QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2025 AND 2024

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Quit Doc Research and Education Foundation, Inc.
Coral Springs, Florida

Opinion

We have audited the accompanying financial statements of Quit Doc Research and Education Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

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

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Quit Doc Research and Education Foundation, Inc. and to meet our 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 these financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Quit Doc Research and Education Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they may influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Quit Doc Research and Education Foundation, Inc.'s internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Quit Doc Research and Education Foundation, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

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Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of State Financial Assistance, as required by the Rules of Department of Financial Services and Chapter 10.650, Rules of Auditor General, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of State Financial Assistance, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 25, 2026, on our consideration of Quit Doc Research and Education Foundation, Inc.'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 the effectiveness of Quit Doc Research and Education Foundation, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Quit Doc Research and Education Foundation, Inc.'s internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Organization's financial statements as of and for the year ended December 31, 2025, and we expressed an unmodified opinion on those audited financial statements in our report dated September 24, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2025, is consistent, in all material respects, with the audited financial statements from which it has been derived.

BAS Partners LLC

September 25, 2026

Pembroke Pines, Florida

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2025 AND 2024

ASSETS

	2025	2024
Cash	$ 318,538	$ 304,021
Investments	267,559	267,559
Grants and state contracts receivable	185,367	224,487
Prepaid expenses	4,587	4,587
Furniture and equipment - Net	5,733	7,988
Website - Net	-	-
Advance rent/security deposits	-	-
Cash surrender value of life insurance	343,584	339,265
TOTAL ASSETS	**$ 1,125,368**	**$ 1,147,907**

LIABILITIES AND NET ASSETS

LIABILITIES		
Accounts payable and accrued expenses	$ 46,856	$ 10,115
COMMITMENTS		
NET ASSETS		
Without donor restrictions	1,051,990	1,111,270
With donor restrictions	26,522	26,522
Total Net Assets	1,078,512	1,137,792
TOTAL LIABILITIES AND NET ASSETS	**$ 1,125,368**	**$ 1,147,907**

Read accompanying Notes to Financial Statements

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2025 AND 2024

	Without Donor Restrictions	With Donor Restrictions	Total	2024 (Summarized)
REVENUES, GAINS AND OTHER SUPPORT:				
State contracts	$ 890,894	$ -	$ 890,894	$ 897,948
Grants	24,298	-	24,298	15,150
Contributions	25	-	25	-
Donated services and rent	13,410	-	13,410	14,280
Investment income (loss)	41,100	-	41,100	46,444
Net Assets Released From Restrictions:				
Satisfaction of usage restrictions	-	-	-	-
Total Revenues, Gains and Other Support	969,727	-	969,727	973,822
EXPENSES AND LOSSES:				
Program services	1,028,501	-	1,028,501	947,843
Management and general	-	-	-	24,348
Total Expenses	1,028,501	-	1,028,501	972,191
Loss on disposal of equipment	506	-	506	-
Total Expenses and Losses	1,029,007	-	1,029,007	972,191
CHANGE IN NET ASSETS	(59,280)	-	(59,280)	1,631
NET ASSETS - BEGINNING OF YEAR	1,111,270	26,522	1,137,792	1,136,161
NET ASSETS - END OF YEAR	**$ 1,051,990**	**$ 26,522**	**$ 1,078,512**	**$ 1,137,792**

Read accompanying Notes to Financial Statements

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED DECEMBER 31, 2025 AND 2024

	Program Services	Management and General	Total	2024 (Summarized)
Salaries and wages	$ 641,289	$ -	$ 641,289	$ 620,855
Payroll taxes	77,747	-	77,747	52,226
Contract labor	109,132	-	109,132	136,605
Educational materials, sponsorships and media campaigns	27,341	-	27,341	38,137
SWAT ("Students Working Against Tobacco") expenses	21,566	-	21,566	17,201
Rent and storage	15,428	-	15,428	17,449
Insurance	18,993	-	18,993	17,862
Professional fees	26,403	-	26,403	28,650
Office supplies and expense	63,463		63,463	13,853
Telephone	4,030	-	4,030	4,613
Utilities	796	-	796	743
Dues and subscriptions	6,650	-	6,650	4,682
Meals and entertainment	1,858	-	1,858	3,727
Public relations and promotion	6,692	-	6,692	7,177
Travel	4,374	-	4,374	5,871
Total Expenses Before Depreciation and Amortization	1,025,762	-	1,025,762	969,651
Depreciation and amortization	2,739	-	2,739	2,540
TOTAL EXPENSES	**$ 1,028,501**	**$ -**	**$ 1,028,501**	**$ 972,191**

Read accompanying Notes to Financial Statements

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ (59,280)	$ 1,631
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	2,739	2,540
Loss on disposal of equipment	506	250
Unrealized (gain) / loss on investments	-	(850)
(Increase) Decrease In:		
Grants and state contracts receivable	39,120	(2,970)
Increase (Decrease) In:		
Accounts payable and accrued expenses	36,741	(14,936)
NET CASH PROVIDED BY OPERATING ACTIVITIES	19,826	(14,335)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	-	(14,489)
Purchase of furniture and equipment	(990)	(821)
Increase in cash surrender value of life insurance	(4,319)	(13,623)
NET CASH (USED IN) INVESTING ACTIVITIES	(5,309)	(28,933)
NET (DECREASE) IN CASH	14,517	(43,268)
CASH - BEGINNING OF YEAR	304,021	347,289
CASH - END OF YEAR	**$ 318,538**	**$ 304,021**

Read accompanying Notes to Financial Statements

NOTE 1. DESCRIPTION AND NATURE OF BUSINESS

Quit Doc Research and Education Foundation, Inc. was organized as a nonprofit organization under the laws of the State of Florida on November 22, 2006. The Organization's mission is to reduce the number of deaths in the United States from tobacco use and abuse through a combination of education and research programs. The Organization had twelve state contracts with the Florida Department of Health representing twelve state counties, however, effective July 1, 2022, the Organization renewed only six of them. Its head office is in Coral Springs, Florida.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions represents net assets that are not subject to donor-imposed restrictions.

Net Assets With Donor Restrictions represents net assets subject to donor-imposed restrictions that may or will be met, either by actions of the organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue and Support

Revenue

The Organization adopted the guidance of Accounting Standards Codification ("ASC") 606, Revenue from Contracts with Customers, which provides a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers.

Revenue from contracts with customers is recognized when, or as, the Organization satisfies its performance obligations by transferring the promised goods or services to the customer. A good or service is transferred to a customer when, or as, the customer obtains control of that good or service. A performance obligation may be satisfied over time or at a point in time. Revenue from a performance obligation satisfied over time is recognized by measuring the Organization's progress in satisfying the performance obligation in a manner that depicts the transfer of the goods or services to the customer. Revenue from a performance obligation satisfied at a point in time is recognized at the point in time that the Organization determines the customer obtains control over the promised good or service. The amount of revenue recognized reflects the consideration the Organization expects to be entitled to in exchange for those promised goods or services.

This ASC did not materially affect the Organization's current revenue recognition policies.

Program fees such as lecturing and training are recognized in the period the services are provided.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Support

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows using a discount rate commensurate with the risks involved. Any allowance for uncollectible unconditional promises to give is based on prior years' experience and management's analysis of specific promises made. Amounts received that are designated for future periods or for specific purposes are reported in net assets with donor restrictions. Government and nongovernment grants and assistance are generally recognized as contributions but may be recognized as revenue depending upon the provisions of the grant.

Donated Property and Services

The Organization records the value of donated property when there is an objective basis available to measure their value. Donated property is reflected as a contribution at their estimated value on the date of receipt. Donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair value in the period received.

Donated services represent general and program administration and state contract compliance for one county contract provided by a company, the stockholder

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Property and Services (Continued)

of which is the Organization's treasurer and free online advertising. During the years ended December 31, 2025 and 2024, the amount recognized for these services was $3,360 and $3,360, respectively. See also Note 10.

Investments

Investments are reported at their fair values in the statement of financial position. Investment income, including realized and unrealized gains and losses, and interest and dividend income are included in the statement of activities as changes in net assets without restrictions.

Furniture and Equipment

It is the Organization's policy to capitalize furniture and equipment in excess of $500. Furniture and equipment is recorded at cost. Expenditures for major betterments and additions are capitalized while replacements, maintenance and repairs which do not improve or extend the life of the respective assets are expensed.

Depreciation is computed by the straight-line method over the estimated useful lives of the assets as follows:

Furniture and fixtures	5 years
Office and other equipment	5 to 7 years

Website

The upgrades to the website of $30,212 are being amortized over three years on a straight-line basis. As of December 31, 2025 and 2024, accumulated amortization was $30,212 and $30,212, respectively.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising Costs

Advertising costs are expensed as incurred.

Income Taxes

The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would be sustained upon examination by the Internal Revenue Service.

Management has analyzed the tax positions taken by the Organization and has concluded that as of December 31, 2025, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions, however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for years prior to 2022.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing the program and other activities of the Organization are, for the most part, separately identifiable. However, certain expenses including salaries and wages, contract labor, insurance and office supplies and expense have been allocated among the various functions in the statement of functional expenses based on management's estimate of usage and time and effort.

Statement of Cash Flows

For purposes of this statement, the Organization considers all unrestricted highly liquid investments with an original maturity of three months or less to be cash equivalents. As of December 31, 2025 and 2024, the Organization had no cash equivalents.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported amounts of revenues and expenses. Accordingly, actual results could vary from the estimates that were assumed in preparing the financial statements and those differences could be material.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value of Financial Instruments

The carrying amounts of the Organization's financial instruments including grants and state contracts receivable and accounts payable and accrued expenses approximate fair value due to the relatively short period to maturity for these instruments.

Reclassifications

Certain reclassifications were made to the 2024 financial statements to conform to the current presentation. These reclassifications had no effect on the change in net assets.

NOTE 3. INVESTMENTS

Investments as of December 31, 2025 consisted of the following:

	Cost	Fair Value	Unrealized gain
Mutual Fund	$253,267	$264,193	$ 10,926

NOTE 3. INVESTMENTS (CONTINUED)

Investment income during the year ended December 31, 2025 consisted of the following:

Interest and dividends	$	11,124
Unrealized gain		10,926
	$	22,050

NOTE 4. FAIR VALUE MEASUREMENTS

The Center adopted FASB ASC 820, *Fair Value Measurements and Disclosures*, which establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

Level 1 – Quoted market prices in active markets for identical assets or liabilities.

Level 2 – Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3 – Unobservable inputs that are not corroborated by market data.

The Organization’s investments are carried at fair market value based on Level 1 inputs.

NOTE 5. FURNITURE AND EQUIPMENT

Furniture and equipment as of December 31, 2025 and 2024 consisted of the following:

NOTE 5. FURNITURE AND EQUIPMENT (CONTINUED)

	2025	2024
Furniture and fixtures	$ -	$ -
Office and other equipment	16,030	17,899
	16,030	17,899
Accumulated depreciation	(10,297)	(9,911)
Total Furniture and Equipment – Net	$ 5,733	$ 7,988

Depreciation for the years ended December 31, 2025 and 2024 was $2,739 and $2,540, respectively.

NOTE 6. CASH SURRENDER VALUE OF LIFE INSURANCE

The Organization purchased a $1 million whole life insurance policy with a lifetime paid-up addition limit of $2 million on its president/director maturing June 1, 2083. The policy can be surrendered for its cash surrender value at any time. The Organization paid an initial payment of $280,000 with annual premiums of $40,000 for the next three years at which time the premiums will be covered by the growth in cash value and dividends. As of December 31, 2025 and 2024, the policy's cash surrender value was $343,584 and $339,265, respectively.

NOTE 7. NET ASSETS WITH DONOR RESTRICTIONS

As of December 31, 2025 and 2024, net assets with donor restrictions were subject to the following specific purposes:

NOTE 7. NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

	2025	2024
Video based Internet smoking cessation project	$13,718	$13,718
Children Services	6,963	6,963
Student tobacco intervention programs	5,841	5,841
Total	$26,522	$26,522

During the years ended December 31, 2025 and 2024, net assets released from restrictions by incurring expenditures satisfying the purpose specified by the donors was $0and $0, respectively.

NOTE 8. CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash at high credit quality financial institutions insured through the Federal Deposit Insurance Corporation.

NOTE 9. RELATED PARTY TRANSACTIONS

The Organization has subcontractor agreements with companies the stockholders of which are the Organization’s president and treasurer to perform general and program administration and state contracts compliance. The agreements terminated June 30, 2024 but were renegotiated and extended to June 30, 2024 and again to June 30, 2025 (treasurer only). During the years ended December 31, 2025 and 2024, compensation expense related to these companies totaled $96,360 and $127,170, respectively.

During the years ended December 31, 2025 and 2024, bookkeeping fees were paid to a relative of the Organization’s treasurer totaling $2,730 and $5,460, respectively.

NOTE 9. RELATED PARTY TRANSACTIONS (CONTINUED)

During the year ended December 31, 2025, the Organization has a storage office in Coral Springs, Florida with a company, the stockholder of which is the Organization's treasurer. During the year ended December 31, 2025, rent paid was $3,360.

NOTE 10. COMMITMENTS

Operating Leases

The Organization entered into Memorandums of Understanding with other organizations to provide office space at no cost through June 30, 2025. The value of the space as provided in the Memorandums of Understanding totaled $55,800 per year.

During the years ended December 31, 2025 and 2024, rent expense including the value of space referred to above was $15,428 and $17,449, respectively.

NOTE 11. LIQUIDITY AND AVAILABILITY OF ASSETS

The Organization has $771,464 of financial assets available within one year of the balance sheet date to meet its needs for general expenditure consisting of cash of $318,538, investments of $267,559 and grants and state contracts receivable of $185,367. None of the financial assets is subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

NOTE 11. LIQUIDITY AND AVAILABILITY OF ASSETS (CONTINUED)

The Organization has a policy to maintain as liquid as possible to meet its normal operating expenditures, liabilities and other obligations as they become due. Cash in excess of its daily requirements is maintained in a money market account and in investments.

NOTE 12. SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through September 25, 2025, the date the financial statements were available to be issued.

NOTE 13. COMPARATIVE INFORMATION

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 the Organization's financial statements for the year ended December 31, 2025, from which the summarized information was derived.

SUPPLEMENTARY INFORMATION

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2025

State Agency/State Project	CFSA Number	Contract Grant Number	Expenditure
DEPARTMENT OF HEALTH			
Community-Based Tobacco Prevention Interventions	64.093	COTIX	$ 162,013
Community-Based Tobacco Prevention Interventions	64.093	COTIY	118,796
Community-Based Tobacco Prevention Interventions	64.093	COTJB	115,847
Community-Based Tobacco Prevention Interventions	64.093	COTJG	162,642
Community-Based Tobacco Prevention Interventions	64.093	COTJH	171,608
Community-Based Tobacco Prevention Interventions	64.093	COTJN	159,988
			$ 890,894

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QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2025

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of State Financial Assistance includes the state contract activity of the Organization and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Rules of Department of Financial Services and Chapter 10.650, Rules of the Auditor General. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

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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*

To the Board of Directors
Quit Doc Research and Education Foundation, Inc.
Coral Springs, Florida

We have audited, in accordance the 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, the financial statements of Quit Doc Research and Education Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 25, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Quit Doc Research and Education Foundation, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Quit Doc Research and Education Foundation, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Quit Doc Research and Education Foundation, Inc.'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 organization's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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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*

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Quit Doc Research and Education Foundation, Inc.'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 organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BAS Partners LLC

September 25, 2026
Pembroke Pines, Florida

PARTNERS
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE RULES OF DEPARTMENT OF FINANCIAL SERVICES AND CHAPTER 10.650, RULES OF THE AUDITOR GENERAL

To the Board of Directors
Quit Doc Research and Education Foundation, Inc.
Coral Springs, Florida

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited Quit Doc Research and Education Foundation, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on each of Quit Doc Research and Education Foundation, Inc.'s major state projects for the year ended December 31, 2025. Quit Doc Research and Education Foundation, Inc.'s major state projects are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Quit Doc Research and Education Foundation, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state projects for the year ended December 31, 2025.

Basis for Opinion on Each Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the Rules of Department of Financial Services and Chapter 10.650, Rules of Auditor General. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Quit Doc Research and Education Foundation, Inc. and to meet our 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 opinion on compliance for each major state project. Our audit does not provide a legal determination of Quit Doc Research and Education Foundation, Inc.'s compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Quit Doc Research and Education Foundation, Inc.'s state projects.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material compliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Quit Doc Research and Education Foundation, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, Rules of Department of Financial Services and Chapter 10.650, Rules of Auditor General will always detect a material misstatement when it exists. The risk of not detecting material noncompliance 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. Noncompliance with the requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Quit Doc Research and Education Foundation, Inc.'s compliance with the requirements of each major state projects as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, Rules of Department of Financial Services and Chapter 10.650, Rules of Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Quit Doc Research and Education Foundation, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

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- Obtain an understanding of Quit Doc Research and Education Foundation, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Rules of Department of Financial Services and Chapter 10.650, Rules of Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Quit Doc Research and Education Foundation, Inc.'s internal control. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Rules of Department of Financial Services and Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

BAS Partners LLC

September 25, 2026
Pembroke Pines, Florida

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
STATE PROJECTS
YEAR ENDED DECEMBER 31, 2025

Section A - Summary of Auditor's Results

Financial Statements	
Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to financial statements noted?	No
State Projects	
Internal Control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Rules of Department of Financial Services or Chapter 10.650?	No

Identification of major programs/projects:

State CSFA Number	State Project
64.093	Community-Based Tobacco Prevention Interventions

Dollar threshold used to distinguish between Type A and Type B programs/projects for major state projects:	$750,000

QUIT DOC RESEARCH AND EDUCATION FOUNDATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
STATE PROJECTS
YEAR ENDED DECEMBER 31, 2025

Auditee qualified as low-risk auditee pursuant
to Rules of Department of Financial Services? Yes

Section B - Financial Statement Findings
None reportable. No management letter was issued.

Section C - Findings and Questioned Costs - Major State Projects
None reportable. No management letter was issued.

Section D – Prior Year Audit Findings – Major State Projects
None reportable.