

**THE FLORIDA STATE UNIVERSITY
INTERNATIONAL PROGRAMS
ASSOCIATION, INC.**

CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2025 AND 2024

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
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SEPTEMBER 30, 2025 AND 2024**

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INDEPENDENT AUDITORS' REPORT

The Board of Trustees,
The Florida State University International Programs Association, Inc.:

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of The Florida State University International Programs Association, Inc. (the Association), a component unit of Florida State University, as of and for the years ended September 30, 2025 and 2024, and the related notes to the consolidated financial statements, which collectively comprise the Association's basic consolidated financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Association as of September 30, 2025 and 2024, and the changes in its financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of The Florida State University International Programs Association UK, Fundación Florida State University – Panama, or Fundación Comunidad Valenciana FSU Programs Internacionales (collectively, the Foreign Entities) which represent approximately 36% and 21% combined of the assets and revenue, respectively, as of and for the year ended September 30, 2025 and 41% and 23% combined of the assets and revenue, respectively, as of and for the year ended September 30, 2024. Those financial statements, which were prepared in accordance with other financial reporting standards, were audited by other auditors whose reports have been furnished to us. We have applied audit procedures on the conversion adjustments to the consolidated financial statements to accounting principles generally accepted in the United States of America. Our opinion, insofar as it relates to the amounts included for the foreign operations, is based solely on the reports of the other auditors.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Florida State University International Programs Association, 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 Consolidated Financial Statements

The Association's management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government 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 GAAS and *Government 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 the Association'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 the Association's ability to continue as a going concern for a reasonable period of time.

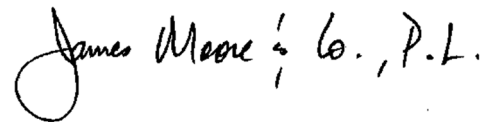
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis as listed in the table of contents be presented to supplement the basic consolidated financial statements. Such information, although not a part of the basic consolidated financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic consolidated financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic consolidated financial statements, and other knowledge we obtained during our audit of the basic consolidated financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2026, on our consideration of the Association's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Tallahassee, Florida
March 12, 2026

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2025 AND 2024**

This discussion and analysis of the financial performance of The Florida State University International Programs Association, Inc. (the Association) provides an overview of the Association's financial activities for the fiscal year ended September 30, 2025. Please read it in conjunction with the Association's consolidated financial statements, which follow this section.

The following are various financial highlights for fiscal year 2025:

- The Association's net position increased by \$7,766,047 for fiscal year 2025.
- Total ending net position was \$71,086,852, an increase over the previous year of approximately 12.3%.
- The Association had total operating expenses for the year of \$24.7 million, compared to operating revenues of \$31 million, resulting in operating income of \$6.3 million. Comparative figures for fiscal year 2024 were operating expenses of \$22.4 million, versus revenues of \$28 million, resulting in operating income of \$5.6 million.
- Non-operating revenues, net of non-operating expenses, for the years ended September 30, 2025 and 2024 were approximately \$1.3 million and \$1.2 million, respectively.

OVERVIEW OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Association's consolidated financial report includes three primary financial statements: The Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows. The first financial statement is the Statement of Net Position. This statement includes all of the Association's assets and liabilities using the accrual basis of accounting. Accrual accounting is similar to the accounting used by most private-sector companies. All of the current year's assets and revenues and liabilities and expenses are considered regardless of when cash is received or paid. Net position—the difference between assets and liabilities—may be used to measure the Association's financial health, or financial position.

The second financial statement is the Statement of Revenues, Expenses and Changes in Net Position. This statement also uses the accrual basis of accounting. It shows the increases and decreases in net position during the fiscal year. Over time, the increases or decreases in net position are useful indicators of whether the Association's financial health is improving or deteriorating. However, other non-financial factors, such as world events and the national and international economy must also be considered when assessing the overall health of the Association.

The third statement is the Statement of Cash Flows. This statement presents the cash receipts and cash payments of the Association and the net cash resulting from its operating, financing and investing activities.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2025 AND 2024
(Continued)**

CONDENSED FINANCIAL INFORMATION

CONDENSED STATEMENTS OF NET POSITION

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Assets			
Current assets	\$ 39,954,499	\$ 31,797,812	\$ 24,445,589
Noncurrent assets	588,417	764,043	886,653
Property, plant, and equipment, net	36,806,495	38,048,140	38,243,890
Total assets	<u>\$ 77,349,411</u>	<u>\$ 70,609,995</u>	<u>\$ 63,576,132</u>
Liabilities			
Current liabilities	\$ 4,553,906	\$ 4,535,048	\$ 4,245,312
Long-term liabilities	1,506,690	2,311,605	2,243,010
Total liabilities	<u>\$ 6,060,596</u>	<u>\$ 6,846,653</u>	<u>\$ 6,488,322</u>
Deferred inflows of resources			
Related to leases	\$ 201,963	\$ 442,537	\$ 623,356
Total deferred inflows of resources	<u>\$ 201,963</u>	<u>\$ 442,537</u>	<u>\$ 623,356</u>
Net position			
Net Investment in Capital Assets	\$ 34,951,868	\$ 35,221,055	\$ 35,752,345
Unrestricted	36,134,984	28,099,750	20,712,109
Total net position	<u>\$ 71,086,852</u>	<u>\$ 63,320,805</u>	<u>\$ 56,464,454</u>

CONDENSED STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Operating revenues	\$ 31,091,013	\$ 28,066,633	\$ 27,868,694
Operating expenses	(24,702,336)	(22,439,495)	(21,064,825)
Net operating revenues	<u>6,388,677</u>	<u>5,627,138</u>	<u>6,803,869</u>
Non-operating revenues	1,447,673	1,309,142	1,410,613
Non-operating expenses	(70,303)	(79,929)	(81,337)
Net non-operating revenues (expenses)	<u>1,377,370</u>	<u>1,229,213</u>	<u>1,329,276</u>
Increase in net position	7,766,047	6,856,351	8,133,145
Net position, beginning,	<u>63,320,805</u>	<u>56,464,454</u>	<u>48,331,309</u>
Net position, ending	<u>\$ 71,086,852</u>	<u>\$ 63,320,805</u>	<u>\$ 56,464,454</u>

For more detailed information, see the accompanying Statements of Net Position and of Revenues, Expenses and Changes in Net Position.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2025 AND 2024
(Continued)**

OVERALL FINANCIAL POSITION AND RESULTS OF OPERATIONS

The Association's consolidated financial position remains strong with four years of sustained earnings growth following the pandemic. The consolidated operations include the University's Panama City, Panama branch campus as well as the operations of three nonprofit entities in the United Kingdom, Spain, and Italy that allow the University to operate year-round study centers for study abroad programs and faculty research and collaboration. The Panama City, Panama branch campus offers undergraduate and graduate degree programs as well as an English language program and a professional development program for non-FSU students. The branch campus served over 1,209 students for the year ended September 30, 2025, as compared to over 1,323 in the prior year. Study abroad programs were provided for 2,372 students for the year ended September 30, 2025, as compared to 2,314 in the prior year. Operating revenues for 2025, were \$31,091,013 compared to \$24,702,336 in expenses. In 2024, operating revenues were \$28,066,633 compared to \$22,439,495 in operating expenses. For fiscal year 2025, excluding the effects of foreign currency translations or sales, non-operating revenues were \$417,780 with non-operating expenses of \$70,303, for a net gain on non-operating revenues of \$347,477. For fiscal year 2024, excluding the effects of foreign currency translations or sales, non-operating revenues were \$391,680 with non-operating expenses of \$79,929 for a net gain on non-operating revenue of \$311,751. Overall, this resulted in an increase in net position for the current fiscal year, before foreign currency translation, of \$6,736,156.

AN ANALYSIS OF THE ASSOCIATION'S NET POSITION

Total net position increased by \$7,766,047 from \$63,320,805 to \$71,086,852, which included a \$1,029,893 foreign currency gain from purchasing foreign currency at favorable rates and then benefiting from exchange rate increases. Other than the exchange rate gain, the increase in net position resulted from a combination of an increase in the number of students served, and increases in fees charged for some programs to cover anticipated cost increases.

BUDGETARY HIGHLIGHTS

Actual revenues not including the positive foreign currency translation reported by the Association for the 12-month period of \$31.5 million, are \$4.0 million more than the budgeted amount of \$27.5 million, a positive variance of 14.77%. This increase was driven by higher-than-anticipated student demand. Our projections were conservative and accounted for the potential impact of geopolitical tensions on enrollment patterns and attitudes toward international travel.

Similarly, actual expenses for the 12-month period of \$24.8 million are \$.9 million or 3.8% less than the budgeted amount of \$25.7 million, because the inflation rates were not as high as anticipated and a positive exchange rate.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2025 AND 2024
(Continued)**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

While no new buildings were purchased in the year ended September 30, 2025, the Association continued to maintain its buildings and student housing. The most significant improvements were at its London facility, in the United Kingdom. Major improvements included a complete replacement and refurbishment of two flats which included kitchens and bathrooms, refurbishment of the music room, conversion of a small kitchenette in the basement to a bathroom, an upgrade of a freight elevator to passenger use, replacement of its local area network computer equipment and replacement of its building access security system. The Panama City, Panama branch campus replaced its damaged glass elevator tower and the old hydraulic elevator it housed with a newer, safer electronic model. The branch campus also replaced its local area network computer equipment. The facility in Valencia, Spain refurbished several bathrooms as well as replaced air conditioner units. In Florence, Italy a new roof was in progress at year end for one of its student housing locations.

Debt Administration

All current capital asset purchases and renovations are being self-funded.

The Association uses leases for additional student housing in Florence and for the Panama branch campus facility. See the notes to the financial statements for further disclosures regarding these leases.

ECONOMIC OUTLOOK AND FUTURE PLANS

Economic Outlook and Impact on Future Enrollments

The U.S. economy, like the rest of the world, is currently experiencing a great deal of uncertainty. The effects of global conflicts, trade wars, ongoing inflation, higher interest rates, energy shortages and supply chain delays could have significant impacts on foreign operations. The strength of the U.S. dollar has shifted which increases operating costs. It is unknown how the global tensions and economy might impact future enrollments. Current enrollments for Spring and Summer 2026 are consistent with prior year numbers; therefore, the Association remains hopeful that world events will not have a significant impact on financial results.

Future Plans

Over the past several years, the Association has operated with staffing levels that have not kept pace with its expanding responsibilities. During this period, enrollment has grown significantly and compliance requirements have become increasingly complex, placing sustained pressure on a lean team. To ensure we can continue to meet our obligations effectively and support our programs at the standard expected, we anticipate increasing staffing levels and compensation for our faculty and staff this next year.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2025 AND 2024
(Continued)**

The Association will need to continue making significant improvements and refurbishments across all of its locations, most particularly in London and Valencia. Over the next year, we plan to continue a series of infrastructure upgrades, with attention to energy-efficiency improvements where possible. In London, we will also be losing a long-standing tenant who currently occupies two floors of one building. Renovating this vacated space will require a substantial investment in addition to other planned repair and improvement projects. At the same time, the Association is strengthening technology security at all locations in recognition of increasing cyber-security risks and the need for robust protective measures. The Panama City, Panama branch campus is likewise preparing to occupy and renovate additional space within the City of Knowledge. We expect all of these renovations and improvements to cost upwards of \$4.0 million.

Requests for Information

Questions concerning the financial information included in this report or requests for additional information should be addressed to Florida State University International Programs Association, Inc., A-5500 University Center, Tallahassee, Florida 32306-2420.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
CONSOLIDATED STATEMENTS OF NET POSITION
SEPTEMBER 30, 2025 AND 2024**

	2025	2024
<u>ASSETS</u>		
Current assets		
Cash and cash equivalents	\$ 36,983,712	\$ 24,395,782
Accounts receivable	1,520,625	1,252,770
Due from university	-	4,900,000
Lease receivable	210,076	242,060
Prepaid program expense	1,097,294	829,237
Inventory	142,792	177,963
Total current assets	39,954,499	31,797,812
Noncurrent assets		
Severance indemnity fund	533,286	479,474
Deposits	55,131	75,336
Lease receivable	-	209,233
Total noncurrent assets	588,417	764,043
Capital assets, net		
Nondepreciable capital assets	4,772,383	4,646,940
Depreciable capital assets, net	30,363,848	30,787,235
Right-to-use leased asset, net	1,670,264	2,613,965
Total capital assets, net	36,806,495	38,048,140
Total assets	\$ 77,349,411	\$ 70,609,995
<u>LIABILITIES</u>		
Current liabilities		
Accounts payable	\$ 656,504	\$ 654,149
Deferred revenue	1,392,312	1,331,993
Accrued expenses	1,674,319	1,583,826
Short-term lease liability	830,771	965,080
Total current liabilities	4,553,906	4,535,048
Noncurrent liabilities		
Provision for seniority premium	482,834	449,600
Long-term lease liabilities	1,023,856	1,862,005
Total noncurrent liabilities	1,506,690	2,311,605
Total liabilities	\$ 6,060,596	\$ 6,846,653
<u>DEFERRED INFLOWS</u>		
Deferred inflows of resources		
Related to leases	\$ 201,963	\$ 442,537
Total deferred inflows of resources	\$ 201,963	\$ 442,537
<u>NET POSITION</u>		
Net position		
Net investment in capital assets	\$ 34,951,868	\$ 35,221,055
Unrestricted	36,134,984	28,099,750
Total net position	\$ 71,086,852	\$ 63,320,805

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

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.**
**CONSOLIDATED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
Operating revenues		
Program income	\$ 24,902,011	\$ 21,570,159
Tuition and fees collected - Panama	4,917,580	4,809,357
Miscellaneous income	1,271,422	1,687,117
Total operating revenues	<u>31,091,013</u>	<u>28,066,633</u>
Operating expenses		
Program expense	16,220,372	14,341,953
Program expense - Panama	4,433,691	4,273,151
Depreciation and amortization	2,616,367	2,428,656
Professional fees and other	1,223,522	1,260,465
Scholarships	118,500	51,700
Bank and trustee charges	89,884	83,570
Total operating expenses	<u>24,702,336</u>	<u>22,439,495</u>
Operating income	<u>6,388,677</u>	<u>5,627,138</u>
Non-operating revenues (expenses)		
Other interest and dividend income	162,897	133,603
Lease interest income	12,527	16,693
Lease interest expense	(70,303)	(79,929)
Lease revenue	242,356	241,384
Foreign currency translation	1,029,893	917,462
Total non-operating revenues (expenses)	<u>1,377,370</u>	<u>1,229,213</u>
Change in net position	<u>7,766,047</u>	<u>6,856,351</u>
Net position, beginning of year,	63,320,805	56,464,454
Net position, end of year	<u>\$ 71,086,852</u>	<u>\$ 63,320,805</u>

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

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

	2025	2024
Cash flows from operating activities		
Amounts received from fees	\$ 33,213,479	\$ 21,419,398
Amounts received from other	2,569,998	1,645,906
Cash paid to vendors and others	(21,196,487)	(19,189,359)
Net cash provided by operating activities	14,586,990	3,875,945
 Cash flows from capital and related financing activities		
Purchases of land, building, equipment, and leasehold improvements	(1,286,313)	(1,095,771)
Payments of lease principal	(1,067,355)	(799,216)
Payments of lease interest	(70,303)	(79,929)
Net cash used in capital and related financing activities	(2,423,971)	(1,974,916)
 Cash flows from investing activities		
Interest and dividends received	175,424	150,296
Lease payments received	249,487	230,208
Net cash provided by investing activities	424,911	380,504
 Net change in cash and cash equivalents	12,587,930	2,281,533
 Cash and cash equivalents, beginning of year	24,395,782	22,114,249
 Cash and cash equivalents, end of year	\$ 36,983,712	\$ 24,395,782
 Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 6,388,677	\$ 5,627,138
Effect of exchange rate changes on cash	1,029,893	917,462
Depreciation and amortization	2,616,367	2,428,656
Adjustments to reconcile changes in net position to net cash provided by operating activities:		
(Increase) decrease in:		
Accounts receivable	(267,855)	(18,754)
Due from university	4,900,000	(4,900,000)
Inventory	35,171	(7,838)
Prepaid program expenses	(268,057)	(122,005)
Severance indemnity fund	(53,812)	(51,300)
Deposits	20,205	(20,205)
Increase (decrease) in:		
Accounts payable and accrued expenses	92,848	80,272
Deferred revenue	60,319	(82,575)
Provision for seniority premium	33,234	25,094
Net cash provided by operating activities	\$ 14,586,990	\$ 3,875,945

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

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(1) **Nature of Organization:**

The Florida State University International Programs Association, Inc. (the Association), is a nonprofit corporation whose mission is to provide and facilitate educational opportunities for students and faculty to study, teach, and conduct research abroad through the support of The Florida State University's (the University) international study abroad program. The University conducts year-round programs in London, England, Florence, Italy, Valencia, Spain, and at its branch campus in Panama City, Panama as well as summer-only programs in many other locations around the world. The Association incorporated on July 8, 1992, and is organized as a direct-support organization of the University within the meaning of Section 1004.28, Florida Statutes. As such, the Association is treated as a component unit of the University.

(2) **Summary of Significant Accounting Policies:**

The financial statements of the Association have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to enterprise funds of governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the Association are described below.

(a) **Measurement focus, basis of accounting, and basis of presentation**—The Association is a component unit of the University presented as an enterprise fund. The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when the liability is incurred or economic assets used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(b) **Principles of consolidation**—The financial statements include the accounts of the Florida State University International Programs Association, Inc. - United States, the Florida State University International Programs Association UK (the London Charity), Fundación Florida State University – Panama (the Panama Foundation), Fundación Comunidad Valenciana FSU Programas Internacionales (the Spain Foundation), and Florida State University International Programs Association Italy (FSU Italy). All significant intercompany accounts and transactions have been eliminated in consolidation. Consolidation is required as the United States entity maintains a controlling financial interest in these entities. The term “Association” refers to The Florida State University International Programs Association, Inc. and its combined affiliates. The auxiliary accounts of the University's International Programs, which are held at the Florida State University, are not included in these financial statements.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(2) **Summary of Significant Accounting Policies:** (Continued)

(c) **Net position**—GASB Statement No. 34 requires the classification of net position into three components: net investment in capital assets; restricted, and unrestricted. These classifications are defined as follows:

- **Net investment in capital assets**—This component of net position consists of capital assets, including right-of-use leased assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets. The Association had no outstanding debt related to capital assets at September 30, 2025. The Association had a lease liability related to its right-of use leased asset of \$1,854,627 and \$2,827,085 as of September 30, 2025 and 2024, respectively.
- **Restricted**—This component of net position consists of constraints placed on net position through external constraints imposed by creditors (such as through debt covenants), grants, contributors, or laws or regulations of other governments or constraints imposed by laws through constitutional provision or enabling legislation. The Association had no restrictions on net position at September 30, 2025 and 2024.
- **Unrestricted**—This component of net position consists of net position that does not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

(d) **Income tax**—The Association is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the accompanying financial statements.

The Association files income tax returns in the U.S. Federal jurisdiction. The Association’s income tax returns for the past three years are subject to examination by tax authorities and may change upon examination.

The Association has reviewed and evaluated the relevant technical merits of each of its tax positions in accordance with accounting principles generally accepted in the United States of America for accounting for uncertainty in income taxes, and determined that there are no uncertain tax positions that would have a material impact on the financial statements.

(e) **Reclassification of prior year presentation**—Certain amounts in the prior year’s financial statements have been reclassified to conform to the presentation of the current year financial statements. These reclassifications had no effect on the prior period change in net position.

(f) **Cash and cash equivalents**—For purposes of the statements of cash flows, cash and cash equivalents have original maturities of three months or less from the date of acquisition.

(g) **Capital assets**—Capital assets (\$2,500 and over) are recorded at cost less accumulated depreciation, computed using the straight-line method. Assets are depreciated over their useful lives of 5 to 40 years.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(2) **Summary of Significant Accounting Policies:** (Continued)

(h) **Lease receivable**—The Association receives rental income from an educational institution who leases two floors from the Association’s London study center. Typically, rental agreements are structured with payments that are fixed over the life of the lease. The Association recognizes revenue with lease receivables and deferred inflows. Lease receivables have a current portion, a long-term portion and a related deferred inflow. The current and long-term portion represent the future cash payments and associated interest, while the deferred inflow represents the lease revenue to be recognized over the lease term.

(i) **Deferred revenue**—Deferred revenue consists of program income received prior to September 30, for subsequent periods.

(j) **Inventory**—Inventories consist of educational supplies and are stated at the lower of cost or market as determined by the first in, first out (FIFO) method.

(k) **Contributed facilities, services, and materials**—The Association is provided the use of office space and utilities by the University. The fair value of the contributed facilities, services, and materials has not been included in the financial statements because such values are not reasonably determinable.

(l) **Revenues and expenses**—The Association distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the Association’s principal ongoing operations. The principal operating revenues of the Association are fees from students enrolled in the Association’s programs. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition, including rental income from the usage of Association facilities, are reported as nonoperating revenues and expenses.

(m) **Receivables and due from university**—Receivables and due from university are shown at anticipated realizable value. At year-end, these balances consist primarily of amounts due from the University’s auxiliary fund. Based on historical information, management does not consider any portion of this receivable uncollectible. Therefore, no allowance for doubtful accounts has been established.

(n) **Leases (Lessee)**—The Association determines whether an arrangement contains a lease at inception. The Association recognizes an intangible right-to-use (RTU) asset and a corresponding lease liability for leases other than short-term leases. RTU assets represent the Association’s right to use an underlying asset for the lease term, and lease liabilities represent the Association’s obligation to make lease payments arising from the lease. RTU assets and lease liabilities are recognized at the commencement date based on the present value of lease payments over the lease term.

Short-term leases—A lease is considered short-term if the maximum possible term under the lease contract, including any options to extend, is 12 months or less and the lease is non-cancelable by both the lessee and the lessor.

Discount Rate—Unless the lease agreement explicitly states the interest rate charged, the rate is otherwise known by the Association, or the Association is able to determine the rate implicit in the lease, the Association uses its estimated incremental borrowing rate at the time of lease inception to measure the RTU asset and related lease liability.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(2) **Summary of Significant Accounting Policies:** (Continued)

(o) **Translation of foreign currency and operations**—The financial statements of the London Charity, the Spain Foundation and FSU Italy were recorded using the exchange rates at September 30, 2025 and 2024, for asset and liability accounts and the average exchange rates for income statement accounts. Translation gains and losses are included in unrestricted net position. Additions to property and equipment were recorded at the exchange rate on the date of the transaction.

(p) **Pronouncements issued**—GASB issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. The objective of GASB 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an entity's accountability. The provisions in GASB 103 are effective for fiscal years beginning after June 15, 2025.

GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*, in September 2024. The objective of GASB 104 is to provide users of government financial statements with essential information about certain types of capital assets. The provisions in GASB 104 are effective for fiscal years beginning after June 15, 2025.

GASB issued Statement No. 105, *Subsequent Events*, in December 2025. GASB Statement No. 105 clarifies the subsequent events time frame and establishes accounting and disclosure requirements for recognized and nonrecognized subsequent events. The provisions of GASB Statement No. 105 are effective for fiscal years beginning after June 15, 2026, and all reporting periods thereafter.

(3) **Credit Risk:**

Custodial Credit Risk—While Note 5 references the reconciled bank balances, custodial credit risk is the risk that in the event of bank failure, the Association's deposits may not be returned to it. The Association does not have a deposit policy for custodial credit risk. Deposits with financial institutions located in the United States are insured by the Federal Deposit Insurance Corporation up to \$250,000 per depositor. Deposits located in Spain and Italy are protected up to 100,000 Euros and deposits in the United Kingdom are protected up to 120,000 pounds sterling. Panama does not provide any protection for depositors. The Association has not experienced any losses in such accounts.

(4) **Related Party Transactions:**

Student enrollment fees are collected by the Florida State University into auxiliary accounts maintained by the University. The Association bills the auxiliary on a periodic basis for program fees received net of costs paid by the Auxiliary fund. The cost of equipment, supplies, telephone, postage, the Tallahassee personnel and other operating costs are paid from the fees collected by the auxiliary fund. Billings by the Association to the auxiliary for the years ended September 30, 2025 and 2024, totaled \$24,902,011 and \$21,570,159, respectively. Additionally, as of September 30, 2025 and 2024, \$0 and \$4,900,000 was owed by the University to the Association, respectively.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(5) **Cash:**

The carrying amounts of unrestricted cash accounts for September 30, 2025 and 2024, are as follows:

	<u>2025</u>	<u>2024</u>
London – Natwest and Lloyds *	\$ 1,751,881	\$ 1,608,618
US – Everbank Sterling Account *	4,211,824	3,927,055
US – Everbank Checking Account	1,719,252	4,248,661
US – Everbank Euro *	7,601,776	6,328,771
US – Everbank Emergency Fund Checking	363,586	237,063
US – Everbank Emergency Fund FX *	335,805	334,300
US – Regions Checking Account	3,053	19,003
US – EverBank Euro WorldCurrency CD	3,517,720	-
US – EverBank GBP WorldCurrency CDs	9,402,453	-
Panama Operating – Banco General and Towerbank	862,024	742,238
Panama Reserve Fund – Banco General	4,268,051	4,162,958
Spain – Santander, 3 accounts *	2,495,689	2,310,510
Italy – Banco Desio *	450,598	476,605
Total Cash	<u>\$ 36,983,712</u>	<u>\$ 24,395,782</u>

* Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of the deposit. These amounts represent the amounts exposed to foreign currency risk. Foreign currency funds were translated at the exchange rate at September 30, 2025 and 2024.

The London Charity is required to maintain three months of operating cash. The Spain Foundation is required to maintain cash reserves sufficient to maintain a positive equity position. The Panama City, Panama Foundation receives no Federal or state funding for its branch campus operations and is totally self-funded. It maintains a reserve fund for contingencies and deferred maintenance. The Tallahassee non-profit projects currency needs and buys and holds currency to take the risk out of program prices for the next budget cycle which requires maintaining approximately 18 months of reserves as well as reserves for deferred maintenance.

(6) **Severance Indemnity Fund and Provision for Seniority Premium:**

The Panamanian labor laws require employers in Panama to establish a Severance Indemnity Fund to pay workers at termination of all indefinite contracts a Seniority Premium and an indemnity in case of unjustified dismissal or justified resignation. The employer contributes to this severance fund 2.25% of total salaries paid. The severance fund is held in a private trust and is managed by an independent entity. The balance in the fund as of September 30, 2025 and 2024, was \$533,286 and \$479,474, respectively. This amount is included in noncurrent assets in the accompanying financial statements.

The Panamanian Labor Code also establishes an obligation for employers to recognize a seniority premium. The seniority premium is calculated on the basis of accrual of one week of salary for every year worked by an employee, which is equal to 1.92% of the total salaries paid in a year. As of September 30, 2025 and 2024, the balance in the Provision for Seniority Premium totaled \$482,834 and \$449,600, respectively and is included in noncurrent liabilities.

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(7) **Capital Assets:**

Capital asset activity for the years ended September 30, 2025 and 2024, is as follows:

	Balance September 30, 2024	Additions	Deletions	Balance September 30, 2025
Capital assets not being depreciated:				
Land	\$ 4,646,940	\$ -	\$ -	\$ 4,646,940
Construction in progress	-	125,443	-	125,443
Total capital assets not being depreciated	<u>4,646,940</u>	<u>125,443</u>	<u>-</u>	<u>4,772,383</u>
Capital assets being depreciated:				
Building and improvements	50,035,427	926,136	-	50,961,563
Furniture and equipment	7,161,041	324,348	-	7,485,389
Right-to-use leased asset	4,677,824	-	(51,740)	4,626,084
Total capital assets being depreciated	<u>61,874,292</u>	<u>1,250,484</u>	<u>(51,740)</u>	<u>63,073,036</u>
Less Accumulated Depreciation and Amortization:				
Buildings	(20,489,585)	(1,353,421)	-	(21,843,006)
Furniture and equipment	(5,919,748)	(320,350)	-	(6,240,098)
Right-to-use leased asset	(2,063,759)	(943,801)	51,740	(2,955,820)
Total accumulated depreciation	<u>(28,473,092)</u>	<u>(2,617,572)</u>	<u>51,740</u>	<u>(31,038,924)</u>
Total capital assets, net	<u>\$ 38,048,140</u>	<u>\$ (1,241,645)</u>	<u>\$ -</u>	<u>\$ 36,806,495</u>
	Balance September 30, 2023	Additions	Deletions	Balance September 30, 2024
Capital assets not being depreciated:				
Land	\$ 4,646,940	\$ -	\$ -	\$ 4,646,940
Total capital assets not being depreciated	<u>4,646,940</u>	<u>-</u>	<u>-</u>	<u>4,646,940</u>
Capital assets being depreciated:				
Building and improvements	49,523,157	512,270	-	50,035,427
Furniture and equipment	6,577,999	583,501	(459)	7,161,041
Right-to-use leased asset	4,113,107	564,717	-	4,677,824
Total capital assets being depreciated	<u>60,214,263</u>	<u>1,660,488</u>	<u>(459)</u>	<u>61,874,292</u>
Less Accumulated Depreciation and Amortization:				
Buildings	(19,181,161)	(1,308,424)	-	(20,489,585)
Furniture and equipment	(5,659,917)	(260,290)	459	(5,919,748)
Right-to-use leased asset	(1,776,235)	(287,524)	-	(2,063,759)
Total accumulated depreciation	<u>(26,617,313)</u>	<u>(1,856,238)</u>	<u>459</u>	<u>(28,473,092)</u>
Total capital assets, net	<u>\$ 38,243,890</u>	<u>\$ (195,750)</u>	<u>\$ -</u>	<u>\$ 38,048,140</u>

**THE FLORIDA STATE UNIVERSITY INTERNATIONAL
PROGRAMS ASSOCIATION, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
SEPTEMBER 30, 2025 AND 2024**

(8) **Risk Management:**

The Association is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions and natural disasters for which the Association carries commercial insurance.

(9) **Property Leased to Others:**

The Association leases building space to an educational institution at its London Charity location under a lease contract expiring in the fiscal year ending September 30, 2026. Monthly payments are £15,917 a month (approximately \$20,979 at September 30, 2025). The interest rate for the lease agreement is 3%. At September 30, 2025, approximate future minimum rental payments to be received under the lease is as follows:

Year Ending September 30,	Principal	Interest	Total
2026	210,076	3,871	213,947
Total	<u>\$ 210,076</u>	<u>\$ 3,871</u>	<u>\$ 213,947</u>

Total lease revenue for the years ended September 30, 2025 and 2024, was \$242,356 and \$241,384, respectively. Total interest income was \$12,527 and \$16,693 for the years ended September 30, 2025 and 2024, respectively.

(10) **Right-to-Use Leases Payable:**

The Association has leases for student housing in Florence, Italy through December 31, 2025. The leases include a right to terminate with four months written notice.

The Panama Foundation entered into a lease agreement for an existing facility in the City of Knowledge, located in the Republic of Panama. The lease agreement was extended for 10 years, commencing January 1, 2018 through December 31, 2027.

The Association records right-to-use assets and lease liabilities based on the present value of expected payments over the lease term of the respective leases. The expected payments are discounted using the interest rate charged on the lease, if available, or are otherwise discounted using the Association's incremental borrowing rate. At September 30, 2025, the future rental payments to be made under the lease are as follows:

Year Ending September 30,	Principal Payments	Interest Payments	Total
2026	\$ 830,771	\$ 43,672	\$ 874,443
2027	815,060	19,622	834,682
2028	208,796	1,044	209,840
Total	<u>\$ 1,854,627</u>	<u>\$ 64,338</u>	<u>\$ 1,918,965</u>

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF CONSOLIDATED FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Board of Trustees,
The Florida State University International Programs Association, Inc.
Tallahassee, Florida:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of the business-type activities of The Florida State University International Programs Association, Inc. (the Association) as of and for the year ended September 30, 2025, and the related notes to the consolidated financial statements, which collectively comprise the Association's basic consolidated financial statements, and have issued our report thereon dated March 12, 2026. Our report includes a reference to other auditors who audited the financial statements of The Florida State University International Programs Association UK, Fundación Florida State University – Panama, and Fundación Comunidad Valenciana FSU Programs Internacionales as described in our report on the Association's consolidated financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of The Florida State University International Programs Association UK, Fundación Florida State University – Panama, and Fundación Comunidad Valenciana FSU Programs Internacionales were not audited in accordance with *Government Auditing Standards*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Association's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

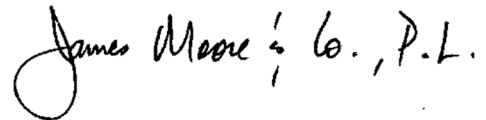
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's consolidated financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Tallahassee, Florida
March 12, 2026



March 12, 2026

To the Audit Committee
Florida State University International Programs Association, Inc:

We have audited the consolidated financial statements of the Florida State University International Programs Association, Inc. (“the Association”), a direct-support organization and component unit of Florida State University, as of and for the year ended September 30, 2025, and have issued our report thereon dated March 12, 2026. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated June 15, 2023, our responsibility, as described by professional standards, is to form and express an opinion about whether the consolidated financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the consolidated financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of the Association solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding significant control deficiencies over financial reporting and material noncompliance, and other matters noted during our audit in a separate letter to you dated March 12, 2026.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

In order to eliminate threats to independence related to nonattest services that we provide you, we have instituted a quality control review over all nonattest work. In addition, in the engagement letter, we identified a person within your organization with the skills, knowledge and expertise to review our nonattest work on your behalf.

Significant Risks Identified

Professional standards require that we, as auditors, identify significant risks that impact the audit based upon the nature of the Association and design our audit procedures to adequately address those risks. As part of the audit process, we have identified the following significant risks: Override of internal controls by management, improper revenue recognition due to fraud, risk of errors in the recording of transactions involving foreign currency translation or conversion, and the elimination of inter-entity activity.

Our audit was designed to adequately address the above risks and no issues were noted that impacted our ability to render an opinion on the financial statements.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the Association is included in Note 2 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during the year ended September 30, 2025. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments. There were no accounting estimates that were considered significant in nature for the current period.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the Association's consolidated financial statements relate to the disclosure regarding risks and uncertainties in note 8 of the financial statements.

Significant Unusual Transactions

There were no significant unusual transactions identified as a result of our audit procedures that were brought to the attention of management and required to be communicated to you.

Identified or Suspected Fraud

We have not identified nor have we obtained information that indicates that fraud may have occurred.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the consolidated financial statements as a whole and each applicable opinion unit. There were no uncorrected misstatements for the year ended September 30, 2025.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no material misstatements that we identified as a result of our audit procedures.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Associations' financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Circumstances that Affect the Form and Content of the Auditor's Report

For purposes of this letter, professional standards require that we communicate any circumstances that affect the form and content of our auditor's report.

Representations Requested from Management

We have requested certain written representations from management, which were included in the management representation letter provided to us dated March 12, 2026.

Management's Consultations with Other Accountants

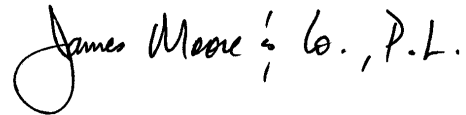
In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with Florida State University International Programs Association, Inc., we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as Florida State University International Programs Association, Inc.'s auditors.

This report is intended solely for the information and use of the Board of Trustees and management of the Association and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large, looped initial "J".

JAMES MOORE & CO., P.L.