Report of Independent Auditors and
Financial Statements

Oakland Public Education Fund

June 30, 2025 and 2024

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Report of Independent Auditors

The Board of Directors
Oakland Public Education Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Oakland Public Education Fund (the Ed Fund), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Ed Fund as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Ed Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Ed Fund's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 GAAS 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 GAAS, 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 Ed Fund'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 Ed Fund'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.

Baker Tilly US, LLP

San Francisco, California
May 20, 2026

Financial Statements

Oakland Public Education Fund
Statements of Financial Position
June 30, 2025 and 2024

	2025	2024
ASSETS		
Cash and cash equivalents	$ 15,837,879	$ 18,159,913
Grants and pledges receivable	7,153,331	7,146,253
Contracts receivable	1,404,052	1,203,159
Prepaid expenses and other assets	491,141	579,853
Total assets	$ 24,886,403	$ 27,089,178
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	$ 1,649,954	$ 1,938,484
Accrued wages and related costs	323,783	344,448
Total liabilities	1,973,737	2,282,932
NET ASSETS		
Without donor restrictions:		
Undesignated	2,456,379	6,946,317
Board designated - operating reserve	2,296,830	2,296,830
Total without donor restrictions	4,753,209	9,243,147
With donor restrictions	18,159,457	15,563,099
Total net assets	22,912,666	24,806,246
Total liabilities and net assets	$ 24,886,403	$ 27,089,178

See accompanying notes.

Oakland Public Education Fund
Statements of Activities and Changes in Net Assets
Years Ended June 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions and grants	$ 48,619	$ 12,919,930	$ 12,968,549	$ 5,865,724	$ 9,531,928	$ 15,397,652
Fiscal sponsor projects	4,744,049	-	4,744,049	4,475,454	-	4,475,454
Program revenue	1,470,973	-	1,470,973	1,184,367	-	1,184,367
Interest income, net	373,245	-	373,245	264,749	-	264,749
Government contracts	355,879	-	355,879	262,813	-	262,813
Special events (net of direct expenses of $54,332 and $135,210 in 2025 and 2024, respectively)	297,877	-	297,877	111,245	-	111,245
Other income	577,788	-	577,788	106,151	-	106,151
Net assets released from restrictions	10,323,572	(10,323,572)	-	12,212,441	(12,212,441)	-
Total support and revenue	18,192,002	2,596,358	20,788,360	24,482,944	(2,680,513)	21,802,431
EXPENSES						
Program services	18,511,487	-	18,511,487	21,065,294	-	21,065,294
Management and general	3,688,137	-	3,688,137	3,894,766	-	3,894,766
Fundraising	482,316	-	482,316	43,587	-	43,587
Total expenses	22,681,940	-	22,681,940	25,003,647	-	25,003,647
CHANGES IN NET ASSETS	(4,489,938)	2,596,358	(1,893,580)	(520,703)	(2,680,513)	(3,201,216)
NET ASSETS, beginning of year	9,243,147	15,563,099	24,806,246	9,763,850	18,243,612	28,007,462
NET ASSETS, end of year	$ 4,753,209	$ 18,159,457	$ 22,912,666	$ 9,243,147	$ 15,563,099	$ 24,806,246

See accompanying notes.

Oakland Public Education Fund
Statement of Functional Expenses
Year Ended June 30, 2025

	Program Services	Management and General	Fundraising	Total
Salaries	$ 4,408,764	$ 1,566,021	$ 334,974	$ 6,309,759
Benefits	499,548	603,682	45,665	1,148,895
Payroll taxes	397,900	134,100	28,264	560,264
Total personnel costs	5,306,212	2,303,803	408,903	8,018,918
Grants	5,146,982	-	-	5,146,982
Contract and professional services	2,181,120	925,845	54,243	3,161,208
Advertising	2,382	3,777	-	6,159
Supplies and communication	768,147	82,996	381	851,524
Rent and occupancy	137,990	41,215	112	179,317
Travel and meetings	199,987	3,634	2,006	205,627
Bank and payroll fees	28,483	25,322	-	53,805
Dues and subscriptions	119,554	180,522	30	300,106
Equipment and maintenance	92,691	6,293	-	98,984
Software licenses	45,488	35,298	1,527	82,313
Staff development	480,340	12,842	1,499	494,681
Stipends	2,321,698	380	2,800	2,324,878
Other	1,680,413	66,210	10,815	1,757,438
Total expenses	$ 18,511,487	$ 3,688,137	$ 482,316	$ 22,681,940

See accompanying notes.

Oakland Public Education Fund
Statement of Functional Expenses
Year Ended June 30, 2024

	Program Services	Management and General	Fundraising	Total
Salaries	$ 4,086,583	$ 2,031,859	$ 11,942	$ 6,130,384
Benefits	225,208	367,444	-	592,652
Payroll taxes	339,750	173,512	991	514,253
Total personnel costs	4,651,541	2,572,815	12,933	7,237,289
Grants	8,197,671	-	-	8,197,671
Contract and professional services	3,086,201	943,125	1,000	4,030,326
Advertising	4,272	5,989	-	10,261
Supplies and communication	915,981	53,655	9,676	979,312
Rent and occupancy	100,395	54,165	-	154,560
Travel and meetings	319,116	19,759	2,678	341,553
Bank and payroll fees	2,817	34,639	-	37,456
Dues and subscriptions	64,232	86,425	2,142	152,799
Equipment and maintenance	2,929	8,708	-	11,637
Software licenses	166,858	35,121	-	201,979
Staff development	413,459	24,472	787	438,718
Stipends	1,772,277	500	-	1,772,777
Other	1,367,545	55,393	14,371	1,437,309
Total expenses	$ 21,065,294	$ 3,894,766	$ 43,587	$ 25,003,647

See accompanying notes.

Oakland Public Education Fund
Statements of Cash Flows
Years Ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	$ (1,893,580)	$ (3,201,216)
Adjustment to reconcile changes in net assets to net from operating activities		
Amortization of leases	77,513	90,301
Changes in operating assets and liabilities		
Grants and pledges receivable	(7,078)	773,696
Contracts receivable	(200,893)	664,660
Prepaid expenses and other assets	11,199	(361,664)
Accounts payable and accrued expenses	(288,530)	465,001
Accrued wages and related costs	(20,665)	45,520
Net cash from operating activities	(2,322,034)	(1,523,702)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(2,322,034)	(1,523,702)
CASH AND CASH EQUIVALENTS, beginning of year	18,159,913	19,683,615
CASH AND CASH EQUIVALENTS, end of year	$ 15,837,879	$ 18,159,913

See accompanying notes.

Note 1 – Organization

The Oakland Public Education Fund (the Ed Fund) is a California nonprofit public benefit corporation. The Ed Fund secures and manages resources for schools while helping those schools develop their own capacity to create the best learning environments for their students. The Ed Fund works with schools that strive to be results oriented, to develop entrepreneurial leadership, and to cultivate collaboration and family leadership, and to focus on student personalization and innovative curriculum. The Ed Fund is also a fiscal sponsor for a range of projects with the Oakland Public schools, Oakland Unified School District, and education-focused projects.

The Ed Fund is primarily funded through grants, contributions, and fees generated from its fiscal sponsor contracts.

Note 2 – Significant Accounting Policies

Basis of presentation – The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

The Ed Fund reports information regarding its financial position and activities according to two classes of net assets as follows:

Net assets without donor restrictions – Net assets without donor restrictions represent the portion of net assets that are not subject to donor-imposed stipulations. The Ed Fund's Board established an operating reserve fund policy to support working capital needs. The Board plans to build the fund over time to a level equivalent to three months worth of expenses. As of June 30, 2025 and 2024, the Ed Fund's board designated operating reserve fund had a balance of $2,296,830.

Net assets with donor restrictions – Net assets with donor restrictions represent the portion of net assets, the use of which by the Ed Fund is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Ed Fund. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires; that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenue recognition – Contributions and grants are recognized at their fair value when the donor/grantor makes an unconditional promise to give to the Ed Fund. Fiscal sponsor project and program revenues are recognized when earned through services rendered or program occurrence. Contributions without donor-imposed restrictions are reported as support without donor restrictions. Contributions with donor-imposed restrictions are reported as net assets with donor restrictions.

The satisfaction of a donor-imposed restriction on a contribution is recognized when the corresponding expenditures are incurred or when the time restriction expires. Such transactions are recorded as net assets released from restriction on the statements of activities and changes in net assets.

Unconditional grants and pledges receivable which are scheduled to be received after one year are discounted at rates commensurate with the risks involved. Amortization of the discount is recorded with contribution revenue in accordance with the donor-imposed restrictions, if any, on the contributions. Conditional promises to give are not included as support until the conditions are met.

Government contracts revenue is recognized when earned, generally in proportion to the expenses incurred.

Cash and cash equivalents – For purposes of the statements of cash flows, the Ed Fund considers all money market funds and other highly liquid investments with original maturities of three months or less when purchased to be cash and cash equivalents.

Contracts receivable – Contracts receivable are stated at the amount management expects to collect from outstanding balances. The Ed Fund considers all contracts receivable to be fully collectible as of June 30, 2025 and 2024. The Ed Fund determined that the appropriate method to estimate expected credit losses of its contracts receivables is a probability of default method, in conjunction with the aging schedule of the receivables. The Ed Fund believes that these two methods combined form a reasonable basis on which to determine expected credit losses for its contracts receivable. In evaluating the collectability of accounts receivable, the Ed Fund regularly analyzes its past history and identifies and reviews trends for each of its major payor sources of revenue to estimate appropriate and sufficient implicit and explicit price concessions reflected in contracts receivable. For the years ended June 30, 2025 and 2024, there was no bad debt expense and no allowance.

Grants and pledges receivable – Grants and pledges receivable of $7,153,331 and $7,146,253 as of June 30, 2025 and 2024, respectively, consists primarily of commitments made by individuals and foundations. Grants and pledges receivables outstanding as of June 30, 2025, are expected to be collected as follows: $6,450,331 within one year and $703,000 within two to five years. Grants and pledges receivables outstanding as of June 30, 2024, are expected to be collected within one year. As of June 30, 2025 and 2024, discounts on long-term grants and pledges receivable were nominal. The Ed Fund uses the historical allowance method to determine potential uncollectible grants and pledges receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. As of June 30, 2025 and 2024, there was no allowance for uncollectible grants and pledges receivable.

Fair value measurements – The Ed Fund carries certain assets and liabilities at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Ed Fund classifies its financial assets and liabilities according to three levels and maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value.

Level 1 – Quoted market prices (unadjusted) in active markets for identical assets or liabilities that the entity has the ability to access at the measurement date.

Level 2 – Observable inputs other than quoted market prices included within Level 1 for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability that are not corroborated by market data.

Grants and grants payable – Unconditional grants awarded are accrued as a liability and expensed when approved. Grant cancellations or unspent funds are recorded in the year cancelled or the funds are returned. As of June 30, 2025 and 2024, there were no grants payable outstanding.

Fiscal sponsorship projects – The Ed Fund provides fiscal sponsorship and organizational services to approximately 116 projects. All the financial activity of fiscal sponsored projects is aggregated for financial statement purposes. The fiscal sponsorship projects are legally a part of the Ed Fund and all of their employees are employees of the Ed Fund. From time to time, projects will obtain their own 501(c)(3) status and are “spun-off” as separate organizations.

Functional allocation of expenses – Program expenses include the expenses of various projects of the Ed Fund. The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and changes in net assets and statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The costs have been allocated among the program and supporting services benefited based upon management’s estimate of time and effort recorded on functions related to the specific activity, or in the case of shared expenses, using an allocation based on personnel costs, space usage or, if necessary, other relevant bases.

Advertising – The Ed Fund uses advertising to promote its programs. The costs of advertising are expensed as incurred.

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

Income taxes – The Ed Fund has been determined to be exempt from federal and state income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code.

The Ed Fund follows the guidance on accounting for uncertainty in income taxes issued by Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740, *Income Taxes*. As of June 30, 2025 and 2024, management evaluated the Ed Fund’s tax positions and concluded that the Ed Fund had maintained its tax-exempt status and had taken no uncertain tax positions that required adjustment to the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements.

Note 3 – Net Assets with Donor Restrictions

As of June 30, 2025 and 2024, net assets with donor restrictions were available for the following purposes:

	2025	2024
Fiscally Sponsored Projects	$ 18,159,457	$ 15,563,099
Total	$ 18,159,457	$ 15,563,099

All net assets with donor restrictions as of June 30, 2025 and 2024, are expected to be released from restriction by June 30, 2027.

During 2025 and 2024, net assets were released from donor restriction by incurring expenses satisfying the restrictions specified by donors as follows:

	2025	2024
Fiscally Sponsored Projects	$ 10,323,572	$ 12,212,441
Total	$ 10,323,572	$ 12,212,441

Note 4 – Commitments and Contingencies

Operating leases – The Ed Fund entered into lease agreements for its headquarters.

As of June 30, 2025 and 2024, the total right-of-use operating lease asset of $268,041 and $354,767, respectively, is included in prepaid expenses and other assets on the accompanying statements of financial position. As of June 30, 2025 and 2024, the total operating lease liability of $285,461 and $372,428, respectively is included in accounts payable and accrued expenses on the accompanying statements of financial position.

The future aggregate lease payments for its headquarters are as follows:

Year Ending June 30,	
2026	$ 99,313
2027	102,292
2028	96,340
Total lease payments	297,945
Less present value discount	(12,484)
Operating lease liability	$ 285,461

Total rent and occupancy expense for the years ended June 30, 2025 and 2024, was $179,317 and $154,560, respectively, and is included in rent and occupancy in the accompanying statements of functional expenses.

Supplemental lease information as of and for the years ended June 30, 2025 and 2024, is as follows:

	2025	2024
Operating lease weighted average remaining lease term (years)	2.92	3.92
Operating lease weighted average discount rate	2.84%	2.84%

Contingencies – Grant awards required the fulfillment of certain conditions as set forth in the grant agreement. Failure to fulfill the conditions could result in the return of the funds to the grantors. The Ed Fund's management is of the opinion that it has complied with the terms of all grants.

Note 5 – Retirement Plans

The Ed Fund sponsors a 401(k) profit sharing plan (the Plan) that covers all employees who meet certain eligibility requirements. The Plan is funded by employee contributions and the Ed Fund does not match or make discretionary contributions into the Plan.

Note 6 – Concentrations of Credit Risk

The Ed Fund has defined its financial instruments, which are potentially subject to credit risk as cash and accounts receivable.

Periodically, throughout the year, the Ed Fund has maintained balances in various operation and money market accounts in excess of federally insured limits. The Ed Fund has not experienced any losses on such accounts.

Grants and contributions receivables consist primarily of unsecured amounts due from foundations and individuals. Approximately 67% of these receivables are due from one donor as of June 30, 2025 and 37% of contributions and grant revenue was recognized from one donor for the year ended June 30, 2025. Approximately 69% of these receivables are due from one donor as of June 30, 2024, and 41% of contributions and grant revenue was recognized from one donor for the year ended June 30, 2024.

Note 7 – Liquidity and Funds Available

The following table reflects the Ed Fund's financial assets as of June 30, 2025 and 2024, reduced by amounts not available for general expenditure within one year:

	2025	2024
Financial assets, at year end		
Cash and cash equivalents	$ 15,837,879	$ 18,159,913
Grants and pledges receivable	7,153,331	7,146,253
Contracts receivable	1,404,052	1,203,159
	24,395,262	26,509,325
Less assets unavailable for general expenditures within one year		
Board designated - operating reserve	(2,296,830)	(2,296,830)
Grants and pledges receivable, non-current	(703,000)	-
	(2,999,830)	(2,296,830)
Total financial assets available to meet cash needs for general expenditure within one year	$ 21,395,432	$ 24,212,495

Financial assets are considered unavailable when illiquid or not convertible to cash and cash equivalents within one year. The Ed Fund has established an operating reserve and reviews its funding level on an ongoing basis to ensure it is adequate to meet current obligations. In addition to financial assets available to meet general expenditures over the next 12 months, the Ed Fund operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. Cash in excess of daily requirements is typically invested in liquid investments.

Note 8 – Subsequent Events

Subsequent events are events or transactions that occur after the statements of financial position date, but before financial statements are available to be issued. The Ed Fund recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the statements of financial position, including estimates inherent in the process of preparing the financial statements. The Ed Fund’s financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the statements of financial position but arose after the statements of financial position date and before financial statements were available to be issued.

The Ed Fund has evaluated subsequent events through May 20, 2026, which is the date the financial statements are available to be issued.