THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.

A COMPONENT UNIT OF FLORIDA GATEWAY COLLEGE

FINANCIAL STATEMENTS

MARCH 31, 2026

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
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JAMESMOORE

INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
The Foundation for Florida Gateway College, Inc.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Foundation for Florida Gateway College, Inc. (the Foundation), a component unit of Florida Gateway College (the College), as of and for the year ended March 31, 2026, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of March 31, 2026, and the changes in its financial position 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) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS), 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 the Foundation 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

The Foundation's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America 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 the Foundation'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 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 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 GAAS and GAS 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 GAS, 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 Foundation'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 Foundation'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 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic 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 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 financial statements, and other knowledge we obtained during our audit of the basic 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Foundation's basic financial statements. The supplemental information as listed on the table of contents, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2026 on our consideration of the Foundation'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 solely 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 the effectiveness of 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 Foundation's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Gainesville, Florida
June 29, 2026

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2026

The mission of The Foundation for Florida Gateway College, Inc. is to promote, support and improve education by aiding and assisting Florida Gateway College (the College) in the maintenance and perpetuation of the college programs in existence or to be created in the future. Established in 1969, the Foundation is exempt from taxation under Section 50l(c)(3) of the Internal Revenue Code. A Board of Directors comprised of up to 15 voting members governs and conducts the business of the Foundation, meeting at least four times in each fiscal year. The officers of the Foundation are Chairman and Vice-Chairman/Secretary. Committees include: the Finance/Audit Committee, Planned Gifts Committee, and Gift Acceptance and Property Committee and other appointed committees as the Chairman determines may be desirable for carrying out the purposes of the Foundation.

Reporting Entity

The Foundation is a nonprofit corporation whose mission is to facilitate the solicitation and management of gifts for the benefit of the College. In this capacity, the Foundation is considered to be a component unit of the College. Accordingly, the Foundation is included in the College's financial statements as a discrete component unit. Transactions with the College relate primarily to the disbursement of gift funds.

Overview of the Financial Statements

The Management's Discussion and Analysis is designed to provide an easily readable analysis of The Foundation for Florida Gateway College, Inc.'s financial position, results of operations, and cash flows based on facts, decisions, and conditions known at the date of the auditors' report. A comparative analysis of financial data is presented. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes to the financial statements.

Unless otherwise indicated, years (2026, 2025) in this discussion refer to the fiscal years ended March 31.

The financial statements consist of the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, the Statement of Cash Flows and the Notes to the Financial Statements.

The *Statement of Net Position* outlines the Foundation's financial position at fiscal year-end and includes all assets and liabilities. The Foundation operates on a fiscal year that begins April 1, and ends March 31. The difference between total assets and total liabilities - Net Position - is an indicator of the Foundation's present financial condition. Over time, increases or decreases in the Foundation's net position show whether its financial health is improving or deteriorating. Assets and liabilities are generally measured using current values; capital assets are stated at historical cost, less depreciation.

The *Statement of Revenues, Expenses and Changes in Net Position* presents the Foundation's operating results for the year. Revenues and expenses are generally reported using the accrual method of accounting, which records transactions as soon as they occur, regardless of when cash is exchanged. Usage of capital assets is reported as depreciation expense, which amortizes the cost of assets over their estimated useful lives. Revenues and expenses are reported as either operating unrestricted or operating restricted. Changes in total net position, as presented on the *Statement of Net Position*, are based on the activity presented in the *Statement of Revenues, Expenses and Changes in Net Position*. The purpose of this statement is to present the revenues received by the Foundation and the expenses paid by the Foundation. The main purpose of the Foundation is to support the College by accepting and managing gifts. Gift and investment income comprise the majority of the revenue received in a given year.

The *Statement of Cash Flows* presents information about cash receipts and cash payments during the year. This statement also assists users in assessing the Foundation's ability to generate net cash flows, its ability to meet its obligations as they come due, and its potential need for external financing.

The *Notes to the Financial Statements* provide additional information that is essential to a full understanding of the data provided in the financial statements.

Condensed Statements of Net Position
As of March 31, 2026 and 2025

	March 2026	March 2025	Change 2026 to 2025
Assets			
Current Assets	$ 3,801,428	$ 1,487,479	$ 2,313,949
Non-current assets			
Capital assets	404,887	192,990	211,897
Other non-current	32,139,456	27,700,910	4,438,546
Total assets	36,345,771	29,381,379	6,964,392
Liabilities			
Accounts payable	576	-	576
Due to/from FGC	449,285	21,327	427,958
Total liabilities	449,861	21,327	428,534
Net position			
Restricted net position non-expendable	6,533,306	6,087,232	446,074
Net investment in capital assets	404,887	192,990	211,897
Restricted net position expendable	27,110,990	21,224,785	5,886,205
Unrestricted net position	1,846,727	1,855,045	(8,318)
Total net position	$ 35,895,910	$ 29,360,052	$ 6,535,858

At March 31, 2026, the Foundation's net position was $35,895,910. The Foundation's current assets of $3,801,428 were sufficient to cover current liabilities of $449,861. Receivables are primarily related to pledges, grants, and interest receivable. The Foundation's net investment in capital assets is $404,887 net of accumulated depreciation.

Total assets increased by approximately $7.0 million during the year, primarily as a result of significant donor contributions, including cash and donated property, as well as appreciation in the fair value of investments. Investments increased by approximately $3.2 million and cash and cash equivalents increased by approximately $2.3 million compared to the prior year. Current liabilities increased primarily due to amounts payable to Florida Gateway College for scholarship and program support expenditures incurred near year-end.

The Foundation's current liabilities consist primarily of various payables for program enhancement and scholarships. The Foundation does not have long-term debt.

The unrestricted portion of net position represents approximately 5.1% of total net position. This asset may be used at the discretion of the governing board for any purposes of the Foundation. The remaining net position is restricted and may be used only for those purposes designated. Restricted expendable net position increased by approximately $5.9 million during the year, primarily due to donor-restricted contributions received and investment earnings on restricted assets.

Condensed Statements of Revenues, Expenses and Changes in Net Position
As of March 31, 2026 and 2025

	March 2026	March 2025	Change 2026 to 2025
Operating revenues	$ 4,588,684	$ 765,004	$ 3,823,680
Operating expenses	2,111,720	1,729,681	382,039
Operating income (loss)	2,476,964	(964,677)	3,441,641
Noncapital subsidies	291,268	256,314	34,954
Operating income (loss) and noncapital subsidies	2,768,232	(708,363)	3,476,595
Other non-operating revenues	3,767,626	2,728,509	1,039,117
Change in net position	6,535,858	2,020,146	4,515,712
Net position, beginning of year	29,360,052	27,339,906	2,020,146
Net position, end of year	$ 35,895,910	$ 29,360,052	$ 6,535,858

Total revenues for the Foundation were $8,647,578. The largest sources of revenue for the Foundation are donor gifts and income from investments. Contributions increased significantly from the prior year, primarily due to a substantial gift of cash and donated property received during fiscal year 2026. As a result, operating revenues increased by approximately $3.8 million compared to the prior year.

Other non-operating revenues (expenses) reflect investment income of $495,221 and an unrealized gain of $3,081,369 due to changes in the market value of investments. The change in market value of investments represents the change in fair market value of investments from April 1, 2025 to March 31, 2026. The Foundation also received $280,669 in endowment gifts.

The Foundation received college donated support of $291,268, consisting primarily of salaries and benefits paid by the college. The State of Florida Philip Benjamin State Matching Grants program was not funded by the legislature during the fiscal year. The Foundation now has a significant amount of unmatched gifts under this program, although there is no guarantee that these gifts will be matched in future years. Unmatched gifts under this program have not been reflected in the financial statements of the Foundation, and will not be recognized until actually received.

Operating expenses totaled $2,111,720 including salaries and benefits, scholarships, college program enhancement support, professional fees, and depreciation. Scholarship expenses totaled $898,550 or 42.55% of total expenses. College program enhancement support, that includes non-scholarship support, totaled $856,051 or 40.54% of total expenses. Overall support to the College totaled $1,754,601. Supporting services, including general administration, consumed donated support, including operating consumed donated support, and depreciation represent $255,175 or 12.08% of total expenses. Non-operating expense includes investment management fees of $(85,902), which represent .24% of total assets under management at fiscal year-end. The Foundation's increase in net position of $6,535,858 was primarily attributable to the significant donor contributions received during the year and strong investment performance.

Condensed Statements of Cash Flows
As of March 31, 2026 and 2025

	March 2026	March 2025	Change 2026 to 2025
Cash provided by (used in)			
Operating activities	$ 1,973,259	$ (797,246)	$ 2,770,505
Noncapital financing activities	280,669	1,091,286	(810,617)
Capital & related financing activities	(227,446)	(6,590)	(220,856)
Investing activities	297,139	(83,250)	380,389
Net increase (decrease) in cash	2,323,621	204,200	2,119,421
Cash, beginning of year	1,434,507	1,230,307	204,200
Cash, end of year	$ 3,758,128	$ 1,434,507	$ 2,323,621

The major sources of funds in operating activities include donor gifts and matching funds. Major uses were for payments made for scholarships, as well as program expenses.

The primary cash flow from investing activities was the purchase of investments and proceeds from the sale of investments.

Capital Asset and Long-Term Financing Activity

At March 31, 2026, the Foundation reported capital assets, net of accumulated depreciation, of $404,887, an increase of $211,897 from the prior year. During the year, the Foundation acquired and received capital assets totaling $227,445, including additions to land and building improvements. Depreciation expense for the year was $12,301. The Foundation continues to maintain its capital assets in support of its mission and does not have any significant capital construction commitments.

The Foundation had no outstanding long-term debt at March 31, 2026 and did not enter into any long-term financing arrangements during the year. Management believes the Foundation's existing resources are sufficient to meet its current operating and programmatic commitments.

Economic Factors That May Affect the Future

The economic position of the Foundation is affected by several factors, including state support received from matching programs, charitable contributions, return on investments, and various other revenue sources.

Annual contributions and endowments have a direct impact on the Foundation. During fiscal year 2026, the Foundation received significant donor contributions, including gifts of cash and property, which contributed to the increase in net position. Future contribution levels may affect the Foundation's ability to provide funding in support of College programs.

The Foundation is impacted by fixed income and equity returns. These factors affect the market value of the Foundation's investments and the calculated spending amount on endowment funds. Changes in financial market conditions may affect future investment income, investment values, and amounts available for spending distributions.

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
STATEMENT OF NET POSITION
MARCH 31, 2026

ASSETS	
Current assets	
Cash and cash equivalents	$ 3,758,128
Pledges receivable	9,520
Accounts receivable	33,780
Total current assets	3,801,428
Noncurrent assets	
Capital assets not being depreciated	210,684
Capital assets being depreciated, net	194,203
Certificates of deposit	2,947,113
Timber rights	1
Property held for investment	1,536,212
Pledges receivable	11,160
Investments	27,644,970
Total noncurrent assets	32,544,343
Total assets	36,345,771
LIABILITIES	
Current liabilities	
Accounts payable and accrued expenses	576
Due to Florida Gateway College	449,285
Total current liabilities	449,861
Total liabilities	449,861
NET POSITION	
Net position	
Net investment in capital assets	404,887
Restricted	
Nonexpendable endowment	6,533,306
Expendable	27,110,990
Unrestricted	1,846,727
Total net position	$ 35,895,910

The accompanying notes to the financial statements
are an integral part of this statement.

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED MARCH 31, 2026

Operating revenues	
Contributions	$ 4,588,684
Total operating revenues	4,588,684
Operating expenses	
Program services:	
Consumed donated support	101,944
Financial aid-scholarships	898,550
Program Support	856,051
Total program services	1,856,545
Supporting services:	
General administration	53,550
Consumed donated support	189,324
Depreciation	12,301
Total supporting services	255,175
Total operating expenses	2,111,720
Operating income	2,476,964
Noncapital subsidies	
Direct operating support - Florida Gateway College	291,268
Total noncapital subsidies	291,268
Operating income and noncapital subsidies	2,768,232
Other nonoperating revenues (expenses)	
Investment income, net	3,490,688
Loss on disposal of capital assets	(3,731)
Endowment gifts	280,669
Total other nonoperating revenues (expenses)	3,767,626
Change in net position	6,535,858
Net position, beginning of year	29,360,052
Net position, end of year	$ 35,895,910

The accompanying notes to the financial statements
are an integral part of this statement.

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2026

Cash flows from operating activities	
Cash received from donors	$ 3,352,876
Cash paid to Florida Gateway College, vendors and suppliers	(1,379,617)
Net cash provided by operating activities	1,973,259
Cash flows from noncapital financing activities	
Endowment gifts	280,669
Net cash provided by noncapital financing activities	280,669
Cash flows from capital and related financing activities	
Purchases of capital assets	(227,929)
Cash flows from investing activities	
Cash received for interest and dividends	90,631
Loss on disposal of capital assets	3,731
Purchases of investments	(333,458)
Proceeds from sale of investments	594,990
Investment management fees paid	(58,272)
Net cash used in investing activities	297,622
Net change in cash and cash equivalents	2,323,621
Cash and cash equivalents, beginning of year	1,434,507
Cash and cash equivalents, end of year	$ 3,758,128
Reconciliation of operating income to net cash provided by operating activities	
Operating income	$ 2,476,964
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	12,301
Direct operating support - Florida Gateway College	291,268
Noncash contributions of property	(1,250,000)
Change in assets and liabilities:	
Accounts and pledges receivable	14,192
Accounts payable and accrued expenses	576
Due to Florida Gateway College	427,958
Net cash provided by operating activities	$ 1,973,259

The accompanying notes to the financial statements
are an integral part of this statement.

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

(a) **Nature of organization**—The Foundation for Florida Gateway College, Inc. (the Foundation) is a direct support organization as provided for in Section 1004.70, Florida Statutes, and is considered a discrete component unit of Florida Gateway College (the College). The Foundation receives significant financial support from the College in the form of personnel and office space. The Foundation's principal function is to receive, hold, invest, and administer charitable contributions for the College. The Foundation is a not-for-profit corporation as described in Section 501 (c) (3) of the Internal Revenue Code (the IRC) and is exempt from federal and state income taxes pursuant to Section 509 (a) of the IRC.

(b) **Measurement focus, basis of accounting, and financial statement presentation**—The financial statements of the Foundation have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

For financial reporting purposes, the Foundation is considered a special-purpose government engaged only in business-type activities. Accordingly, the Foundation prepares its financial statements using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America for proprietary funds, which is similar to those for private business enterprises. Accordingly, revenues are recorded when earned and expenses are recorded when incurred.

(c) **Implementation of GASB Statement No. 103**— During 2026, the Foundation implemented GASB Statement No. 103, *Financial Reporting Model Improvements*. The Statement improves key components of the financial reporting model, including the classification and presentation of operating and nonoperating revenues and expenses for proprietary activities. The implementation of Statement No. 103 resulted in changes to the presentation of the statements of revenues, expenses and changes in net position. The implementation did not affect total assets, liabilities, deferred inflows or outflows of resources, beginning net position, ending net position, or cash flows. No adjustment to beginning net position was required as a result of implementation.

(d) **Fund accounting**—To ensure observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. All of the Foundation’s financial activity is accounted for in a single enterprise fund which is broken down into the following sub-accounts:

Operating account—includes unrestricted and restricted resources, represents the portion of expendable funds that are available for support of operations and funds available for use in accordance with specific restrictions, respectively.

Endowment account—records nonexpendable donations received by the Foundation subject to donor-imposed restrictions requiring that the principal be invested in perpetuity and that only income can be used for scholarships and designated program enhancement activities.

General plant account—consists of the net investment in land, buildings and equipment.

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

(e) **Cash and cash equivalents**—The Foundation considers all unrestricted, highly liquid investments with a maturity of three months or less to be cash equivalents. The Foundation maintains its cash in bank deposit accounts and stock brokerage firms which, at times, may exceed federally insured limits. The Foundation has not experienced any losses in such accounts due to exceeding the federally insured limits.

(f) **Certificates of deposit**—The Foundation held certificates of deposit at March 31, 2026 with various maturity dates and interest rates. The certificates of deposit are federally insured up to FDIC limits and totaled $2,947,113 as of March 31, 2026.

(g) **Operating activities**—Operating activities and expenses represent ongoing activities of the Foundation, as well as ongoing activities which are in support of the College's programs. Operating activities relate to the Foundation's purpose, which is to receive, hold, and invest charitable contributions for the benefit of the College. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

(h) **Revenue recognition**—Contributions are recognized as increases in net position when received or when pledged unconditionally, with the exception of pledged endowments which are recognized when received in accordance with generally accepted accounting principles.

(i) **Net position**—The Foundation classifies its net position into the following four categories:

Net investment in capital assets—represents the Foundation's total investment in capital assets, net of accumulated depreciation, reduced by the outstanding debt obligations attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also should be included in this component of net position.

Restricted—The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Expendable restricted net position includes resources in which the Foundation is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted—The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

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

When an expense is incurred that can be paid using either restricted or unrestricted resources, the Foundation's policy is to first apply the expense toward restricted resources, and then toward unrestricted resources.

(j) **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 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.

(k) **Investments and investment income**—The Foundation follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Under this provision, contributed marketable securities are recorded at their fair value at the date of donation. Purchased marketable securities are recorded and carried at fair value with increases and decreases being charged and credited to the statement of revenues, expenses, and changes in net position.

(l) **Capital assets**—Capital assets purchased or acquired with an original cost of $1,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives of the assets, which range from five years for most equipment to forty years for buildings.

(m) **Pledges receivable**—Legally enforceable pledges, less an allowance for uncollectible amounts, are recorded as a receivable and revenue in the year made for current period use. Pledges for endowments are considered voluntary nonexchange transactions and the contribution cannot be recognized until all the eligibility requirements are met, including time restrictions. Therefore, pledges for endowments are not recorded on the financial statements until the funds are received. There was no allowance for uncollectible amounts as of March 31, 2026.

(n) **Pronouncements issued**—GASB has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. The Foundation has not currently determined what, if any, impact implementation of the following will have on its financial statements.

GASB issued Statement No. 104, *Disclosure of Certain Capital Assets,* in September 2024. GASB Statement No. 104 requires entities to disclose separate information about specific types of capital assets and establishes criteria for identifying and reporting capital assets held for sale. The objective of GASB 104 is to enhance transparency and improve the usefulness of financial statements for the financial statement users by providing more detailed information on these assets. The provisions are effective for fiscal years beginning after June 15, 2025.

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

GASB issued Statement No. 105, *Subsequent Events*, in December 2025. The objective of this Statement is to improve the financial reporting requirements for subsequent events. The effective date for implementation is fiscal years beginning after June 15, 2026, and all reporting periods thereafter.

(2) **Investments:**

The Foundation's investment policy describes the types of investments that it is authorized to purchase. The goal of the Foundation's investment policy is to guide the investment of Foundation funds, establish an investment framework and evaluation process to determine if the Foundation is able to meet its program goals. In accordance with the Foundation's investment policy, investments are limited to premium investment grade mutual funds, equity securities and debt securities from companies and funds located throughout the United States. It is the Foundation's policy that debt securities are normally maintained up to 30% of the total investment portfolio. The finance and audit committee has the authority to invest up to 70% of the portfolio in equities and up to 25% in alternative investments for their endowment funds.

Investment Type	Fair Value
Treasury investment pool	$ 112,722
Multi-strategy bond fund	4,677,515
Multi-strategy equity fund	17,954,446
Non marketable private equity	4,900,287
Total	$ 27,644,970
Unrestricted	$ 425,330
Restricted	20,686,334
Endowment investment	6,533,306
Total	$ 27,644,970

Interest rate risk—Interest rate risk is the risk that changes in interest rates of debt instruments will adversely affect the fair value of an investment. The duration method and the weighted average method are used to determine the interest rate risk for the Commonfund Multi-Strategy Bond Fund. At March 31, 2026, the total effective duration period for the Commonfund Multi-Strategy Bond Fund was 6.1 years and the yield to maturity was 5.5 percent. The duration method is used for the Treasury Investment Pool. The effective duration period of the Treasury Investment Pool at March 31, 2026 is 3.57 years.

Custodial credit risk—Custodial credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The average quality rating of the fixed-income investments of the Commonfund Multi-Strategy Bond Fund and Treasury Investment Pool at March 31, 2026 was A and AA-f, respectively, using the S&P rating scale.

Foreign currency risk—Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. All securities in the account are denominated in U.S. dollars. Investments are managed by investment brokerage houses. Due to the implementation of GASB Statement No. 31, investments in equity securities with a readily determinable fair market quotation are stated at fair value.

(3) Fair Value Measurements:

The Foundation categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Foundation has the following recurring fair value measurements as of March 31, 2026:

(a) *Private equity investments and multi-strategy equity and bond funds* – Valued at the net asset value (NAV) of the units held, as reported by the fund advisor using the most recent valuation available which may differ from year-end. NAV is used as a practical expedient, and the estimated value is subject to uncertainty and therefore may differ from the value that would have been used had been a readily available market for such investments existed, and differences could be material.

(b) *SPIA* – Valued based on the ownership of a share of a pool, not the underlying securities. Pooled investments with the State Treasury are not registered with the Securities and Exchange Commission. Oversight of the pooled investments with the State Treasury is provided by the Treasury Investment Committee per Section 17.575, Florida Statutes. Participants contribute to the Treasury Pool on a dollar basis. These funds are commingled and a fair value of the pool is determined from the individual values of the securities. The fair value of the securities is summed and a total pool fair value is determined. A fair value factor is calculated by dividing the pool's total fair value by the pool participants' total cash balances. The fair value factor is the ratio used to determine the fair value of an individual participant's pool balance. The fair value factor is 1.0027 as of March 31, 2026.

The following table summarizes the assets and liabilities of the Foundation for which fair values are determined on a recurring basis as of March 31, 2026:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
Special Purpose Investment Account (SPIA)	$ -	$ -	$ 112,722	$ 112,722
Multi-strategy bond fund measured at NAV*	-	-	-	4,677,515
Multi-strategy equity fund measured at NAV*	-	-	-	17,954,446
Private equity investments measured at NAV*	-	-	-	4,900,287
Total assets at fair value	$ -	$ -	$ 112,722	$ 27,644,970

* In accordance with GASB No. 72, certain investments that were measured at NAV per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the line items presented in the statement of net position.

(3) **Fair Value Measurements:** (Continued)

The Foundation has a total commitment of $5,500,000 to an investment in five private equity funds. As of March 31, 2026, $1,228,250 was unfunded. The commitment will be funded by reallocated current endowment related investments or funded with new capital gifts. Redemptions do not apply; these are closed ended limited partnership investments.

(4) **Related Party Transactions:**

Personnel and certain facility costs are provided to the Foundation by Florida Gateway College. For the year ended March 31, 2026, the Foundation has recorded these donated services at $266,810 for personnel services and $24,458 for facility costs and office expenses. The total dollar value of the support is $291,268 and has been reflected in the statement of revenue, expense and changes in net position as both a noncapital subsidy and operating expense.

During 2026, the Foundation provided the College and its students with program and scholarship support of $856,051 and $898,550, respectively. Of this amount, the Foundation had an outstanding payable balance to the College of $449,285 at March 31, 2026.

(5) **Capital Assets:**

Capital asset activity for the fiscal year ended March 31, 2026, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated – Land	$ 100,214	$ 110,470	$ -	$ 210,684
Capital assets, being depreciated – Buildings and improvements	214,432	117,459	(6,479)	325,412
Less: Accumulated depreciation	121,656	12,301	(2,748)	131,209
Total capital assets, being depreciated, net	92,776	105,158	(3,731)	194,203
Total capital assets, net	$ 192,990	$ 215,628	$ (3,731)	$ 404,887

Total depreciation expense for the year ended March 31, 2026 was $12,301.

(6) **Risk Management:**

The Foundation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Foundation is insured through the College, which provides coverage for these risks primarily through the Florida College System Risk Management Consortium. Additional general liability, property, and directors and officers insurance are being provided through purchased commercial insurance.

(7) **Endowments:**

The Foundation's endowments consist of 179 donor restricted funds and 16 board designated quasi-endowed restricted funds. At March 31, 2026, no endowments had fair market values less than their historical gift amounts.

The Foundation Board of Directors has interpreted the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA) as requiring 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, all endowment funds at the Foundation adhere to the investment and spending policy adopted by the Foundation's Board of Directors that attempts to protect the principal of the fund, provide consistent long-term income returns, and protect the Foundation against long-term inflation trends.

The Foundation's general spending calculation for eligible endowments is set at a maximum range of up to 4% of the most recent five-year rolling average of the individual fund values as of December 31st and is determined by the Foundation's board. The spendable earnings are recorded as increases to restricted expendable net position.

Restricted expendable net position includes undistributed earnings related to endowment funds, which represents gifts that are subject to donor-imposed restrictions, either for a specific purpose or subject to the passage of time. Restricted expendable amounts also include earnings on permanently restricted endowments that have not been appropriated for expenditure. All excess earnings and spending appropriations not distributed will remain as part of the endowment fund to hedge against inflation and other threats to loss of purchasing power.

(8) **Property Held for Investment:**

The Foundation owns three properties purchased for a total of $1,536,212. The Foundation does not intend to use these properties; rather, they will temporarily hold the properties with the intent to sell in the future or donate to the College.

(9) **Timber Rights:**

In November 2014, the Foundation purchased 5.5 acres of land in Columbia County. In January 2015, the Foundation donated this land to the College but retained the related timber rights. The timber on this property has not been appraised, cut, or sold by the Foundation and has a $1 value on the Statement of Net Position. The value of these rights will remain at $1 until a determination has been made to sell the timber at which point the market value of the timber on the property will be assessed.

(10) **Matching Funds Programs:**

The College and Foundation participated in the State of Florida First Generation Matching Grant Program. The Florida Legislature authorized state matching funds, allocated to each college based on a state formula, for first generation college student scholarships. The program requires a 100% Foundation match of private funds. The College expended in First Generation funds during its fiscal year, $21,902 in matching funds and $10,951 in Foundation funds during the year ended March 31, 2026.

SUPPLEMENTAL SCHEDULES

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
SCHEDULE OF NET POSITION
MARCH 31, 2026

	Business Type Activities				
	Operating			General	
	Unrestricted Account	Restricted Account	Endowment Account	Plant Account	Total
ASSETS					
Current assets					
Cash and cash equivalents	$ 1,071,972	$ 2,686,156	$ -	$ -	$ 3,758,128
Pledges receivable	-	9,520	-	-	9,520
Accounts receivable	-	33,780	-	-	33,780
Total current assets	1,071,972	2,729,456	-	-	3,801,428
Noncurrent assets					
Capital assets not being depreciated	-	-	-	210,684	210,684
Capital assets being depreciated, net	-	-	-	194,203	194,203
Certificates of deposit	350,000	2,597,113	-	-	2,947,113
Timber rights	1	-	-	-	1
Property held for investment	-	1,536,212	-	-	1,536,212
Pledges receivable	-	11,160	-	-	11,160
Investments	425,330	20,686,334	6,533,306	-	27,644,970
Total noncurrent assets	775,331	24,830,819	6,533,306	404,887	32,544,343
Total assets	1,847,303	27,560,275	6,533,306	404,887	36,345,771
LIABILITIES					
Current liabilities					
Accounts payable and accrued expenses	576	-	-	-	576
Due to Florida Gateway College	-	449,285	-	-	449,285
Total current liabilities	576	449,285	-	-	449,861
Total liabilities	576	449,285	-	-	449,861
NET POSITION					
Net position					
Net investment in capital assets	-	-	-	404,887	404,887
Restricted					
Nonexpendable endowment	-	-	6,533,306	-	6,533,306
Expendable	-	27,110,990	-	-	27,110,990
Unrestricted	1,846,727	-	-	-	1,846,727
Total net position	$ 1,846,727	$ 27,110,990	$ 6,533,306	$ 404,887	$ 35,895,910

THE FOUNDATION FOR FLORIDA GATEWAY COLLEGE, INC.
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED MARCH 31, 2026

	Business Type Activities				
	Operating			General	
	Unrestricted Account	Restricted Account	Endowment Account	Plant Account	Total
Operating revenues					
Contributions:					
Cash and investments	$ 67,125	$ 3,133,655	$ 8	$ -	$ 3,200,788
Donated property and services	-	1,387,896	-	-	1,387,896
Total operating revenues	67,125	4,521,551	8	-	4,588,684
Operating expenses					
Program services:					
Consumed donated support	101,944	-	-	-	101,944
Financial aid-scholarships	-	898,550	-	-	898,550
Program support	132,004	724,047	-	-	856,051
Total program services	233,948	1,622,597	-	-	1,856,545
Supporting services:					
General administration	53,525	25	-	-	53,550
Consumed donated support	189,324	-	-	-	189,324
Depreciation	-	-	-	12,301	12,301
Total supporting services	242,849	25	-	12,301	255,175
Total operating expenses	476,797	1,622,622	-	12,301	2,111,720
Operating income (loss)	(409,672)	2,898,929	8	(12,301)	2,476,964
Noncapital subsidies					
Direct operating support - Florida Gateway College	291,268	-	-	-	291,268
Total noncapital subsidies	291,268	-	-	-	291,268
Operating income (loss) and noncapital subsidies	(118,404)	2,898,929	8	(12,301)	2,768,232
Other nonoperating revenue (expenses)					
Investment income	167,316	327,905	-	-	495,221
Change in market value of investments	118,792	2,962,577	-	-	3,081,369
Investment management fees	(3,588)	(82,314)	-	-	(85,902)
Loss on disposal of capital assets	(484)	-	-	(3,247)	(3,731)
Capital additions gifts	(6,950)	(232,995)	293,169	227,445	280,669
Transfers	(165,000)	12,103	152,897	-	-
Total other nonoperating revenue (expenses)	110,086	2,987,276	446,066	224,198	3,767,626
Change in net position	(8,318)	5,886,205	446,074	211,897	6,535,858
Net position, beginning of year	1,855,045	21,224,785	6,087,232	192,990	29,360,052
Net position, end of year	$ 1,846,727	$ 27,110,990	$ 6,533,306	$ 404,887	$ 35,895,910

JAMESMOORE

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

To the Board of Directors,
Foundation for Florida Gateway College, Inc.:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Foundation for Florida Gateway College, Inc. (the Foundation), a component unit of Florida Gateway College, as of and for the year ended March 31, 2026, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated June 29, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Foundation's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control. Accordingly, we do not express an opinion on the effectiveness of the Foundation'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 Foundation's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Foundation'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 Foundation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James Moore & Co., P.L.

Gainesville, Florida
June 29, 2026