COLLEGE FOR KIDS, INC.

Financial Statements

June 30, 2026 and 2025

Robbins and Moroney, P.A.
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
College for Kids, Inc.
West Palm Beach, Florida

Opinion

We have audited the accompanying financial statements of College for Kids, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2026 and 2025 and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of College for Kids, Inc. as of June 30, 2026 and 2025, 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. 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 College for Kids, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about College for Kids, Inc.'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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of College for Kids, Inc.'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 College for Kids, Inc.'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.

ROBBINS and MORONEY, P.A.
Certified Public Accountants

Robbins and Moroney, P.A.

Fort Lauderdale, Florida
September 25, 2026

COLLEGE FOR KIDS, INC.

Statements of Financial Position
June 30, 2026 and 2025

	2026	2025
Assets		
Current Assets		
Cash and Cash Equivalents	$ 1,593,802	$ 986,204
Investments	3,351,877	2,912,389
Pledges Receivable	440,000	440,000
Grants Receivable	99,807	107,491
Prepaid Expenses	28,088	15,400
Use of Facility	2,011	24,051
Total Current Assets	5,515,585	4,485,535
Non-Current Assets		
Investments - Endowment	1,100,915	853,272
Pledges Receivable	313,504	712,550
Prepaid Tuition	6,700,494	6,036,342
Deposits	50,776	2,500
Property and Equipment	25,805	4,090
Right of Use Lease Asset - Operating	969,899	36,556
Use of Facility	-	2,011
Beneficial Interest in Assets Held by Community Foundation	39,072	33,524
Total Non-Current Assets	9,200,465	7,680,845
Total Assets	$ 14,716,050	$ 12,166,380
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable and Accrued Expenses	$ 56,369	$ 35,325
Tuition Payable	3,151	3,151
Lease Liability - Operating	30,348	35,613
Total Current Liabilities	89,868	74,089
Non-Current Liabilities		
Lease Liability - Operating	939,715	2,986
Total Liabilities	1,029,583	77,075
Net Assets		
Without Donor Restrictions		
Board Designated	1,100,915	853,272
Other	10,715,260	9,882,211
Total Net Assets Without Donor Restrictions	11,816,175	10,735,483
With Donor Restrictions		
Use of Facility	2,011	26,062
Donor Restricted	1,868,281	1,327,760
Total Net Assets With Donor Restrictions	1,870,292	1,353,822
Total Net Assets	13,686,467	12,089,305
Total Liabilities and Net Assets	$ 14,716,050	$ 12,166,380

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

COLLEGE FOR KIDS, INC.

Statements of Activities
For the Years Ended June 30, 2026 and 2025

	2026	2025
Net Assets Without Donor Restrictions		
Public Support and Revenues		
Grants and Contributions	$ 1,727,872	$ 1,655,303
Fundraising Events Income	356,551	462,839
Less: Costs of Direct Benefits to Donors	(47,570)	(33,880)
Investment Income	623,498	320,935
Miscellaneous	3,222	15,552
Contributed Services and Supplies	397,963	368,008
Net Assets Released from Restrictions - Donor Restrictions	722,612	1,023,844
Net Assets Released from Restrictions - Use of Facility	24,150	24,150
Total Public Support and Revenues	3,808,298	3,836,751
Expenses		
Program Services	2,031,566	2,087,030
General and Administrative	303,360	317,801
Fundraising	392,680	297,802
Total Expenses	2,727,606	2,702,633
Change in Net Assets Without Donor Restrictions	1,080,692	1,134,118
Net Assets With Donor Restrictions		
Contributions	1,263,232	347,331
Net Assets Released from Restrictions - Donor Restrictions	(722,612)	(1,023,844)
Net Assets Released from Restrictions - Use of Facility	(24,150)	(24,150)
Change in Net Assets With Donor Restrictions	516,470	(700,663)
Change in Net Assets	1,597,162	433,455
Net Assets, Beginning of Year	12,089,305	11,655,850
Net Assets, End of Year	$ 13,686,467	$ 12,089,305

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

COLLEGE FOR KIDS, INC.

Statements of Cash Flows
For the Years Ended June 30, 2026 and 2025

	2026	2025
Cash Flows from Operating Activities		
Change in Net Assets	$ 1,597,162	$ 433,455
Adjustments to Reconcile Change in Net Assets to Net Cash from Operating Activities		
Depreciation	1,910	944
Reduction in Right of Use Leased Asset - Operating	33,734	33,505
Decrease in Facility Use	24,051	23,893
Change in Present Value Discount for Pledges	(40,954)	(73,883)
Change in Fair Value of Investments	(483,488)	(158,757)
Change in Beneficial Interest in Assets Held by Community Foundation	(5,548)	(3,334)
Change in Present Value Discount for Prepaid Tuition	(249,523)	314,444
Prepaid Tuition Usage	359,063	238,139
Changes in Assets and Liabilities:		
Grants Receivable	7,684	(3,550)
Pledges Receivable	440,000	440,000
Prepaid Expenses	(12,688)	10,763
Prepaid Tuition	(773,692)	(944,357)
Deposits	(48,276)	-
Accounts Payable	21,044	(29,806)
Lease Liability - Operating	(35,613)	(34,341)
Net Cash Flows from Operating Activities	834,866	247,115
Cash Flows from Investing Activities		
Proceeds from Redemption of Investments	1,696,928	1,922,547
Purchase of Investments	(1,800,571)	(1,944,182)
Purchase of Property and Equipment	(23,625)	-
Net Cash Flows from Investing Activities	(127,268)	(21,635)
Net Change in Cash and Cash Equivalents	707,598	225,480
Cash and Cash Equivalents, Beginning of Year	986,204	760,724
Cash and Cash Equivalents, End of Year	$ 1,693,802	$ 986,204
Supplementary Disclosure of Cash Flow Information:		
Cash Paid for Amounts Included in the Measurement of Lease Liabilities:		
Operating Cash Out-Flows from Operating Lease	$ 34,719	$ 33,708
Other Non-Cash Investing and Financing Activities:		
Right of Use Asset Obtained in Exchange for Lease Obligation		
Operating Lease	$ 967,077	$ -

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

COLLEGE FOR KIDS, INC.

Statements of Functional Expenses
For the Years Ended June 30, 2026 and 2025

2026	Program Services	General and Administrative	Fundraising	Total
Payroll and Benefits	$ 1,004,067	$ 211,437	$ 272,443	$ 1,487,947
Mentor Management	451,503			451,503
Student Advocacy	292,250			292,250
Scholarships	155,196			155,196
Fundraising Events			94,758	94,758
Occupancy	53,590	14,290	3,573	71,453
Travel	26,678	8,421	2,437	37,536
Telephone and Communication	18,413	3,053	12,328	33,794
Office	6,519	18,974	775	26,268
Outreach and Promotion	428	16,098	1,069	17,595
Insurance	11,102	4,341	302	15,745
Professional Fees		13,500		13,500
Dues and Subscriptions	1,171	8,120	3,838	13,129
Postage and Printing	6,914	1,296	431	8,641
Licenses and Fees		3,098	373	3,471
Contractors and Consultants	2,302	350	258	2,910
Depreciation	1,433	382	95	1,910
	$ 2,031,566	$ 303,360	$ 392,680	$ 2,727,606

2025	Program Services	General and Administrative	Fundraising	Total
Payroll and Benefits	$ 767,733	$ 211,472	$ 170,097	$ 1,149,302
Scholarships	584,583			584,583
Mentor Management	424,408			424,408
Student Advocacy	179,221			179,221
Fundraising Events			101,449	101,449
Occupancy	57,789	22,077	3,519	83,385
Office	3,573	35,025	1,020	39,618
Telephone and Communication	18,592	3,323	15,055	36,970
Travel	26,567	9,211	1,133	36,911
Dues and Subscriptions	556	9,626	4,199	14,381
Professional Fees		14,040		14,040
Insurance	9,715	3,956	226	13,897
Postage and Printing	5,658	1,059	352	7,069
Contractors and Consultants	4,999	1,028	212	6,239
Licenses and Fees		3,439	393	3,832
Outreach and Promotion		3,356	100	3,456
Student Supplies	2,928			2,928
Depreciation	708	189	47	944
	$ 2,087,030	$ 317,801	$ 297,802	$ 2,702,633

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

1. NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization: College for Kids, Inc. ("CFK") is a Florida non-profit corporation organized to mentor and invest in under-resourced students to develop perseverance, accept personal accountability, and succeed academically so they can achieve their dreams. College for Kids, Inc. conducts business under the trade names of Take Stock in Children of Palm Beach County and TradeUp.

Basis of Accounting: CFK'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, CFK has evaluated events and transactions for the potential recognition or disclosure through September 25, 2026, the date that the financial statements were available to be issued.

Cash and Cash Equivalents: For purposes of the statement of cash flows, CFK 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, 2026 and 2025, 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: CFK 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, CFK 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.

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

CFK'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, prepaid expenses, accounts payable and accrued expenses, 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: CFK participates in the Florida Prepaid College Foundation (the "Foundation") "STARS" Scholarship Project (Stanley Tate Project "Scholarship Tuition for At-Risk Students") whereby CFK 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 Foundation offers a Traditional Plan and a Scholarship Plan for CFK to purchase contracts for tuition credit hours for postsecondary education benefits. The Traditional Plans are priced based on the contract being assigned by CFK to eligible students, defined as designated beneficiaries, who meet the standards specified in CFK's scholarship program. CFK retains the value of the Traditional Plans until such time that the designated beneficiaries have exhausted the tuition credit hours or expire. The Scholarship Plans are priced based on the number of credit hours expected to be used by a designated beneficiary. Under the Scholarship Plans, CFK may request a refund of its contributed cost basis through June 30 of the student's projected college enrollment year. After June 30, the Scholarship Plan contract is nonrefundable to CFK, although the educational benefits remain available for the designated beneficiary in accordance with the terms of the Scholarship Plan.

Prepaid tuition is actuarially determined by the Foundation to value the unused tuition credit hours for the Traditional and Scholarship contracts purchased by CFK. At June 30, 2026 and 2025, prepaid tuition was $6,700,494 and $6,036,342, respectively, as reported on the statements of financial position.

Scholarship Expense: Scholarship expense is based upon CFK scholarships credit hours used by the designated beneficiaries net of the change in fair value of the unused tuition credits and the direct funding of non-Florida Prepaid College Foundation scholarships.

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.

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.

Reclassifications: Certain amounts in the 2025 financial statements have been reclassified for comparative purposes to conform with presentation in the 2026 financial statements.

Leases: CFK determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. CFK applied a risk-free rate of interest in determining the lease liability and any impairment of the right of use asset. The risk-free rate used in determining the lease liability is based on the Treasury par yield curve rate as of the date of the lease commencement. Operating lease expense is recognized on a straight-line basis over the lease term. CFK does not report ROU assets and leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

2. LIQUIDITY AND RESERVES

CFK 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 CFK financial assets as of June 30, 2026 and 2025, reduced by amounts not available for general expenditures within one year.

	2026	2025
Cash and Cash Equivalents	$ 1,593,802	$ 986,204
Investments	4,452,792	3,765,661
Grants and Pledges Receivable	853,311	1,260,041
Beneficial Interest in Assets Held by Community Foundation	39,072	33,524
Total Financial Assets	6,938,977	6,045,430
Less Amounts Not Available to be Used Within One Year:		
Investments – Endowment – Board Designated	1,100,915	853,272
Net Assets With Donor Restrictions	1,870,292	1,353,822
Beneficial Interest in Assets Held by Community Foundation	39,072	33,524
Less Net Assets With Purpose Restrictions to be Met in Less Than One Year	(1,274,468)	(609,673)
Less: Restricted Use of Facility	(2,011)	(26,062)
	1,733,800	1,604,883
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	$ 5,205,177	$ 4,440,547

CFK established an endowment fund to accept board designated funds and contributions restricted by donors for long-term investing purposes. The endowment funds are held by an investment bank and are managed by the board of directors in consultation with the investment bank. CFK does not intend to spend from its board designated endowment fund except as determined by the board of directors.

3. PLEDGES RECEIVABLE

At June 30, 2026 and 2025, pledges receivable consisted of:

	2026	2025
Pledges	$ 780,000	$ 1,220,000
Less; Present Value Discount	(26,496)	(67,450)
	753,504	1,152,550
Less: Current Portion	(440,000)	(440,000)
Non-Current Portion, Net of Discount	$ 313,504	$ 712,550

Pledges receivable at June 30, 2026, were scheduled to be collected as follows:

Year Ending June 30,	2027	$ 440,000
	2028	340,000
		$ 780,000

4. PROPERTY AND EQUIPMENT

At June 30, 2026 and 2025, property and equipment consisted of:

	2026	2025
Furniture and Equipment	$ 52,338	$ 28,713
Less: Accumulated Depreciation	(26,533)	(24,623)
	$ 25,805	$ 4,090

5. BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION

CFK 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 statements of financial position. The Fund is carried at fair value as determined by the Foundation. At June 30, 2026 and 2025, the amount recorded as Beneficial Interest in Assets Held by Community Foundation was $39,072 and $33,524, respectively. Control over the administration, investment and distribution of the Fund is exercised exclusively by the Foundation. All funds transferred to the Foundation are irrevocable.

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 years ended June 30, 2026 and 2025.

6. NET ASSETS WITH DONOR RESTRICTIONS

At June 30, 2026 and 2025, net assets with donor restrictions are available for the following purposes:

	2026	2025
Scholarships and Mentoring	$ 1,010,308	$ 7,537
Programs	102,468	167,673
Special Events	2,000	-
Use of Facility	2,011	26,062
Future Periods	753,505	1,152,550
	$ 1,870,292	$ 1,353,822

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:

	2026	2025
Scholarships and Mentoring	$ 7,537	$ 228,821
Programs	275,075	333,782
Special Event	-	21,241
Use of Facility	24,150	24,150
Passage of Time	440,000	440,000
	$ 746,762	$ 1,047,994

7. CONCENTRATIONS OF CREDIT RISK

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

At June 30, 2026, CFK had $4,352,792 invested in cash equivalents and 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 CFK. 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, 2026, CFK had $1,693,802 in cash, of which $1,447,622 was in excess of the federally insured limits. CFK has not experienced any losses in such accounts.

8. LEASE COMMITMENTS

In May 2026, CFK entered into a 124-month office lease expiring in November 2036 replacing an office lease expiring in July 2026. Terms of the new office lease require payment of monthly base rent and additional rent representing the proportionate share of the operating expenses as defined in the lease agreement. There is one five-year option to renew the office lease, which was not considered when assigning the value of the right-of-use asset because CFK is not reasonably certain that it will exercise its option to renew the lease. The following components are recognized in the financial statements as of June 30, 2026 and 2025:

8. LEASE COMMITMENTS (continued)

	2026	2025
Right of Use Leased Assets – Operating		
Lease Expiring in July 2026	$ 2,822	$ 36,556
Lease Expiring in November 2036	967,077	-
	$ 969,899	$ 36,556
Lease Liability – Operating		
Lease Expiring in July 2026	$ 2,986	$ 38,599
Lease Expiring in November 2036	967,077	-
	$ 970,063	$ 38,599

The weighted-average lease term and discount rate for the operating leases as of June 30, 2026 and 2025 is 10.3 years and 4.22%, and 1.1 years and .67%, respectively.

Future minimum payments under the lease as of June 30, 2026 are as follows:

Year Ended June 30,	2027	$ 64,083
	2028	107,616
	2029	110,838
	2030	114,148
	2031	117,584
	Thereafter	701,256
		1,215,525
	Less: Discount	(245,462)
	Lease Liability	970,063
	Less: Current Portion	(30,348)
	Non-Current Portion	$ 939,715

Total rent expense for the operating leases was $33,882 and $33,882 for the years ended June 30, 2026 and 2025.

9. CONTRIBUTED SERVICES, SUPPLIES AND FACILITIES

The value of contributed services, supplies and facilities included in the financial statements for the years ended June 30, 2026 and 2025 is as follows:

	2026	2025
Revenue		
Scholarships	$ 25,656	$ 30,000
Mentoring	335,682	298,462
Professional Services	14,725	8,000
Rent – Use of Facility	24,150	24,150
Special Events Supplies and Services	21,900	26,546
Conference Room	-	5,000
	$ 422,113	$ 392,158
Expenses		
Program Services	$ 379,451	$ 351,575
General and Administrative	19,555	12,830
Fundraising	23,107	27,753
	$ 422,113	$ 392,158

9. CONTRIBUTED SERVICES, SUPPLIES AND FACILITIES (continued)

During the years ended June 30, 2026 and 2025, a donor provided direct funding to the Florida Prepaid Foundation for certain students participating in CFK's scholarship program with the Florida Prepaid Foundation. Based on estimated costs, the value for tuition and other costs provided to the students resulted in CFK not paying $25,656 and $30,000, respectively.

CFK was provided professional and other services for its mentoring and event programs. Based on the current market value of the services provided, CFK would have paid $372,307 and $338,008 in years ended June 30, 2026 and 2025, respectively.

CFK leases office space at a rental rate less than market value. Based on current market rates, CFK would have paid an additional $24,150 for each of the years ended June 30, 2026 and 2025, respectively.

10. RETIREMENT PLAN

CFK has established a Simple IRA Plan for all eligible employees. Participation in the plan by the employee is voluntary. CFK is required to make a matching contribution equal to the employee's elective salary deferral up to a limit of 4% of the employee's compensation. The retirement plan expense was $34,123 and $24,111 for the years ended June 30, 2026 and 2025, respectively.

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:

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

11. FAIR VALUE MEASUREMENTS (continued)

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

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

Pledges Receivable: Pledges receivable are valued at the estimated present value of expected future cash inflows using a 4.1% and 3.8% discount rate at June 30, 2026 and 2025, respectively.

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 CFK 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.

The following table sets forth by level, within the fair value hierarchy, the CFK's asset at fair value as of June 30, 2026 and 2025:

June 30, 2026	Total	Level 1	Level 2	Level 3
Investments:				
Cash Equivalents	$ 291,708	$ 291,708	$	$
Mutual Funds	4,161,084	4,161,084		
Pledges Receivable	753,504			753,504
Prepaid Tuition	6,700,494			6,700,494
Beneficial Interest in Community Foundation	39,072			39,072
	$ 11,945,862	$ 4,452,792	$	$ 7,493,070

June 30, 2025	Total	Level 1	Level 2	Level 3
Investments:				
Cash Equivalents	$ 57,483	$ 57,483	$	$
Mutual Funds	3,708,178	3,708,178		
Pledges Receivable	1,152,550			1,152,550
Prepaid Tuition	6,036,342			6,036,342
Beneficial Interest in Community Foundation	33,524			33,524
	$ 10,988,077	$ 3,765,661	$	$ 7,222,416

11. FAIR VALUE MEASUREMENTS (continued)

Level 3 Gains and Losses

The table below sets forth a summary of changes in the fair value of the CFK's Level 3 asset for the years ended June 30, 2026 and 2025:

	Pledges Receivable	Prepaid Tuition	Beneficial Interest in Community Foundation
Balance, June 30, 2024	$ 1,518,667	$ 5,644,568	$ 30,190
Receipts	(440,000)		
Prepaid Tuition Credits Purchased		944,357	
Tuition Credits Used		(238,139)	
Change in Present Value Discount	73,883	(314,444)	
Unrealized Gain Relating to Instruments Still Held at the Reporting Date			3,334
Balance, June 30, 2025	1,152,550	6,036,342	33,524
Receipts	(440,000)		
Prepaid Tuition Credits Purchased		773,692	
Tuition Credits Used		(359,063)	
Change in Present Value Discount	40,954	249,523	
Unrealized Gain Relating to Instruments Still Held at the Reporting Date			5,548
Balance, June 30, 2026	$ 753,504	$ 6,700,494	$ 39,072

The change in net assets reported on the statement of activities includes the following changes in the fair value of CFK's Level 3 assets:

	2026	2025
Without Donor Restrictions:		
Public Support and Revenue		
Investment Income	$ 5,548	$ 3,334
Expenses		
Program Services		
Tuition Credit Used	359,063	238,139
Change in Present Value Discount	(249,523)	314,444
	$ 109,540	$ 552,583
With Donor Restrictions:		
Contributions	$ 40,954	$ 73,883

For the years ended June 30, 2026 and 2025, investment income was comprised of the following:

	2026	2025
Interest and Dividends	$ 135,462	$ 159,844
Change in Fair Value of Investments	483,488	158,757
Change in Beneficial Interest	5,548	3,334
Fees	(1,000)	(1,000)
	$ 623,498	$ 320,935

12. USE OF FACILITY

CFK exercised an option to renew its office facility lease for an additional five years expiring in July 2026. The agreement provided for a below market rental rate. CFK has recognized as restricted revenue and a use of facility asset, the excess fair rental value of the rent over the required rent payments as of the date of exercising the renewal option. The initial amount recorded for the capitalized use of facility asset was $118,813 representing the present value of the in-kind contribution of the lease using a discount rate of 0.66% (the risk-free interest rate at the renewal date). The capitalized use of facility asset is amortized over the term of the lease agreement with a corresponding amount released from restriction. At June 30, 2026 and 2025, the use of facility asset consisted of:

	Use of Facility		
	In-Kind Fair Value	Present Value Discount	Net Present Value
Balance, June 30, 2024	50,312	(357)	49,955
Less: In-Kind Contribution for the Year Ended June 30, 2025	(24,150)	257	(23,893)
Balance, June 30, 2025	26,162	(100)	26,062
Less: In-Kind Contribution for the Year Ended June 30, 2026	(24,150)	99	(24,051)
Balance June 30, 2026	$ 2,012	$ (1)	$ 2,011

13. ENDOWMENTS

During the year ended June 30, 2023, CFK established an endowment fund to accept board designated funds and contributions restricted by donors. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Directors (the 'Board') to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The State of Florida enacted the Florida Uniform Prudent Management of Institutional Funds Act ("FUPMIFA") effective July 1, 2012, the provisions of which apply to endowment funds existing on or established after that date. The Board has determined that some of CFK's net assets meet the definition of endowment funds under FUPMIFA.

The Board of CFK has interpreted the FUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, CFK classifies as net assets with restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Board in a manner consistent with the standard of prudence prescribed by FUPMIFA.

In accordance with FUPMIFA, CFK considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of CFK, and (7) CFK's investment policies.

13. ENDOWMENTS (continued)

Investment Return Objectives, Risk Parameters and Strategies. The endowment fund is held by an investment bank and is managed by the Board in consultation with professional investment advisors. CFK investment policy establishes prudence and diversification standards, the objective to increase the likelihood that it will meet the future financial needs of CFK. Maximizing total return is accomplished by balancing asset growth and income in a manner sufficient to meet the endowment spending rate set by the Board.

Spending Policy. CFK has adopted a policy of appropriating for distribution an amount commensurate with the total return expectations for the endowment portfolio and sufficient to meet budgetary needs of CFK. In establishing this policy, CFK considers the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor-restrictions, and the possible effects of inflation. CFK expects the spending policy to allow its endowment to grow at a rate which is consistent with the CFK's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Board has interpreted FUPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law.

CFK does not intend to spend from its board designated endowment fund except as determined by the Board.

Endowment net asset composition by type of fund as of June 30, 2026 and 2025 is as follows:

	2026	2025
Board-Designated Endowment Funds	$ 1,100,915	$ 853,272
Total Endowment	$ 1,100,915	$ 853,272

Changes in endowment net assets as of June 30, 2026 and 2025 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets, June 30, 2024	$ 586,239	$ -	$ 586,239
Board Designated Transfers	200,000	-	200,000
Investment Return – Net	67,033	-	67,033
Endowment Net Assets, June 30, 2025	853,272	-	853,272
Board Designated Transfers	100,000	-	100,000
Investment Return – Net	147,643	-	147,643
Endowment Net Assets, June 30, 2026	$ 1,100,915	$ -	$ 1,100,915

14. PREPAID TUITION AND SCHOLARSHIP EXPENSE

During the years ended June 30, 2026 and 2025, CFK paid to the Florida Prepaid College Foundation (Florida Prepaid) $773,692 and $944,357, respectively, to acquire scholarship contracts valued at $1,180,086 and $1,000,541, respectively, plus fees. The cost of the scholarship contracts purchased were reduced by $406,394 and $56,184, respectively, by applying sweep credits provided by Florida Prepaid.

14. PREPAID TUITION AND SCHOLARSHIP EXPENSE (continued)

The fair value of the scholarship contracts acquired by CFK (Prepaid Tuition) at June 30, 2026 and 2025 as calculated by Florida Prepaid were $6,700,494 and $6,036,342, respectively (see schedule below for analysis).

	2026	2025
Prepaid Tuition		
Fair Value of Scholarship Contracts at Beginning of Year	$ 6,036,342	$ 5,644,568
Purchase of Scholarship contracts:		
Add: Value of Contracts Purchased from Florida Prepaid (269 contracts in FY 2026 and 242 contracts in FY 2025)	1,180,086	1,000,541
Less: Sweep Credits Provided by Florida Prepaid	(406,394)	(56,184)
Cash Disbursement by CFK	773,692	944,357
Other Changes in Fair Value:		
Prior Year Correction by Florida Prepaid		(397,125)
Value of Scholarships Used	(359,063)	(238,139)
Change in Fair Value of Scholarship Contracts	249,523	82,681
Fair Value of Scholarship Contracts at End of Year	$ 6,700,494	$ 6,036,342

	2026	2025
Scholarship Expense		
Value of Scholarships Used	$ 359,063	$ 238,139
Prior Year Correction by Florida Prepaid		397,125
PV Discount	(249,523)	(82,681)
Sub-Total	109,540	552,583
Scholarship Amounts Paid Directly by CFK	20,000	2,000
In-Kind Contributed Scholarships	25,656	30,000
Scholarship Expense	$ 155,196	$ 584,583