Digital Promise Global

Audited Financial Statements and Supplementary Information

December 31, 2025

DIGITAL PROMISE GLOBAL

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Independent Auditor's Report

Board of Directors
Digital Promise Global
Washington, D.C.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Digital Promise Global (the Organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Organization 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 opinions.

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 Organization'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

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization'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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes 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 audit 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Board of Directors
Digital Promise Global

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2026, on our consideration of the Organization'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 Organization'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 Organization's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Organization's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 12, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Councilor, Buchanan & Mitchell, P.C.

Bethesda, Maryland
August 26, 2026

Certified Public Accountants

DIGITAL PROMISE GLOBAL

STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2024)

	2025	2024
Assets		
Cash	**$ 3,712,255**	$ 5,702,273
Investments	**126,165,362**	117,195,568
Accounts Receivable (Net of Allowance for Credit Losses of Approximately $29,000 and $88,000 in 2025 and 2024, Respectively)	**2,147,685**	958,412
Unbilled Receivables	**-**	305,376
Grants Receivable	**13,461,849**	10,697,185
Contributions Receivable (Net of Allowance for Doubtful Accounts of Approximately $0 and $42,000 in 2025 and 2024, Respectively)	**309,649**	100,400
Federal Awards Receivable	**1,743,236**	1,328,866
Prepaid Expenses and Other Assets	**3,007,002**	3,207,152
Operating Right-of-Use Assets	**876,030**	1,221,808
Fixed Assets, Net	**427,050**	445,852
Total Assets	**$ 151,850,118**	$ 141,162,892
Liabilities and Net Assets		
Liabilities		
Accounts Payable	**$ 2,200,280**	$ 1,561,470
Accrued Expenses	**4,215,070**	4,032,131
Refundable Advances	**96,887,617**	90,774,026
Deferred Revenue	**480,472**	916,419
Agency Payable	**417,000**	-
Operating Lease Liabilities	**955,839**	1,322,536
Total Liabilities	**105,156,278**	98,606,582
Net Assets		
Without Donor Restrictions	**16,104,775**	20,994,046
With Donor Restrictions	**30,589,065**	21,562,264
Total Net Assets	**46,693,840**	42,556,310
Total Liabilities and Net Assets	**$ 151,850,118**	$ 141,162,892

See accompanying Notes to Financial Statements.

DIGITAL PROMISE GLOBAL

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2024)

	Without Donor Restrictions	With Donor Restrictions	**2025 Total**	2024 Total
Revenues and Support				
Grants	$ -	$ 55,119,363	**$ 55,119,363**	$ 49,229,864
Contributions	360,618	254,000	**614,618**	2,426,401
Federal Award Income	-	6,682,427	**6,682,427**	4,950,352
Donated Legal and Professional Fees	55,058	-	**55,058**	102,983
Donated Devices	-	-	**-**	10,266
Donated Data Plans	-	45,849,895	**45,849,895**	60,990,988
Educational Services Income	9,167,321	-	**9,167,321**	4,868,251
Investment Income	5,184,794	-	**5,184,794**	5,375,212
Net Assets Released from Restrictions	98,878,884	(98,878,884)	**-**	-
Total Revenues and Support	113,646,675	9,026,801	**122,673,476**	127,954,317
Expenses				
Program Services	111,432,491	-	**111,432,491**	122,240,272
General and Administrative	6,202,441	-	**6,202,441**	6,717,930
Fundraising	901,014	-	**901,014**	1,043,225
Total Expenses	118,535,946	-	**118,535,946**	130,001,427
Change in Net Assets	(4,889,271)	9,026,801	**4,137,530**	(2,047,110)
Inherent Contribution	-	-	**-**	-
Net Assets, Beginning of Year	20,994,046	21,562,264	**42,556,310**	44,603,420
Net Assets, End of Year	$ 16,104,775	$ 30,589,065	**$ 46,693,840**	$ 42,556,310

See accompanying Notes to Financial Statements.

DIGITAL PROMISE GLOBAL

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2024)

	Center for Learner Pathways	Global Networks and Programs	Powerful Learning	Learning Sciences Research	Total Program Services	General and Administrative	Fundraising	**2025 Total**	2024 Total
Salaries	$ 3,648,107	$ 4,841,026	$ 14,064,309	$ 4,452,275	$ 27,005,717	$ 2,657,161	$ 720,157	**$ 30,383,035**	$ 28,333,468
Payroll Taxes and Benefits	772,993	1,024,384	3,102,069	978,454	5,877,900	259,075	160,322	**6,297,297**	6,043,264
Consultants	1,526,570	1,173,840	1,686,488	1,792,331	6,179,229	417,497	-	**6,596,726**	4,640,850
Donated Devices	-	-	-	-	-	-	-	**-**	12,666
Donated Data Plans	-	-	45,849,895	-	45,849,895	-	-	**45,849,895**	60,990,988
Web Expenses	-	-	-	-	-	-	-	**-**	19,650
Legal and Professional Fees	2,913	27,864	7,137	1,845	39,759	132,228	251	**172,238**	113,361
Donated Legal and Professional Fees	-	-	-	-	-	55,058	-	**55,058**	102,985
Travel and Travel Stipends	339,782	354,255	948,224	220,582	1,862,843	68,279	12,737	**1,943,859**	2,125,891
Convenings	165,509	1,387,048	1,077,952	48,163	2,678,672	49,421	2,776	**2,730,869**	2,196,251
Production/Dissemination	136,889	155,058	80,568	22,172	394,687	4,140	-	**398,827**	443,200
Accounting Services	-	-	-	-	-	129,215	-	**129,215**	109,394
Office Supplies	8,251	7,418	27,917	7,787	51,373	17,885	146	**69,404**	219,271
Taxes and Other Admin Fees	100	-	4,930	-	5,030	28,134	-	**33,164**	36,357
Insurance	-	-	-	-	-	152,297	-	**152,297**	139,004
Postage and Delivery and Shipping	2,275	1,598	7,970	443	12,286	2,310	-	**14,596**	9,944
Office Phone/Internet/Web	-	-	-	-	-	24,897	-	**24,897**	39,426
Non-Capital Office Equipment	170	21,482	113,772	4,842	140,266	193,410	-	**333,676**	288,899
Depreciation and Amortization	64,798	21,146	172,854	2,667	261,465	19,828	-	**281,293**	228,030
Recruiting Costs	-	563	68,522	-	69,085	334,782	-	**403,867**	94,490
Dues, Subscriptions, and Licenses	73,110	230,615	603,078	268,504	1,175,307	1,212,945	-	**2,388,252**	1,838,394
Registration Fees	35,498	40,320	102,792	18,832	197,442	4,177	4,625	**206,244**	255,297
Operating Lease Expense	-	-	-	-	-	386,693	-	**386,693**	386,693
Office Rent	-	-	-	-	-	303	-	**303**	295
Subawards	1,433,511	340,277	10,000	1,619,988	3,403,776	-	-	**3,403,776**	790,933
Site Payments	291,000	23,793	3,344,750	-	3,659,543	-	-	**3,659,543**	3,962,250
Participant Support Costs	87,541	10,425	214,429	142,539	454,934	10	-	**454,944**	477,366
Expected Credit Loss Expense	-	-	-	-	-	9,386	-	**9,386**	98,210
Bad Debt (Recovery) Expense	-	-	-	-	-	(5,773)	-	**(5,773)**	165,800
Device Costs	354	5,794	12,106,917	217	12,113,282	49,083	-	**12,162,365**	15,838,800
Total Expenses	$ 8,589,371	$ 9,666,906	$ 83,594,573	$ 9,581,641	$ 111,432,491	$ 6,202,441	$ 901,014	**$ 118,535,946**	$ 130,001,427

See accompanying Notes to Financial Statements.

DIGITAL PROMISE GLOBAL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025
(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2024)

	2025	2024
Cash Flows from Operating Activities		
Change in Net Assets	**$ 4,137,530**	$ (2,047,110)
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by Operating Activities		
Depreciation and Amortization	**281,293**	228,030
Gain on Investments	**(621,212)**	(859,180)
Operating Lease Expense	**386,693**	386,693
(Increase) Decrease in Assets		
Accounts Receivable, Net	**(1,189,273)**	1,547,248
Unbilled Receivables	**305,376**	(140,354)
Grants Receivable	**(2,764,664)**	(241,630)
Contributions Receivable, Net	**(209,249)**	229,625
Federal Awards Receivable	**(414,370)**	486,836
Prepaid Expenses and Other Assets	**200,150**	2,281,673
Increase (Decrease) in Liabilities		
Accounts Payable	**638,810**	693,072
Accrued Expenses	**182,939**	965,889
Refundable Advances	**6,113,591**	2,611,986
Deferred Revenue	**(435,947)**	678,985
Agency Payable	**417,000**	-
Operating Lease Liabilities	**(407,612)**	(396,174)
Net Cash Provided by Operating Activities	**6,621,055**	6,425,589
Cash Flows from Investing Activities		
Proceeds from Sales of Investments	**115,210,657**	94,328,052
Purchases of Investments	**(123,559,239)**	(96,544,082)
Purchases of Fixed Assets	**(262,491)**	(271,717)
Net Cash Used in Investing Activities	**(8,611,073)**	(2,487,747)
Net Change in Cash	**(1,990,018)**	3,937,842
Cash, Beginning of Year	**5,702,273**	1,764,431
Cash, End of Year	**$ 3,712,255**	$ 5,702,273

See accompanying Notes to Financial Statements.

1. ORGANIZATION

Digital Promise Global (the Organization) was incorporated in October 2013 in the District of Columbia. The Organization is a global nonprofit working to expand opportunity for every learner. The Organization works with educators, researchers, technology leaders, and communities to design, investigate, and scale innovations that support learners, especially those who have been historically and systematically excluded. Our vision is that every person engages in powerful learning experiences that lead to a life of well-being, fulfillment, and economic mobility.

The Organization's activities are funded primarily through philanthropic grants, federal research awards, and educational services contracts. The Organization's major programs are:

Center for Learner Pathways: The Organization's Center for Learner Pathways reimagines education research and development (R&D) by resourcing the creative ingenuity of communities working in partnership with school districts to create equitable powerful learning opportunities for students furthest from opportunity.

Global Networks and Programs: Through the power of people-driven global networks, the Organization takes on big challenges in education by understanding what educators face each day and how technology and the latest learning sciences research can help meet those challenges. Connecting, convening, and collaborating with the most innovative educators and leaders on shared goals helps the Organization's work move from vision to reality.

Powerful Learning: Powerful Learning is a set of principles guiding educators to design learning experiences that engage the hearts and minds of learners. The Organization works with educators and students to provide powerful learning opportunities for students to deeply engage in their learning.

Learning Sciences Research: Learning Sciences Research focuses on the why, what, and how of learning, in and out of school. By partnering with educators to study and design new learning approaches, resources, and policies, the Organization makes learning better.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Organization has presented its financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Cash

Cash includes demand deposits at commercial banks.

Investments

Investments includes bank deposits, mutual funds, and U.S. treasury notes, valued based on quoted prices for identical assets on national exchanges, and brokered certificates of deposit, valued based on broker quotes using readily available pricing sources for comparable investments.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Accounts receivable consists of amounts due for educational services that have not been collected as of year end. Accounts receivable amounts are presented in the statement of financial position at the net amount expected to be collected. The Organization uses the loss-rate method to estimate expected credit losses based on historical experience, current conditions, and reasonable and supportable forecasts about collectability. Historical credit loss experience provides the basis for the estimation of expected credit losses and adjustments are made for differences in current and forecasted risk characteristics and economic conditions. In addition, allowance for credit losses is measured on a collective (pool) basis when similar risk characteristics exist. Accounts receivable that do not share risk characteristics are evaluated on an individual basis.

During the year ended December 31, 2025, the Organization elected a practical expedient for estimating expected credit losses on current accounts receivable. Under this expedient, the Organization assumes that current conditions as of the statement of financial position date do not change over the remaining life of its current accounts receivable when estimating expected credit losses. The Organization also made an accounting policy election to consider subsequent cash collections received after the statement of financial position date when developing estimates of expected credit losses. Accordingly, the Organization evaluated subsequent cash collections through March 31, 2026, and balances collected through that date are not included in the allowance for credit losses.

Changes in the allowance for credit losses during the year ended December 31, 2025, were as follows:

Allowance for Credit Losses, Beginning of Year	$ 88,180
Current Charges to Expected Credit Losses	9,386
Write-offs Charged Against the Allowance	(68,830)
Allowance for Credit Losses, End of Year	$ 28,736

Grants Receivable and Contributions Receivable

Grants receivable and contributions receivable are recorded at their net realizable value. Receivables due over multiple years are discounted to their net present value using the applicable interest rate, which considers market and credit risk. Allowances for doubtful accounts are established for receivables that are considered uncollectible based on periodic reviews by management. Management considers all grants and receivable and contributions receivable to be fully collectible, and accordingly, does not believe any allowance for doubtful accounts is necessary as of December 31, 2025.

Federal Awards Receivable

Federal awards receivables consist of amounts due from federal grants. The management of the Organization reviews the collectability of the receivables on a regular basis. Management believes all amounts are fully collectable and, therefore, no allowance for doubtful accounts is necessary.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Right-of-Use Assets and Lease Liabilities

The determination of whether an arrangement is a lease is made at the lease's inception. Under the Financial Accounting Standards Board's (FASB) Accounting Standards Update (ASU) 2016-02, *Leases (Topic 842)*, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

Operating lease liabilities are initially measured at the present value of minimum lease payments using a risk-free discount rate that approximates the remaining term of the lease. The operating right-of-use assets are the lease liabilities adjusted for other lease-related accounts. Management considers the likelihood of exercising renewal or termination clauses (if any) in measuring the Organization's right-of-use assets and lease liabilities. Operating lease expense is allocated over the remaining lease term on a straight-line basis.

The Organization considers leases with initial terms of twelve months or less, and no option to purchase the underlying asset, to be short-term leases. Accordingly, short-term lease costs are expensed over the remaining lease term, with no corresponding right-of-use asset or lease liability. In addition, the Organization does not separate non-lease components from lease components (if any) when determining the payments for leases of office equipment.

Fixed Assets

The Organization capitalizes all fixed asset acquisitions of $5,000 and above. Fixed assets are stated at cost and are depreciated using the straight-line method over estimated useful lives of three to five years, with no salvage value. Direct costs incurred during the application stage of the development of the Organization's website are capitalized and amortized over the estimated useful life of three years. Maintenance and repairs, including planned major maintenance activities, are charged to expense when incurred; major renewals and betterments are capitalized. Donated fixed assets are recorded at fair market value at the date of donation.

Donated Goods and Services

Donated goods and services are recorded at fair value when an unconditional commitment is received and are recognized as revenue and expense in the accompanying financial statements. Contributions of services are recognized when services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The value of such services is recorded based on the estimated fair value of services provided.

Grants Revenue and Contributions Revenue

The Organization reports unconditional grants and contributions as net assets without donor restrictions and available for general operations, unless specifically restricted by the donor.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants Revenue and Contributions Revenue (Continued)

Unconditional grants and contributions received with donor stipulations that limit the use of the donated funds for a particular purpose or for a specific period of time are reported as net assets with donor restrictions. When the stipulated time restriction ends or the purpose of the restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Conditional grants and contributions are not recorded as revenue until the related conditions have been satisfied. Amounts received for conditional grants are recorded as refundable advances until the conditions have been met.

Educational Services Income

The Organization provides educational services chiefly in four capacities: (1) research-based services, (2) micro-credential development and hosting, (3) professional learning, and (4) fellows program. Research-based activities are delivered to various providers along the education spectrum (e.g. school districts, universities, and other nonprofit organizations); micro-credentialing activities are provided to many of the same types of customers as research-based but may also include employers or workforce development providers seeking to provide skills training for their stakeholders; professional learning activities are provided to educators in the United States and around the globe to design powerful learning opportunities; and the fellows program seeks to align the Organization’s work with that of other organizations working towards similar goals.

Educational services income is recognized at the point in time that the Organization completes contract performance obligations or over time as contracted services are consumed by the customer or using an estimate of costs incurred as management believes these are representative of deliverables. Amounts received in advance are recorded as deferred revenue.

Federal Award Income

Revenue from federal grants is recognized when unconditional, on the basis of allowable costs.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited. These expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, payroll taxes and benefits, among others. These expenses are allocated on the basis of estimates of time and effort by employees. Expenses directly identifiable to specific programs and supporting activities are presented accordingly.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the Code) and has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Code. The Organization is exempt from the payment of taxes on income other than net unrelated business income. No provision for federal or state income taxes is required as of December 31, 2025, for net unrelated business income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting for Uncertain Tax Positions

The Organization requires that a tax position be recognized or derecognized based on a "more-likely-than-not" threshold. This applies to positions taken or expected to be taken in a tax return. The Organization does not believe its financial statements include, or reflect, any uncertain tax positions. The Organization's Form 990, *Return of Organization Exempt from Income Tax*, is generally subject to examination by the taxing authorities for three years after filing.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Prior Year Information

The financial statements include certain prior year summarized comparative totals as of and for the year ended December 31, 2024. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the financial statements for the year ended December 31, 2024, from which the summarized information was derived.

Adoption of Accounting Standards Update 2025-05

In July 2025, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2025-05, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets*. ASU 2025-05 provides (1) a practical expedient for estimating expected credit losses on current accounts receivable whereby the Organization assumes that current conditions as of the statement of financial position date do not change over the remaining life of its current accounts receivable when estimating expected credit losses, and (2) an accounting policy election to consider subsequent cash collections received after the statement of financial position date when developing estimates of expected credit losses. During the year ended December 31, 2025, the Organization early adopted ASU 2025-05 and the amendments were applied prospectively to estimates of expected credit losses for current accounts receivable as of the adoption date. Prior period amounts were not adjusted. No preferability assessment was required for this election and the effect of the adoption was not material to the financial statements.

3. LIQUIDITY AND AVAILABLE RESOURCES

The Organization's cash flows have seasonal variations due to the timing of grants, contributions, program revenues, and vendor payments. The Organization has long-term and short-term investment policies to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due, and to provide an annual targeted return on assets. As part of its liquidity management, the Organization invests cash in excess of expected requirements in short-term certificates of deposit, money market funds, and other investments.

3. LIQUIDITY AND AVAILABLE RESOURCES (CONTINUED)

Although the Organization does not intend to use these investments in the short-term, they are available for use to meet cash needs for general expenditures. The financial assets include refundable advances of approximately $97 million related to a specific project.

As of December 31, 2025, the following financial assets and liquidity sources are available for general operating expenditures in the year ending December 31, 2026:

Cash	$ 3,712,255
Investments Available for Operating Purposes	126,165,362
Accounts Receivable, Net	2,147,685
Grants Receivable, Current Portion	8,121,866
Contributions Receivable, Net	309,649
Federal Awards Receivable	1,743,236
Less Amounts Restricted by Donors for Purpose	(27,846,799)
Financial Assets Available to Meet Cash Needs for General Expenditures within One Year	$114,353,254

4. CONTINGENCY FOR FEDERAL AWARD INCOME

The Organization receives revenues from federal government grants, contracts, and sub-awards. The ultimate determination of amounts received under these programs is generally based upon allowable costs, which are subject to audit. Management believes that adjustments, if any, arising from such audits, will not have a material effect on the financial statements. However, any significant reduction in funding from these government grants may impact the Organization's ability to carry out its programs and other activities. Any changes in government priorities, budget constraints, or shifts in policy could result in decreased grant funding or alterations to the terms of existing grants.

5. GRANTS RECEIVABLE, NET

Grants receivable is discounted between 3.47% and 3.55% as of December 31, 2025, using rates that considers market and credit risk.

Grants receivable as of December 31, 2025, is summarized below:

Due in Less than One Year	$ 8,121,866
Due in One to Five Years	5,586,494
	13,708,360
Less Discount to Present Value	(246,511)
Total Grants Receivable, Net	$ 13,461,849

6. FIXED ASSETS, NET

At December 31, 2025, the Organization's fixed assets consisted of the following:

Website	$ 3,181,990
Software	98,730
Equipment	90,792
Less Accumulated Depreciation and Amortization	(2,944,462)
Fixed Assets, Net	$ 427,050

7. CONCENTRATIONS

The Organization maintains a cash balance at a financial institution in the Washington, D.C. metropolitan area. This account is insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At times during the year, the Organization's cash balance exceeded the FDIC insurance amount. Management believes the risk in these situations to be minimal.

The Organization invests in professionally managed portfolios that contain mutual funds and fixed income instruments. Such investments are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term would materially affect investment balances and the amount reported in the financial statements. Investments in one financial institution's investment products comprised 56% of total assets at December 31, 2025.

As of December 31, 2025, approximately 50% of receivables was due from one entity, and approximately 65% of revenue for the year ended December 31, 2025, was from one entity.

8. DONATED GOODS AND SERVICES

For the year ended December 31, 2025, the Organization received donated data plans and legal and professional fees, which have been allocated among program and general and administrative expenses. The value of donated goods and services is based on current market rates for similar data plans and legal and professional services. The Organization provides the data plans and devices to various schools.

Donated goods and services consisted of the following amounts for the year ended December 31, 2025:

	Powerful Learning	General and Administrative	Total
Donated Data Plans	$ 45,849,895	$ -	$ 45,849,895
Donated Legal and Professional Fees	-	55,058	55,058
Total Donated Goods and Services	$ 45,849,895	$ 55,058	$ 45,904,953

9. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were available for the following purposes as of December 31, 2025:

Powerful Learning	$ 2,728,399
Learning Sciences Research	17,068,751
Center for Learner Pathway Innovations	5,627,448
Global Networks and Programs	2,422,201
Timing	2,742,266
Total Net Assets With Donor Restrictions	$ 30,589,065

Amounts released from net assets with donor restrictions during the year ended December 31, 2025, were:

Powerful Learning	$ 81,333,848
Learning Sciences Research	2,356,060
Center for Learner Pathway Innovations	5,900,715
Global Networks and Programs	1,684,084
Federal Awards	6,682,427
Timing	921,750
Total Amounts Released from Restrictions	$ 98,878,884

10. OPERATING LEASES

The Organization has a non-cancelable lease for office space in Washington, D.C., through April 2029. The lease provides for annual rent escalations and the payment of operating expenses. The lease also provides for five months of fully abated rent and options to extend the lease term or terminate the lease early in April 2027. Neither option is considered reasonably certain to be exercised for the calculation of the related right-of-use asset and lease liability.

The Organization also has a non-cancelable lease for office space in San Mateo, California, through July 2027. The lease provides for annual rent escalations and the payment of operating expenses. The lease also provides for two months of fully abated rent and an option to extend the lease term for an additional 3-year period. However, the extension option is not considered reasonably certain to be exercised for the calculation of the related right-of-use asset and lease liability.

Under U.S. GAAP, operating lease expense is recognized on a straight-line basis over the remaining lease term.

10. OPERATING LEASES (CONTINUED)

Maturities of the operating lease liabilities and balances of the operating right-of-use assets as of December 31, 2025, are as follows:

For the Years Ending December 31,	DC Office	CA Office	Total
2026	$ 188,885	$ 231,065	$ 419,950
2027	194,079	117,240	311,319
2028	199,417	-	199,417
2029	67,834	-	67,834
Total Undiscounted Minimum Lease Payments	650,215	348,305	998,520
Less Discount to Present Value	(40,736)	(1,945)	(42,681)
Total Operating Lease Liabilities	$ 609,479	$ 346,360	$ 955,839
Operating Right-of-Use Assets	$ 545,722	$ 330,308	$ 876,030

The supplementary qualitative operating lease information is as follows:

Supplementary Qualitative Operating Lease Information	Amount
Weighted-Average Remaining Lease Term (Years)	2.71
Weighted-Average Discount Rate (Risk-Free Rate)	3.59%

11. EMPLOYEE BENEFIT PLAN

The Organization maintains a 401(k) retirement plan (the Plan). Employees are eligible once they meet certain age and service requirements. The Plan allows for an employer match equal to 3% of eligible employees' plan compensation. For the year ended December 31, 2025, the Organization contributed approximately $1,547,000, which is included in payroll taxes and benefits in the accompanying statement of functional expenses.

12. CONDITIONAL GRANTS

The Organization has the following conditional grants outstanding at December 31, 2025, for which revenue has not yet been recorded:

Condition	Amount
Required Protocols	$ 96,331,327
Phase Completion	497,495
Allowable Costs	11,754,607
Total Conditional Grants	$ 108,583,429

13. FAIR VALUE MEASUREMENTS

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels as follows:

Level 1 - inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets (examples include equity securities);

13. FAIR VALUE MEASUREMENTS (CONTINUED)

Level 2 - inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability other than quoted prices, either directly or indirectly, including inputs in markets that are not considered to be active (examples include corporate or municipal bonds);

Level 3 - inputs to the valuation methodology are unobservable and significant to the fair value measurement. The inputs to the determination of fair value require significant management judgment (examples include certain private equity securities).

The following presents investments carried at fair value as of December 31, 2025:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Savings and Bank Deposits	$ 27,075,943	$ 27,075,943	$ -	$ -
Bond Mutual Funds	3,402,450	3,402,450	-	-
U.S. Treasury Mutual Funds	60,769,825	60,769,825	-	-
U.S. Treasury Notes	24,306,332	24,306,332	-	-
Certificates of Deposit	10,610,812	-	10,610,812	-
Total Investments	$ 126,165,362	$ 115,554,550	$ 10,610,812	$ -

14. EDUCATIONAL SERVICES

During the year ended December 31, 2025, all educational services revenue, totaling approximately $9,167,000, was earned by the Organization at the point in time that performance obligations were satisfied. No educational services revenue during the year ended December 31, 2025, was recognized over time as services were consumed or based on costs incurred.

The Organization recognized approximately $837,000 of prior year deferred revenue during the year ended December 31, 2025.

The balances of contract related assets and liabilities for December 31, 2025 and 2024, are as follows:

	2025	2024
Accounts Receivable, Net	**$ 2,147,685**	$ 958,412
Unbilled Receivables	**-**	305,376
Deferred Revenue	**480,472**	916,419

15. COMMITMENTS AND CONTINGENCIES

The Organization has entered into contracts with facilities in connection with future events through November 2026. In the event of cancellation by the Organization or if attendance is less than agreed-upon minimum levels, the Organization would be responsible for certain fees.

15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Management does not anticipate significant fees due to cancellation of these events or attendance below minimum levels. The Organization also has non-cancelable agreements with certain service providers. In addition, the Organization has made conditional contributions with balances outstanding of approximately $1,343,000 as of December 31, 2025. Amounts will be paid and expensed generally when grantees expend allowable costs or achieve certain measurable barriers.

16. AGENCY PAYABLE

In December 2025, the Organization entered into an agreement with a funding partner and a third-party service provider related to an education curriculum and digital learning solutions program. The Organization received $432,000 in 2025 in connection with this program. Under the terms of the agreement, the Organization is obligated to remit $417,000 to the third-party service provider as a pass-through payment, which the Organization does not have any agency over. Accordingly, this $417,000 was recorded as an agency payable liability upon receipt with no corresponding revenue. This $417,000 remains in agency payable as of December 31, 2025, since it had not yet been remitted by the Organization. This payment was remitted to the third-service party provider subsequent to year end in 2026. The Organization retained the remaining $15,000 as an administrative fee, consistent with the terms of the agreement, which was recognized as educational services income during the year ended December 31, 2025.

17. SUBSEQUENT EVENTS

Subsequent events were evaluated through August 26, 2026, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

DIGITAL PROMISE GLOBAL

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Federal Assistance Listing No.	Pass-Through Grantor and Identifying Number	Expenditures to Subrecipients	Federal Awards Expended
Research and Development Cluster				
Department of Commerce				
Science, Technology, Business and/or Education Outreach	11.620	Direct	$ 53,011	$ 116,949
Total Department of Commerce			53,011	116,949
United States Department of State				
Professional and Cultural Exchange Programs - Citizen Exchanges	19.415	Aspen Institute, SI_DPG1_SubR_2023	71,412	187,184
Total United States Department of State			71,412	187,184
National Science Foundation				
Prior-Year Cost Adjustment - Computer and Information Science and Engineering	47.070	Direct	-	(116)
Computer and Information Science and Engineering	47.070	Direct	-	659,207
Total Computer and Information Science and Engineering			-	659,091
Education and Human Resources	47.076	Direct	-	1,087,520
Education and Human Resources	47.076	OpenStax/William Marsh Rice University, X03150863	-	137,937
Education and Human Resources	47.076	University of Virginia, GR104568.SUB00001241.00	-	76,238
Education and Human Resources	47.076	Education Development Center, 00003412	-	12,365
Education and Human Resources	47.076	SRI International, PO57881	-	28,251
Education and Human Resources	47.076	North Carolina State University, 2021-1592-01	-	356,269
Education and Human Resources	47.076	TERC Inc., 55863	-	34,799
Education and Human Resources	47.076	University of Minnesota, P011053601	-	10,176
Total Education and Human Resources			-	1,743,555
Total National Science Foundation			-	2,402,646
U.S. Department of Education				
Education Research, Development, and Dissemination	84.305			
Education Research	84.305N	Direct	-	525,438
Designing Open-Access Curricular Supports for World History Teachers	84.305A	Direct	-	336,050
The Using Generative AI for Reading R&D Center	84.305C	Direct	1,326,165	1,943,063
Community Hub of Accelerate, Transform, and Scale Teams (CHATS-Teams)	84.305N	Direct	33,631	71,352
Data Science Methods for Digital Learning Platforms Training Program	84.305A	University of Pennsylvania, 10090115	-	26,145
Center for Technology Enabled Self-Regulated Learning (CTESRL)	84.305C	SRI International, R305C210003	-	7,244
LEARN Network Lead	84.305N	SRI International, R305N220012	-	13,379
Total Education Research, Development, and Dissemination			1,359,796	2,922,671
Research in Special Education	84.324			
Special Education Research Program	84.324P	Direct	-	64,104
Total Research in Special Education			-	64,104
Education Innovation and Research [formerly Investing in Innovation (i3) Fund]	84.411			
Instructional Coaching for Tech-Enhanced Approaches in Mathematics (iCoachTEAM)	84.411C	Direct	-	988,757
Total Education Innovation and Research [formerly Investing in Innovation (i3) Fund]			-	988,757
Total U.S. Department of Education			1,359,796	3,975,532
Total Research and Development Cluster			1,484,219	6,682,311
Total Federal Expenditures			$ 1,484,219	$ 6,682,311

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2025

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Digital Promise Global, under programs of the federal government for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Digital Promise Global, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Digital Promise Global.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represents adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. INDIRECT COST RATES

Digital Promise Global has not elected to use the 15 percent de minimis indirect cost rate as allowed under the Uniform Guidance. Instead, the Organization uses a negotiated provisional indirect cost rate agreement of 14.4% with the U.S. Department of Education.

4. RECONCILIATION OF SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO THE FINANCIAL STATEMENTS

Description	Revenue
Expenditures per Schedule of Federal Awards	$ 6,682,311
Plus Prior-Year Cost Adjustment	116
Total Federal Award Income	$ 6,682,427

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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*

Board of Directors
Digital Promise Global

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 Digital Promise Global (the Organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 26, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization'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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Councilor, Buchanan & Mitchell, P.C.

Bethesda, Maryland
August 26, 2026

Certified Public Accountants

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Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Board of Directors
Digital Promise Global

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Digital Promise Global's (the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2025. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Report on Internal Control over Compliance (Continued)

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Councilor, Buchanan + Mitchell, P.C.

Bethesda, Maryland — Certified Public Accountants
August 26, 2026

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency reported not considered to be material weakness?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Significant deficiency reported not considered to be material weakness?	None reported

Type of auditor's report issued on compliance for major programs:

Assistance Listing Number	Federal Grantor/Program Title	
	Research and Development Cluster	
11.620	Science, Technology, Business and/or Education Outreach	Unmodified
19.415	Professional and Cultural Exchange Programs - Citizen Exchanges	Unmodified
47.070	Computer and Information Science and Engineering	Unmodified
47.076	Education and Human Resources	Unmodified
84.324	Research in Special Education	Unmodified
84.305	Education Research, Development, and Dissemination	Unmodified
84.411	Education Innovation and Research [formerly Investing in Innovation(i3) Fund]	Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) of the Uniform Guidance?	No

Identification of major programs:

Assistance Listing Number	Federal Grantor/Program Title
	Research and Development Cluster
11.620	Science, Technology, Business and/or Education Outreach
19.415	Professional and Cultural Exchange Programs - Citizen Exchanges

Section I - Summary of Auditor's Results (Continued)

Identification of major programs (continued):

47.070	Computer and Information Science and Engineering
47.076	Education and Human Resources
84.324	Research in Special Education
84.305	Education Research, Development, and Dissemination
84.411	Education Innovation and Research [formerly Investing in Innovation(i3) Fund]

Dollar threshold used to distinguish between Type A and Type B programs:	$1,000,000
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Audit Findings

None were reported.

Section III - Federal Award Findings and Questioned Costs

None were reported.