

Consolidated Audit Trail, LLC
2024 Financial and Operating Budget - December 2023

Cash Basis Budget ⁽²⁾

Cash Inflows	Estimated				Total ⁽¹⁾
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	
Promissory Notes/Plan Participant Fundings	\$ 49,350,000	\$ 52,050,000	\$ 55,500,000	\$ 57,000,000	\$ 213,900,000
Total Inflows	\$ 49,350,000	\$ 52,050,000	\$ 55,500,000	\$ 57,000,000	\$ 213,900,000
Operating Costs and Expenditures					
<i>Technology Costs:</i>	Estimated ⁽³⁾				Total
Cloud hosting services	\$ 33,217,468	\$ 38,166,641	\$ 39,961,511	\$ 43,278,488	\$ 154,624,108
Operating fees	6,726,747	6,832,128	6,832,128	6,832,128	27,223,132
CAIS operating fees	5,282,128	5,136,538	5,136,538	5,136,538	20,691,740
Placeholder for possible change requests	-	81,250	81,250	81,250	243,750
Total Technology Costs	\$ 45,226,343	\$ 50,216,557	\$ 52,011,427	\$ 55,328,404	\$ 202,782,731
<i>General and Administrative:</i>					
Legal	\$ 1,220,000	\$ 1,220,000	\$ 1,047,500	\$ 972,500	\$ 4,460,000
Consulting	400,000	400,000	400,000	400,000	1,600,000
Insurance	-	-	1,868,025	-	1,868,025
Professional and administration	213,600	182,330	150,000	275,334	821,264
Public relations	23,100	23,100	23,100	23,100	92,400
Total General and Administrative	\$ 1,856,700	\$ 1,825,430	\$ 3,488,625	\$ 1,670,934	\$ 8,841,689
Total Operating Costs	\$ 47,083,043	\$ 52,041,987	\$ 55,500,052	\$ 56,999,338	\$ 211,624,421
<i>Capitalized Developed Technology Costs</i>	\$ 2,300,000	\$ -	\$ -	\$ -	\$ 2,300,000
Total Expenditures	\$ 49,383,043	\$ 52,041,987	\$ 55,500,052	\$ 56,999,338	\$ 213,924,421
Plus: Liquidity Reserve (up to 25% of Annual Budget) ⁽⁴⁾	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenditures, Including Liquidity Reserve	\$ 49,383,043	\$ 52,041,987	\$ 55,500,052	\$ 56,999,338	\$ 213,924,421

(1) Amounts will not reconcile to audited financial statements as the above costs are on a cash basis, while the audited financial statements are on an accrual GAAP basis of accounting.

Additionally, a portion of the above FINRA CAT costs have been capitalized.

(2) This cash basis budget reflects expenditures when paid; versus accrual GAAP basis amounts which would reflect expenditures when incurred.

(3) The estimated expenditures for this cash basis budget are based on currently-anticipated costs. Actual results may differ from these budgeted amounts.

(4) Liquidity reserve of \$53.5 million to be included no later than when forward looking or budget-based participant fees are implemented.