GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

Financial Statements
with Independent Auditor's Report

June 30, 2025 and 2024

GALLEROS ROBINSON
CERTIFIED PUBLIC ACCOUNTANTS, LLP

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

JUNE 30, 2025 AND 2024

TABLE OF CONTENTS

GALLEROS ROBINSON
CERTIFIED PUBLIC ACCOUNTANTS, LLP

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Governors Island Alliance, Inc.
dba Governors Island Foundation

Opinion

We have audited the accompanying financial statements of Governors Island Alliance, Inc., dba Governors Island Foundation (the "Foundation"), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation 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 and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's 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 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, 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 within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 25, 2025, 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 the Foundation's 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.

Galleros Robinson CPAs, LLP

New York, New York
September 25, 2025

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
Cash and cash equivalents	$ 909,888	$ 428,884
Contributions and grants receivable	28,407	135,920
Prepaid expenses	136,265	89,502
Property and equipment, net	6,384	11,150
Total Assets	$ 1,080,944	$ 665,456
LIABILITIES AND NET ASSETS		
Liabilities		
Accrued expenses	$ 701,044	$ 95,513
Deferred revenue	267,923	143,683
Total liabilities	968,967	239,196
Net Assets		
Without donor restrictions		
General	(113,023)	201,260
Board-designated	200,000	200,000
Total net assets without donor restrictions	86,977	401,260
With donor restrictions	25,000	25,000
Total net assets	111,977	426,260
Total Liabilities and Net Assets	$ 1,080,944	$ 665,456

See notes to financial statements.

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2025 AND 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions and grants	$ 1,136,439	$ 571,500	$ 1,707,939	$ 937,390	$ 305,000	$ 1,242,390
Program Service Fees	850,000	-	850,000	-	-	-
Special events, net	755,365	-	755,365	672,394	-	672,394
Corporate event fees	279,701	-	279,701	256,345	-	256,345
Donated rent and services	55,841	-	55,841	338,804	-	338,804
Other Income	7,997	-	7,997	33,147	-	33,147
Net assets released from restrictions	571,500	(571,500)	-	280,000	(280,000)	-
Total Support and Revenue	3,656,843	-	3,656,843	2,518,080	25,000	2,543,080
EXPENSES						
Program services	3,094,483	-	3,094,483	2,142,405	-	2,142,405
Management and general	312,647	-	312,647	509,313	-	509,313
Fundraising	563,996	-	563,996	195,616	-	195,616
Total Expenses	3,971,126	-	3,971,126	2,847,334	-	2,847,334
CHANGE IN NET ASSETS	(314,283)	-	(314,283)	(329,254)	25,000	(304,254)
NET ASSETS, BEGINNING OF YEAR	401,260	25,000	426,260	730,514	-	730,514
NET ASSETS, END OF YEAR	$ 86,977	$ 25,000	$ 111,977	$ 401,260	$ 25,000	$ 426,260

See notes to financial statements.

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED JUNE 30, 2025 AND 2024

	2025				2024			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Salaries	$ 151,922	$ 89,248	$ 406,834	$ 648,004	$ 544,352	$ 68,587	$ 132,973	$ 745,912
Payroll taxes	21,720	6,882	29,809	58,411	41,164	5,959	20,592	67,715
Employee benefits	41,585	24,276	85,150	151,011	116,470	15,959	11,703	144,132
Total salaries and related costs	215,227	120,406	521,793	857,426	701,986	90,505	165,268	957,759
Program grants	2,573,401	-	-	2,573,401	1,115,820	-	-	1,115,820
Program expenses	231,985	-	-	231,985	229,219	191	-	229,410
Special events	-	-	346,783	346,783	-	-	235,691	235,691
Professional fees	20,500	93,400	6,070	119,970	18,324	366,345	-	384,669
Office supplies and expenses	25,278	18,611	-	43,889	14,784	19,369	-	34,153
Advertising and marketing	18,650	2,814	-	21,464	19,283	-	-	19,283
Occupancy	-	37,500	-	37,500	25,417	2,708	9,375	37,500
Meetings and meals	39	5,868	862	6,769	790	4,788	-	5,578
Equipment maintenance & leasing	5,400	-	-	5,400	13,069	-	-	13,069
Insurance (non-employee related)	-	4,379	-	4,379	-	3,547	-	3,547
Depreciation	2,875	1,891	-	4,766	2,898	1,874	-	4,772
Printing and publications	3	1,397	42	1,442	714	3,776	-	4,490
Other expenses	1,125	26,381	-	27,506	101	16,210	-	16,311
	3,094,483	312,647	875,550	4,282,680	2,142,405	509,313	410,334	3,062,052
Less: Expenses deducted directly from support and revenue on the statements of activities	-	-	(311,554)	(311,554)	-	-	(214,718)	(214,718)
Total Expenses	$ 3,094,483	$ 312,647	$ 563,996	$ 3,971,126	$ 2,142,405	$ 509,313	$ 195,616	$ 2,847,334

See notes to financial statements.

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (314,283)	$ (304,254)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities:		
Depreciation	4,766	4,772
Changes in operating assets and liabilities:		
Contributions and grants receivable	107,513	182,462
Prepaid expenses	(46,763)	(25,346)
Accrued expenses	605,531	(18,949)
Deferred revenue	124,240	73,601
Net cash from (used for) operating activities	481,004	(87,714)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	-	(11,272)
Net cash used for investing activities	-	(11,272)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	481,004	(98,986)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	428,884	527,870
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 909,888	$ 428,884

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:

No taxes or interest were paid during the years ended June 30, 2025 and 2024.

GOVERNORS ISLAND ALLIANCE, INC.
DBA GOVERNORS ISLAND FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

1. FOUNDATION AND TAX STATUS

Governors Island Alliance, Inc. dba Governors Island Foundation (the "Foundation") was founded in 1995. On November 1, 2024, the Foundation changed its dba name from the Friends of Governors Island to the Governors Island Foundation subsequent to a change in the Foundational structure and its relationship to the Governors Island Corporation dba The Trust for Governors Island (the "Trust").

The mission of the Governors Island Foundation is to secure philanthropic support to strengthen Governors Island as a vibrant resource for all New Yorkers. As the dedicated fundraising partner to the Trust for Governors Island, the Foundation works with visionary supporters to fund inspiring public art projects and cultural experiences, enhance our award-winning park, generate solutions to the climate crisis, and advance broader initiatives that support the Island's continued role as a public destination.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Presentation

The financial statements of the Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions. Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and the board of directors. Included in net assets without donor restrictions is a board-designated operating reserve. The balance in this reserve was $200,000 as at June 30, 2025 and 2024.

Net assets with donor restrictions. Net assets subject to stipulations imposed by donors and grantors. Those restrictions will be met when the purpose restriction is accomplished or by the passage of time.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Cash and Cash Equivalents

The Foundation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Contributions and Grants Receivable

The Foundation's contributions and grants receivable balance at June 30, 2025 and 2024 does not include an allowance for doubtful accounts. Such estimate is based on management's assessment of the creditworthiness of its contributors, current economic conditions and historical information.

Property and Equipment

Property and equipment are stated at cost, less accumulated depreciation. Depreciation is provided for utilizing the straight-line basis over the estimated useful lives of the assets. The Foundation capitalizes property and equipment equal to or in excess of $2,500 with a useful life of two years or more, unless such property and equipment are funded by a grantor, and the grantor retains title to the property and equipment.

Leases

The Foundation follows the provisions of ASU No. 2016-02, *Leases (Topic 842).* This guidance requires a lessee to recognize a right-of-use asset and a lease liability, initially measured at the present value of the lease payments on the statements of financial position and disclosing key information about leasing arrangements. The Foundation recognizes right-of-use assets and lease liabilities based on the present value of lease payments over the lease terms at commencement date. The Foundation has donated space for the years ended June 30, 2025 and 2024, thus, is exempted from the recognition of right-of-use assets and lease liabilities in the Foundation's statements of financial position.

Contributions

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. The value recorded for each contribution is recognized as follows:

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Nature of Gift	Value Recognized
Conditional gifts, with or without restriction	
Gifts that depend on the Foundation overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, *i.e.,* the donor-imposed barrier is met
Unconditional gifts, with or without restriction	
Received at date of gift - cash and other assets	Fair value
Received at date of gift - property, equipment and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Expected to be collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment and other long-lived assets are reported when those assets are placed in service.

Gifts that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as revenue with donor restrictions and then released from restriction.

Donated rent is recorded based on the estimated value of the space provided.

Contributed Services

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contributions of services are recognized if the services (a) create or enhance non-financial 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 donations.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Functional Allocation of Expenses

The costs of the Foundation's activities have been summarized on a functional basis. Accordingly, certain costs have been allocated to the programs and supporting services benefited. Program grants, program expenses, and certain other expenses are directly charged to program expenses. Expenses attributable to more than one functional expense category are allocated by management based on estimated time and effort.

Program Grants

Grants expense is recognized in the period the grant is approved, provided the grant is not subject to significant future conditions. Conditional grants are recognized as grant expense and as a grant payable in the period in which the grantee meets the terms of the conditions.

Accounting for Uncertainty in Income Taxes

The Foundation applies the provisions pertaining to uncertain tax provisions (FASB ASC Topic 740) and has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. The Foundation believes it is no longer subject to income tax examinations for years prior to 2021. Currently, there are no audits in progress.

Corporate Event Fees

The Foundation receives fees from corporations to provide team-building outings. Revenue is reported at the amount that reflects the consideration to which the Foundation expects to be entitled in exchange for providing the services.

Generally, the Foundation bills its customers each month for services rendered or to be rendered. The Foundation records accounts receivable and revenue when earned for program fees based on established rates. Receivables are due in full when billed, and revenue is recognized as performance obligations are satisfied. Fees received in advance of services to be rendered are recorded as deferred revenue.

Operating Agreement with the Trust

The Foundation provides services to the Trust under an operating agreement. Under this agreement, the Trust reimburses the Foundation for budgeted operating expenses. The Foundation bills for this revenue quarterly.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Allowance for Credit Losses

Historically, given the nature of its customers and donors, the Foundation has never experienced material credit losses. As of June 30, 2025 and 2024, there was no allowance for credit losses. The estimate is based on management's assessment of the creditworthiness of its customers and funders, the aged basis of its receivables, as well as current economic conditions and historical information.

Reclassifications

Certain items in the 2024 financial statements were reclassified to conform to the 2025 presentation. The reclassifications had no impact on previously reported net assets.

3. CONCENTRATIONS

The Foundation maintains bank accounts at a financial institution insured by the Federal Deposit Insurance Corporation ("FDIC") for up to $250,000. From time to time, the total cash balance exceeds the insured amounts. Management believes that credit risk related to these accounts are minimal.

For the years ended June 30, 2025 and 2024, approximately 18% and 26% respectively of the Foundation's support and revenue was derived from one special event.

4. CONTRIBUTIONS AND GRANTS RECEIVABLE, NET

Contributions receivable as of June 30, 2025, and 2024 are all due within one year.

5. RELATED PARTY

Effective November 1, 2024, the Foundation entered into an operating agreement with the Trust. Under this agreement, the Trust will fund 100% of the Foundation's budgeted operating expenses. Amount due to the Trust as of June 30 is as follows:

Grant Accrued Expense Payable	$ (650,157)

For the year ended June 30, 2025, the Foundation made grants of $2,573,401 to the Trust and the Foundation received program service fees of $850,000 from the Trust.

6. PROPERTY AND EQUIPMENT, NET

Property and equipment, net consist of the following at June 30:

	Estimated useful lives	2025	2024
Buildings	5 years	$ 88,154	$ 88,154
Computers	3 years	5,894	5,894
Furniture, fixtures, & equipment	5 years	25,431	25,431
		119,479	119,479
Less: Accumulated depreciation		(113,095)	(108,329)
		$ 6,384	$ 11,150

7. SPECIAL EVENTS, NET

Income from the Foundation's fundraising events are as follows:

	2025	2024
Special events revenue	$ 1,066,919	$ 887,112
Less: Special events direct expenses	311,554	214,718
Special events, net	$ 755,365	$ 672,394

8. VOLUNTEER TIME (UNAUDITED)

The Foundation benefits from volunteers who perform activities related to visitor services, event support and horticulture. As volunteer coordination is a significant component of the Foundation's mission and activities, volunteer hours are tracked and valued using rates established. Volunteer time consists of the following for the years ended June 30:

	2025	2024
Number of volunteers	2,850	2,373
Total volunteer hours	10,332	13,304
Independent sector rate	$34.79/hr	$34.59/hr
Estimated in-kind value	$ 359,450	$ 460,185

These contributed services have not been reflected in these financial statements, as they do not meet the criteria for recognition.

9. DONATED RENT AND SERVICES

For the years ended June 30, 2025 and 2024, the Foundation was provided office space on Governors Island at no charge and no restriction. The value of this contributed office space and services for the years ended June 30, 2025 and 2024 are as follows:

2025

Nonfinancial Assets	Amount	Usage in Programs / Activities	Fair Value Techniques
Rent of office space	$ 37,500	Management and general, program services, and fundraising	Estimated based on rate per square footage
Other services	13,951	Management and general	Estimated based on rate of similar services
Legal services	4,390	Management and general	Estimated based on current rates of legal services
	$ 55,841		

2024

Nonfinancial Assets	Amount	Usage in Programs / Activities	Fair Value Techniques
Legal services	$ 297,913	Management and general	Estimated based on current rates of legal services
Rent of office space	37,500	Management and general, program services, and fundraising	Estimated based on rate per square footage
Other services	3,391	Management and general	Estimated based on rate of similar services
	$ 338,804		

10. PENSION PLAN

Until October 31, 2024, the Foundation's staff participated in a defined contribution 401(k) thrift retirement plan (the "Plan"). The Plan covered all eligible employees and allowed for voluntary contributions by Plan participants. Employees were eligible after one year of service, and the Foundation contributed 3% of employee compensation.

Effective with the execution of the Operating Agreement with the Trust, the Foundation staff became eligible to participate in a defined contribution 403 (b) retirement plan (the "403 (b) Plan"). It provides for variable contribution rates by TGI ranging from 3% to 1% of employees' compensation. Contributions become fully vested after the 4th year of participation in the 403 (b) Plan

The Foundation's total contributions to the plans for the years ended June 30, 2025 and 2024 were $30,135 and $19,155, respectively.

11. FINANCIAL ASSETS AND LIQUIDITY RESOURCES

The Foundation regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Foundation has various sources of liquidity at its disposal, including cash and cash equivalents, and contributions and grants receivable.

The following reflects the Foundation's financial assets as of June 30, 2025 and 2024 reduced by amounts not available for general use within one year of the statements of financial position dates because of contractual or donor-imposed restrictions or internal designations.

	2025	2024
Cash and cash equivalents	$ 909,888	$ 428,884
Contributions and grants receivable,net	28,407	135,920
	938,295	564,804
Less: Board-designated funds*	(200,000)	(200,000)
Less: Net assets with donor restrictions	(25,000)	(25,000)
Financial assets available to meet cash needs for general expenditures within one year	$ 713,295	$ 339,804

*The internal designations are subject to the board of directors' review, and these funds may be made available to fund the Foundation's activities at their discretion.

12. SUBSEQUENT EVENTS

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through September 25, 2025, the date that the financial statements were available to be issued. During this period, there were no material subsequent events requiring disclosure.

GALLEROS ROBINSON
CERTIFIED PUBLIC ACCOUNTANTS, LLP

INDEPENDENT AUDITOR'S 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
Governors Island Alliance, Inc.
dba Governors Island Foundation

We have audited, in accordance with the 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 Governors Island Alliance, Inc., dba Governors Island Foundation (the "Foundation") which comprise the statement of financial position as of June 30, 2025, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 25, 2025.

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 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 entity'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.

INDEPENDENT AUDITOR'S 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* - CONTINUED

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.

Galleros Robinson CPAs, LLP

New York, New York
September 25, 2025