FRANKLIN ACADEMY COOPER CITY

COOPER CITY, FLORIDA
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC. AND SUBSIDIARY)
W/L# 5037
(A CHARTER SCHOOL AND COMPONENT UNIT OF THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA)

BASIC FINANCIAL STATEMENTS, INDEPENDENT AUDITOR'S REPORT

JUNE 30, 2026

FRANKLIN ACADEMY COOPER CITY
BASIC FINANCIAL STATEMENTS AND ADDITIONAL INFORMATION
JUNE 30, 2026

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FRANKLIN ACADEMY COOPER CITY CHARTER SCHOOL
(A charter school under Franklin Academy Foundation, Inc. and Subsidiary) W/L# 5037

6301 S. Flamingo Road
Cooper City, FL 33330

2025-2026

BOARD OF DIRECTORS

Dr. David Thomas, Chair
Mrs. Alexandra Lonsdale
Mrs. Debbie Orshefsky
Dr. Jaqueline Greenberg

SCHOOL ADMINISTRATION

Mrs. Alexandra Fox, Principal

OTHER CORPORATE OFFICERS

Mr. Phillip Hall II, Deputy Director

Verdeja • Alvarez
Certified Public Accountants & Advisors
Octavio F. Verdeja, Founder - 1971

Manny Alvarez, C.F.F., C.P.A.
Lisset I. Cascudo, C.P.A.
Michelle del Sol, C.F.E., C.P.A.
Cristy C. Rubio, C.P.A.
Javier Verdeja, C.P.A.
Octavio A. Verdeja, C.P.A.
Octavio "Tab" Verdeja, C.F.F., C.P.A.
Armando Aburto, C.P.A.
Jorge Albeirus, C.P.A.
Viviana Bruno, C.P.A.
Pedro L. Silva, C.P.A.
Michael Vildosola, C.P.A.

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Franklin Academy Cooper City Charter School
Cooper City, Florida

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Franklin Academy Cooper City Charter School (the "School"), a charter school under Franklin Academy Foundation, Inc. and Subsidiary, which is a component unit of the District School Board of Broward County, as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Franklin Academy Cooper City Charter School, as of June 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 School, 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 School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 opinions. 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 School'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 School'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic

financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Matters

As described in Note 1, the accompanying financial statements referred to above present only the financial position of the School as of June 30, 2026, and the respective changes in financial position or the year then ended, and is not intended to be a complete presentation of Franklin Academy Foundation, Inc. and Subsidiary. These financial statements do not purport to and do not present fairly the financial position of Franklin Academy Foundation, Inc. and Subsidiary as of June 30, 2026 and its changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated September 28, 2026 on our consideration of the School'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 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 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 School's internal control over financial reporting and compliance.

Verdeja - Alvarez, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
September 28, 2026

Management's Discussion and Analysis
Franklin Academy Cooper City
(A charter school Under Franklin Academy Foundation, Inc. and Subsidiary)
June 30, 2026

The corporate officers of Franklin Academy Cooper City have prepared this narrative overview and analysis of the school's financial activities for the fiscal year ended June 30, 2026.

FINANCIAL HIGHLIGHTS

1. The school's net position as of June 30, 2026 was $12,405,728.
2. At year-end, the School had current assets of $12,692,428.
3. The net position of the School increased by $2,084,094 during the year.
4. The unassigned fund balance at year end was $9,028,074.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School's basic financial statements. The School's financial statements for the year ended June 30, 2026 are presented in accordance with Governmental Accounting Standards Board ("GASB") Codification Section 2200. The financial statements have three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide financial statements — the Statement of Net Position and the Statement of Activities — report information on all of the School's activities using the accrual basis of accounting, in a manner similar to a private-sector business, and present a longer-term view of the School's finances. The Statement of Net Position presents the School's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position; over time, increases or decreases in net position serve as one indicator of whether the School's financial position is improving or deteriorating.

The Statement of Activities presents how net position changed during the fiscal year, with revenues and expenses reported when the underlying event occurs regardless of the timing of related cash flows. These statements can be found on pages 10–11 of this report.

Fund financial statements

Unlike the government-wide statements, the fund financial statements focus on near-term inflows and outflows of spendable resources and on the balances of spendable resources available at year end — information useful in assessing the School's near-term financing requirements. All of the School's funds are governmental funds, and the Board adopts an annual appropriated budget for its governmental funds; a budgetary comparison statement is provided for the general fund and each major special revenue fund with a legally adopted budget to demonstrate compliance.

The notes to the financial statements, which provide additional information essential to a full understanding of the government-wide and fund data, can be found on pages 16–26.

FINANCIAL SUMMARY

The following tables present condensed financial information derived from the government-wide financial statements, comparing the fiscal years ended June 30, 2026 and 2025.

Condensed Statement of Net Position

	2026	2025
ASSETS		
Cash	$ 8,737,915	$ 7,011,925
Restricted cash	2,627,066	2,551,566
Due from other agencies	1,327,447	1,193,612
Due from Franklin Foundation, Inc.	3,390,678	3,275,412
Capital assets, net	17,533,873	18,068,961
Total Assets	$ 33,616,979	$ 32,101,476
LIABILITIES AND NET POSITION		
Salaries and wages payable	$ 894,507	$ 880,287
Account payable and accrued liabilities	68,705	94,194
Accrued interest	404,348	413,525
Bond payable	19,843,691	20,391,836
Total Liabilities	21,211,251	21,779,842
Net Position:		
Restricted	2,222,718	2,138,041
Net investment in capital assets	(2,309,818)	(2,322,875)
Unrestricted	12,492,828	10,506,468
Total Net Position	12,405,728	10,321,634
Total Liabilities and Net Position	$ 33,616,979	$ 32,101,476

Condensed Statement of Revenues, Expenses, and Changes in Net Position

REVENUES	2026	2025
Program Revenues		
Capital Grants and Contributions	$ 1,596,159	$ 1,226,154
State passed through local	-	9,749
Federal sources	970,374	2,387,155
Lunch Program fees	4,188	24,276
General Revenues		
Local Sources (FTE and other non specific revenues)	14,470,966	14,090,580
Other revenues	542,731	765,093
Total Revenues	$ 17,584,418	$ 18,503,007
EXPENSES		
Instruction	$ 8,487,088	$ 8,607,167
Student support services	400,357	315,039
General administration	57,967	47,693
School administration	1,615,572	1,617,130
Fiscal services	1,025,929	1,065,480
Food services	700,647	719,066
Central services	1,449	23,508
Pupil transportation	304,574	322,551
Operation of plant	1,753,730	1,801,447
Maintenance of plant	36,682	168,951
Administrative technology services	141,636	112,545
Interest expense	974,693	996,646
Total Expenses	$ 15,500,324	$ 15,797,223
Increase in Net Position	2,084,094	2,705,784
Net Position at Beginning of Year	10,321,634	7,615,850
Net Position at End of Year	$ 12,405,728	$ 10,321,634

DETAILED ANALYSIS OF FINANCIAL INFORMATION

Government-wide financial analysis

Total net position increased by $2,084,094 during fiscal year 2026, from $10,321,634 to $12,405,728. This increase resulted from total revenues of $17,584,418 against total expenses of $15,500,324.

Total revenues decreased by $918,589 (5.0%) compared to the prior year. Federal sources revenue decreased by $1,416,781, due to the wind-down of COVID-era relief program that is no longer being drawn down. Other revenues decreased by $222,362; due to lower-than-anticipated philanthropic and corporate contributions. These decreases were partially offset by an increase of $370,005 in capital grants and contributions and an increase of $380,386 in local sources (FTE) revenue.

Total expenses decreased by $296,899 (1.9%) compared to the prior year. Maintenance of plant expense decreased by $132,269, as expensive floor repairs occurred in 2025, while Student support services expense increased by $85,318, due to slight salary increases. Individually insignificant line-item changes are not separately discussed.

Major fund financial analysis — General Fund

At June 30, 2026, the General Fund reported an ending fund balance of $9,028,074 at June 30, 2026 that was unassigned and available for spending at the School's discretion, compared to an ending fund balance of $7,163,888 at June 30, 2025, a change of $1,864,186. The General Fund is the School's primary operating fund; substantially all General Fund revenue is distributed by the District through the Florida Education Finance Program (FEFP), which uses state formulas together with local property taxes (required local effort) established annually by the Florida Legislature to determine the School's funding.

Major fund financial analysis — Debt Service Fund

At June 30, 2026, the Debt Service Fund reported an ending fund balance of $2,296,794 at June 30, 2026 that was unassigned and available for spending at the School's discretion, compared to an ending fund balance of $2,138,041 at June 30, 2025, a change of $158,753. This change relates to the increase required for debt service of restricted cash.

SIGNIFICANT CAPITAL ASSET AND LONG-TERM FINANCING ACTIVITY

The School's investment in capital assets at June 30, 2026 was $17,533,873, net of accumulated depreciation, consisting of land, buildings and improvements, computer equipment and software, and furniture, fixtures and equipment. During the year, the School added $444,759 in capital assets — $222,645 in building improvements, $22,998 in computer equipment and software, and $199,116 in furniture, equipment, and textbooks — with no retirements. Depreciation expense of $979,847 was recorded during the year, resulting in a net decrease in capital assets of $535,088.

The School's bonds payable decreased by $548,145 during the year, from $20,391,836 to $19,843,691, reflecting a scheduled principal payment of $550,600 on the Educational Facilities Revenue Bonds, Series 2016A, partially offset by $2,455 of bond discount amortization; no new debt was issued during the year. $571,959 of the outstanding balance is due within one year. As described in Note 7, the bonds contain restrictive covenants related to the debt service coverage ratio, days-cash-on-hand requirements, and student enrollment and reporting requirements; in the event of default, the maturity of the bonds may be accelerated and the underlying collateral may be subject to foreclosure. The School was compliance with these covenants as of the date the financial statements were issued.

CURRENTLY KNOWN FACTS, DECISIONS, OR CONDITIONS

The following facts, decisions, or conditions, known to management as of the date the financial statements were issued, are expected to have a significant effect on the School's financial position or to produce results in future periods that are significantly different from the current year:

- Student count is expected to remain consistent in the next period.
- The formula for determining funding for education is set by Statute. State funds to charter schools are provided primarily by legislative appropriations from the State's general revenue funds under the Florida Education Finance Program (FEFP), and the State funding for operations is primarily from sales, gasoline, and corporate income taxes. Additionally, the level of tourism in the State heavily influences the amount of taxes collected. Significant changes in State revenue collections could directly impact future School revenue allocations.

REQUESTS FOR INFORMATION

This financial report is intended to provide a general overview of the finances of the Charter School. Requests for additional information may be addressed to Alexandra Fox, 6301 S. Flamingo Road, Cooper City, Florida, 33330.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
STATEMENT OF NET POSITION
JUNE 30, 2026

	Governmental Activities
ASSETS	
CURRENT ASSETS	
Cash	$ 8,737,915
Restricted cash, held by trustee	2,627,066
Due from other agencies	1,327,447
TOTAL CURRENT ASSETS	12,692,428
Due from Franklin Academy Foundation, Inc.	3,390,678
Capital assets, net	17,533,873
TOTAL ASSETS	$ 33,616,979
LIABILITIES	
CURRENT LIABILITIES:	
Salaries and wages payable	$ 894,507
Account payable and accrued liabilities	68,705
Accrued interest	404,348
TOTAL CURRENT LIABILITIES	1,367,560
Long-term debt:	
Revenue bond payable within one year	571,959
Revenue bond payable in more than one year	19,271,732
TOTAL NON-CURRENT LIABILITIES	19,843,691
TOTAL LIABILITIES	21,211,251
NET POSITION	
Net investment in capital assets	(2,309,818)
Restricted	2,222,718
Unrestricted	12,492,828
TOTAL NET POSITION	12,405,728
TOTAL LIABILITIES AND NET POSITION	$ 33,616,979

The accompanying notes are an integral part of this financial statement.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2026

		Program Revenues			
FUNCTIONS	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
Governmental Activities:					
Instruction	$ 8,487,088	$ -	$ 307,488	$ -	$ (8,179,600)
Instructional and student support services	400,357	-	-	-	(400,357)
General administration	57,967	-	-	-	(57,967)
School administration	1,615,572	-	-	-	(1,615,572)
Fiscal services	1,025,929	-	-	-	(1,025,929)
Food services	700,647	4,188	662,886	-	(33,573)
Central services	1,449	-	-	-	(1,449)
Operation of plant	1,753,730	-	-	1,596,159	(157,571)
Transportation	304,574	-	-	-	(304,574)
Maintenance of plant	36,682	-	-	-	(36,682)
Administrative technology services	141,636	-	-	-	(141,636)
Interest expense	974,693	-	-	-	(974,693)
Total Governmental Activities	$15,500,324	$ 4,188	$ 970,374	$ 1,596,159	$ (12,929,603)
	General revenues:				
	FTE and other nonspecific revenues				$ 14,470,966
	Interest and other miscellaneous local sources revenues				542,731
					15,013,697
	Change in Net Position				2,084,094
	Net position, beginning				10,321,634
	Net position, ending				$ 12,405,728

The accompanying notes are an integral part of this financial statement.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2026

	General Fund	Non-major Governmental Funds	Special Revenue Fund	Debt Service Fund	Total Govermental Funds
ASSETS					
Cash	$ 8,737,915	$ -	$ -	$ -	$ 8,737,915
Restricted cash:					
Funds held by trustee	-	-	-	2,627,066	2,627,066
Due from other agencies	1,253,371	74,076	-	-	1,327,447
Due from fund	-	-	-	-	-
TOTAL ASSETS	$ 9,991,286	$ 74,076	$ -	$ 2,627,066	$ 12,692,428
LIABILITIES					
Salaries and wages payable	$ 894,507	$ -	$ -	$ -	$ 894,507
Account payable	68,705	-	-	-	68,705
Accrued interest	-	-	-	404,348	404,348
Due to fund	-	-	-	-	-
TOTAL LIABILITIES	963,212	-	-	404,348	1,367,560
FUND BALANCE					
Restricted	-	74,076	-	2,222,718	2,296,794
Unassigned	9,028,074	-	-	-	9,028,074
TOTAL FUND BALANCE	9,028,074	74,076	-	2,222,718	11,324,868
TOTAL LIABILITIES AND FUND BALANCE	$ 9,991,286	$ 74,076	$ -	$ 2,627,066	$ 12,692,428

The accompanying notes are an integral part of this financial statement.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2026

Total Fund Balance - Governmental Funds	$	11,324,868
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		17,533,873
Long-term receivables in governmental activities are financial assets but are not reported in the governmental funds.		3,390,678
Long term debt in governmental activities are financial obligations but are not reported in the governmental funds.		(19,843,691)
Total Net Position - Governmental Activities	$	12,405,728

The accompanying notes are an integral part of this financial statement.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2026

	General Fund	Non-major Governmental Funds	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
State capital outlay funding	$ -	$ 1,596,159	$ -	$ -	$ 1,596,159
State passed through local	14,470,966	-	-	-	14,470,966
Federal sources	-	-	970,374	-	970,374
Lunch programs fees	-	-	4,188	-	4,188
Charges and other revenues	542,731	-	-	-	542,731
TOTAL REVENUES	$ 15,013,697	$ 1,596,159	$ 974,562	$ -	$ 17,584,418
EXPENDITURES					
Current:					
Instruction	$ 7,990,565	$ -	$ 307,488	$ -	$ 8,298,053
Instructional and student support services	400,357	-	-	-	400,357
General administration	57,967	-	-	-	57,967
School administration	1,257,859	-	-	-	1,257,859
Fiscal services	1,025,929	-	-	-	1,025,929
Food services	33,573	-	667,074	-	700,647
Central services	1,449	-	-	-	1,449
Operation of plant	1,320,631	-	-	-	1,320,631
Transportation	304,574	-	-	-	304,574
Maintenance of plant	36,682	-	-	-	36,682
Administrative technology services	141,636	-	-	-	141,636
Capital Outlay:					
Other capital outlay	377,591	67,168	-	-	444,759
Debt Service:					
Repayment of principal	-	-	-	550,600	550,600
Interest	-	-	-	972,238	972,238
TOTAL EXPENDITURES	$ 12,948,813	$ 67,168	$ 974,562	$ 1,522,838	$ 15,513,381
Excess (deficit) of revenues over expenditures	2,064,884	1,528,991	-	(1,522,838)	2,071,037
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	(85,432)	(1,522,083)	-	1,607,515	-
Advances to Franklin Academy Foundation, Inc.	(115,266)	-	-	-	(115,266)
NET CHANGE IN FUND BALANCE	1,864,186	6,908	-	84,677	1,955,771
Fund Balance at beginning of year	7,163,888	67,168	-	2,138,041	9,369,097
Fund Balance at end of year	$ 9,028,074	$ 74,076	$ -	$ 2,222,718	$ 11,324,868

The accompanying notes are an integral part of this financial statement.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2026

Change in Fund Balance - Governmental Funds		$ 1,955,771
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
	Capital outlays	444,759
	Depreciation expense	(979,847)
Decreases in long-term receivables is an other financing source in the governmetal funds, but decreases long-term assets in the statement of net position. This is the net amount by which long-term receivables decreased in the current period.		
	Decrease in long-term receivables	115,266
Repayments of long term debt are expenditures in the governmental funds, but the repayment reduces long term liabilities in the statement of net position. Amortization of debt premiums or discounts are not reported in the governmental funds, but increase or decrease liabilities in the statement of net position.		
	Repayments of principal	550,600
	Amortization of discount	(2,455)
Change in Net Position of Governmental Activities		$ 2,084,094

The accompanying notes are an integral part of this financial statement.

NOTE 1 – ORGANIZATION AND OPERATIONS

Reporting Entity

Franklin Academy Cooper City (the "School"), is a component unit of the School Board of Broward County, Florida (the "District"). The Schools charter is held by Franklin Academy Foundation, Inc. and Subsidiary, a not-for-profit corporation organized pursuant to Chapter 617, Florida Statutes, the Florida Not-For-Profit Corporation Act. The governing body of the School is the board of directors of Franklin Academy Foundation, Inc. and Subsidiary, which is composed of four members and also governs other charter schools. The board of directors has determined that no component units exists that would require inclusion in the School's financial statements.

The general operating authority of the School is contained in Section 1002.33, Florida Statutes. The School operates under a charter granted by the sponsoring district, the School Board of Broward County, Florida. The current charter expires on June 30, 2032 and is renewable for an additional term pursuant to law and/or by a mutual written agreement between the School and the District. At the end of the term of the charter, the District may choose not to renew the charter under the grounds specified in the charter in which case the District is required to notify the School in writing at least 90 days prior to the charters expiration. During the term of the charter, the District may terminate the charter if good cause is shown.

The School's location is in Cooper City, Florida for children from kindergarten through eighth grade and is funded by the District. These financial statements are for the year ended June 30, 2026, when a total of approximately 1,336 students were enrolled for the school year.

Basis of presentation

The School's accounting policies conform to accounting principles generally accepted in the United States as applicable to state and local governments. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Accordingly, the basic financial statement include both the government-wide and fund financial statements.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The School does not have any items that qualify for reporting in this category.
Franklin Academy Cooper City.

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Government-wide and Fund Financial Statements

Government Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report information about the School as a whole. Any internal interfund activity has been eliminated from these financial statements. Both statements report only governmental activities as the School does not engage in any business type activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees; (2) operating grants such as the National School Lunch Program, Federal grants, and other state allocations; and (3) capital grants specific to capital outlay.

In addition, revenues not classified as program revenues are shown as general revenues, which include Florida Education Finance Program (FEFP) revenues and other miscellaneous sources.

Fund Financial Statements

Fund financial statements are provided for governmental funds. The operations of the funds are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, and liabilities, deferred inflows of resources, equity, revenues and expenditures. The School reports the following major governmental funds with all non-major funds aggregated in a single column:

General Fund - is the School's primary operating fund. It accounts for all financial resources of the school, except those required to be accounted for in another fund.

Special Revenue Fund - accounts for specific revenue, such as Federal or State grants, federal lunch program and COVID emergency relief funds that are legally restricted to expenditure for particular purposes. Also includes the School's internal accounts related to student athletics, class and club activities, and other school organizations.

Debt Service Fund – accounts for the resources accumulated and payments made for principal and interest on long-term debt of the School.

Measurement Focus and Basis of Accounting

The financial statements of the School are prepared in accordance with Generally Accepted Accounting Principles (GAAP). The School's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) *Codification of Accounting and Financial Reporting Guidance.*

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Measurement Focus and Basis of Accounting (Continued)

The government-wide statements report using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The School recognizes assets of non-exchange transactions in the period when the underlying transaction occurs, when an enforceable legal claim has arisen, or when all eligibility requirements are met. Revenues are recognized, on the modified accrual basis, when they are measurable and available. Non-exchange transactions occur when the school provides (or receives) value to (from) another party without receiving (or giving) equal or nearly equal value in return. Most donations are examples of non-exchange transactions. Revenues from grants and donations are recognized on the accrual basis, in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The School considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Florida Education Finance Program (FEFP) revenues are recognized when received. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Charges for services and fees are recognized when cash is collected as amounts are not measurable. When grant terms provide that the expenditure of funds is the prime factor for determining eligibility for federal, state, and other grant funds, revenue is recognized at the time the expenditure is made. Expenditures are recorded when the related fund liability is incurred, except for long-term debt principal and interest which are reported as expenditures in the year due.

Budgets and Budgetary Accounting

In compliance with Florida Statutes, the Board of Directors adopts an annual budget using the modified accrual basis of accounting. During the fiscal year, expenditures were controlled at the object level (e.g. salaries and benefits, purchased services, materials and supplies and capital outlay) within each activity (e.g. instruction, pupil personnel services and school administration). Revisions to the annual budget are approved by the Board.

Cash

Cash and cash equivalents include all highly liquid investments with a maturity of three months or less.

Inter-fund Transfers

Inter-fund receivables/payables ("due from/to") are short-term balances that represent reimbursements between funds for payments made by one fund on behalf of another fund.

Due from Other Governments or Agencies

Amounts due to the School by other governments or agencies are for grants or programs under which the services have been provided by the School.

Long –Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources.

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Capital Assets

The School's property, plant and equipment with useful lives of more than one year are stated at historical cost and comprehensively reported in the statement of net position in the government-wide financial statements. Donated capital assets are recorded at their estimated fair market value on the date donated. The School generally capitalizes assets with a cost of $500 or more. Building improvements, additions and other capital outlays that significantly extend the useful life of an asset are capitalized. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in government-wide statements. Proceeds received from the sale of or disposal of capital assets are recorded as other financing sources in the fund financial statements. Estimated useful lives, in years, for depreciable assets are as follows:

Building Improvements	5 Years
Furniture, Equipment and Software	5 Years
Textbooks	3 Years
Building	40 Years

Compensated Absences

For all full-time, regular, 10-month employees (meaning employees whose position requires them to work only during the academic school year, approximately 10 months of the year), PTO is accrued at the rate of 8 hours per month. Each fiscal year (July 1 through June 30), 10-month employees are eligible to earn up to a maximum of 80 hours of PTO. At the end of a fiscal year, exempt 10-month employees are eligible for PTO buyback for up to five (5) days of accrued but unused PTO. PTO buyback is at the substitute teacher rate in effect at the time of the buyback. Under the School's policy, any unused PTO at the end of the fiscal year expires and is not carried forward.

In accordance with GASB Statement No. 101, Compensated Absences, the School records a liability for PTO as it is earned by employees because it is attributable to services already rendered, accumulates, and is more likely than not to be either used for time off or paid through the School's buyback provision. Because unused PTO does not carry over beyond the fiscal year and is not paid out, no liability for PTO is recorded at year-end.

The School also provides certain days to be used for specific personal matter such as family death and jury duty. Because the use of such days is contingent upon those events taking place and such events are out of the control of both the employer and the employee, there is no accrual for such days.

Revenue Sources

Revenues for current operations are received primarily from the State through the District pursuant to the funding provisions included in the School's charter. In accordance with the funding provisions of the charter and Section 1002.33, Florida Statutes, the School will report the number of full-time equivalent (FTE) students and related data to the District. Under the provisions of Section 1011.62, Florida Statutes, the District reports the number of the full-time equivalent (FTE) students and related data to the Florida Department of Education (FDOE) for funding through the FEFP.

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Revenue Sources (Continued)

Funding for the School is adjusted during the year to reflect the revised calculations by the FDOE under the FEFP and the actual weighted full-time equivalent students reported by the School during the designated full-time equivalent student survey periods. After review and verification of FTE reports and supporting documentation, the FDOE may adjust subsequent fiscal period allocations of FEFP funding for prior year errors disclosed by its review as well as to prevent statewide allocations from exceeding the amount authorized by the Legislature. Normally, such adjustments are treated as reductions of revenue in the year the adjustment is made.

The School receives state funds through the District under charter school capital outlay funding pursuant to Section 1013.62, Florida Statutes. Funds are based on a capital outlay plan submitted to the District and are to be used for lease of school facilities. In addition, the School may receive a portion of the local capital improvement ad valorem tax revenues levied by the District.

Finally, the School also receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to and approved by various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred. Any excess amounts are recorded as deferred revenues until expended. Additionally, other revenues may be derived from various fundraising activities and certain other programs.

Net position and Fund balance classifications

Government-wide financial statements

Equity is classified as net position and displayed in three (3) components:

- Net investment in capital assets - consists of capital assets net of accumulated depreciation reduced by the outstanding balances of any borrowings that are attributable to the acquisition or improvement of those assets.
- Restricted net position - consists of net position with constraints placed on their use either by external groups such as creditors, grantors, contributors or laws or regulations of other governments.
- Unrestricted net position - all other net position that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for a specific purpose, it is the District's policy to use restricted resources first, until exhausted, before using unrestricted resources.

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Fund financial statements

Under GASB Codification Section 1800.142, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes. GASB requires the fund balance amounts to be properly reported within one of the fund balance categories listed below:

- Nonspendable - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Consists of fund balance associated with inventories, and prepaid expenses.
- Restricted - fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. Restricted fund balance of the School relates to reserves required by the landlord for property maintenance and repairs. Restricted balances at year end relate to bonds issued.
- Committed - fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School's Board of Directors. There are no committed fund balances at year end.
- Assigned - fund balance classification are intended to be used by the School's management for specific purposes but do not meet the criteria to be classified as restricted or committed. There are no assigned fund balances at year end.
- Unassigned - portion of the fund balance that has not been restricted, committed or assigned for a specific purpose. This is the residual classification for the School's general fund.

Committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Income Taxes

Franklin Academy Foundation, Inc. and Subsidiary qualifies as a tax-exempt organization under Internal Revenue Code Section 501(c)(3), and is, therefore, exempt from income tax. Accordingly, no tax provision has been made in the accompanying financial statements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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 reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Subsequent Events

In accordance with GASB Codification Section 2250.106, the School has evaluated subsequent events and transactions for potential recognition or disclosure through September 28, 2026, which is the date the financial statements were available to be issued.

NOTE 1 – ORGANIZATION AND OPERATIONS (Continued)

Adopted Accounting Pronouncements

GASB Statement No. 103, Financial Reporting Model Improvements – During fiscal year 2026, the School implemented GASB Statement No. 103, which establishes revised requirements for management's discussion and analysis, budgetary comparison information, and certain financial statement presentation matters. The implementation of this Statement did not affect amounts reported in the School's financial statements.

GASB Statement No. 104, Disclosure of Certain Capital Assets – During fiscal year 2026, the School implemented GASB Statement No. 104, which requires separate disclosure of certain types of capital assets and establishes disclosure requirements for capital assets held for sale. The implementation of this Statement did not affect amounts reported in the School's financial statements.

NOTE 2 – CAPITAL ASSETS

The following schedule provides a summary of changes in capital assets, acquired substantially with public funds, for the period ended June 30, 2026:

	Balance July 1, 2025	Additions	Retirements	Balance June 30, 2026
Capital Assets, not being depreciated:				
Land	$ 3,500,000	$ -	$ -	$ 3,500,000
Capital Assets, depreciated:				
Buildings and improvements	18,299,275	222,645	-	18,521,920
Computer equipment and software	1,367,229	22,998	-	1,390,227
Furniture, equipment and textbooks	2,512,253	199,116	-	2,711,369
Total Capital Assets	$ 25,678,757	$ 444,759	$ -	$ 26,123,516
Less Accumulated Depreciation:				
Buildings and improvements	$ (4,191,699)	$ (622,256)	$ -	$ (4,813,955)
Computer equipment and software	(1,147,942)	(140,678)	-	(1,288,620)
Furniture, equipment and textbooks	(2,270,155)	(216,913)		(2,487,068)
Total Accumulated Depreciation	(7,609,796)	(979,847)	-	(8,589,643)
Capital Assets, net	$ 18,068,961	$ (535,088)	$ -	$ 17,533,873

Depreciation expense for the year ended June 30, 2026 was $979,847, of which $433,099 was allocated to operation of plant, $357,713 was allocated to school administration, and $189,035 was allocated to instruction.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits

The School's policy is to maintain its cash and cash equivalents in major banks and in high grade investments. As of June 30, 2026, the carrying amount of the School's deposits was $8,737,915 and the respective bank balances totaled $8,737,915.

Deposits at FDIC-insured institutions are insured up to $250,000 per depositor, per financial institution. The School is a charter school under Franklin Academy Foundation, Inc. and Subsidiary, which also operates various other charter schools. All bank accounts are opened under the account ownership of Franklin Academy Foundation, Inc. and Subsidiary, therefore, bank balances at times may potentially be in excess of FDIC coverage. As of June 30, 2026, bank balances in potential excess of FDIC coverage totaled $8,487,914.

NOTE 4 – DUE FROM OTHER AGENCIES

The amounts due from other agencies included in the accompanying statement of net position and balance sheet – governmental funds mainly consist of amounts due from the District under referendum, which total $44,445, under Capital Outlay, which totaled $74,076, and under the 2018 referendum settlement, which total $1,208,926. These receivables are considered to be fully collectible and as such, no allowance for uncollectible accounts is recorded.

In 2018, the District obtained funding through a voter-approved referendum within Broward County. The District did not share funding with the Charter schools operating within the District's jurisdiction. The District has entered into a formal agreement with the Charter holder to repay the withheld referendum funds over a period of three years. As per the agreement, the funds are no longer subject to restrictions on the use of the funds, as long as they are spent for a lawful purpose under Florida Statues. Under this agreement, the District will make three yearly installment payments to the Charter holder, consisting of both principal and interest. The total outstanding amount due to the Charter holder as of June 30, 2026 is $15,334,796. A portion of which was allocated to the School totaling $2,222,038. The School has recorded amounts due from other agencies in the accompanying statement of net position and balance sheet – governmental funds of $1,208,926.

NOTE 5 –MANAGEMENT

The School uses Franklin Academy Foundation Inc., (the holder of the School's charter) to provide complete administrative and management services to all Franklin Academy schools. These services include but are not limited to: administration of support services (facility maintenance, food service, transportation, etc); governmental compliance reporting; coordination of legal support for school operations; district management/liaison; parent customer service; grant application/management; charter application development/submission/approval; site selection/development; construction project management; school marketing/enrollment management; financing management; and public relations.

Based on the School’s Administrative Services agreement with Franklin Academy Foundation, Inc., the School was charged $740 per student in 2025-2026. During the year, the School made payments totaling $989,706.

In addition, Building Hope Services, LLC., a professional charter school management company, provides accounting and human resources management services to the School including, but not limited to, regulatory compliance, maintenance of the books and records, bookkeeping, budgeting and financial reporting. The agreement between the School and the management company calls for a fee of $50 per full time equivalent (FTE) student per year up to 1,500 students with a reduction of $10 per student for every additional 500 students. The agreement can be terminated at any time by the board with 30 day notice. During the year ended June 30, 2026, the School incurred approximately $30,639 in management fees. Building Hope Services, LLC. is located at 1830 SE 4th Ave., Fort Lauderdale, FL 33016.

NOTE 6 –RELATED PARTY TRANSACTIONS

The School transacts with its charter holder, Franklin Academy Foundation, Inc. and has recorded such transactions as long-term receivables from Franklin Academy Foundation, Inc. At June 30, 2026, the School had a long-term receivable of $3,390,678.

NOTE 6 –RELATED PARTY TRANSACTIONS (Continued)
Changes in long-term receivables during the year were as follows:

	Balance July 1, 2025	Additions	Collections	Balance June 30, 2026
Franklin Academy Foundation, Inc.	$ 3,275,412	$ 346,052	$ (230,786)	$ 3,390,678
Total Long Term Receivables	$ 3,275,412	$ 346,052	$ (230,786)	$ 3,390,678

Pursuant to the Charter School contract with the School District, the District withholds an administrative fee of up to 5% of the qualifying revenues of the School and up to and including 250 students. For the year ended June 30, 2026, administrative fees totaled $39,352.

NOTE 7 – LONG TERM DEBT
Revenue Bond
Educational Facilities Revenue Bonds, Series 2016A and 2016B - The Florida Development Finance Corporation (the "issuer") issued Educational Revenue Bonds, Series 2016A, in aggregate principal amount $50,625,000 (the "Series 2016A Bonds") and Florida Charter Foundation, Inc. issued Taxable Educational Facilities Revenue Bond Series 2016B, in the aggregate principal amount of $195,000 (the 'Series 2016B Bonds"). The bonds were used to (i) financial or refinance the acquisition, construction, rehabilitation, improvement and equipping of the Facilities for the School in Cooper City, Florida (Cooper City Project) and for Franklin B2 in Boynton Beach, Florida (Boynton Beach Project) (ii) the funding of capitalized interest on the Bond; (iii) the funding of a debt service reserve fund for the Bond; and (iv) certain cost of issuance of the Series 2016 Bonds. The Series 2016 A Bonds are subject to redemption prior to their stated maturity in part, randomly, from Mandatory Sinking Account Payments.

Interest is payable annually beginning July 2017. The bonds are secured by mortgage interest on the project to the benefit of US National Association (the "Trustee") and assignment of payments (the "Pledge Revenue") to the Trustee pursuant to the Indenture of Trust dated August 1, 2016. These Bonds are subject to interest rates ranging from 4.00% to 6.00%.

The bonds contain restrictive covenants related to debt service coverage ratio, days cash on hands requirements, student enrollment and reporting requirements.

The School's debt agreements contain various covenants, restrictions and financial test requirements. In the event of default, the maturity can be accelerated and/or the underlying collateral may be subject to foreclosure.

Approximately 47% of the bond activity is allocable to the School for the Cooper City project.

NOTE 7 – LONG TERM DEBT (Continued)
Revenue bond debt service requirements, for the full bond to be shared by both schools, to maturity are as follows:

Series 2016 A Bonds:

Year	Principal	Interest
2027	$ 1,205,000	$ 2,020,338
2028	1,255,000	1,966,431
2029	1,315,000	1,905,394
2030	1,375,000	1,841,506
2031	1,445,000	1,774,531
2032-2036	8,310,000	7,750,825
2037-2041	10,505,000	5,486,494
2042-2046	13,405,000	2,515,125
2047	3,095,000	77,375
	$ 41,910,000	$ 25,338,019

The Bonds were issued at a discount which was deferred and is being amortized over the life of the bonds using the effective interest method. The Bonds payable are presented net of the applicable discount. Amortization of Bond discount during the year amounted to $49,100.

Long term debt activity for the School, for the year ended June 30, 2026 was as follows:

Governmental activities:	Beginning Balance	Additions	Advances/ (Payments)	Ending Balance	Due Within One Year
Educational Facilities Revenue Bonds, Series 2016A	$ 20,443,391	$ -	$ (550,600)	$ 19,892,791	$ 571,959
Bond Discount	(51,555)	-	2,455	(49,100)	-
Total	$ 20,391,836	$ -	$ (548,145)	$ 19,843,691	$ 571,959

NOTE 8 – INTER-FUND TRANSFERS
Inter-fund transfers in government funds as of June 30, 2026 consists of the followings:

	General Fund	Capital Projects Fund	Debt Service Fund
Transfer from general fund to cover debt service requirements	(85,432)	-	85,432
Transfer from capital projects to cover debt service requirements	-	(1,522,083)	1,522,083
Total Transfers, net	$ (85,432)	$ (1,522,083)	$ 1,607,515

NOTE 9 – COMMITMENTS, CONTINGENCIES AND CONCENTRATIONS

Contingencies and Concentrations

The School receives substantially all of its funding from the State through the District under the Florida Education Finance Program (FEFP), which is based in part on a computation of the number of full-time equivalent (FTE) students attending different instructional programs. The accuracy of FTE student data submitted by individual schools and used in the FEFP computations is subject to audit by the State and, if found to be in error, could result in refunds to the state or in decreases to future funding allocations. Additionally, the School receives various forms of federal, state and local funding which are subject to financial and compliance audits. It is the opinion of management that the amount of funding, if any, which may be remitted back to the state due to errors in the FTE student data or the amount of grant expenditures which may be disallowed by grantor agencies would not be material to the financial position of the School.

NOTE 10 – RISK MANAGEMENT

The School is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions and natural disasters for which the School carries commercial insurance. Settlement amounts have not exceeded insurance coverage for the past years. In addition, there were no reductions in insurance coverage from those in the prior year.

NOTE 11 – DEFINED CONTRIBUTION RETIREMENT PLAN

The School's personnel are eligible to participate in a defined contribution 401(k) plan covering employees who meet certain age and tenure requirements. Under the Plan, the School provides a match of 2.5% of the employee's compensation. The School contributed to the Plan $58,211 for the year ended June 30, 2026. The School does not exercise any control or fiduciary responsibility over the Plans' assets.

REQUIRED SUPPLEMENTAL INFORMATION

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2026

	All Governmental Funds				
	Original Budget	Final Budget	Actual	Final to Original Budget Variance	Actual to Final Budget Variance
REVENUES					
State capital outlay funding	$ -	$ 1,596,159	$ 1,596,159	$ 1,596,159	$ -
State passed through local	16,265,234	14,470,966	14,470,966	(1,794,268)	-
Federal sources	-	970,374	970,374	970,374	-
Lunch programs fees	-	4,188	4,188	4,188	-
Charges and other revenues	105,064	542,731	542,731	437,667	-
TOTAL REVENUES	$ 16,370,298	$ 17,584,418	$ 17,584,418	$ 1,214,120	$ -
CURRENT EXPENDITURES					
Instruction	$ 8,722,421	$ 8,298,053	$ 8,298,053	$ (424,368)	$ -
Instructional and student support services	320,407	400,357	400,357	79,950	-
General administration	12,800	57,967	57,967	45,167	-
School administration	1,360,383	1,257,859	1,257,859	(102,524)	-
Fiscal services	1,203,809	1,025,929	1,025,929	(177,880)	-
Food services	650,000	700,647	700,647	50,647	-
Central services	5,000	1,449	1,449	(3,551)	-
Operation of plant	1,350,677	1,320,631	1,320,631	(30,046)	-
Transportation	340,000	304,574	304,574	(35,426)	-
Maintenance of plant	190,000	36,682	36,682	(153,318)	-
Administrative technology services	120,418	141,636	141,636	21,218	-
Other capital outlay	1,419,608	444,759	444,759	(974,849)	-
Repayment of principal	-	550,600	550,600	550,600	-
Interest	674,018	972,238	972,238	298,220	-
TOTAL EXPENDITURES	$ 16,369,542	$ 15,513,381	$ 15,513,381	$ (856,161)	$ -
Excess of revenues over expenditures	756	2,071,037	2,071,037	2,070,281	-
Other financing sources (uses):					
Payments received on notes receivable	-	(115,266)	(115,266)	(115,266)	-
Net change in fund balance	$ 756	$ 1,955,771	$ 1,955,771	$ 1,955,015	$ -

See accompanying note to the required supplemental information.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2026

	General Fund				
	Original Budget	Final Budget	Actual	Final to Original Budget Variance	Actual to Final Budget Variance
REVENUES					
State passed through local	$ 15,165,234	$ 14,470,966	$ 14,470,966	$ (694,268)	$ -
Charges and other revenues	105,064	542,731	542,731	437,667	-
TOTAL REVENUES	$ 15,270,298	$ 15,013,697	$ 15,013,697	$ (256,601)	$ -
EXPENDITURES					
Instruction	$ 8,272,421	$ 7,990,565	$ 7,990,565	$ (281,856)	$ -
Instructional and student support services	320,407	400,357	400,357	79,950	-
General administration	12,800	57,967	57,967	45,167	-
School administration	1,360,383	1,257,859	1,257,859	(102,524)	-
Fiscal services	1,203,809	1,025,929	1,025,929	(177,880)	-
Food services	-	33,573	33,573	33,573	-
Central services	5,000	1,449	1,449	(3,551)	-
Operation of plant	1,350,677	1,320,631	1,320,631	(30,046)	-
Transportation	340,000	304,574	304,574	(35,426)	-
Maintenance of plant	190,000	36,682	36,682	(153,318)	-
Administrative technology services	120,418	141,636	141,636	21,218	-
Other capital outlay	1,419,608	377,591	377,591	(1,042,017)	-
TOTAL CURRENT EXPENDITURES	14,595,524	12,948,813	12,948,813	(1,646,711)	-
Excess of Revenues over Expenditures	674,774	2,064,884	2,064,884	1,390,110	-
Other financing sources (uses):					
Transfers in (out)	(674,018)	(85,432)	(85,432)	588,586	-
Receipts from Franklin Academy Foundation, Inc.	-	(115,266)	(115,266)	(115,266)	-
Net change in fund balance	$ 756	$ 1,864,186	$ 1,864,186	$ 1,863,430	$ -

See accompanying note to the required supplemental information.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2026

	Special Revenue Fund				
	Original Budget	Final Budget	Actual	Final to Original Budget Variance	Actual to Final Budget Variance
REVENUES					
State passed through local	$ 1,100,000	$ -	$ -	$ (1,100,000)	$ -
Federal sources	-	970,374	970,374	970,374	-
Lunch programs fees	-	4,188	4,188	4,188	-
Charges and other local revenue	-	-	-	-	-
TOTAL REVENUES	$ 1,100,000	$ 974,562	$ 974,562	$ (125,438)	$ -
EXPENDITURES					
Instruction	$ 450,000	$ 307,488	$ 307,488	$ (142,512)	$ -
Instructional and student support services	-	-	-	-	-
Food services	650,000	667,074	667,074	17,074	-
Operation of plant	-	-	-	-	-
Transportation	-	-	-	-	-
TOTAL EXPENDITURES	$ 1,100,000	$ 974,562	$ 974,562	$ (125,438)	$ -
Net change in fund balance	$ -	$ -	$ -	$ -	$ -

See accompanying note to the required supplemental information.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
BUDGETARY COMPARISON SCHEDULES – DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2026

	Debt Service Fund				
	Original Budget	Final Budget	Actual	Final to Original Budget Variance	Actual to Final Budget Variance
REVENUES					
Capital outlay funding	$ -	$ -	$ -	$ -	$ -
TOTAL REVENUES	$ -	$ -	$ -	$ -	$ -
Debt Service:					
Redemption of principal	$ -	$ 550,600	$ 550,600	$ 550,600	$ -
Amortization of bond premium	-	-	-	-	-
Interest	674,018	972,238	972,238	298,220	-
Total Expenditures	674,018	1,522,838	1,522,838	848,820	-
Deficit of revenues over expenditures	(674,018)	(1,522,838)	(1,522,838)	(848,820)	-
Other financing sources (uses):					
Transfers in	674,018	1,607,515	1,607,515	933,497	-
Net change in fund balance	$ -	$ 84,677	$ 84,677	$ 84,677	$ -

See accompanying note to the required supplemental information.

FRANKLIN ACADEMY COOPER CITY
(A CHARTER SCHOOL UNDER FRANKLIN ACADEMY FOUNDATION, INC.)
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2026

NOTE A – BUDGETARY INFORMATION

Budgetary basis of accounting

The School's annual budget is adopted for the entire operations at the combined governmental level and may be amended by the Board. The budget presented for the year ended June 30, 2026, was not amended during the fiscal year.

Although budgets are adopted for the entire operation, budgetary comparisons have been presented for the general and special revenue funds for which a legally adopted budget exists.

Budgets are presented on the modified accrual basis of accounting. During the fiscal year, expenditures were controlled at the object level (e.g., salaries, purchased services, and capital outlay).

Significant budgetary variances

State capital outlay funding increased by approximately $1.6 million and federal revenues increased by approximately $1.0 million, primarily due to funding received during the year that was not included in the original budget. These increases were partially offset by a decrease of approximately $1.8 million in state passed-through local funding, resulting from lower funding than originally anticipated. Instructional expenditures were approximately $424,000 lower than originally budgeted, due to lower than projected salary increases.

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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 of
Franklin Academy Cooper City
Cooper City, Florida

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 the governmental activities, each major fund and the aggregate remaining fund information of Franklin Academy Cooper City (the "School") as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated September 28, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School'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 determination of financial statement amounts. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Verdeja - Alvarez, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
September 28, 2026

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MANAGEMENT LETTER

Board of Directors of
Franklin Academy Cooper City
Cooper City, Florida

Report on the Financial Statements

We have audited the financial statements of Franklin Academy Cooper City (the "School"), a non-major component unit of the District School Board of Broward County, Florida, as of and for the fiscal year ended June 30, 2026, and have issued our report thereon dated September 28, 2026.

Auditor's Responsibility

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; and Chapter 10.850, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards. Disclosures in that report, which is dated September 28, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings and recommendations made in the preceding annual financial report.

Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity are Franklin Academy Cooper City and #065037.

Financial Condition and Management

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether or not the School has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the School did not meet the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we applied financials condition assessment procedures for the School. It is management's responsibility to monitor the School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. The financial condition assessment procedures applied in connection with our audit, has lead us to believe that the School's overall financial condition as of June 30, 2026 is not deteriorating.

Section 10.854(1)(e)3., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the School maintains on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the School maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Additional Matters

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, applicable management, and the School Board of Broward County, Florida, and is not intended to be and should not be used by anyone other than these specified parties.

Verdeja - Alvarez, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
September 28, 2026