

FINANCIAL STATEMENTS



**WORLD EDUCATION AND
DEVELOPMENT FUND
DBA EDUCANDO**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
WITH SUMMARIZED FINANCIAL
INFORMATION FOR 2020**

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

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CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
World Education and Development Fund dba Educando
Washington, D.C.

We have audited the accompanying financial statements of the World Education and Development Fund dba Educando (Educando), which comprise the statement of financial position as of September 30, 2021, and the related statements of activities and change in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Educando as of September 30, 2021, and the change 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.

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Report on Summarized Comparative Information

We have previously audited Educando's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 3, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Gelman Rosenberg & Friedman

June 21, 2022

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

STATEMENT OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2021
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2020

ASSETS

	<u>2021</u>	<u>2020</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 2,462,145	\$ 1,702,221
Grants and contributions receivable	138,779	1,061,881
Other receivables	6,565	9,405
Prepaid expenses	<u>19,083</u>	<u>15,969</u>
Total current assets	<u>2,626,572</u>	<u>2,789,476</u>
FIXED ASSETS		
Office equipment	55,387	57,815
Furniture	4,077	4,077
Website	28,461	28,461
Software	<u>53,195</u>	<u>53,195</u>
	141,120	143,548
Less: Accumulated depreciation and amortization	<u>(135,082)</u>	<u>(130,499)</u>
Net fixed assets	<u>6,038</u>	<u>13,049</u>
OTHER ASSETS		
Security deposits	<u>2,434</u>	<u>2,434</u>
TOTAL ASSETS	<u>\$ 2,635,044</u>	<u>\$ 2,804,959</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Note payable	\$ 57,600	\$ 36,078
Accounts payable and accrued expenses	20,246	18,638
Accrued salaries, taxes and vacation	<u>85,350</u>	<u>78,962</u>
Total current liabilities	<u>163,196</u>	<u>133,678</u>
LONG-TERM LIABILITIES		
Note payable, net of current portion	<u>-</u>	<u>23,322</u>
Total liabilities	<u>163,196</u>	<u>157,000</u>
NET ASSETS		
Without donor restrictions	780,391	522,837
With donor restrictions	<u>1,691,457</u>	<u>2,125,122</u>
Total net assets	<u>2,471,848</u>	<u>2,647,959</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,635,044</u>	<u>\$ 2,804,959</u>

See accompanying notes to financial statements.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

**STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2021
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2020**

	2021			2020
	Without Donor Restrictions	With Donor Restrictions	Total	Total
REVENUE				
Grants and contributions:				
Individuals	\$ 149,374	\$ -	\$ 149,374	\$ 378,712
Foundations	45,245	904,609	949,854	874,168
Government grants	-	-	-	25,762
Corporations	38,039	257,469	295,508	692,941
Contributed services	90,235	-	90,235	61,592
Interest income	33,220	-	33,220	47,441
Program service fees	64,738	-	64,738	15,781
Other	1,142	-	1,142	407
Net assets released from donor restrictions	<u>1,592,795</u>	<u>(1,592,795)</u>	<u>-</u>	<u>-</u>
Total revenue	<u>2,014,788</u>	<u>(430,717)</u>	<u>1,584,071</u>	<u>2,096,804</u>
EXPENSES				
Program Services	<u>1,246,174</u>	<u>-</u>	<u>1,246,174</u>	<u>1,103,652</u>
Supporting Services:				
General and Administrative	394,441	-	394,441	474,054
Fundraising	<u>269,192</u>	<u>-</u>	<u>269,192</u>	<u>352,620</u>
Total supporting services	<u>663,633</u>	<u>-</u>	<u>663,633</u>	<u>826,674</u>
Total expenses	<u>1,909,807</u>	<u>-</u>	<u>1,909,807</u>	<u>1,930,326</u>
Change in net assets before other items	104,981	(430,717)	(325,736)	166,478
OTHER ITEMS				
Forgiveness of debt	59,400	-	59,400	-
Gain (loss) on currency translation	<u>93,173</u>	<u>(2,948)</u>	<u>90,225</u>	<u>(208,775)</u>
Change in net assets	257,554	(433,665)	(176,111)	(42,297)
Net assets at beginning of year	<u>522,837</u>	<u>2,125,122</u>	<u>2,647,959</u>	<u>2,690,256</u>
NET ASSETS AT END OF YEAR	<u>\$ 780,391</u>	<u>\$ 1,691,457</u>	<u>\$ 2,471,848</u>	<u>\$ 2,647,959</u>

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2021
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2020**

	2021				2020	
	Program Services	Supporting Services		Total Supporting Services	Total Expenses	Total Expenses
		General and Administrative	Fundraising			
EXPENSES						
Salaries and wages	\$ 315,651	\$ 121,731	\$ 142,006	\$ 263,737	\$ 579,388	\$ 800,615
Payroll taxes and other benefits	95,246	25,918	39,816	65,734	160,980	165,053
Program instructors and curriculum development	64,033	184	298	482	64,515	120,729
Program instructors' and participants' travel	1,189	-	-	-	1,189	40,644
Program evaluations	-	-	-	-	-	1,453
Books and class supplies	332,335	-	-	-	332,335	150,416
Consulting fees	262,016	1,500	42,692	44,192	306,208	279,314
Accounting and audit services	21,802	117,014	-	117,014	138,816	83,069
IT expenses	29,514	1,191	450	1,641	31,155	10,877
Occupancy	31,591	3,655	-	3,655	35,246	60,746
Travel	1,008	546	288	834	1,842	36,473
Telephone	3,282	374	3	377	3,659	8,584
Insurance	3,616	9,802	-	9,802	13,418	14,582
Office and general expense	15,915	919	311	1,230	17,145	27,084
Postage and shipping	1,846	662	-	662	2,508	1,490
Registration fees	-	7,326	2,207	9,533	9,533	17,268
Bank and credit card fees	991	3,475	4,482	7,957	8,948	9,942
Payroll processing fees	-	3,129	-	3,129	3,129	11,547
Printing and printed materials	72	90	-	90	162	1,230
Depreciation and amortization	271	5,768	-	5,768	6,039	6,258
Events	-	-	-	-	-	784
Legal expenses	674	90,561	-	90,561	91,235	65,590
Furniture and equipment rental	18,864	-	-	-	18,864	1,057
Marketing and communication	14,482	568	36,639	37,207	51,689	13,681
Grants	20,947	-	-	-	20,947	-
Other (Brazil Taxes)	10,829	28	-	28	10,857	1,840
TOTAL EXPENSES	\$ 1,246,174	\$ 394,441	\$ 269,192	\$ 663,633	\$ 1,909,807	\$ 1,930,326

See accompanying notes to financial statements.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2021
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (176,111)	\$ (42,297)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	6,039	6,258
Loss on disposal of fixed assets	722	-
Forgiveness of debt	(59,400)	-
Decrease (increase) in:		
Grants and contributions receivable	923,102	301,351
Other receivables	2,840	(2,436)
Prepaid expenses	(3,114)	174,530
Security deposits	-	10,056
Increase (decrease) in:		
Accounts payable and accrued expenses	1,608	(134,051)
Accrued salaries, taxes and vacation	6,388	(18,916)
Deferred revenue	-	(181,144)
Net cash provided by operating activities	<u>702,074</u>	<u>113,351</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of fixed assets	<u>250</u>	<u>-</u>
Net cash provided by investing activities	<u>250</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from note	<u>57,600</u>	<u>59,400</u>
Net cash provided by financing activities	<u>57,600</u>	<u>59,400</u>
Net increase in cash and cash equivalents	759,924	172,751
Cash and cash equivalents at beginning of year	<u>1,702,221</u>	<u>1,529,470</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 2,462,145</u>	<u>\$ 1,702,221</u>
SUPPLEMENTAL INFORMATION		
Taxes Paid	<u>\$ 10,857</u>	<u>\$ 1,840</u>

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

The World Education and Development Fund dba Educando (Educando) is a non-profit organization, incorporated in 2002. Educando is located in New York, N.Y. Educando's mission is to support high-quality and results-driven education in Latin America. Its vision is for every child in Latin America to have access to a high-quality education and the tools to become a productive member of his or her local community. Through its teacher and principal training programs, Educando has trained nearly 16,000 educators, reaching more than 6.3 million students in Mexico and Brazil.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories are as follows:

- **Net Assets Without Donor Restrictions** - Net assets available for use in general operations and not subject to donor restrictions are recorded as "net assets without donor restrictions". Assets restricted solely through the actions of the Board are referred to as Board designated and are also reported as net assets without donor restrictions.
- **Net Assets With Donor Restrictions** - Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in "net assets with donor restrictions", depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities and Change in Net Assets as net assets released from donor restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service.

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with Educando's financial statements for the year ended September 30, 2020, from which the summarized information was derived.

Cash and cash equivalents -

Educando considers all cash and other highly liquid investments with initial maturities of six months or less to be cash equivalents.

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000. At times during the year, Educando maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Cash and cash equivalents (continued) -

Educando had approximately \$1,353,000 of cash and cash equivalents held in Mexico and Brazil at September 30, 2021. The majority of the funds held in Mexico and Brazil are uninsured. Such amounts represent 51% of Educando's assets as of September 30, 2021.

Grants, contributions and other receivables -

Grants, contributions and other receivables are recorded at their net realizable value, which approximates fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established. Deferred revenue consists of amounts received but not yet earned.

Fixed assets -

Fixed assets in excess of \$3,000 are capitalized and stated at cost. Fixed assets are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally three to five years. The cost of maintenance and repairs is recorded as expenses are incurred.

Foreign currency -

The U.S. Dollar is the functional currency of Educando. Transactions in currencies other than dollars are translated into dollars at the rates of exchange in effect during the month of the transaction.

Property and equipment purchases with non-U.S. currency are translated into dollars at the exchange rate in effect at the time of purchase. Assets and liabilities denominated in non-U.S. currency are translated into dollars at the exchange rate in effect at the date of the Statement of Financial Position. The net exchange gain from foreign currency totaled \$90,225 for the year ended September 30, 2021.

Income taxes -

Educando is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is only subject to tax on unrelated business income. Educando is not a private foundation.

Educando's offices in Mexico and Brazil are registered in country and are considered exempt under their respective country tax code. As required by the Brazilian government, increase's Brazil office does pay the government taxes based on the amount of contributions it receives. For the year ended September 30, 2021 these taxes totaled \$10,857.

Uncertain tax positions -

For the year ended September 30, 2021, Educando has documented its consideration of FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Grants and contributions -

The majority of Educando's activities are supported by grants and contributions. These awards are for various activities performed by Educando. Grants and contributions are recognized in the appropriate category of net assets in the period received. Educando performs an analysis of the individual grant and contribution to determine if the revenue streams follow the contribution rules or if they should be recorded as an exchange transaction depending upon whether the transactions are deemed reciprocal or nonreciprocal under ASU 2018-08, Not-for-Profit Entities (Topic 958): *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*.

For grants and contributions qualifying under the contribution rules, revenue is recognized upon notification of the award and satisfaction of all conditions, if applicable. Contributions and grants qualifying as contributions that are unconditional and have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Funds in excess of expenses incurred are shown as net assets with donor restrictions in the accompanying financial statements.

Contributions or grants qualifying as conditional contributions contain a right of return from obligation provision that limits Educando on how funds transferred should be spent. Additionally, a barrier is present that is related to the purpose of the agreement. Revenue is recognized when the condition or conditions on which they depend are substantially met. Funds received in advance of the incurrence of qualifying expenditures are recorded as refundable advances. Educando did not have any unrecognized conditional awards as of September 30, 2021.

Program service fees -

Program service fees primarily represent participant fees which represent a fee for admission to Educando programs and are recorded at a point of time (when participation in the program commences).

Use of estimates -

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

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses directly attributed to a specific functional area of Educando are reported as direct expenses to the programmatic area and those expenses that benefit more than one function are allocated on a basis of estimated time and effort.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Economic uncertainties -

On March 11, 2020, the World Health Organization declared the Coronavirus disease (COVID-19) a global pandemic. As a result of the spread of COVID-19, economic uncertainties have arisen which may negatively impact Educando's operations. The overall potential impact is unknown at this time.

New accounting pronouncements not yet adopted -

ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* improves generally accepted accounting principles (GAAP) by increasing the transparency of contributed nonfinancial assets for not-for-profit (NFP) entities through enhancements to presentation and disclosure. The amendments in this Update address certain stakeholders' concerns about the lack of transparency relating to the measurement of contributed nonfinancial assets recognized by NFPs, as well as the amount of those contributions used in a NFP's programs and other activities. The ASU should be applied on a retrospective basis and is effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early adoption is permitted. The amendment will not change the recognition and measurement requirements for those contributed nonfinancial assets.

ASU 2019-01, *Leases* (Topic 842) changes the accounting treatment for operating leases by requiring recognition of a lease asset and lease liability at the present value of the lease payments in the Statement of Financial Position and disclosure of key information about leasing arrangements. During 2020, the FASB issued ASU 2020-05 and delayed the implementation date by one year. The ASU is effective for non public entities beginning after December 15, 2021. Early adoption is still permitted. The ASU can be applied at the beginning of the earliest period presented using a modified retrospective approach or applied at the beginning of the period of adoption recognizing a cumulative-effect adjustment.

Educando plans to adopt the new ASUs at the required implementation dates and management is currently in the process of evaluating the adoption method and the impact of the new standards on its accompanying financial statements.

2. NOTE PAYABLE AND FORGIVENESS OF DEBT

On September 1, 2021, Educando received notice that note proceeds from its loan received in April 2020, in the amount of \$59,400 under the Paycheck Protection Program had been forgiven in full. This is recorded as forgiveness of debt on the statement of activities.

On February 1, 2021, Educando entered into a five-year promissory note agreement in the amount of \$57,600 with a 1% fixed interest rate under the Paycheck Protection Program. The promissory note called for monthly principal and interest payments amortized over the term of the promissory note, unless otherwise forgiven. Under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), the promissory note may be forgiven by the Small Business Administration in whole or in part. Educando used the proceeds for purposes consistent with the Paycheck Protection Program and received notice that that loan had been forgiven in full in November 2021. Educando will record revenue from debt extinguishment during the period that forgiveness was approved.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

3. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following at September 30, 2021:

Subject to expenditure for specified purpose:	
Principal Training Program (LISTO)	\$ 284,379
STEM Brasil	1,302,617
STEM Mexico	<u>104,461</u>
TOTAL NET ASSETS WITH DONOR RESTRICTIONS	<u>\$ 1,691,457</u>

The following net assets with donor restrictions were released from donor restrictions by incurring expenses (or through the passage of time) which satisfied the restricted purposes specified by the donors:

Purpose restrictions accomplished:	
Principal Training Program (LISTO)	\$ 447,157
STEM Brasil	<u>1,145,638</u>
TOTAL NET ASSETS RELEASED FROM DONOR RESTRICTIONS	<u>\$ 1,592,795</u>

4. CONTRIBUTED SERVICES

During the year ended September 30, 2021, Educando was the beneficiary of donated legal services. The value of the donated legal services, \$90,235, was based upon the fair value at the date the services were provided.

5. LIQUIDITY AND AVAILABILITY

Financial assets available for use for general expenditures within one year of the Statement of Financial Position date comprise the following:

Cash and cash equivalents	\$ 2,462,145
Grants and contributions receivable	138,779
Other receivables	<u>6,565</u>
Subtotal financial assets available within one year	2,607,489
Less: Donor restricted funds	<u>(1,691,457)</u>
FINANCIAL ASSETS AVAILABLE TO MEET CASH NEEDS FOR GENERAL EXPENDITURES WITHIN ONE YEAR	<u>\$ 916,032</u>

Educando has a policy to structure its financial assets to be available and liquid as its obligations become due.

6. OCCUPANCY

During fiscal year 2021, Educando had two leases in Mexico, which expire July 31, 2022 and October 31, 2022, respectively.

WORLD EDUCATION AND DEVELOPMENT FUND DBA EDUCANDO

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

6. OCCUPANCY (Continued)

Educando also rents office space in Brazil under a lease that ends October 31, 2022. Educando also leases warehouse and additional office space in Brazil under leases that expire May 31, 2022 and December 31, 2022, respectively.

The following is a schedule of the future minimum lease payments:

Year Ending September 30,

2022	\$	24,454
2023		<u>522</u>
	\$	<u>24,976</u>

Rent expense, including real estate taxes and utilities, under the aforementioned lease agreements, totaled \$35,246 for the year ended September 30, 2021.

7. RETIREMENT PLAN

Educando has adopted a defined contribution plan for all eligible employees, effective January 1, 2009, covering all full-time employees with six months of eligible experience and a minimum age requirement of 21 years. Matching employer contributions to the Plan are on a discretionary basis. During the year ended September 30, 2021, no matching contributions were made.

8. RELATED PARTY

During the year ended September 30, 2021, Educando paid \$8,180 to a related party for office space rental.

9. CONTINGENCY

At the present time, Educando conducts programmatic activities in Brazil and Mexico and maintains certain assets within each respective country. The future results of those programs could be adversely affected by a number of potential factors, such as currency devaluations, changes in local tax laws or changes in the political climate.

10. SUBSEQUENT EVENTS

In preparing these financial statements, Educando has evaluated events and transactions for potential recognition or disclosure through June 21, 2022, the date the financial statements were issued.