Financial Report

(Compiled)

The COOL Cooperative

New Orleans, Louisiana

December 31, 2025

Bourgeois Bennett
CERTIFIED PUBLIC ACCOUNTANTS | CONSULTANTS
A LIMITED LIABILITY COMPANY

Financial Report

(Compiled)

The COOL Cooperative

New Orleans, Louisiana

December 31, 2025

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New Orleans, Louisiana

December 31, 2025

FINANCIAL SECTION

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors,
The COOL Cooperative,
New Orleans, Louisiana.

Management is responsible for the accompanying financial statements of The COOL Cooperative (the "Organization") (a non-profit 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, which collectively comprise the Organization's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with the Statements of Standards For Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit, or review the 2025 financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express such an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The accompanying 2024 financial statements were previously audited by us and we stated in our report dated June 18, 2025 that in our opinion the financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2024 and the results of its operations and cashflows for the year ended in accordance with accounting principles generally accepted in the United states of America. We have not performed any procedures in connection with that audit engagement since our audit report date.

Other Supplementary Information

The accompanying supplementary information, on page 16, is presented for purposes of additional analysis and is required by Louisiana Revised Statute 24:513 (A)(3), and is not a required part of the basic 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 basic financial statements. Such information is the responsibility of management. This other supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

New Orleans, Louisiana,
May 28, 2026.

P.O. BOX 60600 • NEW ORLEANS, LA 70160-0600 • 504•831•4949 • BOURGEOISBENNETT.COM
P.O. BOX 2168 • HOUMA, LA 70361-2168 • 985•868•0139
34 LOUIS PRIMA, SUITE B • COVINGTON, LA 70433-5903 • 985•246•3022

STATEMENTS OF FINANCIAL POSITION

The COOL Cooperative

New Orleans, Louisiana

For the years ended December 31, 2025 (Compiled) and 2024 (Audited)

See Independent Accountant's Compilation Report

	2025 (Compiled)	2024 (Audited)
Assets		
Cash	$ 399,479	$ 211,769
Accounts receivable	2,890	-
Grants receivable	78,982	93,965
Prepaid expense and other assets	14,073	5,847
Equipment, net	9,687	9,031
Total assets	$ 505,111	$ 320,612
Liabilities		
Accounts payable	$ 402	$ -
Net Assets		
Without donor restrictions	504,709	320,612
Total liabilities and net assets	$ 505,111	$ 320,612

See notes to financial statements.

STATEMENT OF ACTIVITIES

The COOL Cooperative

New Orleans, Louisiana

For the year ended December 31, 2025 (Compiled)

See Independent Accountant's Compilation Report

	Without Donor Restrictions	With Donor Restrictions	Totals
Revenues and Support			
Grant income	$ 648,548	$ -	$ 648,548
Contributions	114,145	-	114,145
School income	23,000	-	23,000
Other income	27,057	-	27,057
Total revenues and support	812,750	-	812,750
Expenses			
Program services	476,829	-	476,829
Administration and general	151,824	-	151,824
Total expenses	628,653	-	628,653
Change in Net Assets	184,097	-	184,097
Net Assets			
Beginning of year	320,612	-	320,612
End of year	$ 504,709	$ -	$ 504,709

See notes to financial statements.

STATEMENT OF ACTIVITIES

The COOL Cooperative

New Orleans, Louisiana

For the year ended December 31, 2024 (Audited)

See Independent Accountant's Compilation Report

	Without Donor Restrictions	With Donor Restrictions	Totals
Revenues and Support			
Grant income	$ 344,476	$ -	$ 344,476
Contributions	119,401	-	119,401
In-kind support	86,763	-	86,763
School income	31,475	-	31,475
Special events, net	11,124	-	11,124
Other income	5,617	-	5,617
Total revenues and support	598,856	-	598,856
Expenses			
Program services	453,817	-	453,817
Administration and general	130,751	-	130,751
Total expenses	584,568	-	584,568
Change in Net Assets	14,288	-	14,288
Net Assets			
Beginning of year	306,324	-	306,324
End of year	$ 320,612	$ -	$ 320,612

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

The COOL Cooperative
New Orleans, Louisiana

For the year ended December 31, 2025 (Compiled)

See Independent Accountant's Compilation Report

	Program Services	Administration and General	Fundraising	Totals
Advertising	$ -	$ 3,110	$ -	$ 3,110
Bank service charges	506	270	-	776
Business software	-	3,776	-	3,776
Cohort	10,856	-	-	10,856
Contract work	91,447	-	-	91,447
Depreciation	2,012	-	-	2,012
Dues and subscriptions	-	17,133	-	17,133
Equipment	28,551	-	-	28,551
Events	4,502	-	-	4,502
Insurance	17,314	8,762	-	26,076
Marketing	3,931	-	-	3,931
Meals and entertainment	619	-	-	619
Miscellaneous expenses	582	5,191	-	5,773
Other camps	7,224	-	-	7,224
Office expense	239	784	-	1,023
Office supplies/equipment	938	1,708	-	2,646
Payroll processing fees	7,792	-	-	7,792
Payroll taxes	20,921	6,641	-	27,562
Postage and shipping	449	-	-	449
Printing	15	-	-	15
Professional fees	-	14,850	-	14,850
Rent	12,952	-	-	12,952
Rugaroo	10,456	-	-	10,456
Salaries and wages	251,174	86,814	-	337,988
School films	51	-	-	51
Storage unit	2,067	-	-	2,067
Transportation rental	2,231	-	-	2,231
Travel and parking	-	1,723	-	1,723
Training/seminars	-	1,062	-	1,062
Total expenses before special event expense	476,829	151,824	-	628,653
Less special event expense	-	-	-	-
Total expenses on Statement of Activities	$476,829	$151,824	$ -	$628,653

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

The COOL Cooperative
New Orleans, Louisiana

For the year ended December 31, 2024 (Audited)

See Independent Accountant's Compilation Report

	Program Services	Administration and General	Fundraising	Totals
Advertising	$ 216	$ -	$ -	$ 216
Bank service charges	-	190	-	190
Business software	-	4,336	-	4,336
Cohort	6,089	-	-	6,089
Contract work	34,596	-	-	34,596
Depreciation	360	-	-	360
Dues and subscriptions	-	18,663	-	18,663
Equipment	97,344	-	-	97,344
Events	4,425	-	26,700	31,125
Insurance	17,927	10,040	-	27,967
Marketing	2,471	-	-	2,471
Meals and entertainment	990	-	-	990
Miscellaneous expenses	570	330	-	900
Other camps	11,175	-	-	11,175
Office expense	9,479	-	-	9,479
Office supplies/equipment	1,438	-	-	1,438
Payroll processing fees	5,797	-	-	5,797
Payroll taxes	19,522	6,600	-	26,122
Postage and shipping	-	155	-	155
Printing	89	-	-	89
Professional fees	-	3,750	-	3,750
Rent	6,180	-	-	6,180
Salaries and wages	232,592	86,275	-	318,867
School films	1,165	-	-	1,165
Storage unit	1,103	-	-	1,103
Transportation rental	289	-	-	289
Travel and parking	-	412	-	412
Total expenses before special event expense	453,817	130,751	26,700	611,268
Less special event expense	-	-	(26,700)	(26,700)
Total expenses on Statement of Activities	$453,817	$130,751	$ -	$584,568

See notes to financial statements.

STATEMENTS OF CASH FLOWS

The COOL Cooperative
New Orleans, Louisiana

For the years ended December 31, 2025 (Compiled) and 2024 (Audited)

See Independent Accountant's Compilation Report

	2025 (Compiled)	2024 (Audited)
Cash Flows From Operating Activities		
Change in net assets	$ 184,097	$ 14,288
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	2,012	360
(Increase) decrease in assets:		
Accounts receivable	(2,890)	33,500
Grants receivable	14,983	(93,965)
Prepaid expenses and other assets	(8,226)	809
Inventory	-	8,873
Increase in liabilities:		
Accounts payable and accrued expenses	402	-
Net cash provided by (used in) operating activities	190,378	(36,135)
Cash Flows From Investing Activities		
Purchases of property and equipment	(2,668)	(9,391)
Increase (Decrease) in Cash	187,710	(45,526)
Cash		
Beginning of year	211,769	257,295
End of year	$ 399,479	$ 211,769

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

The COOL Cooperative
New Orleans, Louisiana

December 31, 2025 (Compiled) and 2024 (Audited)

See Independent Accountant's Compilation Report

Note 1 - NATURE OF ACTIVITIES

The COOL Cooperative (a non-profit organization) (the "Organization") established on July 25, 2014. The Organization is a social enterprise whose mission is to provide a safe after-school space for New Orleans students. The Organization teaches real-world skills to "at-promise" youth with the goal of preparing them for a future either in college or in the film industry.

The Program provided by the Organization is as follows:

Film Industry Training - Provides technical training and mentorship that translates into critical skills needed for the movie industry work force.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of the Organization have been prepared in conformity with accounting principles generally accepted in the United States of America, which involves the application of accrual accounting; revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

b. Basis of Presentation

The Organization reports information regarding financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions, based on donor stipulations and restrictions placed on contributions, if any. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations.

Net Assets With Donor Restrictions - Net assets subject to donor imposed stipulations that may or will be met either by the actions of the Organization, and/or the passage of time, or to be perpetually maintained by the Organization and not expended. There were no net assets with donor restrictions as of December 31, 2025 and 2024.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

d. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents. There were no cash equivalents as of December 31, 2025 and 2024.

e. Grants Receivables

Management closely monitors credit losses for grants receivable and estimates an allowance based on prior experience and other factors. Balances that are determined to be uncollectible are written off. All accounts are considered fully collectible by management. Accordingly, no credit losses are considered necessary.

f. Promises to Give

Unconditional promises to give are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Conditional promises to give are recognized when the conditions on which they depend are substantially met. As of December 31, 2025 and 2024, the Organization did not have any conditional or unconditional promises to give.

g. Equipment

Equipment is recorded at cost or, in the case of donated assets, at their fair value at date of receipt. Repairs and maintenance are charged to expense as incurred; major renewals and replacements and betterments at $2,500 or greater are capitalized. Depreciation is computed using the straight-line method over the estimated useful life of each asset, which is five years.

h. Advertising Expenses

Advertising expenses are expensed when incurred. Advertising expenses for the years ended December 31, 2025 and 2024 were $3,110 and $216, respectively.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Revenue Recognition

Revenues from Exchange Transactions: The Organization recognized revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2014-09, "*Revenues from Contracts with Customers*", as amended. ASU No. 2014-09 applies to exchange transactions with customers and donors that are bound by contracts or similar arrangements and establishes a performance obligation to revenue recognition. The Organization records the following exchange transaction revenue in its Statements of Activities for the years ended December 31, 2025 and 2024.

Fundraising Event Revenue - The Organization conducts special events in which a portion of the gross proceeds paid by the participant represents payment for the direct cost of the benefits received by the participant at the event - the exchange component, and a portion represents a contribution to the Organization. Unless a verifiable objective means exists to demonstrate otherwise, the fair value of meals and entertainment provided at special events is measured at the actual cost to the Organization. The contribution component is the excess of the gross proceeds over the fair value of the direct donor benefit. The direct costs of the special events, which ultimately benefit the donor rather than the Organization, are recorded as costs of direct donor benefits in the Statement of Activities. The performance obligation is delivery of the event. The event fee is set by the Organization. FASB ASU No. 2014-09 requires allocation of the transaction price to the performance obligation(s). Accordingly, the Organization separately presents in its Statement of Activities or notes to financial statements, the exchange and contribution components of the gross proceeds from special events.

j. Donated Services of Volunteers

A number of volunteers have donated significant amounts of their time in the conduct of program services on behalf of the Organization. However, no amounts have been included in the financial statements for donated services since no objective basis is available to measure the value of services.

k. Contributions

Contributions are recorded as assets with donor restrictions or assets without donor restrictions, depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Contributions (Continued)

Donor restricted contributions whose restrictions are met in the same reporting periods are reported as unrestricted support.

l. Contributed Nonfinancial Assets

Donated supplies and other noncash donations are recorded as contributions at their fair market value at the date of donation. The Organization reports the donations in the net assets without donor restrictions category, unless explicit donor stipulations specify how the donated assets must be used (see Note 7).

The Organization recognizes contributions of services received if such services: (a) create or enhance nonfinancial assets, (b) require specialized skills, (c) are provided by individuals possessing those skills, and (d) would typically need to be purchased if not contributed.

m. Methods Used for Allocated Expenses

Many of the expenses can be directly allocated to the program or supporting function. The financial statements also report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Salaries, benefits, and payroll taxes are allocated on the basis of estimates of time and effort.

n. Organization and Income Taxes

The Organization has received a letter of determination from the Internal Revenue Service advising that it qualifies as a non-profit corporation under Section 501(c)(3) of the Internal Revenue Code, and therefore, is not subject to income tax.

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosures of uncertain tax positions recognized in an entity's financial statements. It requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. Tax years ended December 31, 2022 and later remain subject to examination by the taxing authorities. As of December 31, 2025, management of the Organization believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Subsequent Events

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through May 28, 2026, which is the date the financial statements were available to be issued.

Note 3 - CONCENTRATION OF CREDIT RISK

The Organization maintains its cash with a financial institution where the accounts are insured by Federal Deposit Insurance Corporation who insures accounts up to $250,000 per institution as of December 31, 2025. As of December 31, 2025, the Organization has approximately $150,000 in excess of the insured limit.

Note 4 - GRANTS RECEIVABLE

The details of grants receivable as of December 31, 2025 and 2024 is as follows:

	2025	2024
Louisiana Economic Development	$ 78,982	$ 93,965
Amounts due in:		
Less than one year	$ 78,982	$ 93,965
One to five years	-	-
Totals	$ 78,982	$ 93,965

Note 5 - EQUIPMENT

As of December 31, 2025 and 2024, equipment consists of the following:

	2025	2024
Equipment	$ 12,059	$ 9,391
Less accumulated depreciation	(2,372)	(360)
Net equipment	$ 9,687	$ 9,031

Depreciation expense was $2,012 and $360 for the years ended December 31, 2025 and 2024, respectively.

Note 6 - SPECIAL EVENT REVENUE

Gross receipts from fundraising events recorded by the Organization consist of exchange transaction revenue and contribution revenue. As a result of adopting ASU No. 2014-09, the Organization is required to separately present the components of this revenue for the years ended December 31, 2025 and 2024, as follows:

	2025	2024
Special event revenue:		
Ticket sales	$ -	$ 15,995
Other	-	21,829
Total special event revenue	-	37,824
Less: cost of direct donor benefit	-	(26,700)
Special events - net	$ -	$ 11,124

Note 7 - CONTRIBUTED NONFINANCIAL ASSETS

The Organization recognized contributed nonfinancial assets on the Statement of Activities. Contributed nonfinancial assets for the years ended December 31, 2025 and 2024 are as follows:

	2025	2024
Support:		
Equipment donation	$ -	$86,763
Expenditures:		
Equipment expense	$ -	$86,763

The Organization recognized contributed nonfinancial assets within revenue and support. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

Contributed equipment was donated to the program and is included in equipment expenses on the Statement of Functional Expenses. The Organization estimates the fair value based on the value to purchase similar equipment.

Note 8 - GOVERNMENT GRANTS

Government grants require the fulfillment of certain conditions as set forth in the grant instruments. The Organization intends to fulfill the conditions of all grants, recognizing that failure to fulfill the conditions could result in the return of the funds to grantors.

Note 9 - AVAILABILITY OF FINANCIAL ASSETS

As part of the Organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The Organization receives grants and contributions without donor restrictions. Contributions without donor restrictions are considered to be available to meet cash needs for general expenditures. General expenditures include program services, and general and administrative expenses. Annual operations are defined as activities occurring during, and included in the budget for, the upcoming fiscal year.

The following table represents financial assets available for general expenditures within one year as of December 31, 2025 and 2024:

Financial assets, as of December 31,	2025	2024
Cash	$ 399,479	$ 211,769
Accounts receivable	2,890	-
Grants receivable	78,982	93,965
Total financial assets available to meet cash needs for general expenditures within one year	$ 481,351	$ 305,734

Note 10 - RELATED PARY TRANSACTIONS

The Organization contracted the Board Chair as Assistant Director for their 2024 camp. Payments for the services totaled $4,793 for the year ended December 31, 2024, which is included in salaries and wages on the Statement of Functional Expenses. There were no expenses incurred during the year ended December 31, 2025.

Note 11 - BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board. Accordingly, no compensation was paid to any Board member for the years ended December 31, 2025 and 2024.

Note 12 - CONCENTRATION OF INCOME

During the year ended December 31, 2025, the Organization received a significant portion of its revenue from three grantors. Grant income from the three grantors totaling $513,434 was 65% of total revenue and support.

During the year ended December 31, 2024, the Organization received a significant portion of its revenue from two grantors and one contributor. Grant income from two grantors totaling $293,965 was 49% of total revenue and support. For the year ended December 31, 2024, contribution revenue and support from one contributor totaled $57,597 was 9% of total revenue and support.

SUPPLEMENTAL INFORMATION

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER

The COOL Cooperative

New Orleans, Louisiana

For the year ended December 31, 2025

Agency Head Name: Beth Burvant, Executive Director

Purpose		
Salary	$	-
Benefits - insurance		-
Benefits - retirement		-
Benefits - other		-
Car allowance		-
Vehicle provided by government		-
Per diem		-
Reimbursements		-
Travel		-
Registration fees		-
Conference travel		-
Continuing professional education fees		-
Housing		-
Unvouchered expenses		-
Special meals		-
	$	-

Note:

No public funds were used to pay Mrs. Burvant's salary, benefits, or any other compensation during the year ended December 31, 2025.

SPECIAL REPORT BY CERTIFIED PUBLIC ACCOUNTANT

<u>**SCHEDULE OF FINDINGS AND RESPONSES**</u>

The COOL Cooperative
New Orleans, Louisiana

For the year ended December 31, 2025

Section I - Summary of Independent Accountant's Compilation Report

a) Financial Statements

A standard compilation report was issued.

Noncompliance material to financial statements noted? ____ Yes _X_ No

b) Federal Awards

The Organization did not expend more than $1,000,000 in federal awards during the year ended December 31, 2025; therefore, is exempt from the audit requirements under the Uniform Guidance.

Section II - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2025.

Compliance and Other Matters

There were no compliance findings material to the financial statements reported during the compilation of the financial statements for the year ended December 31, 2025.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

The COOL Cooperative
New Orleans, Louisiana

For the year ended December 31, 2025

Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the audit of the financial statements for the year ended December 31, 2024.

Compliance and Other Matters

No compliance and other matters findings material to the basic financial statements were reported during the audit of the financial statements for the year ended December 31, 2024.

MANAGEMENT'S CORRECTIVE ACTION PLAN

The COOL Cooperative
New Orleans, Louisiana

For the year ended December 31, 2025

Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No financial reporting findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2025.

Compliance and Other Matters

No compliance and other matters findings material to the basic financial statements were reported during the compilation of the financial statements for the year ended December 31, 2025.