

THE GLOBAL VILLAGE PROJECT, INC.

AUDITED FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

AND

SUPPLEMENTARY INFORMATION

Together with

INDEPENDENT AUDITOR'S REPORT

THE GLOBAL VILLAGE PROJECT, INC.

AUDIT REPORT

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JULY 31, 2025 AND 2024

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November 17, 2025

INDEPENDENT AUDITOR'S REPORT

To the Management
and Board of Directors of
The Global Village Project, Inc.

Opinion

We have audited the accompanying financial statements of The Global Village Project, Inc. (a nonprofit organization), which comprise the statements of financial position as of July 31, 2025 and 2024, and the related statements of activities 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 Global Village Project, Inc. as of July 31, 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 audit in accordance with auditing standards generally accepted in the United States of America. 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 Global Village Project, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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 Global Village Project, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

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

Long & Company, P.C.
Certified Public Accountants

THE GLOBAL VILLAGE PROJECT, INC.

STATEMENTS OF FINANCIAL POSITION

JULY 31, 2025 AND 2024

ASSETS	2025	2024
Current Assets:		
Cash and cash equivalents	\$ 2,154,615	\$ 1,865,139
Contributions and grants receivable - net	419,172	170,882
Prepaid expenses	<u>12,548</u>	<u>18,637</u>
Total Current Assets	<u>2,586,335</u>	<u>2,054,658</u>
Property and equipment - net	<u>1,500,889</u>	<u>1,396,578</u>
Noncurrent Assets:		
Cash and cash equivalents restricted for long-term purposes	3,059,553	1,394,993
Contributions receivable restricted for long-term purposes or due in more than one year - net	700,431	353,172
Operating lease right-of use asset	<u>6,382</u>	<u>28,307</u>
	<u>3,766,366</u>	<u>1,776,472</u>
TOTAL ASSETS	<u>\$ 7,853,590</u>	<u>\$ 5,227,708</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts payable and accrued expenses	32,158	28,136
Operating lease liability-current portion	<u>4,757</u>	<u>21,925</u>
Total Current Liabilities	<u>36,915</u>	<u>50,061</u>
Long-Term Liabilities		
Operating lease liability - less current portion	<u>1,625</u>	<u>6,382</u>
Total Liabilities	<u>38,540</u>	<u>56,443</u>
Net Assets		
Without donor restrictions	2,143,205	1,823,037
With donor restrictions	<u>5,671,845</u>	<u>3,348,228</u>
Total Net Assets	<u>7,815,050</u>	<u>5,171,265</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 7,853,590</u>	<u>\$ 5,227,708</u>

See accompanying notes which are an integral part of these financial statements

THE GLOBAL VILLAGE PROJECT, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JULY 31, 2025

REVENUES, GAINS, AND SUPPORT	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and grants	\$ 1,688,055	\$ 2,630,837	\$ 4,318,892
Noncash contributions	105,540	-	105,540
Special events (net of direct cost of benefit to donors of \$83,564)	470,886	-	470,886
Investment return	146,481	-	146,481
Net assets released from restrictions			
Satisfaction of time and purpose restrictions	307,220	(307,220)	-
Total Revenue and Support	2,718,182	2,323,617	5,041,799
EXPENSES			
Program Services	1,557,930	-	1,557,930
Supporting Services			
Management and general	397,926	-	397,926
Fundraising	442,158	-	442,158
Total Expenses	2,398,014	-	2,398,014
Change in Net Assets	320,168	2,323,617	2,643,785
NET ASSETS AT BEGINNING OF YEAR	1,823,037	3,348,228	5,171,265
NET ASSETS AT END OF YEAR	\$ 2,143,205	\$ 5,671,845	\$ 7,815,050

See accompanying notes which are an integral part of these financial statements

THE GLOBAL VILLAGE PROJECT, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JULY 31, 2024

REVENUES, GAINS, AND SUPPORT	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and grants	\$ 1,061,243	\$ 3,153,323	\$ 4,214,566
Noncash contributions	110,055	-	110,055
Special events (net of direct cost of benefit to donors of \$80,370)	410,278	-	410,278
Investment return	127,635	-	127,635
Net assets released from restrictions			
Satisfaction of time and purpose restrictions	603,423	(603,423)	-
Total Revenue and Support	2,312,634	2,549,900	4,862,534
 EXPENSES			
Program Services	1,498,387	-	1,498,387
Supporting Services			
Management and general	352,762	-	352,762
Fundraising	502,457	-	502,457
Total Expenses	2,353,606	-	2,353,606
Change in Net Assets	(40,972)	2,549,900	2,508,928
NET ASSETS AT BEGINNING OF YEAR	1,864,009	798,328	2,662,337
NET ASSETS AT END OF YEAR	\$ 1,823,037	\$ 3,348,228	\$ 5,171,265

See accompanying notes which are an integral part of these financial statements

THE GLOBAL VILLAGE PROJECT, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED JULY 31, 2025 AND 2024

	Supporting Services							
	Program Services		Management and General		Fundraising		Total Expenses	
	2025	2024	2025	2024	2025	2024	2025	2024
Salaries	\$ 934,657	\$ 844,861	\$ 142,764	\$ 164,486	\$ 325,397	\$ 331,485	\$ 1,402,818	1,340,832
Fringe Benefits	179,792	148,134	41,088	30,203	57,410	71,940	278,290	250,277
Total Salaries and Fringe Benefits	<u>1,114,449</u>	<u>992,995</u>	<u>183,852</u>	<u>194,689</u>	<u>382,807</u>	<u>403,425</u>	<u>1,681,108</u>	<u>1,591,109</u>
Bank & Credit Card Fees	-	-	-	-	14,533	14,785	14,533	14,785
Contracted Services	94,434	103,342	45,983	604	390	37,866	140,807	141,812
Depreciation	20,494	27,621	3,130	5,377	7,134	10,837	30,758	43,835
Dues and Subscriptions	2,593	1,809	6,966	5,991	1,165	578	10,724	8,378
Insurance	11,068	4,189	14,646	14,451	2,377	898	28,091	19,538
Instructional Materials and resources	30,118	41,789	-	-	-	-	30,118	41,789
Marketing	-	-	2,752	-	22,235	21,898	24,987	21,898
Occupancy	117,139	124,530	11,968	4,274	5,066	4,513	134,173	133,317
Other	-	-	-	2,727	-	-	-	2,727
Printing & Postage	8,891	7,040	1,004	2,123	565	678	10,460	9,841
Professional Fees	-	-	100,741	94,856	-	-	100,741	94,856
Staff Development	7,102	4,657	9,657	13,157	2,427	834	19,186	18,648
Student Meals	71,887	66,926	-	173	-	-	71,887	67,099
Student Services	25,376	44,932	-	-	-	-	25,376	44,932
Student Transportation	41,355	62,712	732	84	-	-	42,087	62,796
Supplies	8,254	10,731	11,141	11,412	2,863	5,509	22,258	27,652
Telephone/Internet	4,770	5,114	5,354	2,844	596	636	10,720	8,594
TOTAL EXPENSES	<u>\$ 1,557,930</u>	<u>\$ 1,498,387</u>	<u>\$ 397,926</u>	<u>\$ 352,762</u>	<u>\$ 442,158</u>	<u>\$ 502,457</u>	<u>\$ 2,398,014</u>	<u>\$ 2,353,606</u>

See accompanying notes which are an integral part of these financial statements

THE GLOBAL VILLAGE PROJECT, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JULY 31, 2025 AND 2024

	2025	2024
Change in Net Assets	\$ 2,643,785	\$ 2,508,928
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	30,758	43,835
Donation of common stock	(35,529)	(29,540)
(Gain) loss on sales of donated stock	(262)	(246)
Operating lease amortization	21,925	44,969
Contributions restricted for long-term purposes	(1,799,617)	(3,055,823)
(Increase) decrease in operating assets:		
Contributions and grants receivable	(627,790)	246,760
Prepaid expenses	6,089	(2,586)
Increase (decrease) in operating liabilities		
Accounts payable and accrued expenses	4,022	(19,395)
Operating lease liability	(21,925)	(44,969)
Net Cash Provided by Operating Activities	<u>221,456</u>	<u>(308,067)</u>
Cash Flows from Investing Activities		
Proceeds from sale of donated stock	35,791	29,892
Purchases of property and equipment	<u>(135,069)</u>	<u>(1,257,763)</u>
Net Cash (Used) by Investing Activities	<u>(99,278)</u>	<u>(1,227,871)</u>
Cash Flows from Financing activities		
Proceeds from contributions received for long-term purposes	<u>1,831,858</u>	<u>2,702,651</u>
Net Cash (Used) by Investing Activities	<u>1,831,858</u>	<u>2,702,651</u>
NET INCREASE (DECREASE) IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	1,954,036	1,166,713
CASH ,CASH EQUIVALENTS , AND RESTRICTED CASH- BEGINNING OF YEAR	<u>3,260,132</u>	<u>2,093,419</u>
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - END OF YEAR	<u>\$ 5,214,168</u>	<u>\$ 3,260,132</u>
SUPPLEMENTAL CASH FLOW DISCLOSURES:		
Cash paid for operating lease payments	<u>\$ 22,412</u>	<u>\$ 46,912</u>
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES:		
Donation of common stock	<u>\$ 35,529</u>	<u>\$ 29,539</u>

See accompanying notes which are an integral part of these financial statements

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

NATURE OF ACTIVITIES AND PROGRAM DESCRIPTIONS

Mission and Vision Statements - The Global Village Project, Inc. is an innovative special purpose school for refugee girls and young women with interrupted schooling. The Organization's mission is to reactivate the education of refugee girls so that they can access all the benefits of a holistic education.

The vision of The Global Village Project, Inc. is to ensure that all refugee girls and young women with interrupted schooling have access to the education necessary to pursue their dreams.

Program Description - The Global Village Project, Inc. ("GVP") was incorporated in 2009 and operates a special purpose middle school for refugee girls and young women aged 11-19. GVP's innovative high school preparatory program is designed to equip recently arrived young women with the academic and social knowledge and skills needed for successful study in a high school. GVP serves 40-50 students each year who pay no tuition. Lunch at Agnes Scott College and transportation are provided free of charge. Over a hundred volunteers support the academic program each week. Most students that complete the academic program enter public high schools in DeKalb County, Georgia. GVP serves additional students through its mentor program, designed to ensure that the gains made at GVP allow them to complete their education. GVP is supported by private contributions and government grants.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation -The Organization's financial statements have been prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Net Assets - Net assets and revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor-imposed restrictions. The Board of Directors, at its discretion, may designate a portion of the net assets without donor restrictions to be used for specific purposes.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- *Net Assets with Donor Restrictions* – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met either by the actions of the Organization or the passage of time. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. When a restriction expires (that is, when a 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 Statement of Activities as net assets released from restrictions. If a restriction is fulfilled during the same year in which the contribution is received, the Organization reports that support as an increase in net assets without donor restrictions.

Use of Estimates in Financial Statements - The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Tax-Exempt Status - GVP is exempt from federal income taxes under Section 501(a) of the Internal Revenue Code (IRC) as an organization described in IRC Section 501(c)(3), except to the extent it has unrelated business income. In addition, GVP has been determined by the Internal Revenue Service (IRS) not to be a private foundation within the meaning of Section 509(a) of the IRC. The Organization did not have an unrelated business income tax liability as of July 31, 2025, and 2024. Accordingly, no tax provision or liability has been reported in the accompanying financial statements.

U.S. GAAP requires the evaluation of tax positions taken in the course of preparing the Organization's tax return and recognition of a tax liability (or asset) if GVP has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the GVP, and has concluded that as of July 31, 2025, and 2024, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

Cash and Cash Equivalents - For the purpose of the statement of cash flows, the GVP considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments - investments in marketable securities with readily determinable fair values and all investments in debt securities are carried at their fair values in the statement of financial position. Donated securities are recorded at their estimated fair values, or by their net asset values as determined by the Institute's management on the dates of donation. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Contributions and Grants Revenue and Contributions Receivable - GVP recognizes contributions and grants when cash, securities or other assets or an unconditional promise to give is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. All contributions are considered available for unrestricted use unless specifically restricted by the donor.

The Organization receives federal, state, and local government grants. Government grants are generally accounted for as conditional contributions until grant funds are spent in accordance with applicable grant requirements.

Conditional contributions and grants that are received prior to conditions being met are reported in the statement of financial position as refundable advances.

Donated Services and Contributions of Nonfinancial Assets - Contributions of donated use of space, noncash materials, services, and assets are recorded at their fair market values in the period received. The Organization records such gifts as net assets without restrictions unless explicit donor stipulations specify how the donated assets must be used. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment - Property and equipment are recorded at cost or, if donated, at fair market value at the date of the gift. Acquisitions of property and equipment or repairs, maintenance, or betterments that materially prolong the useful lives of assets in excess of \$5,000 are capitalized. Depreciation of property is computed on a straight-line basis over the estimated service lives of the assets. The following lives have been assigned to capitalized assets:

Computer and Office Equipment	5 years
Furniture & Fixtures	5 -10 years
Books and Literary Readers	3-5 years
School Buses	5 years
Leasehold improvements	5 years

Donations of property and equipment are recorded as support at their estimated fair market value. Such donations are reported as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions regarding their use and contributions of cash that must be used to acquire long-lived assets are reported as net assets with donor restrictions. Absent explicit donor stipulations regarding how long the long-lived assets must be maintained, the Organization reports expiration of donor restrictions when the donated or acquired long-lived assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Leases - GVP determines if an arrangement is a lease or contains a lease at the inception date. Leases are included in right-of-use (ROU) assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term. Operating lease expense is recognized on a straight-line basis over the lease term. GVP does not report ROU assets and lease liabilities for its short-term leases (leases with an initial term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

Functional Allocation of Expenses - The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of activities. The Statement of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include personnel costs, depreciation, professional services, office expenses, insurance, and occupancy, which are allocated on the basis of estimates of time and effort.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements - GVP reports fair value measures of its assets and liabilities using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by U.S. GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The asset or liability's measurement within the fair value hierarchy is based on the lowest level of input that is significant to the measurement. The three levels of inputs used to measure fair value are as follows:

- **Level 1** – quoted prices (unadjusted) in active markets that are accessible at the measurement date for the assets or liabilities
- **Level 2** – observable prices that are based on inputs not quoted in active markets, but corroborated by market data; and
- **Level 3** – unobservable inputs are used when little or no market data is available

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The availability of relevant market data is monitored by GVP's management to assess the appropriate classification of financial instruments within the fair-value hierarchy. Changes in economic conditions or valuation techniques may require the transfer of financial instruments from one level to another. In such instances, the transfer is reported at the beginning of the reporting period.

Reclassifications - Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Subsequent Events Date of Review - Management has evaluated subsequent events November 17, 2025, which was the date the financial statements were available to be issued. See Note 12 for more details of subsequent events.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 2 – INVESTMENTS

GVP occasionally receives contributions of stock, mutual fund, and ETF investments. Generally, those securities are sold immediately upon receipt. GVP maintains a portion of its cash in interest bearing bank accounts. GVP held no investments as of July 31, 2025 and 2024. The following is a summary of investment return for the years ending July 31, 2025 and 2024:

	2025	2024
Interest income	\$ 146,219	\$ 127,283
Realized gains (losses) on investments	262	352
Total	\$ 146,481	\$ 127,635

Note 3 - CONTRIBUTIONS AND GRANTS RECEIVABLE

Contributions and grants receivable represent unconditional promises to give received from donors. Amounts that are expected to be collected in more than one year have been discounted using a rate of 4.79% as of July 31, 2025, and are reported in the financial statements at their net present value. Contributions and grants receivable consisted of the following as of July 31, 2025, and 2024:

	2025	2024
Due in less than one year	\$ 725,216	\$ 422,052
Due in one to five years	427,833	130,501
Total unconditional promises to give	1,153,049	552,553
Less discount to present value	(18,227)	(5,965)
Less allowance for uncollectible promises to give	(15,219)	(22,534)
Total Contributions Receivable	\$ 1,119,603	\$ 524,054

Classified on the Statement of financial position:

Current	\$ 419,172	\$ 170,882
Noncurrent	700,431	353,172
Total	\$ 1,119,603	\$ 524,054

Noncurrent receivables represent amounts that are either due in more than one year or are restricted for the Organization's capital campaign.

**THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS**

JULY 31, 2025 AND 2024

Note 4 – CONDITIONAL PROMISES TO GIVE

GVP received government grant contracts that expire after the end of fiscal year. The unused portion of the grants that remained as of the end of the fiscal year are considered conditional promises to give and will be recognized as revenue when allowable expenses are incurred in the next fiscal year. Conditional promises to give totaled \$56,775 as of July 31, 2025, and \$15,875 as of July 31, 2024.

Note 5 - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of July 31, 2025 and 2024:

	2025	2024
Property and equipment in service:		
Computers and office equipment	\$ 87,804	\$ 87,804
Furniture and fixtures	82,019	82,019
Literary readers	9,184	9,184
School buses	209,267	209,267
Leasehold improvements	23,230	23,230
	411,504	411,504
Less: Accumulated depreciation	(353,340)	(322,582)
Total property and equipment in service - net	58,164	88,922
Property and equipment not in service:		
Building	1,130,436	1,130,436
Construction in progress	312,289	177,220
Total property and equipment not in service	1,442,725	1,307,656
 Total property and equipment - net	 \$ 1,500,889	 \$ 1,396,578
 Depreciation expense	 \$ 30,758	 \$ 43,835

GVP purchased a building on October 31, 2023. The building will be used for GVP's program and administrative offices. Construction in progress represents costs to date for planned renovations of the building. The building and the improvements will be placed in service upon completion of the renovation and depreciation will begin at the date placed in service.

**THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS**

JULY 31, 2025 AND 2024

Note 6 – NONCASH CONTRIBUTIONS

GVP received donated non-cash items and donated use of facilities. These donations are recorded in the statements of activities as contributions and a corresponding expense based on the estimated fair market value of the donations. The following is a summary of amounts recorded for the years ended July 31, 2025 and 2024.

	2025	2024
Contributions without donor restrictions		
Included in program expenses		
Contributed use of facilities	\$ 74,046	\$ 80,893
Contributed meals	20,430	24,945
Included in management and general expenses		
Contributed use of facilities	7,660	1,274
Included in fundraising expenses		
Contributed use of facilities	3,404	2,943
 Total Noncash Contributions	 \$ 105,540	 \$ 110,055

Note 7 – CASH BALANCES IN EXCESS OF FDIC

GVP maintains its cash balances at three financial institutions. Deposits are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Bank balances may slightly exceed insured limits from time to time. The Organization's deposits in excess of insured limits were \$39,752 as of July 31, 2025, and \$38,247 as of July 31, 2024.

Note 8 - RETIREMENT PLAN

GVP adopted a Savings Incentive Match Plan (SIMPLE) under Section 408(p) of the Internal Revenue Code. The plan covers all employees with at least \$5,000 in total compensation for a calendar year. The plan began on January 1, 2024. GVP contributes 2% of compensation for eligible employees. Employees may make contributions to the plan up to a maximum allowed by the Internal Revenue Code if they wish. Employer contributions to the plan were \$13,658 and \$23,854 for the years ended July 31, 2025 and 2024, respectively.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 9 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were held for the following purposes as of July 31, 2025 and 2024:

	2025	2024
Capital campaign	\$ 4,839,325	\$ 3,055,823
Math program	-	192,505
Social & emotional learning	721,220	50,000
STEAM	45,000	-
Time restricted	66,300	49,900
	<u>\$ 5,671,845</u>	<u>\$ 3,348,228</u>

GVP launched a capital campaign in 2023 to raise funds for the purchase and renovation of a building for its operations. The building was purchased in October 2023 and renovation is in progress. The goal of the capital campaign is to raise \$8.0 million. The campaign and the renovation of the building is expected to be completed by the end of the fiscal year ending July 31, 2026.

Cash and cash equivalents restricted for the capital campaign was \$3,059,553 as of July 31, 2025 and \$1,394,993 as of July 31, 2024.

Note 10 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	2025	2024
Total financial assets at year-end:		
Cash and cash equivalents	\$ 5,214,168	\$ 3,260,132
Contributions and grants receivable	1,116,603	524,054
Total financial assets as of July 31	6,330,771	3,784,186
Cash restricted for long-term purposes	(3,059,553)	(1,394,993)
Contributions receivable restricted for long-term purposes or due in more than one year	(700,431)	(353,172)
Total financial assets available to meet cash needs for general expenses within one year	<u>\$ 2,570,787</u>	<u>\$ 2,036,021</u>

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 10 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (Continued)

As part of its plan to manage liquid assets, the Organization maintains a long-term reserve of approximately six months of operations. In addition, the Organization’s goal is to maintain short-term cash to fund 90 days of operations. The Organization invests excess cash conservatively in a Certificate of Deposit Account Registry Services (“CDARS”) to attain the highest interest rate, while still preserving capital.

The Organization has certain donor-restricted net assets that are available for general expenditures within one year of July 31, 2025 and 2024, because the restrictions on the net assets are expected to be met by conducting the normal activities of the programs in the coming year. Accordingly, the related resources have been included in the quantitative information detailing the financial assets available to meet general expenditures within one year.

Note 11 – OPERATING LEASES

On December 31, 2019, GVP entered into a lease agreement with a church for the use of space for its operations. The original term of the lease was for twenty-nine (29) months and expired August 1, 2024. GVP has extended the lease through December 31, 2025 under a short-term lease. GVP is required to pay \$3,500 per month which includes rent and utilities. The rent payment is below market. The value of the donated use of the space is recorded as a noncash donation. See Note 7.

GVP leases a copier under an operating lease. The lease commenced on December 1, 2022, with a term of forty-eight (48) months. The monthly lease payment is \$409.

The Organization has recorded the operating right-of-use asset and lease liability. The lease liability is calculated using a discount rate of 3.68%.

The following is a summary of the line items in the statement of activities which include the components of lease expense:

	2025	2024
Operating lease right of use assets	\$ 6,382	\$ 28,307
Operating lease liabilities - current	\$ 4,757	\$ 21,925
Operating lease liabilities - long-term	1,625	6,382
Total Operating lease liabilities	\$ 6,382	\$ 28,307

**THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS**

JULY 31, 2025 AND 2024

Note 11 – OPERATING LEASES (Continued)

	2025	2024
Lease expense	<u>\$ 22,412</u>	<u>\$ 46,912</u>

The following summarizes the weighted average remaining lease term and discount rate as of July 31, 2025:

Weighted average remaining lease term	1.3 Years
Weighted average discount rate	3.68%

Future minimum lease payments under operating leases are as follows as of July 31, 2025:

Years Ended	
July 31	
2026	4,912
2027	<u>1,637</u>
Total Lease Payments	6,549
Less: Discount	<u>(167)</u>
Present Value of Lease Liabilities	<u>\$ 6,382</u>

Note 12 – SUBSEQUENT EVENTS AND COMMITMENTS

Construction Contract Commitment

Subsequent to July 31, 2025 on August 19, 2025 GVP entered into a contract with a construction contractor for the renovation of its building. The maximum cost under the contract is \$5,875,004. GVP expects the construction to be completed by the end of the fiscal year ending July 31, 2026. The project will be funded by capital campaign contributions and New Market Tax Credits described below.

New Market Tax Credit Transaction

Subsequent to July 31, 2025, on October 29, 2025, GVP closed on a New Market Tax Credit (“NMTC”) transaction (the “Transaction”) to finance the purchase and renovation of its building (the “Project”). The NMTC program is designed to stimulate investment and economic growth in low income communities by offering taxpayers a 39% tax credit against federal income taxes over a seven-year period for Qualified Equity Investment (“QEI”) in designated Community Development Entities (CDEs). CDEs receive NMTC allocations pursuant to Section 45D of the Internal Revenue Code. These designated CDEs must use substantially all of the proceeds to make Qualified Low-Income Community Investments (“QLICI”).

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 12 – SUBSEQUENT EVENTS AND COMMITMENTS (continued)

To earn the tax credit, the QEI must remain invested in the CDE for a seven-year period. Also, the entity receiving the loans needs to be treated as a Qualified Active Low Income Community Business (QALICB) for the duration of the seven-year period. The QALICB requirements are outlined in Treasury Regulation Section 1.45D-1 (d)(4)(i).

As part of the transaction, GVP contributed ownership of the land and building to GVP NMTC, Inc. (the “QALICB”), a supporting nonprofit corporation. GVP will assign the construction contract to the QALICB and the QALICB will receive the NMTC funding to complete the Project. GVP NMTC, Inc. will lease the building to GVP upon completion of the Project.

Prior to closing, GVP received funding from a variety of sources including individuals, private foundations and other charitable organizations to fund the Project. These funds were raised as part of GVP’s capital campaign. At closing, GVP used those funds to pay for the NMTC transaction costs and to fund a leverage loan to GVP Decatur Investment Fund, LLC (the “Fund”) in the amount of \$5,130,750. The Fund’s sole member is Truist Community Capital, LLC (“TCC”). The term of the leverage loan is for 21 years with interest at 1% per annum. The loan will require interest only payments during the seven year compliance period.

The Fund used the proceeds from the leveraged loan along with an equity investment of \$2,369,250 from TCC to make a capital contribution to Impact CDE 89, LLC (the “CDE”) of \$7,500,000 and to suballocate \$281,250 to Capital Impact Partners (“CIP”). The CDE, in turn, used the proceeds from these loans, along with the capital contribution to fund the CDE reserve fund, pay professional fees associated with the NMTC transaction, and fund the QALICB with a loan of \$7,218,750. This loan term will be for 25 years with interest at 1.4098% per annua. Interest only payments will be required during the seven year compliance period.

The seven year compliance period will end on October 28, 2032, at which time TCC may exit the transaction through exercise of a put/call option agreement. TCC has a put option whereby upon exercise of the option after the last day of the tax credit investment period, GVP is obligated to purchase TCC's membership interest in the Fund for \$1,000. At the end of the seven-year tax credit investment period, GVP has a call option whereby if exercised, they have the right to purchase TCC’s membership interest in the Fund at fair value. GVP will realize its savings from the NMTC transactions through the exercise of the put or call option, at which time it will control the Fund and can effectively forgive the remaining QLICI loans.

THE GLOBAL VILLAGE PROJECT, INC.
NOTES TO FINANCIAL STATEMENTS

JULY 31, 2025 AND 2024

Note 12 – SUBSEQUENT EVENTS AND COMMITMENTS (continued)

The tax credits associated with the transaction are contingent upon GVP maintaining compliance with applicable portions of Section 42 of the Internal Revenue Code. Failure to maintain compliance or to correct noncompliance within a specified time period could result in recapture of previously taken tax credits plus penalties and interest. GVP and GVP NMTC, Inc. have both signed a QALICB Indemnification Agreement that obligates them, joint and severally, to pay any NMTC recapture amount, as defined in Section 45D(g)(2) of the Internal Revenue Code, to investors within the NMTC structure with respect to related tax credits that have been claimed with respect to the \$2,369,250 designated qualified equity investment amount at the time of any recapture or disallowance of tax credits claimed. Recapture or disallowance can result from GVP NMTC, Inc. failing to qualify as a QALICB, failure of the CIP and CDE loans to qualify as a qualified low-income community investment (QLICI), among others.

THE GLOBAL VILLAGE PROJECT, INC.

SUPPLEMENTAL INFORMATION

JULY 31, 2025



November 17, 2025

INDEPENDENT AUDITOR'S
REPORT ON SUPPLEMENTAL INFORMATION

Board of Directors of
The Global Village Project, Inc., Inc.

We have audited the financial statements of The Global Village Project, Inc., Inc. as of and for the year ended July 31, 2025, and have issued our report thereon dated November 17, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of state contractual assistance is presented for the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Long & Company, P.C.
Certified Public Accountants

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THE GLOBAL VILLAGE PROJECT, INC.

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE

FOR THE YEAR ENDED JULY 31, 2025

Grantor/Program Name	CFDA No.	Contract Period	Grant Amount	Revenue Recognized 7/31/2024	Revenue Recognized 7/31/2025	Amount Due from State	Amount Due to State
U.S. Department of Health and Human Services							
Passed through the Georgia Department of Human Services							
Refugee and Entrant Assistance - Discretionary Grants							
Contract #42700-040-25-118566	93.566	10/1/24-9/30/25	124,550	-	108,725	6,750	-
Contract #42700-040-25-118568	93.566	10/1/24-9/30/25	72,000	-	71,925	8,550	-
Contract #42700-040-25-118567	93.566	10/1/24-9/30/25	325,175	-	294,300	20,250	-
Contract #42700-040-0000112206	93.566	10/1/23-9/30/24	40,300	33,875	6,425	-	-
Contract #42700-040-0000112207	93.566	10/1/23-9/30/24	56,700	<u>47,250</u>	<u>9,450</u>	-	-
Total State Contractual Assistance				<u>\$ 81,125</u>	<u>\$ 490,825</u>	<u>\$ 35,550</u>	<u>\$ -</u>

See Independent Auditor's Report