Supporting Services

Represents general and administrative plus fundraising overhead costs including executive, administrative, governance, legal, finance, human resources, systems and other supporting related expenses.

Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting, which recognizes revenue and support when earned and expenses when incurred and, accordingly, reflect all significant receivables, payables and other liabilities. The financial statements are presented in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

Basis of Presentation

The financial statement presentation follows the requirements of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205, *Not-for-Profit Entities*. As required by the Not-for-Profit Entities Topic of the Codification, IETF is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Use of Estimates

The preparation of the financial statements in conformity with U.S. GAAP 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

IETF Administration, LLC

Notes to the Financial Statements

reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

IETF considers all cash on hand, deposits in banks, and highly liquid investments with initial maturities of three months or less to be cash equivalents, except for funds held for reinvestment within the investment portfolios.

Investments

Investments are reported at fair value in the statements of financial position. Interest and dividend income are reflected as income when earned. Investment return, including interest, dividends, realized and unrealized gains (losses) on investments are presented net of investment expenses in the statements of activities. Cash deposits held within the investment portfolio are recorded at cost and classified as investments.

Accounts Receivable

Receivables are carried at original invoice amounts less an estimate made for credit losses based on a review of all outstanding amounts on an annual basis. Management determines the allowance for credit losses based on historical experience, current conditions, and reasonable and supportable forecasts. Management will write off any balance that remains after it has exhausted all reasonable collection efforts and concludes that additional collection efforts are not cost-justified. There was no allowance for credit losses recorded as of December 31, 2025 and 2024.

Contributions Receivable

Contributions receivable includes sponsorship receivables as well as promises to give. Unconditional promises to give are recognized as support in the period that IETF is notified of the contribution by the donor and acknowledged and identified by the donor. Unconditional promises to give are initially recorded at fair value less an estimate made for doubtful promises based on a review of all outstanding promises on an annual basis. Promises to give to be collected after one year are discounted at an appropriate discount rate commensurate with the risks involved. Management determines the allowance for doubtful accounts by using the historical experience applied to an aging of accounts. Contributions are written off when deemed uncollectible. Based on management's evaluation of the collection of the contributions receivable, there was a \$60,000 provision for doubtful accounts as of December 31, 2025 and none for 2024.

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, generally three years. The cost of maintenance and repairs is recorded as expenses when incurred. IETF's policy is to capitalize all property and equipment over \$5,000.

IETF capitalizes certain costs related to the development of internal use software. Costs incurred during the application development phase are capitalized only when IETF believes it is probable the development will result in new or additional functionality. The types of costs capitalized during the application development phase include employee compensation. Costs related to the preliminary

IETF Administration, LLC

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project stage and post-implementation activities are expensed as incurred. IETF capitalized \$859,724 and \$721,755 of software development costs during the years ended December 31, 2025 and 2024, respectively. Such amounts are included in property and equipment and are being amortized using the straight-line method over a period of three years. When internal-use software that was previously capitalized is abandoned, the cost less the accumulated amortization, if any, is recorded as a loss on impairment. As of December 31, 2025 and 2024, management determined there has been no impairment in the carrying value of capitalized costs related to the development of internal-use software.

Net Assets

IETF's resources are classified for accounting and reporting purposes into net asset groups established according to their nature and purpose and based on the existence or absence of donor-imposed restrictions. Accordingly, IETF classifies net asset groups as follows:

Net assets without donor restrictions

Net assets without donor restrictions represent funds that are available for the support of IETF's operations and are not subject to donor restrictions. There were no board-designated net assets as of December 31, 2025 and 2024.

Net assets with donor restrictions

Net assets with donor restrictions are subject to stipulations imposed by donors. These net assets generally result from contributions and other inflows of assets, the use of which is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of IETF pursuant to those stipulations. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Generally, the donors of these assets permit IETF to use the income earned on related investments for general or specific purposes.

Revenue Recognition

Contributions and sponsorships

Unconditional contributions received are recorded as an increase in net assets with or without donor restrictions depending on the existence and/or nature of any donor restrictions in the period acknowledged. When a restriction expires (that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished), the net assets are reclassified to net assets without donor restriction and are reported in the statements of activities as net assets released from restrictions. Donor-restricted contributions are reported as net assets without donor restrictions when the restrictions are met in the same period the contribution is received.

Conditional promises to give are recognized when the conditions on which they depend are substantially met. IETF has a conditional promise to give from ISOC, whereby ISOC will contribute cash for periods 2024 through 2029. As of December 31, 2025 and 2024, IETF had conditional contributions of \$32,800,000 and \$40,100,000, respectively, which will be recognized as revenue in future years as annual contributions are approved by the ISOC board. ISOC will also contribute in a matching program, whereby ISOC will match a certain amount of funds that IETF fundraises from third parties. Matching funds from ISOC is recorded as revenue in future years as IETF fundraises qualifying contributions.

IETF Administration, LLC

Notes to the Financial Statements

IETF receives sponsorship revenue related to various events that is classified as contribution revenue within the statements of activities. Sponsors receive benefits such as brand awareness, complimentary registrations, recognition within IETF's annual report and event media, and other benefits. Sponsorships are considered conditional contributions that are recognized at the time of the event. Refunds are allowed under limited circumstances before the event. Payment is due at the time of purchase. Any payments received in advance of the event are recorded as refundable advances in the statements of financial position.

Registrations and meetings

IETF's revenue streams under contracts with customers are comprised of registrations and meetings fees for conference event services. Fees for registrations and meetings are recognized at the time of the conference when the given performance obligations are satisfied. Discounts are offered for early payment depending on the time of purchase. Refunds are generally allowed for registrations if the event is cancelled or postponed. Refunds are not significant therefore no refund liability was recorded. Payment is primarily due at the time of registration. All of IETF's revenue under contracts with customers is earned in the United States. Deferred revenue represents the unearned portion of revenue related to the future conference registrations and meetings.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis. All expenses can be identified with a specific program or support service are charged directly, according to their natural expenditure classification.

Income Taxes

IETF is a single member LLC and is a disregarded entity of ISOC. As such, the income, deductions, credits and other tax attributes of IETF flow directly to ISOC.

Financial Instruments and Credit Risk

IETF's assets that are exposed to credit risk consist primarily of cash, investments, accounts receivable, and contributions receivable. Non-interest-bearing bank accounts are insured by the Federal Deposit Insurance Corporation (FDIC) with a limit of \$250,000 per depositor. As of December 31, 2025, IETF had cash and cash equivalents of approximately \$96,000 in excess of FDIC insured limits. IETF has never experienced any losses related to these balances.

IETF invests in professionally managed portfolios that contain various securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near-term could materially affect investment balances and the amounts reported on the statements of financial position.

Historically, IETF has not experienced significant losses related to accounts receivable balances and, therefore, believes that the credit risk related to them is minimal.

IETF Administration, LLC
Notes to the Financial Statements

Recent Accounting Pronouncements to be Adopted

In July 2025, the FASB issued Accounting Standards Update (ASU) 2025-05, Financial Instruments - *Credit Losses (Topic 326), Measurement of Credit Losses for Accounts Receivable and Contract Assets*. This ASU provides a practical expedient for entities to assume that current conditions as of the balance sheet date remain unchanged for the remaining life of current accounts receivable and current contract assets when measuring expected credit losses under CECL. The practical expedient does not apply to other types of receivables or loans. Additionally, entities other than public business entities may elect an accounting policy to consider subsequent collections received after the balance sheet date in estimating expected credit losses, provided the practical expedient is elected. ASU 2025-05 is effective for annual periods beginning after December 15, 2025, with early adoption permitted. IETF is currently evaluating the impact of this ASU on its financial statements.

In September 2025, the FASB issued ASU 2025-06, *Targeted Improvements to the Accounting for Internal-Use Software*, to modernize the guidance in ASC 350-40, *Intangibles—Goodwill and Other—Internal-Use Software*, and better align the accounting with current software development practices. The ASU replaces the existing “project stage” model with a principles-based framework for evaluating whether internal-use software development costs should be capitalized or expensed. The ASU also incorporates website development guidance previously included in ASC 350-50 into the internal-use software framework, clarifies disclosure requirements related to capitalized internal-use software costs. ASU 2025-06 is effective for annual periods beginning after December 15, 2027, with early adoption permitted. IETF is currently evaluating the impact of this ASU on its financial statements.

2. Investments

Investments consist of the following as of December 31:

	2025	2024
Common stocks	\$ 15,677,281	\$ 11,508,821
Mutual funds	8,943,763	6,721,768
Corporate bonds	2,786,280	1,509,676
U.S. government and agency bonds	4,109,824	5,500,646
Alternative funds	633,831	268,743
Cash deposits held at cost	1,831	1,213,296
	\$ 32,152,810	\$ 26,722,950

Net investment return consists of the following for the years ended December 31:

	2025	2024
Realized and unrealized gains	\$ 3,218,787	\$ 1,743,203
Interest and dividends	802,028	668,220
Less: Investment fees	(86,783)	(75,563)
Investment return, net	\$ 3,934,032	\$ 2,335,860

IETF Administration, LLC

Notes to the Financial Statements

3. Contributions Receivable

Contributions receivable to be collected in more than one year from the date of the donor's commitment are measured using the present value of future cash flows based on a discount rate of 3%. Contributions receivable consists of the following as of December 31:

	2025	2024
Less than one year	\$ 827,693	\$ 447,561
One to five years	-	104,156
	827,693	551,717
Less: Discount to net present value	-	(9,013)
Less: Allowance for doubtful accounts	(60,000)	-
Contributions receivable, net	\$ 767,693	\$ 542,704

4. Fair Value Measurements

FASB ASC 820, *Fair Value Measurement*, established a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

- *Level 1* inputs consist of unadjusted quoted prices in active markets for identical assets and provide highest quality inputs.
- *Level 2* inputs are based primarily on quoted prices for identical assets in inactive markets or similar assets in active or inactive markets or other significant observable inputs.
- *Level 3* inputs provide the lowest quality inputs because there are no significant observable inputs.

In accordance with the guidance for fair value measurements, IETF maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value. Fair value is based on actively quoted market prices, if available. In the absence of actively quoted market prices, price information from external sources, including broker quotes and industry publications is used. There have been no changes in the valuation methodologies during the current year.

Mutual funds and common stock are classified as Level 1 instruments, as they are actively traded on public exchanges and valued based on quoted market prices.

U.S. government agency and corporate bonds are included in Level 2 assets as identical assets are not actively traded. The fair market values are based on quoted prices for similar assets in active markets or quoted prices for identical assets in markets that are not active.

IETF Administration, LLC

Notes to the Financial Statements

Alternative investment funds include private equity and private debt funds. IETF reports alternative investments using the net asset value per share as determined by the investment managers under the so called “practical expedient”. The practical expedient allows net asset value per share to represent fair value for reporting purposes when the criteria for using this method are met.

Fair Value on a Recurring Basis

The tables below present the balances of assets measured at fair value on a recurring basis by level within the hierarchy as of December 31, 2025:

<i>Description</i>	Total	Fair Value Hierarchy Level			Assets Measured at Net Asset Value*
		Level 1	Level 2	Level 3	
Common stocks:					
Technology	\$ 4,827,213	\$ 4,827,213	\$ -	\$ -	\$ -
Consumer cyclical	2,549,531	2,549,531	-	-	-
Financial	2,415,143	2,415,143	-	-	-
Healthcare	1,655,149	1,655,149	-	-	-
Industrials	1,244,157	1,244,157	-	-	-
Communication services	1,287,282	1,287,282	-	-	-
Energy	471,551	471,551	-	-	-
Basic materials	575,351	575,351	-	-	-
Real estate	308,472	308,472	-	-	-
Utilities	343,432	343,432	-	-	-
Total common stocks	15,677,281	15,677,281	-	-	-
Mutual funds:					
Foreign large blend	3,774,822	3,774,822	-	-	-
High yield bond	2,551,875	2,551,875	-	-	-
Small blend	2,129,124	2,129,124	-	-	-
Diversified emerging markets	487,942	487,942	-	-	-
Total mutual funds	8,943,763	8,943,763	-	-	-
Bonds:					
Corporate bonds	2,786,280	-	2,786,280	-	-
U.S. government and agency bonds	4,109,824	-	4,109,824	-	-
Total bonds	6,896,104	-	6,896,104	-	-
Alternative funds	633,831	-	-	-	633,831
Total assets held at fair value	\$ 32,150,979	\$ 24,621,044	\$ 6,896,104	\$ -	\$ 633,831
Total cash deposits held at cost	1,831				
Total investments	\$ 32,152,810				

IETF Administration, LLC

Notes to the Financial Statements

The tables below present the balances of assets measured at fair value on a recurring basis by level within the hierarchy as of December 31, 2024:

<i>Description</i>	Total	Fair Value Hierarchy Level			Assets Measured at Net Asset Value*
		Level 1	Level 2	Level 3	
Common stocks:					
Technology	\$ 3,624,852	\$ 3,624,852	\$ -	\$ -	\$ -
Consumer cyclical	2,160,108	2,160,108	-	-	-
Financial	1,458,512	1,458,512	-	-	-
Healthcare	1,278,710	1,278,710	-	-	-
Industrials	829,801	829,801	-	-	-
Communication services	892,660	892,660	-	-	-
Energy	402,523	402,523	-	-	-
Basic materials	417,551	417,551	-	-	-
Real estate	255,240	255,240	-	-	-
Utilities	188,864	188,864	-	-	-
Total common stocks	11,508,821	11,508,821	-	-	-
Mutual funds:					
Foreign large blend	3,281,434	3,281,434	-	-	-
High yield bond	2,317,510	2,317,510	-	-	-
Small blend	567,467	567,467	-	-	-
Diversified emerging markets	387,180	387,180	-	-	-
Large blend	168,177	168,177	-	-	-
Total mutual funds	6,721,768	6,721,768	-	-	-
Bonds:					
Corporate bonds	1,509,676	-	1,509,676	-	-
U.S. government and agency bonds	5,500,646	-	5,500,646	-	-
Total bonds	7,010,322	-	7,010,322	-	-
Alternative funds	268,743	-	-	-	268,743
Total assets held at fair value	\$ 25,509,654	\$ 18,230,589	\$ 7,010,322	\$ -	\$ 268,743
Total cash deposits held at cost	1,213,296				
Total investments	\$ 26,722,950				

*Certain investments that are measured at fair value using net asset value per share (or its equivalent) practical expedient have not been categorized in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the accompanying statements of financial position.

IETF Administration, LLC

Notes to the Financial Statements

The following table sets forth a summary of the IETF'S investments with a reported NAV as of December 31, 2025 and 2024:

Investment Type	2025			Notice Period (Days)
	NAV	Unfunded Commitments	Redemption Frequency	
Private equities (a)	\$ 540,444	\$ 1,693,082	Upon approval of the General Partner	Five
Private credit (b)	\$ 93,387	\$ 560,315	Upon approval of the General Partner	Five
Total	\$ 633,831	\$ 2,253,397		

Investment Type	2024			Notice Period (Days)
	NAV	Unfunded Commitments	Redemption Frequency	
Private equities (a)	\$ 242,593	\$ 1,906,015	Upon approval of the General Partner	Five
Private credit (b)	\$ 26,150	\$ 625,000	Upon approval of the General Partner	Five
Total	\$ 268,743	\$ 2,531,015		

(a) Private equity funds include investments in private partnerships, private real estate funds, private credit funds, and private natural resources funds. Investment objectives of the private equity funds are to realize long-term compounded returns in excess of those available through conventional investments in public equity markets by providing liquidity, capital or partnering solutions to investors and managers in the private markets and by pursuing other investment opportunities.

(b) Private credit funds include investments in private partnerships and are designed for investors to access private debt markets, likely focusing on directly originated or negotiated loans, including senior secured, mezzanine, or subordinated debt to middle-market companies. Investment objectives of private credit funds are to achieve attractive risk-adjusted returns, preserving capital through careful borrower selection, and diversifying risk across sectors and geographies.

IETF Administration, LLC

Notes to the Financial Statements

5. Property and Equipment

Property and equipment consists of the following as of December 31:

	2025	2024
Software	\$ 3,029,626	\$ 2,169,903
Computer equipment	1,130,606	212,092
Total depreciable assets	4,160,232	2,381,995
Less: accumulated depreciation	(2,172,606)	(1,316,075)
Property and equipment, net	\$ 1,987,626	\$ 1,065,920

Depreciation and amortization expense for the years ended December 31, 2025 and 2024 was \$856,532 and \$484,728, respectively. Included within software costs are \$2,979,750 and \$2,120,026 of capitalized software costs as of December 31, 2025 and 2024, respectively. Accumulated amortization for capitalized software costs was \$1,761,522 and \$1,076,423 as of December 31, 2025 and 2024, respectively, and related amortization was \$685,100 and \$465,624, for the years ended December 31, 2025 and 2024, respectively.

6. Net Assets with Donor Restrictions

Changes in net assets with donor restrictions during the years ended December 31, 2025 and 2024 are as follows:

	Balance as of December 31, 2024	Additions and investment return, net	Released	Balance as of December 31, 2025
Time and purpose restricted:				
Portion of donor-restricted endowment funds subject to time restriction under UPMIFA (Note 7), which, once appropriated is expendable to support IETF activities	\$ 8,099,592	\$ 2,565,899	\$ -	\$ 10,665,491
Restricted in perpetuity:				
IETF Endowment	100,000	-	-	100,000
Total net assets with donor restrictions	\$ 8,199,592	\$ 2,565,899	\$ -	\$ 10,765,491

IETF Administration, LLC

Notes to the Financial Statements

	Balance as of December 31, 2023	Additions and investment return, net	Released	Balance as of December 31, 2024
Time and purpose restricted:				
Portion of donor-restricted endowment funds subject to time restriction under UPMIFA (Note 7), which, once appropriated is expendable to support IETF activities	\$ 5,862,246	\$ 2,237,346	\$ -	\$ 8,099,592
Restricted in perpetuity:				
IETF Endowment	100,000	-	-	100,000
Total net assets with donor restrictions	\$ 5,962,246	\$ 2,237,346	\$ -	\$ 8,199,592

7. Endowment

The IETF Endowment is a designated investment fund created in support of the Internet Engineering Task Force and its activities, intended to ensure the long-term sustainability of the IETF.

Interpretation of Relevant Law

IETF is subject to the Uniform Prudent Management of Institutional Funds Act (UPMIFA) of the state of Delaware. IETF has interpreted UPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless the donor stipulates the contrary. As a result of this interpretation, IETF classified as donor-restricted endowment funds: (a) the original value of gifts donated to the fund; (b) the original value of subsequent gifts to the fund; and (c) the discounted value of future endowment gifts, net of the allowance for uncollectible promises. Per IETF's policy, \$100,000 of total gifts donated to the endowment is maintained in perpetuity. The remaining portion of the donor-restricted endowment fund that is not retained in perpetuity is subject to appropriation for expenditure by IETF in a manner consistent with the standard prudence prescribed by UPMIFA and IETF's spending policy. In accordance with UPMIFA, IETF considers the following factors in making a determination to appropriate or accumulate donor-restricted cash contributions:

- General economic conditions
- Possible effect of inflation or deflation
- Expected tax consequences, if any, of investment decisions or strategies
- Role that each investment or course of action plays within the overall investment portfolio of the fund
- The expected total return from income and the appreciation of investments
- Needs of the Endowment to make distributions and preserve capital
- An asset's special relationship, if any, to the charitable purposes of the Endowment

IETF Administration, LLC

Notes to the Financial Statements

Return Objectives and Risk Parameters

IETF invests all endowment funds, as well as other invested funds, in a fund managed by an investment manager according to the objectives and guidelines of IETF's investment policy. IETF's overall objective is to outperform inflation while minimizing potential losses. The risk of loss is minimized through diversification of endowment assets across multiple asset classes.

Strategies Employed for Achieving Return Objectives

To satisfy its long-term rate-of-return objectives, IETF relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). At least annually, IETF's Board of Trustees will review investment objectives to determine their continued applicability. Ultimate authority and responsibility for the financial policies rests with the Board.

Spending Policy

All earnings from IETF's restricted endowment funds are recorded as net assets with donor restriction. IETF may appropriate for expenditure in its annual budget a percentage of the earnings. There may be times when IETF may opt not to take the spending rate but rather to reinvest some or all of the annual income.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the organization to retain as a fund of perpetual duration (underwater endowments). These deficiencies result from unfavorable market fluctuations that erode the accumulated gains of the endowments restricted in perpetuity, as well as continued appropriation for certain programs to maintain the spending power of the programs. It is the policy of IETF to not allow for spending on underwater endowments to maintain the spending power of programs in any given year. As of December 31, 2025 and 2024, there were no funds with deficiencies.

IETF's endowment net assets consist of the following as of December 31, 2025 and 2024:

<i>As of December 31, 2025</i>	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds:			
Original donor-restricted gift amount	\$ -	\$ 7,307,525	\$ 7,307,525
Accumulated investment earnings	-	3,457,966	3,457,966
Total endowment net assets	\$ -	\$ 10,765,491	\$ 10,765,491

<i>As of December 31, 2024</i>	Without Donor Restrictions	With Donor Restrictions	Total
Donor restricted endowment funds:			
Original donor-restricted gift amount	\$ -	\$ 5,953,857	\$ 5,953,857
Accumulated investment earnings	-	2,245,735	2,245,735
Total endowment net assets	\$ -	\$ 8,199,592	\$ 8,199,592

IETF Administration, LLC

Notes to the Financial Statements

The changes in the donor-restricted endowment net assets for the years ended December 31, 2025 and 2024 are as follows:

<i>December 31, 2025</i>	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 8,199,592	\$ 8,199,592
Contributions	-	1,353,668	1,353,668
Investment return	-	1,212,231	1,212,231
Endowment net assets, end of year	\$ -	\$ 10,765,491	\$ 10,765,491

<i>December 31, 2024</i>	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 5,962,246	\$ 5,962,246
Contributions	-	1,621,303	1,621,303
Investment return	-	616,043	616,043
Endowment net assets, end of year	\$ -	\$ 8,199,592	\$ 8,199,592

All of IETF's endowment funds are included with the investments as described in Notes 2 and 4.

8. Related Party Transactions

ISOC is the sole member of IETF. IETF entered into an agreement with ISOC when IETF was formed as a separate legal entity during 2018. Under the agreement, ISOC transferred all of the assets attributable to IETF, including IETF's endowment of \$2,602,092, and funded a cash installment of \$5,000,000 for IETF in 2020, which was used as a general operating fund for IETF. The annual contributions from ISOC to IETF are committed through 2029.

During the years ended December 31, 2025 and 2024, IETF received \$7,300,000 and \$7,000,000, respectively, from ISOC as payment under the funding agreement. During the years ended December 31, 2025 and 2024, IETF also received \$1,235,314 and \$492,989, respectively, from ISOC as matching contributions for the endowment funds IETF raised during the year ended December 31, 2024 and 2023 as part of the funding agreement. IETF made payments of \$182,056 and \$175,926 for 2025 and 2024, respectively, to ISOC for IETF employee benefits paid by ISOC. As of December 31, 2025 and 2024, there was \$50,700 and \$46,755, respectively, due to ISOC as reported in the accompanying statements of financial position.

The IETF Trust was created by ISOC and the Corporation for National Research Initiatives as settlors, the Internet Engineering Task Force and the Initial Trustees on December 15, 2005. The purpose of the IETF Trust includes the advancement of educational and public interest by acquiring, holding, maintaining and licensing certain existing and future intellectual property and other property used in connection with the Internet standards process and its administration, for the advancement of the science and technology associated with the Internet and related technology.

During the years ended December 31, 2025 and 2024, IETF made contributions to the IETF Trust of \$153,750 and \$150,000, respectively, in support for managing the IETF intellectual property.

IETF Administration, LLC
Notes to the Financial Statements

9. Liquidity and Availability of Financial Assets

IETF regularly monitors liquidity required to meet its annual operating needs and other contractual commitments while also striving to maximize the return on investment of its funds not required for annual operations. The following table reflects IETF’s financial assets as of December 31, 2025 and 2024, reduced by amounts that are not available to meet general expenditures within one year of the statements of financial position date because of contractual restrictions. Amounts not available include net assets with donor restrictions not expected to be met within a year.

	2025	2024
Financial assets at year-end:		
Cash	\$ 5,390,123	\$ 4,142,821
Investments	32,152,810	26,722,950
Accounts receivable	214,818	107,544
Contributions receivable	767,693	542,704
Total financial assets	38,525,444	31,516,019
Less amounts not available to be used within one year:		
Contributions receivable, net, due in excess of one year	-	(95,143)
Net assets with donor restrictions	(10,765,491)	(8,199,592)
Total financial assets available to meet cash needs for general expenditures within one year	\$ 27,759,953	\$ 23,221,284

10. Contributions of Nonfinancial Assets

IETF recognizes contribution revenue for contributed nonfinancial assets and contributed services at fair value at the date of donation. IETF received contributed nonfinancial assets and services used to support program and administrative activities, including licenses to use a web conferencing platform, various network circuits used at IETF meetings, and equipment and related subscriptions to be used by IETF’s Network Operations Center team.

Contributed services are recognized when they meet the criteria for revenue recognition under FASB ASC 958-605-25, *Contributed Services*. Contributed nonfinancial assets are recognized in accordance with FASB ASC 958-605. Contributed equipment is capitalized and included in property and equipment and is depreciated over its estimated useful life.

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Notes to the Financial Statements

For the years ended December 31, 2025 and 2024, contributions of nonfinancial assets recognized within the statements of activities included:

Type of donation	Valuation techniques	Donor Restrictions	2025	2024
Various meeting network circuits	Current rates for similar products	None	\$ 125,050	\$ 84,570
Cisco Webex user licenses	Current rates for similar products	None	58,050	58,050
Cisco NOC Equipment	Current rates for similar products	None	918,514	-
			\$ 1,101,614	\$ 142,620

11. Subsequent Events

In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through April 3, 2026, the date the financial statements were available to be issued. IETF is not aware of any subsequent events which would require recognition or disclosure in the financial statements.