

COLLEGE FOR KIDS, INC.
D/B/A
TAKE STOCK IN CHILDREN PALM BEACH COUNTY

Financial Statements

June 30, 2021

CONTENTS

	Page
Independent Auditor's Report	1
Financial Statements	
Statement of Financial Position.....	2
Statement of Activities.....	3
Statement of Cash Flows.....	4
Statement of Functional Expenses.....	5
Notes to Financial Statements	6 – 13

Robbins and Moroney, P.A.
Certified Public Accountants

Accounting and Auditing
Taxation and Consulting

222 Southeast Tenth Street
Fort Lauderdale, Florida 33316

Telephone: (954) 467-3100
Facsimile: (954) 467-2080

INDEPENDENT AUDITOR'S REPORT

Board of Directors

College for Kids, Inc. d/b/a Take Stock in Children Palm Beach County

We have audited the accompanying financial statements of College for Kids, Inc. d/b/a Take Stock in Children Palm Beach County (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021 and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of College for Kids, Inc. d/b/a Take Stock in Children Palm Beach County as of June 30, 2021 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

ROBBINS and MORONEY, P.A.

Certified Public Accountants

Robbins and Moroney, P.A.

Fort Lauderdale, Florida
October 1, 2021

**COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY**

Statement of Financial Position
June 30, 2021

Assets

Current Assets

Cash and Cash Equivalents	\$ 1,626,241
Investments	354,987
Grants and Pledges Receivable	178,959
Prepaid Expenses	<u>11,216</u>

Total Current Assets 2,171,403

Non-Current Assets

Prepaid Tuition	4,278,427
Deposits	2,500
Property and Equipment	8,175
Beneficial Interest in Assets Held by Community Foundation	<u>28,901</u>

Total Non Current Assets 4,318,003

Total Assets \$ 6,489,406

Liabilities and Net Assets

Current Liabilities

Accounts Payable and Accrued Expenses	\$ 19,901
Refundable Advance	30,916
Tuition Payable	<u>3,151</u>

Total Current Liabilities 53,968

Total Liabilities 53,968

Net Assets

Without Donor Restrictions	5,951,040
With Donor Restrictions	<u>484,398</u>

Total Net Assets 6,435,438

Total Liabilities and Net Assets \$ 6,489,406

The accompanying notes are an integral part of these financial statements.

COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY

Statement of Activities
For the Year Ended June 30, 2021

Net Assets Without Donor Restrictions

Public Support and Revenues

Grants and Contributions	\$ 1,004,470
Federal Program Grants	142,526
Fundraising Events Income	196,507
Less: Costs of Direct Benefits to Donors	(44,856)
Investment Income	76,593
Miscellaneous	2,832
Contributed Services and Facility	269,137
Net Assets Released from Restrictions	<u>533,253</u>
Total Public Support and Revenues	<u><u>2,180,462</u></u>

Expenses

Program Services	1,370,094
General and Administrative	170,077
Fundraising	<u>145,579</u>
Total Expenses	<u><u>1,685,750</u></u>

Change in Net Assets Without Donor Restrictions 494,712

Net Assets With Donor Restrictions

Contributions	502,002
Net Assets Released from Restrictions	<u>(533,253)</u>

Change in Net Assets With Donor Restrictions (31,251)

Change in Net Assets 463,461

Net Assets, Beginning of Year 5,971,977

Net Assets, End of Year \$ 6,435,438

The accompanying notes are an integral part of these financial statements.

COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY

Statement of Cash Flows
For the Year Ended June 30, 2021

Cash Flows from Operating Activities	
Change in Net Assets	\$ 463,461
Adjustments to Reconcile Change in Net Assets to Net Cash from Operating Activities	
Depreciation	1,541
Change in Fair Value of Investments	(67,258)
Change in Beneficial Interest in Assets Held by Community Foundation	(1,582)
Change in Present Value Discount for Prepaid Tuition	105,904
Changes in Assets and Liabilities:	
Increase in Grants and Pledges Receivable	(32,697)
Decrease in Prepaid Expenses	11,246
Increase in Prepaid Tuition	(248,661)
Increase in Accounts Payable	3,986
Decrease in Refundable Advance	(8,854)
	<hr/>
Net Cash Flows from Operating Activities	227,086
	<hr/>
Cash Flows from Investing Activities	
Proceeds from Sale of investments	14,550
Purchase of Investments	(21,477)
	<hr/>
Net Cash Flows from Investing Activities	(6,927)
	<hr/>
Net Change in Cash and Cash Equivalents	220,159
Cash and Cash Equivalents, Beginning of Year	1,406,082
	<hr/>
Cash and Cash Equivalents, End of Year	\$ 1,626,241
	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

**COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY**

Statement of Functional Expenses
For the Year Ended June 30, 2021

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Payroll and Benefits	\$ 469,433	\$ 115,305	\$ 135,915	\$ 720,653
Scholarships	477,838			477,838
Mentor Management	249,070			249,070
Student Advocacy	66,199			66,199
Occupancy	47,848	12,759	3,190	63,797
Telephone and Communication	15,540	3,817	4,499	23,856
Contractors and Consultants	8,730	5,482	162	14,374
Professional Fees		12,500		12,500
Insurance	8,496	2,755	254	11,505
Student Supplies	13,982			13,982
Office	2,647	6,413	546	9,606
Postage and Printing	7,717	1,389	394	9,500
Travel	1,325	640	248	2,213
Licenses and Fees		5,248	50	5,298
Dues and Subscriptions	104	3,174	93	3,371
Depreciation	1,156	308	77	1,541
Outreach and Promotion	9	287	151	447
	<u>\$ 1,370,094</u>	<u>\$ 170,077</u>	<u>\$ 145,579</u>	<u>\$ 1,685,750</u>

The accompanying notes are an integral part of these financial statements.

1. **NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES**

Organization: College for Kids, Inc., d/b/a Take Stock in Children of Palm Beach ("TSIC") is a Florida non-profit corporation organized to promote personal worth, self-responsibility and academic success for deserving children from low-income families by providing a unique set of resources including mentors, scholarships, long-term support, student advocacy and a guaranteed educational opportunity.

Basis of Accounting: TSIC's financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Date of Management's Review: In preparing the financial statements, TSIC has evaluated events and transactions for the potential recognition or disclosure through October 1, 2021, the date that the financial statements were available to be issued.

Cash and Cash Equivalents: For purposes of the statement of cash flows, TSIC considers demand deposit bank accounts with an original maturity of three months or less to be cash equivalents.

Grants and Pledges Receivable: Grants and pledges receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to grants and accounts receivable. At June 30, 2021, there was no valuation allowance for uncollectible amounts because management considered all grants receivable to be fully collectible. Changes in the valuation allowance have not been material to the financial statements.

Investments: Investments are stated at fair value. Fair value is defined as 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.

Property and Equipment: TSIC records property and equipment additions of \$1,000 or more at cost. Depreciation is computed on the straight-line basis over the expected useful lives of the assets. Maintenance expenses are charged to expense as incurred.

Functional Allocation of Expenses: The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and detailed in the statement of functional expenses. Certain costs have been allocated among the programs and supporting services benefited.

Income Taxes: As a non-profit corporation, qualified under Section 501(c)(3) of the Internal Revenue Code, TSIC is exempt from corporate income taxation on income related to its exempt function. Therefore, no provision for income taxes has been made in the accompanying financial statements.

The Organization has not incurred any interest or penalties on its income tax returns.

The Organization's returns are subject to possible examination by the taxing authorities. For federal income tax purposes, the tax returns remain open for possible examination for a period of three years after the respective filing deadlines of those returns.

1. **NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value of Financial Instruments: Cash equivalents, grants and pledges receivable, prepaid expenses, accounts payable, refundable advances, and tuition payable are reflected in the financial statements at cost, which approximates fair value because of their short-term nature.

Contributed Services and Facility: Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair value in the period received. Contributed facility is also recorded at their fair value in the period received.

Prepaid Tuition: TSIC participates in the Florida Prepaid College Foundation (the "Foundation") "STARS" Scholarship Project (Stanley Tate Project "Scholarship Tuition for At-Risk Students") whereby TSIC purchases scholarship plans and pays 50% of the scholarship plan contract price. The Foundation provides the remaining 50% of the contract price as a match. The scholarship plans are assigned by TSIC to eligible students, defined as designated beneficiaries, who meet the standards specified in TSIC's scholarship program. These scholarships are assets of TSIC until such time that designated beneficiaries have exhausted tuition credit hours or expire. TSIC maintains an accounting for tuition credit hours and recognizes the tuition expense based on credit hours used by the designated beneficiaries. The amounts recognized by TSIC as assets and expenses are based on its 50% share of the scholarship plan contract price as adjusted to reflect the fair value of the unused tuition credits determined by the Foundation at June 30, 2021. In the event of cancellation or termination of scholarship plans, TSIC is entitled to a credit from the Foundation based on TSIC's share of the value of the unused tuition credit hours available.

Scholarship Expense: Scholarship expense is based upon TSIC scholarships credit hours used by the designated beneficiaries net of the change in fair value of the unused tuition credits.

Scholarship expense for the year ended June 30, 2021 is as follows:

Scholarships	\$ 371,934
Change in Fair Value of Florida Prepaid Tuition Credits	105,904
	<u>\$ 477,838</u>

Net Assets: Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed 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 donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY
Notes to Financial Statements
June 30, 2021

1. **NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

2. **LIQUIDITY AND RESERVES**

TSIC has a policy to manage its liquidity and reserves following three guiding principles: operating within a prudent range of financial stability, maintaining adequate liquidity to fund near-term operations, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The following table reflects TSIC financial assets as of June 30, 2021, reduced by amounts not available for general expenditures within one year.

Cash and Cash Equivalents	\$ 1,626,241
Investments	354,987
Grants and Pledges Receivable	178,959
Beneficial Interest in Assets Held by Community Foundation	<u>28,901</u>
Total Financial Assets at June 30, 2021	<u>2,189,088</u>
Less Amounts Not Available to be Used Within One Year:	
Net Assets With Donor Restrictions	484,398
Beneficial Interest in Assets Held by Community Foundation	28,901
Less Net Assets With Purpose Restrictions to be Met in Less Than One Year	<u>(393,158)</u>
	<u>120,141</u>
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	<u>\$ 2,068,947</u>

3. **PROPERTY AND EQUIPMENT**

At June 30, 2021, property and equipment consisted of:

Furniture and Equipment	\$ 28,713
Less: Accumulated Depreciation	<u>(20,538)</u>
	<u>\$ 8,175</u>

4. **BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION**

TSIC established a board designated endowment fund (the "Fund") with the Community Foundation for Palm Beach and Martin Counties (the "Foundation") by transferring funds without donor restrictions to the Foundation. The Fund held by the Foundation is reported as Beneficial Interest in Assets Held by Community Foundation on the statement of financial position. The Fund is carried at fair value as determined by the Foundation. At June 30, 2021, the amount recorded as Beneficial Interest in Assets Held by Community Foundation was \$28,901. Control over the administration, investment and distribution of the Fund is exercised exclusively by the Foundation. All funds transferred to the Foundation are irrevocable.

4. **BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION (continued)**

The transfer of funds without restrictions to the Foundation met a requirement to receive a \$25,000 matching grant. The funds comprising the matching grant are assets of the Foundation and are controlled and maintained by the Foundation. The matching grant funds and any future donor advised contributions received directly by the Foundation are reported separately from the Fund and is not included in the Beneficial Interest in Assets Held by the Foundation assets.

The Foundation invests the endowment funds in accordance with its normal investment guidelines and are adjusted for the results of the investment performance in accordance with the procedures adopted by the Foundation. It is the general policy of the Foundation to make distributions from the funds in accordance with the spending policy adopted by the Foundation, which may change from time to time. There were no distributions from the endowment funds during the year ended June 30, 2021.

Changes in the endowment net assets for the year ended June 30, 2021, are as follows:

	<u>Net Assets Without Donor Restrictions</u>	<u>Net Assets With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
<u>Board Designated</u>			
<u>Beginning of Year</u>	\$ 27,319	\$	\$ 27,319
Change in Fair Value	<u>1,582</u>	<u></u>	<u>1,582</u>
<u>Endowment Net Assets End of Year</u>	<u>\$ 28,901</u>	<u>\$</u>	<u>\$ 28,901</u>

5. **REFUNDABLE ADVANCE**

On March 29, 2020, following the passage of the CARES Act, the Small Business Administration provided small business owners and non-profit organizations impacted by COVID-19 the opportunity to obtain financial assistance. TSIC has applied for, and received \$133,672 and \$165,600 from the CARES Act's Paycheck Protection Program (PPP) for the years ended June 30, 2021 and 2020, respectively. TSIC records the PPP funds in accordance with FASB ASC 958-605 as a conditional contribution. The PPP requires recipients to use the funds principally for payroll and other qualified expenses in order for the funds to be recognized as revenue.

During the years ended June 30, 2021 and 2020, TSIC has recognized \$142,526 and \$125,830, respectively, of PPP assistance as revenue and is reported in the statement of activities as Federal Program Grants. The portion of the financial assistance not recognized as revenue is reported in the statement of financial position as Refundable Advance. At June 30, 2021, Refundable Advance was \$30,916.

The Small Business administration (SBA) has notified TSIC that \$134,684 of the \$165,600 disbursed funds received in the year ended June 30, 2020 has been forgiven. Management is negotiating with the SBA for the forgiveness of the remaining balance of \$30,916. If not successful, the amount will be converted to an amortizing term loan in accordance with the loan document.

6. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes:

Mentoring and Support	\$ 477,398
Special Event	7,000
	<u>\$ 484,398</u>

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

Scholarships and Mentoring	\$ 528,253
Special Event	5,000
	<u>\$ 533,253</u>

7. CONCENTRATIONS OF CREDIT RISK

Financial instruments which potentially subject TSIC to concentrations of credit risk consist primarily of cash equivalents, investments, and unsecured receivables. TSIC's ability to collect these receivables is dependent upon economic conditions and the financial condition of its customers. TSIC has not experienced significant losses related to receivables. Management believes no additional credit risk is inherent in TSIC's grants and pledges receivable.

At June 30, 2021, TSIC had approximately \$355,000 invested in mutual funds with a major financial institution. Although the market value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy is prudent for the long-term welfare of TSIC. Due to the diversity and composition of its investments, management feels it is not exposed to any significant credit risk on these accounts.

At June 30, 2021, TSIC had approximately \$1,626,000 in cash, of which \$980,000 was in excess of the federally insured limits. TSIC has not experienced any losses in such accounts.

During March 2020, the COVID-19 virus has been declared a global pandemic as it continues to spread rapidly. Business continuity, including supply chains and consumer demand across a broad range of industries and countries, could be severely impacted for months or beyond as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

8. COMMITMENTS AND CONTINGENCIES

Leases: TSIC leases its office facility under an operating lease expiring in July 2026. TSIC also leases office equipment under an operating lease expiring in December 2021. Rental expense for the operating leases totaled \$31,381 for the year ended June 30, 2021.

Future minimum lease payments are as follows:

Year Ending June 30,	2022	\$	34,624
	2023		32,752
	2024		33,708
	2025		34,719
	2026		35,761
	2027		2,987
		\$	<u>174,551</u>

9. CONTRIBUTED SERVICES AND FACILITIES

The value of contributed services and facilities included in the financial statements for the year ended June 30, 2021 is as follows:

<u>Revenue</u>			
Scholarships		\$	27,152
Mentoring			202,733
Professional Services			10,000
Rent			29,252
		\$	<u>269,137</u>
<u>Expenses</u>			
Program Services		\$	257,824
General and Administrative			9,850
Fundraising			1,463
		\$	<u>269,137</u>

10. RETIREMENT PLAN

TSIC has established a Simple IRA Plan for all eligible employees. Participation in the plan by the employee is voluntary. TSIC is required to make a matching contribution equal to the employee's elective salary deferral up to a limit of 3% of the employee's compensation. The retirement plan expense was \$16,197 for the year ended June 30, 2021.

11. FAIR VALUE MEASUREMENTS

Accounting Standards Codification 820 ("ASC 820"), Fair Value Measurements, establishes a framework for measuring fair value. That framework provides 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 issues or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are described below:

11. **FAIR VALUE MEASUREMENTS (continued)**

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that TSIC has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodology used for assets measured at fair value on a recurring basis:

Investments: Investments are comprised of mutual funds and are valued at the net asset value of shares held at year end reported on the active market on which the mutual funds are traded.

Prepaid Tuition: The value is determined by the number of prepaid tuition credit hours purchased less the prepaid credit hours used, adjusted for the present value of the prepaid tuition credit hours as calculated by the Florida Prepaid College Foundation taking into consideration the type of scholarship purchased, the credit hours available and the expected matriculation date of the student.

Beneficial Interest in Community Foundation: The value of the beneficial interest in the community foundation's investments is determined by the investment fund manager of the organization holding the assets. The composition of the assets held by the community foundation are invested pursuant to its governing instruments and valued accordingly.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while TSIC believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

COLLEGE FOR KIDS, INC.
D/B/A TAKE STOCK IN CHILDREN PALM BEACH COUNTY
Notes to Financial Statements
June 30, 2021

11. FAIR VALUE MEASUREMENTS (continued)

The following table sets forth by level, within the fair value hierarchy, the TSIC's asset at fair value as of June 30, 2021:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments – Mutual Funds	\$ 354,987	\$ 354,987	\$	\$
Prepaid Tuition	4,278,427			4,278,427
Beneficial Interest in Community Foundation	28,901			28,901
	<u>\$ 4,662,315</u>	<u>\$ 354,987</u>	<u>\$</u>	<u>\$ 4,307,328</u>

Level 3 Gains and Losses

The table below sets forth a summary of changes in the fair value of the TSIC's Level 3 asset for the year ended June 30, 2021:

	<u>Prepaid Tuition</u>	<u>Beneficial Interest in Community Foundation</u>
Balance, Beginning of Year	\$ 4,135,670	\$ 27,319
Prepaid Tuition Credits Purchased	592,443	
Tuition Credits Used	(343,782)	
Change in Present Value Discount	(105,904)	
Unrealized Gain Relating to Instruments Still Held at the Reporting Date		1,582
Balance, End of Year	<u>\$ 4,278,427</u>	<u>\$ 28,901</u>

The change in net assets without donor restrictions reported on the statement of activities includes the following changes in the fair value of TSIC's Level 3 assets:

Public Support and Revenue

Investment Income \$ 1,582

Expenses

Program Services

Tuition Credit Used 343,782

Change in Present Value Discount 105,904

\$ 449,686

For the year ended June 30, 2021, investment income was comprised of the following:

Interest and Dividends \$ 7,753

Change in Fair Value of Investments 68,840

\$ 76,593