

**INSTITUTE FOR SYSTEMS BIOLOGY**

Single Audit Reports

For the Year Ended December 31, 2025

## Table of Contents

---

|                                                                                                                                                                                                              | Page    |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| Report on Internal Control Over Financial Reporting<br>and on Compliance and Other Matters Based on an<br>Audit of Financial Statements Performed in<br>Accordance With <i>Government Auditing Standards</i> | 1 - 2   |
| Report on Compliance for Each Major Federal Program;<br>Report on Internal Control Over Compliance; and<br>Report on Schedule of Expenditures of Federal Awards<br>Required by the Uniform Guidance          | 3 - 6   |
| Schedule of Expenditures of Federal Awards                                                                                                                                                                   | 7 - 9   |
| Notes to Schedule of Expenditures of Federal Awards                                                                                                                                                          | 10      |
| Schedule of Findings and Questioned Costs                                                                                                                                                                    | 11 - 12 |
| Summary Schedule of Prior Year Audit Findings                                                                                                                                                                |         |

**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**

**To the Board of Directors  
Institute for Systems Biology  
Seattle, Washington**

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 the Institute for Systems Biology (the Institute), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise the Institute's basic financial statements, and have issued our report thereon dated June 4, 2026.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Institute'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 the Institute's internal control. Accordingly, we do not express an opinion on the effectiveness of the Institute'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.



T: 425-454-4919  
T: 800-504-8747  
F: 425-454-4620

555 110th Ave NE  
Suite 700  
Bellevue, WA  
98004

[clarknuber.com](http://clarknuber.com)

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Institute'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 Institute'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 Institute's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Clark Nuber P.S.*

Certified Public Accountants  
June 4, 2026

**Report on Compliance for Each Major Federal Program;  
Report on Internal Control Over Compliance; and  
Report on Schedule of Expenditures of Federal Awards  
Required by the Uniform Guidance**

**Independent Auditor's Report**

**To the Board of Directors  
Institute for Systems Biology  
Seattle, Washington**

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM**

**Opinion on Each Major Federal Program**

We have audited the Institute of Systems Biology (the Institute)'s 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 the Institute's major federal programs for the year ended December 31, 2025. The Institute'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, the Institute 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, 2025.

**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 the Institute 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 the Institute's compliance with the compliance requirements referred to above.



T: 425-454-4919  
T: 800-504-8747  
F: 425-454-4620

555 110th Ave NE  
Suite 700  
Bellevue, WA  
98004

[clarknuber.com](http://clarknuber.com)

## **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 the Institute'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 the Institute'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 the Institute'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 the Institute'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 the Institute'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 the Institute'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.

## **REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

We have audited the financial statements of the Institute as of and for the year ended December 31, 2025, and have issued our report thereon dated June 4, 2026, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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.

*Clark Nuber P.S.*

Certified Public Accountants  
June 4, 2026

# INSTITUTE FOR SYSTEMS BIOLOGY

## Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2025

| Program Title/Federal Grantor/Pass-Through Grantor                                                                                                                    | Assistance Listing Number                    | Pass-Through Number                    | Passed Through to Subrecipients | Fiscal Year Expenditures        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------|---------------------------------|---------------------------------|
| <b>Research and Development Cluster</b>                                                                                                                               |                                              |                                        |                                 |                                 |
| <b>U.S. Department of Health and Human Services:</b>                                                                                                                  |                                              |                                        |                                 |                                 |
| Oral Diseases and Disorders Research-<br>Passed through University of Washington                                                                                      | 93.121                                       | UWSC14543                              | \$ -                            | \$ 9,852                        |
| NIH Cloud Platform Interoperability<br>Passed through RTI International                                                                                               | 93.10T20D034190                              | 75-312-0218952-67788L                  |                                 | 68,734                          |
| Systems Biology of Influenza Virus Infection and Vaccination-<br>Passed through Guidehouse, Inc                                                                       | 93.75N98020D00086                            | CSA-NIAID_ISB-2022-001/ 24053-147      |                                 | 421,183                         |
| ML/AI-Aided Therapeutic Repurposing in Extended Uses<br>Passed through Every Cure                                                                                     | 93.AAH23010007                               | 140D042490001                          | 56,526                          | 465,752                         |
| Cancer Genomics Cloud Resource-<br>Passed through The Brigham & Women's Hospital, Inc.<br>Passed through Leidos Biomedical Research, Inc.                             | 93.HHSN261200800001E<br>93.HHSN261200800001E | 19X037Q<br>17X148                      |                                 | 376,127<br>932,207              |
| Total for 93.HHSN261200800001E                                                                                                                                        |                                              |                                        |                                 | 1,308,334                       |
| Human Genome Research                                                                                                                                                 | 93.172                                       |                                        | 564,409                         | 1,720,287                       |
| National Center for Advancing Translational Sciences-<br>Direct                                                                                                       | 93.350                                       |                                        | 77,080                          | 105,428                         |
| Passed through Penn State University                                                                                                                                  | 93.350                                       | S006520-DHHS                           |                                 | 1,230,221                       |
| Total for 93.350                                                                                                                                                      |                                              |                                        | 77,080                          | 1,335,649                       |
| 21st Century Cures Act - Beau Biden Cancer Moonshot-<br>Passed through Dana Farber Cancer Institute                                                                   | 93.353                                       | 1342901                                |                                 | 507,523                         |
| Cancer Detection and Diagnosis Research-<br>Direct                                                                                                                    | 93.394                                       |                                        | 299,565                         | 1,767,414                       |
| Passed through Fred Hutchinson Cancer Center                                                                                                                          | 93.394                                       | 1196919                                |                                 | 108,909                         |
| Passed through Fred Hutchinson Cancer Center                                                                                                                          | 93.394                                       | 1233764                                |                                 | 36,440                          |
| Total for 93.394                                                                                                                                                      |                                              |                                        | 299,565                         | 1,912,763                       |
| Cancer Treatment Research-<br>Passed through University of Washington                                                                                                 | 93.395                                       | UWSC16204                              |                                 | 186,938                         |
| Cancer Biology Research-<br>Direct                                                                                                                                    | 93.396                                       |                                        | 139,305                         | 425,795                         |
| Passed through University of Utah                                                                                                                                     | 93.396                                       | 10065194-01-ISB                        |                                 | 134,818                         |
| Total for 93.396                                                                                                                                                      |                                              |                                        | 139,305                         | 560,613                         |
| Cancer Centers Support Grants                                                                                                                                         | 93.397                                       |                                        | 1,042,472                       | 2,883,732                       |
| Cardiovascular Diseases Research-<br>Passed through University of Washington                                                                                          | 93.837                                       | UWSC12831                              |                                 | 27,696                          |
| Lung Diseases Research-<br>Passed through The Brigham & Women's Hospital, Inc.<br>Passed through NYU Grossman School of Medicine<br>Passed through University of Utah | 93.838<br>93.838<br>93.838                   | 127699<br>ADU-13-21<br>10077234-01-ISB | 2,101,613                       | 340,619<br>2,599,874<br>101,758 |
| Total for 93.838                                                                                                                                                      |                                              |                                        | 2,101,613                       | 3,042,251                       |

See independent auditor's report and notes to schedule of expenditures of federal awards.

# INSTITUTE FOR SYSTEMS BIOLOGY

## Schedule of Expenditures of Federal Awards (Continued) For the Year Ended December 31, 2025

| Program Title/Federal Grantor/Pass-Through Grantor                                                  | Assistance Listing Number | Pass-Through Number | Passed Through to Subrecipients | Fiscal Year Expenditures |
|-----------------------------------------------------------------------------------------------------|---------------------------|---------------------|---------------------------------|--------------------------|
| Blood Diseases and Resources Research-<br>Passed through University of Washington                   | 93.839                    | UWSC13164           |                                 | 22,493                   |
| Diabetes, Digestive and Kidney Diseases Extramural Research-<br>Direct                              | 93.847                    |                     | 268,376                         | 1,101,752                |
| Passed through Fred Hutchinson Cancer Center                                                        | 93.847                    | 1162836             |                                 | 63,927                   |
| Passed through University of Utah                                                                   | 93.847                    | 10063484-01-ISB     |                                 | 252,322                  |
| Passed through Seattle Children's Hospital                                                          | 93.847                    | SUB00002403         |                                 | 77,605                   |
| Total for 93.847                                                                                    |                           |                     | 268,376                         | 1,495,606                |
| Allergy and Infectious Diseases Research-<br>Direct                                                 | 93.855                    |                     | 1,128,336                       | 3,676,686                |
| Passed through University of Washington                                                             | 93.855                    | UWSC12892           |                                 | 10,023                   |
| Passed through University of Washington                                                             | 93.855                    | UWSC13071           |                                 | 55,030                   |
| Passed through University of Georgia Research Foundation                                            | 93.855                    | SUB00003569         |                                 | 162,489                  |
| Total for 93.855                                                                                    |                           |                     | 1,128,336                       | 3,904,228                |
| Biomedical Research and Research Training-<br>Direct                                                | 93.859                    |                     |                                 | 698,792                  |
| Passed through Johns Hopkins University                                                             | 93.859                    | Pending             |                                 | 71,203                   |
| Passed through University of Washington                                                             | 93.859                    | UWSC14026           |                                 | 13,740                   |
| Passed through University of California, San Diego                                                  | 93.859                    | 706601              |                                 | 151,409                  |
| Total for 93.859                                                                                    |                           |                     |                                 | 935,144                  |
| Child Health and Human Development Extramural Research-<br>Direct                                   | 93.865                    |                     | 9,792                           | 272,365                  |
| Passed through Seattle Biomedical Research Institute                                                | 93.865                    | 12879SUB            |                                 | 107,516                  |
| Total for 93.865                                                                                    |                           |                     | 9,792                           | 379,881                  |
| Aging Research-<br>Direct                                                                           | 93.866                    |                     |                                 | 464,575                  |
| Passed through California Pacific Medical Center                                                    | 93.866                    | 280201024-S293      |                                 | 70,773                   |
| Passed through Mayo Clinic Jacksonville                                                             | 93.866                    | INS-305006          |                                 | 14,718                   |
| Passed through Mayo Clinic Jacksonville                                                             | 93.866                    | INS-352894          |                                 | 2,474                    |
| Passed through Translational Genomics Research                                                      | 93.866                    | SCHORK-25-05        |                                 | 321,902                  |
| Passed through University of Washington                                                             | 93.866                    | UWSC15714           |                                 | 1,297                    |
| Passed through Oregon Health and Science University                                                 | 93.866                    | 1013336_ISB         |                                 | 60,000                   |
| Passed through Sage Bionetworks                                                                     | 93.866                    | 2022.4              |                                 | 389                      |
| Total for 93.866                                                                                    |                           |                     |                                 | 936,128                  |
| <b>Total U.S. Department of Health and Human Services</b>                                           |                           |                     | <b>5,687,474</b>                | <b>22,124,787</b>        |
| <b>National Science Foundation:</b>                                                                 |                           |                     |                                 |                          |
| Biological Sciences                                                                                 | 47.074                    |                     |                                 | 1,174,469                |
| Polar Programs-<br>Passed through University of Washington                                          | 47.078                    | UWSC14033           |                                 | 31,803                   |
| Technology, Innovation, and Partnerships-<br>Passed through University of California, San Francisco | 47.084                    | 14946sc             |                                 | 36,298                   |
| <b>Total National Science Foundation</b>                                                            |                           |                     |                                 | <b>1,242,570</b>         |

See independent auditor's report and notes to schedule of expenditures of federal awards.

# INSTITUTE FOR SYSTEMS BIOLOGY

## Schedule of Expenditures of Federal Awards (Continued) For the Year Ended December 31, 2025

| <u>Program Title/Federal Grantor/Pass-Through Grantor</u>                                                                                  | <u>Assistance Listing Number</u> | <u>Pass-Through Number</u> | <u>Passed Through to Subrecipients</u> | <u>Fiscal Year Expenditures</u> |
|--------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------|----------------------------|----------------------------------------|---------------------------------|
| <b>U.S. Department of Defense:</b>                                                                                                         |                                  |                            |                                        |                                 |
| Global Proteomic Analysis                                                                                                                  | 12.W81XWH22C0158                 |                            |                                        | 96,599                          |
| MicroRNA Biomarkers of Cumulative Blast-Mild Traumatic Brain Injury- Passed through Seattle Institute for Biomedical and Clinical Research | 12.HT94252310755                 | MJ23-ISB-1                 |                                        | 114,991                         |
| Advancing Precision Psychiatry- Passed through NYU Grossman School of Medicine                                                             | 12.W81XWH2220078                 | 22-A0-00-1008054           |                                        | 492,090                         |
| Military Medical Research and Development                                                                                                  | 12.420                           |                            |                                        | <u>81,153</u>                   |
| <b>Total U.S. Department of Defense</b>                                                                                                    |                                  |                            |                                        | <b>784,833</b>                  |
| <b>U.S. Department of Energy:</b>                                                                                                          |                                  |                            |                                        |                                 |
| Office of Science Financial Assistance Program- Passed through University of Washington                                                    | 81.049                           | UWSC14091                  |                                        | 217,546                         |
| Experimental Design, Implementation- Passed through Lawrence Berkeley National Lab                                                         | 81.DE-AC02-05CH11231             | 7541491                    |                                        | <u>1,160,333</u>                |
| <b>Total U.S. Department of Energy</b>                                                                                                     |                                  |                            |                                        | <b><u>1,377,879</u></b>         |
| <b>Total Research and Development Cluster/ Expenditures of Federal Awards</b>                                                              |                                  |                            | <b><u>\$ 5,687,474</u></b>             | <b><u>\$ 25,530,069</u></b>     |

See independent auditor's report and notes to schedule of expenditures of federal awards.

## **INSTITUTE FOR SYSTEMS BIOLOGY**

### **Notes to Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2025**

---

#### **Note 1 - Method of Accounting**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Institute for Systems Biology (the Institute) under programs of the federal government for the year ended December 31, 2025. 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 the Institute, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Institute.

#### **Note 2 - 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. The Institute has elected not to use the de minimis indirect cost rate allowed under the Uniform Guidance. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**INSTITUTE FOR SYSTEMS BIOLOGY**

**Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2025**

---

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

- Material weaknesses identified?

☐ Yes

☒ No

- Significant deficiencies identified?

☐ Yes

☒ None reported.

Noncompliance material to financial statements noted?

☐ Yes

☒ No

**Federal Awards**

Internal control over major programs:

- Material weaknesses identified?

☐ Yes

☒ No

- Significant deficiencies identified?

☐ Yes

☒ None reported.

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

Unmodified

Any audit findings disclosed that are required to  
be reported in accordance with 2 CFR  
200.516(a)?

☐ Yes

☒ No

**Identification of Major Programs**

Assistance Listing Numbers

12.420 12.HT94252310755  
12.W81XWH22C0158 12.W81XWH2220078  
47.074 47.078 47.084 81.DE-AC02-05CH11231  
81.049 93.121 93.172  
93.350 93.353 93.394 93.395  
93.396 93.397 93.837 93.838  
93.839 93.847 93.855 93.859  
93.865 93.866 93.HHSN261200800001E  
93.75N98020D00086 93.10T20D034190  
93.AAH23010007

Name of Federal Program or Cluster  
Research and Development Cluster

Dollar threshold used to distinguish between  
Type A and Type B programs:

\$ 1,000,000

Auditee qualified as low-risk auditee?

☒ Yes

☐ No

**INSTITUTE FOR SYSTEMS BIOLOGY**

**Schedule of Findings and Questioned Costs (Continued)**  
**For the Year Ended December 31, 2025**

---

**Section II - Financial Statement Findings**

No matters reported.

**Section III - Findings and Questioned Costs for Federal Awards**

No matters reported.



INSTITUTE FOR SYSTEMS BIOLOGY (ISB)  
Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2025

**Finding 2024-001**

Instance of noncompliance and significant deficiency in internal controls related to equipment and real property management.

Condition/Context

During our audit of the 2024 financial statements, the Institute's internal control over equipment and real property management includes procedures to complete inventory counts every two years. However, the last count took place during 2022. As such, the Institute was not following their policies over equipment and real property management.

Current Year Status

Management's corrective action plan was completed during the fiscal year 2025 and a full inventory count occurred.