

We are a small 501(c)(3). Our financial statements were prepared by our president who maintained her CPA license for 28 years.

Per our Bylaws, all management, general, and administrative expenses are paid by Board members guaranteeing all donations and grants are used entirely for program services.

KNOW & GROW LEARNING DEPOT, INC.

(a not-for-profit organization)

STATEMENTS OF FINANCIAL POSITION

May 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and cash equivalents	\$ 5,400	\$ 3,245
Learning activity booklets	16,132	0
Classroom learning tools	8,518	2,442
Khan Academy Kids Club equipment	2,979	0
Classroom equipment	483	0
Less: Accumulated depreciation	<u>(244)</u>	<u>0</u>
Total assets	\$ <u>33,268</u>	\$ <u>5,687</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Total liabilities	\$ <u>0</u>	\$ <u>0</u>
NET ASSETS		
Without donor restrictions	\$ 23,848	\$ 4,220
With donor restrictions	<u>9,420</u>	<u>1,467</u>
Total net assets	\$ <u>33,268</u>	\$ <u>5,687</u>
Total liabilities and net assets	\$ <u><u>33,268</u></u>	\$ <u><u>5,687</u></u>

KNOW & GROW LEARNING DEPOT, INC.

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STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS

For the years ended May 31, 2022 and 2021

	May 31, 2022			May 31, 2021
	Without Donor Restrictions	With Donor Restrictions	Total	Total
REVENUE AND SUPPORT				
Contributions	\$ 10,591	\$ 695	\$ 11,286	\$ 3,249
Grants	1,000	8,100	9,100	6,900
In-Kind products	12,763	600	13,363	11,501
In-Kind specialized skills	18,905		18,905	12,095
Other revenue			0	0
Total revenue and other support	\$ <u>43,259</u>	\$ <u>9,395</u>	\$ <u>52,654</u>	\$ <u>33,745</u>
EXPENSES				
Learning activity booklets	\$ 14,909	\$	\$ 14,909	\$ 16,946
Khan Academy Kids Club	3,842	695	4,537	0
Classroom supplies	2,138		2,138	51
Science enrichment	476		476	1,934
School beautification	1,231		1,231	17,187
COVID-19 masks			0	4,009
Other program expenses	938	600	1,538	670
Depreciation expense	<u>97</u>	<u>147</u>	<u>244</u>	<u>0</u>
Total expenses	\$ <u>23,631</u>	\$ <u>1,442</u>	\$ <u>25,073</u>	\$ <u>40,797</u>
Change in net assets	\$ 19,628	\$ 7,953	\$ 27,581	\$ (7,052)
Net assets, beginning of year	<u>4,220</u>	<u>1,467</u>	<u>5,687</u>	<u>12,739</u>
Net assets, end of year	\$ <u>23,848</u>	\$ <u>9,420</u>	\$ <u>33,268</u>	\$ <u>5,687</u>

KNOW & GROW LEARNING DEPOT, INC.

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NOTES TO FINANCIAL STATEMENTS

For the years ended May 31, 2022 and 2021

NOTE 1 – DESCRIPTION OF THE ORGANIZATION

Know & Grow Learning Depot, Inc. is a not-for-profit organization incorporated under the laws of Florida on January 23, 2019. The organization helps disadvantaged children learn. Their programs are designed to close the educational inequality gap, i.e., to help economically disadvantaged elementary-age students get caught up to their affluent peers. Since the gap is easier to close the younger the child, their focus is on kindergarten and first-grade literacy/math and fifth-grade science. Getting caught up in kindergarten and first grade is considered a “basic need.”

In the effort to close the economic inequality learning gap, the organization collaborates with public elementary school teachers to provide kid-sized materials, classroom learning tools, and tutoring common in affluent homes and classrooms.

The Khan Academy Kids Club is the organization’s online tutoring program. While receiving online tutoring in the classroom, the child learns to navigate the learning software on an iPad – the very iPad they will be allowed to take home at the end of each school day and over the summer.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation: The financial statements of Know & Grow Learning Depot, Inc. have been prepared in accordance with U.S. generally accepted accounting principles (“US GAAP”), which require Know & Grow Learning Depot, Inc. 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 organization. These net assets may be used at the discretion of Know & Grow Learning Depot, Inc.’s management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Donor restricted contributions are reported as increases in net assets with donor restrictions.

Measure of operations: The statements of activities reports all changes in net assets. In accordance with the bylaws of the organization, the president shall personally pay all management, general and administrative, and fundraising expenses of the organization therefore guaranteeing that all donations and grants go toward program services. These non-program expenses are not reflected in these financial statements as they are not paid by the organization.

Contributions – Contributed property, equipment, and products are recorded at fair value at the date of donation. Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time ends or purpose restriction is accomplished), net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Use of estimates – The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Income taxes – Know & Grow Learning Depot, Inc. is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. Know & Grow Learning Depot, Inc. has processes presently in place to ensure the maintenance of its tax-exempt status. Know & Grow Learning Depot, Inc. has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

NOTE 4 – ASSETS

Cash was deposit with one financial institution and was insured up to \$250,000 by the U.S. Federal Deposit Insurance Corporation.

The cost of the remaining assets includes purchases, donated in-kind products, and donated specialized skills. All calculations were made according to GAAP.

The learning activity booklets can be printed again and again with an indefinite life. These booklets are not subject to amortization.

Depreciation of the classroom learning tools, Khan Academy Kids Club equipment, and classroom equipment is calculated using the straight-line method over the estimated useful lives, generally 10 years starting with the first full school year in use.

Learning activity booklets consists of the following:

Dot-to-Dot pads	\$	13,162
Spelling pads		<u>2,970</u>
Total	\$	<u>16,132</u>

Classroom learning tools consists of the following:

My First Bananagrams	\$	976
Etch-A-Sketch Freestyles		2,657
3-D Geometric shapes		424
Lego brick math manipulatives		108

Anatomy models and charts	2,528
100-pot Seedling plant stand with lights	1,325
Friction board	<u>500</u>
Total	\$ <u><u>8,518</u></u>

Khan Academy Kids Club equipment consists of the following:

11 iPads and accessories	\$ <u>2,979</u>
Total	\$ <u><u>2,979</u></u>

Classroom equipment consists of the following:

Aussie Pouch seatback storage	\$ <u>483</u>
Total	\$ <u><u>483</u></u>