



**FICPA Scholarship Foundation, Inc.  
Financial Statements  
June 30, 2025 and 2024  
With Independent Auditor's Report**

**FICPA Scholarship Foundation, Inc.**  
**Table of Contents**  
**June 30, 2025 and 2024**

Independent Auditor's Report . . . . .	1
Statements of Financial Position . . . . .	3
Statements of Activities and Changes in Net Assets . . . . .	4
Statements of Cash Flows . . . . .	5
Statements of Functional Expenses . . . . .	6
Notes to Financial Statements . . . . .	8
Schedule of Revenues and Expenses - Fundraising Activities . . . . .	19

## Independent Auditor's Report

To the Board of Trustees of  
FICPA Scholarship Foundation, Inc.:

### Opinion

We have audited the accompanying financial statements of FICPA Scholarship Foundation, Inc. (the "Foundation"), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the years then ended, and the related notes to financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of FICPA Scholarship Foundation, Inc. as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of FICPA Scholarship Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

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

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 one year after the date that the financial statements are issued.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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, 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.

## Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of revenues and expenses - fundraising activities is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Withum Smith + Brown, PC*

November 19, 2025

**FICPA Scholarship Foundation, Inc.**  
**Statements of Financial Position**  
**June 30, 2025 and 2024**

	<u>2025</u>	<u>2024</u>
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 272,356	\$ 213,363
Accounts receivable	19,545	-
Accounts receivable - due from Florida Institute of Certified Public Accountants, Inc.	8,263	8,838
Prepaid expenses	23,699	31,250
Current portion of unconditional promises to give receivable, net	39,046	18,525
<b>Total current assets</b>	<u>362,909</u>	<u>271,976</u>
Investments	3,518,205	3,249,714
Unconditional promises to give receivable, less current portion, net	179,007	-
<b>Total assets</b>	<u>\$ 4,060,121</u>	<u>\$ 3,521,690</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Accounts payable and accrued expenses	\$ 1,269	\$ 320
Deferred revenues	52,024	47,459
Scholarships payable	201,500	185,500
<b>Total current liabilities</b>	<u>254,793</u>	<u>233,279</u>
<b>Net assets</b>		
Without donor restrictions	1,085,116	913,233
With donor restrictions	2,720,212	2,375,178
<b>Total net assets</b>	<u>3,805,328</u>	<u>3,288,411</u>
<b>Total liabilities and net assets</b>	<u>\$ 4,060,121</u>	<u>\$ 3,521,690</u>

The Notes to Financial Statements are an integral part of these statements.

**FICPA Scholarship Foundation, Inc.**  
**Statements of Activities and Changes in Net Assets**  
**Years Ended June 30, 2025 and 2024**

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues</b>						
Fundraising activities	\$ 182,002	\$ -	\$ 182,002	\$ 163,066	\$ -	\$ 163,066
Contributions	-	263,522	263,522	-	34,524	34,524
Contributions of nonfinancial assets - Florida						
Institute of Certified Public Accountants, Inc.	288,579	-	288,579	276,572	-	276,572
Contributions - other	101,235	-	101,235	101,116	-	101,116
Investment income	115,491	227,050	342,541	113,200	229,989	343,189
Other revenue	1,673	-	1,673	1,264	-	1,264
Net assets released from restrictions	145,538	(145,538)	-	125,958	(125,958)	-
<b>Total revenues</b>	<b>834,518</b>	<b>345,034</b>	<b>1,179,552</b>	<b>781,176</b>	<b>138,555</b>	<b>919,731</b>
<b>Expenses</b>						
Program services	210,136	-	210,136	186,775	-	186,775
Fundraising activities	151,347	-	151,347	179,580	-	179,580
Management and general	301,152	-	301,152	264,141	-	264,141
<b>Total expenses</b>	<b>662,635</b>	<b>-</b>	<b>662,635</b>	<b>630,496</b>	<b>-</b>	<b>630,496</b>
<b>Changes in net assets</b>	<b>171,883</b>	<b>345,034</b>	<b>516,917</b>	<b>150,680</b>	<b>138,555</b>	<b>289,235</b>
<b>Net assets</b>						
Beginning of year	913,233	2,375,178	3,288,411	762,553	2,236,623	2,999,176
<b>End of year</b>	<b>\$ 1,085,116</b>	<b>\$ 2,720,212</b>	<b>\$ 3,805,328</b>	<b>\$ 913,233</b>	<b>\$ 2,375,178</b>	<b>\$ 3,288,411</b>

The Notes to Financial Statements are an integral part of these statements.

**FICPA Scholarship Foundation, Inc.**  
**Statements of Cash Flows**  
**Years Ended June 30, 2025 and 2024**

	<u>2025</u>	<u>2024</u>
<b>Operating activities</b>		
Changes in net assets	\$ 516,917	\$ 289,235
<b>Adjustments to reconcile changes in net assets to net cash used in operating activities</b>		
Unrealized and realized gains on investments	(186,744)	(261,361)
Dividend reinvestments	(154,222)	(80,283)
Provision for uncollectible promises to give	294	2,860
<b>Changes in operating assets and operating liabilities</b>		
Accounts receivable - due from Florida Institute of Certified Public Accountants, Inc.	575	6,197
Accounts receivable - other	(19,545)	-
Prepaid expenses	7,551	(18,710)
Unconditional promises to give receivable	(199,822)	32,003
Scholarships payable	16,000	(3,000)
Accounts payable and accrued expenses	949	(8,827)
Deferred revenues	4,565	26,084
<b>Net cash used in operating activities</b>	<u>(13,482)</u>	<u>(15,802)</u>
<b>Investing activities</b>		
Proceeds from sales and maturities of investments	72,475	43,971
<b>Net cash provided by investing activities</b>	<u>72,475</u>	<u>43,971</u>
<b>Net change in cash and cash equivalents</b>	58,993	28,169
<b>Cash and cash equivalents</b>		
Beginning of year	213,363	185,194
<b>End of year</b>	<u>\$ 272,356</u>	<u>\$ 213,363</u>

The Notes to Financial Statements are an integral part of these statements.

**FICPA Scholarship Foundation, Inc.**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2025**

	Fundraising Events										Total
	Scholarship Program	1040 K Run/Walk	Ocean Reef	Suncoast Scramble	Top Golf	Scholarship Night	Misc Fundraising	Fundraising Subtotal	Management and General		
Advertising and promotions	\$ -	\$ -	\$ 283	\$ 42	\$ 105	\$ 340	\$ -	\$ 770	\$ 3,375	\$ 4,145	
Awards and door prizes	-	-	5,575	-	-	-	-	5,575	-	5,575	
Provision for uncollectable promises to give	-	-	-	-	-	-	-	-	294	294	
Consulting	-	-	-	-	-	-	-	-	5,803	5,803	
Dues and subscriptions	-	-	-	-	-	-	-	-	36	36	
Facility and AV rentals	-	250	18,109	2,049	4,803	6,742	-	31,953	932	32,885	
Food and beverage	-	-	11,280	758	7,097	22,675	-	41,810	10,374	52,184	
Licenses and taxes	-	-	-	-	-	-	-	-	164	164	
Legal and accounting	-	-	-	-	-	-	-	-	21,892	21,892	
Merchant fees	-	36	1,556	174	767	684	176	3,393	2,182	5,575	
Miscellaneous	-	299	984	470	-	-	-	1,753	255	2,008	
Office supplies	-	-	73	-	25	220	-	318	263	581	
Postage	-	119	-	-	-	-	-	119	242	361	
Printing	-	-	-	-	-	-	-	-	207	207	
Salaries and benefits	18,512	2,081	19,998	3,602	7,349	10,794	-	43,824	250,085	312,421	
Scholarships	191,624	9,000	-	-	-	-	-	9,000	-	200,624	
Telephone and utilities	-	1	25	5	10	13	-	54	425	479	
Travel and entertainment	-	-	4,485	273	504	7,516	-	12,778	3,892	16,670	
Website and technology	-	-	-	-	-	-	-	-	731	731	
	\$ 210,136	\$ 11,786	\$ 62,368	\$ 7,373	\$ 20,660	\$ 48,984	\$ 176	\$ 151,347	\$ 301,152	\$ 662,635	

The Notes to Financial Statements are an integral part of this statement.

**FICPA Scholarship Foundation, Inc.**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2024**

	Fundraising Events										Total
	Scholarship Program	1040 K Run/Walk	Ocean Reef	Suncoast Scramble	Top Golf	Scholarship Night	Misc Fundraising	Fundraising Subtotal	Management and General		
Advertising and promotions	\$ -	\$ -	\$ 123	\$ 593	\$ 146	\$ 1,286	\$ -	\$ 2,148	\$ 2,727	\$ 4,875	
Awards and door prizes	-	-	6,910	-	-	-	-	6,910	-	6,910	
Provision for uncollectable promises to give	-	-	-	-	-	-	-	-	2,860	2,860	
Dues and subscriptions	-	-	-	-	-	-	-	-	108	108	
Education	-	-	-	-	-	-	-	-	209	209	
Facility and AV rentals	-	-	12,205	2,783	6,640	3,547	-	25,175	124	25,299	
Food and beverage	-	-	30,648	1,279	9,712	19,154	-	60,793	544	61,337	
Licenses and taxes	-	-	-	-	-	-	-	-	189	189	
Legal and accounting	-	-	-	-	-	-	-	-	22,204	22,204	
Merchant fees	-	-	1,131	249	724	1,128	100	3,332	2,247	5,579	
Miscellaneous	-	-	1,177	750	-	-	-	1,927	3,549	5,476	
Office supplies	-	-	36	-	-	-	-	36	1,028	1,064	
Postage	-	-	-	-	-	-	-	-	245	245	
Printing	-	-	-	-	-	241	-	241	689	930	
Salaries and benefits	17,825	-	20,639	4,630	7,349	24,420	792	57,830	225,291	300,946	
Scholarships	168,950	9,000	-	-	-	-	-	9,000	-	177,950	
Telephone and utilities	-	-	41	7	12	28	1	89	391	480	
Travel and entertainment	-	-	4,728	284	431	6,656	-	12,099	319	12,418	
Website and technology	-	-	-	-	-	-	-	-	1,417	1,417	
	\$ 186,775	\$ 9,000	\$ 77,638	\$ 10,575	\$ 25,014	\$ 56,460	\$ 893	\$ 179,580	\$ 264,141	\$ 630,496	

The Notes to Financial Statements are an integral part of this statement.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**1. Nature of Operations**

FICPA Scholarship Foundation, Inc. (the "Foundation") is a charitable organization established pursuant to Section 501(c)(3) of the Internal Revenue Code to raise funds for the purpose of providing support and fostering success for current and future CPAs. Internal Revenue Service currently considers the Foundation to be a publicly supported charity for which a charitable contribution deduction is available. The Foundation receives support for its purposes from the general public as well as its affiliate, the Florida Institute of Certified Public Accountants, Inc.

**2. Summary of Significant Accounting Policies**

**a. Basis of Accounting and Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

**Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions. These assets may, however, be subject to Board of Trustees (the "Board") designation and unavailable for use at management's discretion.

**Net assets with donor restrictions:** Net assets that are subject to donor-imposed stipulations. These stipulations either require the Foundation to maintain the net asset permanently, generally permitting all or part of the income earned on related assets be used for general or specific purposes or be met either by the completion of a stipulated action and/or the passage of time.

**b. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of support, revenues, and expenses during the reporting period. Actual results could differ from those estimates.

**c. Cash and Cash Equivalents**

Cash and cash equivalents consist of checking and savings accounts and money market funds similar to demand deposits. The Foundation considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. At times, the Foundation had a concentration of credit risk arising from cash deposits at a financial institution in excess of federally insured limits. Any loss incurred or a lack of access to such funds could have a significant adverse impact on the Foundation's financial condition, results of operations, and cash flows. The Foundation had cash equivalents at June 30, 2025 and 2024 of \$51,113 and \$29,013, respectively.

**d. Unconditional Promises to Give Receivable**

All unconditional promises to give are verifiable, probable, and measurable. Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give in subsequent years are reported at the present value of their net realizable value using risk-free interest rates based on the yield of a U.S. Treasury security with a maturity date similar to the expected collection period with rates ranging from 0.810% to 4.657%. The Foundation determines an allowance based on specific identification, historical write-offs, and current economic conditions. As of June 30, 2025 and 2024, the allowance for uncollectable unconditional promises to give was \$3,154 and \$2,860, respectively.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**e. Investments**

The Foundation accounts for investments in accordance with the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958, *Not-for-Profit Entities*. Therefore, investments in debt and equity securities are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of fair value measurements.

Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Purchases and sales of securities are recorded on a trade-date basis. Realized and unrealized gains and losses and interest and dividends are included in investment income in the statements of activities and changes in net assets. The Foundation's investments consist of exchange-traded funds and mutual funds with readily determinable market values.

**f. Deferred Revenues**

Deferred revenues consist of fundraising event sponsorships and registrations received in advance. The balance of deferred revenue at July 1, 2024 totaled \$21,375.

**g. Revenue Recognition**

*Fundraising Activities*

Fundraising activities revenue consists of event registrations, event sponsorships, and raffle proceeds. Event registrations and event sponsorships are generally paid in advance of the scheduled event. Revenue is recognized at a point in time when the fundraising event occurs.

*Contributions*

Contributions, including unconditional promises to give, are recorded as revenue as made. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give, if any, are recognized when the conditions on which they depend are substantially met.

*Contributed Services*

The amount of contributed services represents the estimated fair value of corporate services provided to the Foundation but paid for by the Florida Institute of Certified Public Accountants, Inc. and others. The contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Total contributed services, which represent the majority of the Foundation's payroll and related expenses, included as unrestricted revenues without donor restrictions in the statements of activities and changes in net assets are \$288,579 and \$276,572 for the years ended June 30, 2025 and 2024, respectively. These contributions include \$34,121 and \$46,382 in support of the fundraising activities of the Foundation for the years ended June 30, 2025 and 2024, respectively. Total contributed services represent approximately 35% of revenues without donor restrictions for the years ended June 30, 2025 and 2024. Contributed services are valued at estimated fair value based on current rates for similar services.

**h. Income Taxes**

The Foundation is a nonprofit organization exempt from federal taxes on income other than unrelated business income under Section 501(c)(3) of the Internal Revenue Code. The Foundation experienced no taxes as a result of unrelated business income for the years ended June 30, 2025 and 2024. The Foundation is not classified as a private foundation by the Internal Revenue Service.

Accounting principles generally accepted in the United States of America prescribe requirements for the recognition of income taxes in financial statements, and the amounts recognized are affected by income tax positions taken by the Foundation in its tax returns. The Foundation's status as an exempt organization is defined as an income tax position under these requirements. While management believes it has complied with the Internal Revenue Code, the sustainability of some income tax positions taken by the Foundation in its tax returns may be uncertain. There are minimum thresholds of likelihood that uncertain tax positions are required to meet before being recognized in the financial statements. Management does not believe that the Foundation has any material uncertain tax positions at June 30, 2025.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

In the event interest and penalties were due relating to an unsustainable tax position, they would be treated as a component of income tax expense.

**i. Subsequent Events**

Management has evaluated subsequent events through November 19, 2025, the date which the financial statements were available to be issued. Based on this evaluation, management has determined that no subsequent events occurred which require adjustment to or disclosure in the financial statements.

**3. Investments**

Investments consist of the following at June 30, 2025 and 2024:

	<b>2025</b>		
	<b>Historical Cost</b>	<b>Cumulative Unrealized Gains</b>	<b>Market and Carrying Value</b>
Vanguard Index 500 Fund	\$ 160,625	\$ 453,446	\$ 614,071
Vanguard Dividend Growth Fund	675,388	57,810	733,198
Vanguard International Stock Index Fund	63,561	22,820	86,381
Vanguard Short-Term Corporate Bond Index Fund	230,426	15,929	246,355
Vanguard Short-Term Index Admiral Treasury Fund	327,963	4,724	332,687
Vanguard Small-Cap Index Fund	25,315	52,215	77,530
Vanguard Short-Term Bond Index Fund	490,566	11,458	502,024
Vanguard Short-Term Corporate Bond ETF	273	17	290
Vanguard Inter-Term Corporate Bond ETF	660	55	715
Vanguard Dividend Appreciation Index	578,366	267,090	845,456
Vanguard Mid-Cap Index Fund	54,980	24,518	79,498
	<b>\$ 2,608,123</b>	<b>\$ 910,082</b>	<b>\$ 3,518,205</b>

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

	<b>2024</b>		
	<b>Historical Cost</b>	<b>Cumulative Unrealized Gains (Losses)</b>	<b>Market and Carrying Value</b>
Vanguard Index 500 Fund	\$ 174,078	\$ 429,983	\$ 604,061
Vanguard Dividend Growth Fund	597,691	90,237	687,928
Vanguard International Stock Index Fund	61,197	11,838	73,035
Vanguard Short-Term Corporate Bond Index Fund	220,414	9,270	229,684
Vanguard Short-Term Index Admiral Treasury Fund	314,535	274	314,809
Vanguard Small-Cap Index Fund	24,241	46,149	70,390
Vanguard Short-Term Bond Index Fund	450,143	(255)	449,888
Vanguard Short-Term Corporate Bond ETF	261	9	270
Vanguard Inter-Term Corporate Bond ETF	630	29	659
Vanguard Dividend Appreciation Index	571,858	179,474	751,332
Vanguard Mid-Cap Index Fund	53,788	13,870	67,658
	<u>\$ 2,468,836</u>	<u>\$ 780,878</u>	<u>\$ 3,249,714</u>

Investment income shown on the accompanying statements of activities and changes in net assets consisted of the following for the years ended June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>
Interest and dividends	\$ 155,797	\$ 81,831
Realized gains	57,544	28,597
Unrealized gains	129,200	232,761
<b>Total investment income</b>	<u>\$ 342,541</u>	<u>\$ 343,189</u>

For the years ended June 30, 2025 and 2024, investment income is presented on the statements of activities and changes in net assets as follows:

	<b>2025</b>	<b>2024</b>
Without donor restrictions	\$ 115,491	\$ 113,200
With donor restrictions	227,050	229,989
<b>Total investment income</b>	<u>\$ 342,541</u>	<u>\$ 343,189</u>

The Foundation invests in exchange-traded funds and mutual funds comprised of debt and equity securities. The value and related income of these securities are sensitive to changes in economic conditions. Accordingly, investment values may be subject to risks by shifts in the market's perception of the issuers and changes in interest rates.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**4. Fair Value Measurements**

FASB ASC 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below.

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

*Level 2* - Inputs to the valuation methodology include:

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

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

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

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

The following are descriptions of the valuation methodologies used for investments measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

*Exchange-Traded Funds*: Measured at the value of the quoted market prices.

*Mutual Funds*: Valued at the daily closing price as reported by the funds. Mutual funds held by the Foundation are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value and to transact at that price. The mutual funds held by the Foundation are deemed to be actively traded.

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

The following table sets forth by level, within the fair value hierarchy, the Foundation's Level 1 investments measured at fair value at June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>
Bond index funds	\$ 1,081,066	\$ 994,381
Equity index funds	2,349,752	2,181,369
International equity index funds	86,381	73,035
Exchange-traded funds - corporate bonds	1,006	929
<b>Total investments at fair value</b>	<b>\$ 3,518,205</b>	<b>\$ 3,249,714</b>

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

The Foundation's investments do not include any investments considered Level 2 or Level 3 under the fair value hierarchy.

**5. Unconditional Promises to Give, Net**

Unconditional promises to give receivable consist of the following at June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Receivable in less than one year	\$ 44,300	\$ 21,800
Receivable in one to five years	220,000	-
	<u>264,300</u>	<u>21,800</u>
Less: Discounts to present value	(43,093)	(415)
Allowance for uncollectable unconditional promises to give	(3,154)	(2,860)
<b>Unconditional promises to give receivable</b>	<u><u>\$ 218,053</u></u>	<u><u>\$ 18,525</u></u>

Management provides for probable uncollectible amounts through a provision for uncollectable promises to give and adjustment to a valuation allowance based on its assessment of the current status of individual accounts.

Unconditional promises to give receivable are presented on the statements of financial position as follows at June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Unconditional promises to give receivable, net	\$ 39,046	\$ 18,525
Unconditional promises to give receivable, less current portion, net	179,007	-
<b>Unconditional promises to give receivable</b>	<u><u>\$ 218,053</u></u>	<u><u>\$ 18,525</u></u>

**6. Functional Allocation of Expenses**

The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. A portion of general and administrative costs related to salaries and benefits that benefit multiple functional areas (indirect costs) has been allocated across program services, fundraising events, and management and general expenses based on estimated time spent by employees involved with those areas.

**7. Board-Designated Net Assets**

The Board designates collections from half of the Platinum, all of the Fellow, Diamond, and Life members' unconditional promises to give, and the related interest earnings thereon to provide scholarships. As of June 30, 2025 and 2024, such designated amounts totaled \$84,710 and \$168,585, respectively. These amounts are included in net assets without donor restrictions, and the interest earnings are included as an increase in net assets without donor restrictions. These funds may only be used following approval of the Board.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**8. Net Assets With Donor Restrictions**

Net assets were released from restrictions for the years ended June 30, 2025 and 2024 as follows:

	<u>2025</u>	<u>2024</u>
<b>Net asset restrictions accomplished</b>		
Program expenses incurred	\$ 93,038	\$ 103,258
Time restrictions expired	52,500	22,700
<b>Net assets released from restrictions</b>	<u>\$ 145,538</u>	<u>\$ 125,958</u>

At June 30, 2025 and 2024, net assets with donor restrictions are temporarily restricted for the following purposes:

	<u>2025</u>	<u>2024</u>
For periods subsequent to year-end	\$ 237,495	\$ 21,718
Scholarships from endowment income	91,323	104,410
CPA 1040K Run proceeds	46,885	56,630
Wallace H. Coulter Foundation Grant	94,033	97,536
	<u>\$ 469,736</u>	<u>\$ 280,294</u>

Net assets with donor restrictions that are maintained permanently by the Foundation consist of donor-restricted assets (endowments) of which only the income can be spent by the Foundation. The income from these endowments is sometimes restricted for a specific purpose by the donor. Capital gains on endowments are recorded as income with donor restrictions or without donor restrictions, consistent with the interest and dividend income treatment, unless otherwise specified by the donor.

The Foundation's endowment consists of multiple individual funds established for a variety of purposes. The endowments, which include unconditional promises to give receivable of zero and \$4,932 at June 30, 2025 and 2024, respectively, are all donor-restricted endowment funds. The Foundation has no board-designated endowments. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence of donor-imposed restrictions.

At June 30, 2025 and 2024, net assets with donor restrictions that are to be maintained permanently are restricted for the following purposes:

	<u>2025</u>	<u>2024</u>
Georgia Nelidsky Endowment	\$ 107,100	\$ 100,317
George E. Shierling Endowment	191,775	179,628
Beatrice Cohen Endowment	16,723	15,664
Douglas James Davis Endowment	146,325	136,959
Lloyd A. Turman Endowment	43,635	40,774
Orvis M. Kemp Endowment	46,073	43,154
Ben A. Stevens, Jr. Endowment	47,850	44,816
Martin M. Prague Endowment	60,994	57,131
Legends Endowment	36,626	33,053
Gerald J. Cavanaugh Endowment	80,478	75,381
Robert R. Harris Endowment	55,462	51,949

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

	<u>2025</u>	<u>2024</u>
Dade/S Broward	\$ 116,831	\$ 109,431
Kathryn B. Anderson Endowment	50,275	47,091
John P. Thomas Endowment	45,246	42,380
Michael R. Pender, Jr. Endowment	44,747	41,913
James Wilcox Endowment	717,339	671,906
Tommye Barie Endowment	42,494	39,803
George A. Gulisano Endowment	49,254	46,135
Mia Thomas Endowment	69,331	63,966
Brigade Endowment	71,631	67,130
Gleim Endowment	21,571	19,467
Jim Lane Endowment	35,539	33,288
Rick Carrol Endowment	49,741	46,590
Jason A Chorlins Endowment	37,656	35,210
Gordon Spoor Endowment	36,923	29,653
Azalea Grace Endowment	28,857	27,028
<b>Total</b>	<u>\$ 2,250,476</u>	<u>\$ 2,099,817</u>

The Foundation holds various endowments which are donor restricted. The Board of the Foundation has interpreted the Florida Uniform Prudent Management of Institutional Funds Act ("FUPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary.

The Foundation's donor-restricted endowments consist of (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not permanently restricted by the donor is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by FUPMIFA.

In accordance with FUPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the endowment fund;
- The purposes of the Foundation and the donor-restricted endowment fund;
- General economic conditions;
- The possible effect of inflation and deflation;
- The expected total return from income and the appreciation of investments;
- Other resources of the Foundation; and
- The investment policies of the Foundation.

For certain endowment funds, the donors have stipulated that additional accumulation of funds above and beyond the permanent endowment are unrestricted as to purpose and are therefore classified as net assets without donor restrictions.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

At June 30, 2025 and 2024, the endowments included in net assets with donor restrictions are summarized as follows:

	<u>2025</u>	<u>2024</u>
<b>Endowments</b>		
Income is restricted	\$ 1,934,878	\$ 1,804,208
Income is unrestricted	315,598	295,609
<b>Total internally controlled endowments</b>	<u>\$ 2,250,476</u>	<u>\$ 2,099,817</u>

These endowments are considered internally controlled as the Foundation's investment committee manages the selections of funds used in the investment portfolio in accordance with the investment policy guidelines identified below. The annual spending rate is 4% of the three-year average of the market value of the endowments as of June 30. These monies will be accumulated and distributed in accordance with the Foundation's trustee approved scholarship awards. Monies accumulated from the annual allocations but not yet awarded will be invested in a no-risk interest-bearing account until awarded in accordance with the Investment Policy of the Foundation.

The Foundation's investment policy is based on providing funding for its philanthropic efforts. The objective is to preserve capital and maximize long-term returns with low levels of risk. The following is the Foundation's investment policy for endowment funds:

<b>Asset Class</b>	<b>Target</b>		
	<b>Objective %</b>	<b>Minimum %</b>	<b>Maximum %</b>
Fixed income and cash and cash equivalents	35-40%	30%	45%
Equities	60-65%	55%	70%

The Foundation's investment policy limits securities to the following:

- Readily marketable fixed income or equity securities from a recognized investment house;
- Debt obligations of U.S. corporations rated A or better (or similar rating) by Standard & Poor's or Moody's Investor Services;
- Money market instruments, including commercial paper with a Prime-1 rating, fully insured certificates of deposit, banker's acceptances, and repurchase agreements collateralized with approved assets;
- Common and preferred stock of U.S. corporations traded on major U.S. exchanges or in the over-the-counter market including American Depositary Receipts or foreign securities which are traded on U.S. exchanges or in the over-the-counter market; and
- Index based funds and exchange-traded securities.

No minimum performance yields have been established; however, performance is reviewed quarterly by the Foundation's investment committee.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

All endowments are considered permanently restricted. For the years ended June 30, 2024 and 2023, activity within permanently restricted endowments is as follows:

	<u>2025</u>	<u>2024</u>
Endowments at July 1	\$ 2,099,817	\$ 1,943,860
Investment income	105,460	55,130
Appreciation - realized and unrealized	121,590	174,859
Allocation of investment income to net assets with donor restrictions and net assets without donor restrictions	(82,660)	(74,561)
Contributions	6,269	529
<b>Endowments at June 30</b>	<u>\$ 2,250,476</u>	<u>\$ 2,099,817</u>

**9. Due To/From Florida Institute of Certified Public Accountants, Inc.**

The Florida Institute of Certified Public Accountants, Inc. (the "FICPA") collects contributions on the Foundation's behalf. At June 30, 2025 and 2024, FICPA had collected contributions payable to the Foundation of \$13,972 and \$11,403, respectively. The Foundation owes money back to the FICPA in the amounts of \$5,709 and \$2,565 at June 30, 2025 and 2024, respectively.

**10. Financial Assets and Liquidity Resources**

The Foundation's financial assets available within one year of the statement of financial position date for general expenditures are as follows at June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 272,356	\$ 213,363
Accounts receivable	19,545	-
Accounts receivable - due from Florida Institute of Certified Public Accountants, Inc.	8,263	8,838
Current portion of unconditional promises to give receivable, net	39,046	18,525
Investments	1,267,729	1,149,897
<b>Total financial assets available within one year</b>	<u>1,606,939</u>	<u>1,390,623</u>
<b>Donor restrictions</b>		
Purpose and time restrictions	(469,736)	(280,294)
<b>Board restrictions</b>		
Board designated for general scholarships	(84,710)	(168,585)
<b>Total financial assets available to management for general expenditures within one year</b>	<u>\$ 1,052,493</u>	<u>\$ 941,744</u>

Although the Foundation's investment portfolio is designated to be held long term, unrestricted investments are available for general expenditure if approved by the Board.

As part of the Foundation's liquidity management, it has a policy to structure its financial assets according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

**FICPA Scholarship Foundation, Inc.**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**11. Risk and Uncertainties**

The Foundation invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of the investment securities will occur in the near term and that such changes could materially affect the Foundation's investment balances and the amounts reported in the statements of financial position.



**Supplementary Information**

**FICPA Scholarship Foundation, Inc.**  
**Schedule of Revenues and Expenses - Fundraising Activities**  
**Year Ended June 30, 2025**

	<u>CPA 1040K Run</u>	<u>Ocean Reef Golf Tournament</u>	<u>Suncoast Scramble Golf Tournament</u>	<u>Scholarship Night</u>	<u>Top Golf</u>	<u>Miscellaneous Fundraising</u>	<u>Subtotal</u>	<u>Management and Administrative</u>	<u>Total</u>
<b>Revenues</b>									
Fundraising activities	\$ 1,530	\$ 97,917	\$ 9,422	\$ 37,970	\$ 32,550	\$ 2,613	\$ 182,002	\$ -	\$ 182,002
Contributions – FICPA	1,469	15,728	2,786	8,394	5,744	-	34,121	254,458	288,579
Contributions – other	-	-	-	-	-	101,235	101,235	-	101,235
Total revenues	<u>2,999</u>	<u>113,645</u>	<u>12,208</u>	<u>46,364</u>	<u>38,294</u>	<u>103,848</u>	<u>317,358</u>	<u>254,458</u>	<u>571,816</u>
<b>Expenses</b>									
Salaries and benefits	2,081	19,998	3,602	10,794	7,349	-	43,824	250,085	293,909
Advertising and promotions	-	283	42	340	105	-	770	3,375	4,145
Consulting	-	-	-	-	-	-	-	5,803	5,803
Awards and door prizes	-	5,575	-	-	-	-	5,575	-	5,575
Dues and subscriptions	-	-	-	-	-	-	-	36	36
Facility and A/V rentals	250	18,109	2,049	6,742	4,803	-	31,953	932	32,885
Food and beverage	-	11,280	758	22,675	7,097	-	41,810	10,374	52,184
Merchant fees	36	1,556	174	684	767	176	3,393	2,182	5,575
Miscellaneous	299	984	470	-	-	-	1,753	255	2,008
Office supplies	-	73	-	220	25	-	318	263	581
Postage	119	-	-	-	-	-	119	242	361
Scholarships	9,000	-	-	-	-	-	9,000	-	9,000
Telephone and utilities	1	25	5	13	10	-	54	425	479
Travel and entertainment	-	4,485	273	7,516	504	-	12,778	3,892	16,670
Printing	-	-	-	-	-	-	-	207	207
Total expenses	<u>11,786</u>	<u>62,368</u>	<u>7,373</u>	<u>48,984</u>	<u>20,660</u>	<u>176</u>	<u>151,347</u>	<u>278,071</u>	<u>429,418</u>
<b>Changes in net assets</b>	<u>\$ (8,787)</u>	<u>\$ 51,277</u>	<u>\$ 4,835</u>	<u>\$ (2,620)</u>	<u>\$ 17,634</u>	<u>\$ 103,672</u>	<u>\$ 166,011</u>	<u>\$ (23,613)</u>	<u>\$ 142,398</u>

See Independent Auditor's Report.