

The Go Project, Inc.

Audited Financial Statements

September 30, 2025

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Independent Auditor's Report

Board of Directors
The GO Project, Inc.

Opinion

We have audited the accompanying financial statements of The GO Project, Inc. ("GO Project"), which comprise the statement of financial position as of September 30, 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.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of GO Project as of September 30, 2025, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of GO Project 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 GO Project'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 judgement 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 GO Project'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 GO Project'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.

Sax LLP

New York, NY
February 11, 2026

The GO Project, Inc.

Statement of Financial Position

At September 30, 2025

ASSETS

Cash and cash equivalents	\$ 639,464
Unconditional promises to give	383,251
Prepaid expenses and other assets	85,335
Property and equipment, net	63,170
Cash and cash equivalents - held for board designated fund	2,101,194
Investments - held for board designated fund	<u>1,558,225</u>

TOTAL ASSETS \$ 4,830,639

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable and accrued expenses	\$ 82,980
Conditional contributions	15,226
Total liabilities	<u>98,206</u>

NET ASSETS

Without donor restrictions	
Operating	883,014
Board designated fund	<u>3,659,419</u>
Total net assets without donor restrictions	<u>4,542,433</u>
With donor restrictions	<u>190,000</u>
Total net assets	<u>4,732,433</u>

TOTAL LIABILITIES AND NET ASSETS \$ 4,830,639

The attached notes and auditor's report are an integral part of these financial statements.

The GO Project, Inc.

Statement of Activities

For the Year Ended September 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE			
Contributions	\$ 1,994,084	\$ 250,000	\$ 2,244,084
Special events (net of expenses with a direct benefit to donors)	1,243,299	-	1,243,299
In-kind contributions	150,000	-	150,000
Investment income	197,615	-	197,615
Net assets released from restriction	100,000	(100,000)	-
	3,684,998	150,000	3,834,998
EXPENSES			
Program services	2,479,848	-	2,479,848
Supporting services:			
Management and general	275,403	-	275,403
Fundraising	591,903	-	591,903
Total supporting services	867,306	-	867,306
	3,347,154	-	3,347,154
Change in net assets	337,844	150,000	487,844
NET ASSETS, <i>beginning</i>	4,204,589	40,000	4,244,589
NET ASSETS, <i>ending</i>	\$ 4,542,433	\$ 190,000	\$ 4,732,433

The attached notes and auditor's report are an integral part of these financial statements.

The GO Project, Inc.

Statement of Functional Expenses

For the Year Ended September 30, 2025

	Supporting Services			Total Supporting Services	Total Expenses
	Program Services	Management and General	Fundraising		
Salaries	\$ 1,742,395	\$ 81,050	\$ 351,623	\$ 432,673	\$ 2,175,068
Payroll taxes and employee benefits	258,114	12,005	52,088	64,093	322,207
Program supplies and food	147,132	-	-	-	147,132
Professional fees and consultants (including in-kind)	79,302	129,119	10,166	139,285	218,587
Bank and processing fees	-	44,368	-	44,368	44,368
Office expenses	32,691	1,518	6,597	8,115	40,806
Occupancy (including in-kind)	80,721	1,429	6,200	7,629	88,350
Information technology	55,456	2,580	11,191	13,771	69,227
Insurance	36,425	1,694	7,351	9,045	45,470
Staff development	36,099	1,104	4,790	5,894	41,993
Event expenses	-	-	342,098	342,098	342,098
Depreciation	11,513	536	2,323	2,859	14,372
Total expenses	2,479,848	275,403	794,427	1,069,830	3,549,678
Less special event expenses with a direct benefit to donor	-	-	(202,524)	(202,524)	(202,524)
Total expenses for statement of activities	\$ 2,479,848	\$ 275,403	\$ 591,903	\$ 867,306	\$ 3,347,154

The attached notes and auditor's report are an integral part of these financial statements.

The GO Project, Inc.

Statement of Cash Flows

For the Year Ended September 30, 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 487,844
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	14,372
Change in operating lease right-of-use asset and liability	(6,275)
Realized and unrealized gains on investments	(64,665)
Changes in assets and liabilities:	
Unconditional promises to give	(154,245)
Prepaid expenses and other assets	22,754
Accounts payable and accrued expenses	35,159
Conditional contributions	4,236
Net cash provided by operating activities	<u>339,180</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchases of property and equipment	(58,664)
Purchases of investments (including reinvested dividends)	(1,055,389)
Proceeds from sale of investments	500,000
Net cash used for investing activities	<u>(614,053)</u>

**Net decrease in cash, cash equivalents,
and cash held for board designated fund** **(274,873)**

CASH AND CASH EQUIVALENTS, AND CASH HELD FOR BOARD DESIGNATED FUND, *beginning*

3,015,531

CASH AND CASH EQUIVALENTS, AND CASH HELD FOR BOARD DESIGNATED FUND, *ending*

\$ 2,740,658

Reconciliation to statement of financial position:

Cash and cash equivalents	\$ 639,464
Cash and cash equivalents held for board designated fund	2,101,194
Total cash, cash equivalents, and cash held for board designated fund	<u><u>\$ 2,740,658</u></u>

SUPPLEMENTAL CASH FLOW INFORMATION

Taxes paid	<u>\$ -</u>
Interest paid	<u>\$ -</u>

The attached notes and auditor's report are an integral part of these financial statements.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 1 - Nature of Activities

The GO Project, Inc. ("GO Project") shapes the futures of low-income New York City public school children by providing critical academic, social, and emotional support starting in the early elementary years. GO Project provides year-round educational and family support services to children who are performing below grade level and equips them with the confidence and skills needed to succeed at school, at home and in life. GO Project's primary source of revenue is contributions.

GO Project has been notified by the Internal Revenue Service that it is a not-for-profit organization exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and has not been determined to be a private foundation.

Note 2 - Summary of Significant Accounting Policies

a. Basis of Accounting and Presentation

The financial statements have been prepared on the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred, rather than received or paid.

The financial statements are presented in accordance with the provision of the Financial Accounting Standards Board's ("FASB") Accounting Standards Codification ("ASC") 958 - *Presentation of Financial Statements of Not-For-Profit Entities*. FASB ASC 958 requires GO Project to report information regarding its financial position and activities according to the following specific classes of net assets:

- *Net Assets Without Donor Restrictions* - represents all activity without donor-imposed restrictions. The board designated a portion of net assets without donor restrictions as an internal source of funds to support future operations. These funds are held in separate cash and investment accounts.

Activity of the board designated fund was as follows:

Balance - <i>beginning</i>	\$ 3,461,804
Investment income	<u>197,615</u>
Balance - <i>ending</i>	<u>\$ 3,659,419</u>

As the funds are internally designated, they are reflected on the financial statements as net assets without donor restrictions.

- *Net Assets with Donor Restrictions* - represents contributions and the net residual of assets with donor-imposed restrictions that are expected to be satisfied by performing certain activities or through the passage of time.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

b. Revenue Recognition

GO Project follows the requirements of the FASB ASC 958-605 for recording contributions, which are recognized at the time a contribution becomes unconditional in nature. Contributions are recorded in the net asset classes referred to above depending on the existence and/or nature of any donor-imposed restriction. When a restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received, they are classified as without donor restrictions.

GO Project evaluates whether contributions are conditional or unconditional. Contributions are considered to be conditional when both a barrier must be overcome for GO Project to be entitled to the revenue and a right of return of the asset or right of release from the obligation exists.

Contributions expected to be received within one year are recorded at net realizable value. Long-term pledges are recorded at fair value using risk-adjusted present value techniques.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. GO Project recognizes the exchange element as the fair value of the direct benefit to donors when the event takes place. Contributions to special events fall under FASB ASC 958-605 and are considered to be conditional upon the event taking place unless the donor explicitly waives the condition. GO Project recognizes the special event income under FASB ASC 958-606 when the event takes place.

Conditional contributions recorded on the statement of financial position consist of receipts associated with, and made prior to, a fundraising event that was held after year end. In addition, there were conditional contributions that were not recorded totaling \$225,000. These consist of contributions for which cash has not been collected and are contingent on GO Project meeting certain metrics as defined in the grant agreement.

Management assesses the collectability of all outstanding receivables based upon historical trends and experience with donors and grantors. Based on this assessment, no allowance for doubtful accounts exists as of September 30, 2025.

c. Cash and Cash Equivalents

GO Project considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

d. Concentration of Credit Risk

Financial instruments, which potentially subject GO Project to a concentration of credit risk, consist of cash accounts and certificates of deposit with financial institutions that management deems to be creditworthy. At times, balances may exceed federally insured limits. At year end, a significant portion of the funds were not insured; however, GO Project has not suffered losses from the default of any financial institution.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

e. Property and Equipment

Property and Equipment that GO Project retains title to and which benefit future periods are capitalized at cost. Depreciation has been computed using the straight-line method over the estimated useful life of the assets.

f. Investments

Investments are recorded at fair value, which refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

g. Leases

GO Project determines if an arrangement is or contains a lease at inception. Leases are included in 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. Operating lease expense is recognized on a straight-line basis over the lease term. GO Project does not report ROU assets and lease 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. Lease terms may include options to extend or terminate the lease when it is reasonably certain that GO Project will exercise that option.

h. Advertising Costs

The cost of advertising is expensed as incurred.

i. In-kind Services

Donated services are recognized in circumstances where those services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased, if not provided in-kind.

Board members and other individuals volunteer their time and perform a variety of services that assist GO Project. These services do not meet the criteria outlined above and have not been recorded in the financial statements.

j. Management Estimates

The preparation of financial statements in accordance 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. Actual results could differ from those estimates.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

k. Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of GO Project.

Salaries were allocated using time and effort as the basis. The following expenses were allocated using salary allocation as the basis:

- Payroll taxes and employee benefits
- Office expenses
- Occupancy
- Information technology
- Insurance
- Staff development
- Depreciation

All other expenses have been charged directly to the applicable program or supporting services.

l. Accounting for Uncertainty of Income Taxes

GO Project changed its fiscal year-end from June to September and filed a tax return for the three-month period ending September 30, 2024. GO Project does not believe its financial statements include any material, uncertain tax positions. Tax filings for periods ending June 30, 2022 and later are subject to examination by applicable taxing authorities.

Note 3 - Unconditional Promises to Give

Unconditional promises to give are expected in the following periods:

Year ending:

September 30, 2026	\$ 333,251
September 30, 2027	50,000
Total unconditional promises to give	<u>\$ 383,251</u>

Due to the immaterial nature, a discount to present value has not been recorded.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 4 - Property and Equipment

Property and equipment as of September 30, 2025 consist of the following:

Furniture and fixtures - 5 - 7 years useful life	\$ 49,846
Computer equipment - 3 years useful life	133,542
	<u>183,388</u>
Less: accumulated depreciation	(120,218)
Total property and equipment, net	<u>\$ 63,170</u>

Note 5 - Operating Lease Right-of-Use Asset and Operating Lease Liability

GO Project leased office space in New York, NY under a non-cancelable lease, which expired on August 31, 2025. The lease was determined to be an operating lease. At September 30, 2025, the balance of the ROU asset and lease liability was zero, as the lease expired during the fiscal year.

For the year ended September 30, 2025, total operating lease cost was \$35,000 and cash paid for operating leases was \$41,000. There were no short-term lease costs during the year.

Subsequent to year end, GO Project entered into a non-cancelable lease agreement for a new office space in New York, NY, to commence in October 2025 and expire in August 2035. The lease was determined to be an operating lease, and a right of use asset and corresponding lease liability will be recorded upon commencement.

Future payments on this lease are as follows:

Year ending:

September 30, 2026	\$ 61,469
September 30, 2027	69,053
September 30, 2028	71,125
September 30, 2029	73,259
September 30, 2030	75,937
Thereafter	435,275
Total	<u>\$ 786,118</u>

Note 6 - Investments and Fair Value Measurements

Accounting standards establish a fair value hierarchy giving the highest priority to quoted market prices and the lowest priority to unobservable data. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1- Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that GO Project as the ability to access.

Level 2- Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3- Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 6 - Investments and Fair Value Measurements - Continued

Investments at September 30, 2025 consisted of one equity mutual fund, which is considered a level 1 security. Level 1 securities are valued at the closing price reported on the active market they are traded on. This method produces a fair value calculation that may not be indicative of net realizable value or reflective of future values. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurements.

Investment income consists of the following for the year ended September 30, 2025:

Interest and dividend income	\$ 132,950
Realized and unrealized gain on investments	<u>64,665</u>
Total	<u><u>\$ 197,615</u></u>

Note 7 - Net Assets With Donor Restrictions

The following summarizes the changes in net assets with donor restrictions:

	Balance 10/1/2024	Contributions	Released from Restrictions	Balance 9/30/2025
Program restrictions:				
Go Summer/GO School Programs	\$ -	\$ 110,000	\$ (60,000)	\$ 50,000
Time restrictions	40,000	140,000	(40,000)	140,000
Total	<u>40,000</u>	<u>250,000</u>	<u>(100,000)</u>	<u>190,000</u>

Note 8 - Special Events

GO Project held an annual benefit and various other fundraising events. A financial summary of the events for the year ended September 30, 2025 is as follows:

	Annual Benefit	Other Events	Total
Gross revenue	\$ 1,355,133	\$ 90,690	\$ 1,445,823
Less: expenses with a direct benefit to donors	<u>(165,440)</u>	<u>(37,084)</u>	<u>(202,524)</u>
	1,189,693	53,606	1,243,299
Less: other event expenses	<u>(116,978)</u>	<u>(22,596)</u>	<u>(139,574)</u>
Net revenue	<u>\$ 1,072,715</u>	<u>\$ 31,010</u>	<u>\$ 1,103,725</u>

Note 9 - In-Kind Contributions

GO Project received in-kind program space and contributed professional services during the year ended September 30, 2025.

Program space was valued at \$50,000. This valuation is based on fair market value per square foot on the basis of recent comparable rental prices in the New York City Metropolitan area. The expense was charged to program expenses. There are no associated donor restrictions.

The GO Project, Inc.

Notes to Financial Statements

September 30, 2025

Note 9 - In-Kind Contributions - Continued

Professional services were valued at \$100,000. Contributed professional services are valued at the estimated fair value based on current rates for similar services in the New York City Metropolitan area. The expenses were charged to management and general expenses. There are no associated donor restrictions.

Note 10 - Retirement Plans

GO Project offers all employees the option of participating in a 403(b)-retirement plan; whereby, the employee can contribute pre-tax dollars up to statutory limits. Following one year of employment, GO Project will match the employee's contribution up to a maximum of 4% of the employee's salary. Retirement plan expenses were \$20,000 for the year ended September 30, 2025.

Note 11 - Liquidity and Availability

GO Project maintains cash on hand to be available for its general expenditures, liabilities, and other obligations for on-going operations. As part of its liquidity management, GO Project regularly monitors liquidity to meet its operating needs and attempts to maintain financial assets on hand to meet 60 days of operating expenses. GO Project operates its programs within a board approved budget and relies on contributions and special event income to fund its operations and program activities. In addition, an operating cash reserve has been internally designated by the board to support future operations.

The following reflects GO Project's financial assets as of September 30, 2025 that are available to meet cash needs for general expenditures within one year:

Financial assets at year-end:

Cash and cash equivalents	\$ 639,464	
Unconditional promises to give due within one year	<u>333,251</u>	
Total financial assets		\$ 972,715
Less: amounts not available for general expenditures:		
Donor contributions restricted to specific purposes		<u>(50,000)</u>
Financial assets available to meet cash needs for general expenditures within one year		<u>\$ 922,715</u>

Note 12 - Subsequent Events

Subsequent events have been evaluated through February 11, 2026, the date the financial statements were available to be issued. Adjustments and disclosures have been made for all subsequent events that have occurred.