

Riverwalk Education Foundation, Inc.

**Consolidated Financial Statements
and
Supplementary Information**

June 30, 2025 and 2024



Riverwalk Education Foundation, Inc.

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Certificate of Riverwalk Education Foundation, Inc. Board

**Riverwalk Education Foundation, Inc.
Federal Employer Identification Number: 01-0758906
County District No. 015-827 / 015-831
Certificate of Board**

We, the undersigned, certify that the attached Annual Financial and Compliance Report of Riverwalk Education Foundation, Inc. dba School of Science and Technology was reviewed and (check one) approved disapproved for the year ended June 30, 2025, at a meeting of the governing body of the charter holder on the 9th day of January 2026.

Signature of Board President
Dr. Suleyman Tek

Signature of Board Secretary
Dr. Turgay Korkmaz

Independent Auditor's Report

To the Board of Directors of
Riverwalk Education Foundation, Inc.

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Riverwalk Education Foundation, Inc. (RWEF, Inc.) (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements above present fairly, in all material respects, the financial position of RWEF, Inc. as of June 30, 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 (GAAP).

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Consolidated Financial Statements section of our report. We are required to be independent of RWEF, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Independent Auditor's Report (Continued)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS 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 consolidated 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 consolidated 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 purposes of expressing an opinion on the effectiveness of RWEF, 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about RWEF, 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.

Report on 2024 Summarized Comparative Information

The consolidated financial Statements of RWEF, Inc. as of June 30, 2024, were audited by other accountants whose report dated November 20, 2024, expressed an unmodified audit opinion on those audited consolidated financial statements. Our opinion is not modified with respect to the summarized comparative information presented herein as of and for the year ended June 30, 2024.

Independent Auditor's Report (Continued)

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information listed in the accompanying table of contents, as required by the Texas Education Agency and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the SEFA and supplementary information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2026, on our consideration of RWEF, 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 solely 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 RWEF 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 RWEF Inc.'s internal control over financial reporting and compliance.

Schriver, Carmona & Company, PLLC

San Antonio, Texas

January 9, 2026

Consolidated Financial Statements

Riverwalk Education Foundation, Inc.

Consolidated Statements of Financial Position
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Assets		
<i>Current Assets:</i>		
Cash and Cash Equivalents	\$ 40,265,192	\$ 31,180,240
Restricted Cash and Cash Equivalents	35,150,482	8,871,693
Investments	-	23,943
Grants Receivable	23,145,369	20,975,147
Pledges Receivable	3,516,096	2,324,464
Other Receivables	187,901	134,877
Total Current Assets	<u>102,265,040</u>	<u>63,510,364</u>
<i>Fixed Assets:</i>		
Land	37,637,132	36,218,469
Building and Improvements	230,849,899	203,274,053
Furniture and Equipment	10,232,060	10,040,184
Construction in Progress	157,266,129	128,708,075
	<u>435,985,220</u>	<u>378,240,781</u>
Less: Accumulated Depreciation	<u>(37,719,097)</u>	<u>(31,218,944)</u>
Total Fixed Assets	<u>398,266,123</u>	<u>347,021,837</u>
<i>Other Assets:</i>		
Finance Lease Right-of Use Assets	400,223	404,419
Operating Lease Right-of-Use Assets	28,312,223	30,380,915
Deposits	495,740	607,251
Total Other Assets	<u>29,208,186</u>	<u>31,392,585</u>
Total Assets	<u>\$ 529,739,349</u>	<u>\$ 441,924,786</u>

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

Riverwalk Education Foundation, Inc.Consolidated Statements of Financial Position (Continued)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Liabilities and Net Assets		
<i>Current Liabilities:</i>		
Accounts Payable	\$ 3,426,024	\$ 12,816,257
Accrued Liabilities	2,781,245	3,807,720
Accrued Wages	8,773,437	8,004,915
Payroll Taxes Payable	1,478,244	2,263,734
Interest Payable	5,011,282	5,023,502
Current Portion of Finance Lease Liabilities	185,679	211,555
Current Portion of Operating Lease Liabilities	3,098,465	2,844,055
Current Portion on Bonds Payable	<u>5,036,000</u>	<u>4,803,640</u>
Total Current Liabilities	29,790,376	72,923,674
<i>Long-Term Liabilities:</i>		
Finance Lease Liabilities, Net of Current Portion	142,776	201,812
Operating Lease Liabilities, Net of Current Portion	27,741,488	30,076,950
Bonds Payable, Net of Premium, Issuance Costs, and Current Portion	<u>460,419,856</u>	<u>329,309,301</u>
Total Long-Term Liabilities	488,304,120	359,588,063
Total Liabilities	<u>518,094,496</u>	<u>432,511,737</u>
<i>Net Assets:</i>		
Without Donor Restrictions	3,451,470	1,849,452
With Donor Restrictions	<u>8,193,383</u>	<u>7,563,597</u>
Total Net Assets	<u>11,644,853</u>	<u>9,413,049</u>
Total Liabilities and Net Assets	<u>\$ 529,739,349</u>	<u>\$ 441,924,786</u>

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

Riverwalk Education Foundation, Inc.

Consolidated Statement of Activities Year Ended June 30, 2025 (With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restriction	2025 Totals	2024 Totals
Support and Revenues				
Local Support:				
Other Revenues from Local Sources	\$ 6,605,318	\$ -	\$ 6,605,318	\$ 5,154,690
Contributions	6,220,323	-	6,220,323	4,425,292
Interest Income	1,297,101	-	1,297,101	1,062,169
Total Local Support	14,122,742	-	14,122,742	10,642,151
State Program Revenues	-	124,412,828	124,412,828	118,169,149
Federal Program Revenues	-	12,160,764	12,160,764	13,091,316
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	135,943,806	(135,943,806)	-	-
Total Support and Revenues	150,066,548	629,786	150,696,334	141,902,616
Expenses				
Program Services				
Instruction and Instructional - Related Services	82,655,502	-	82,655,502	81,214,310
Instructional and School Leadership	8,992,888	-	8,992,888	6,699,533
Support Services - Student	8,169,921	-	8,169,921	3,743,876
Total Program Services	99,818,311	-	99,818,311	91,657,719
Support Services				
Administrative Support Services	10,803,382	-	10,803,382	9,879,620
Support Services - Non-Student	20,716,733	-	20,716,733	21,155,677
Debt Service	17,126,104	-	17,126,104	12,884,328
Total Support Services	48,646,219	-	48,646,219	43,919,625
Total Expenses	148,464,530	-	148,464,530	135,577,344
Change in Net Assets	1,602,018	629,786	2,231,804	6,325,272
Net Assets at Beginning of Year	1,849,452	7,563,597	9,413,049	3,087,777
Net Assets at End of Year	\$ 3,451,470	\$ 8,193,383	\$ 11,644,853	\$ 9,413,049

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

Riverwalk Education Foundation, Inc.

Consolidated Statement of Functional Expenses Year Ended June 30, 2025 (With Comparative Totals for the Year Ended June 30, 2024)

	Program	Support Services		2025 Totals	2024 Totals
		General and Administrative	Fundraising		
Salaries	\$ 64,682,674	\$ 6,860,892	\$ -	\$ 71,543,566	\$ 72,595,971
Payroll Taxes	956,764	23,235	-	979,999	1,259,745
Employee Benefits	13,931,180	1,622,987	-	15,554,167	7,628,586
Rental Expenses	11,189	3,481,406	-	3,492,595	1,594,369
Maintenance and Repairs	117,439	2,197,863	-	2,315,302	2,323,808
Utilities	-	2,479,203	-	2,479,203	6,263,999
Supplies	6,999,384	833,567	-	7,832,951	5,234,155
Travel	234,648	98,746	-	333,394	301,547
Insurance	-	1,107,936	-	1,107,936	800,686
Professional Fees	11,657,775	4,828,505	-	16,486,280	16,380,220
Training	48,484	1,770	-	50,254	68,362
Interest	-	17,126,104	-	17,126,104	12,884,328
Other	1,178,774	1,263,384	-	2,442,158	1,620,043
Total Expenses before Depreciation	99,818,311	41,925,598	-	141,743,909	128,955,819
Depreciation and Amortization	-	6,720,621	-	6,720,621	6,621,525
Total Expenses	\$ 99,818,311	\$ 48,646,219	\$ -	\$ 148,464,530	\$ 135,577,344

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

Riverwalk Education Foundation, Inc.

Consolidated Statements of Cash Flows Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 2,231,804	\$ 6,325,272
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	6,720,621	6,621,526
Amortization of Issuance Cost	395,099	395,097
Amortization of Bond Premium	(945,932)	(945,928)
(Increase) Decrease in:		
Grants Receivable	(2,170,222)	(2,535,352)
Pledges Receivable	(1,191,632)	2,841,056
Other Receivable	(53,024)	(48,597)
Deposits	111,511	(75,562)
Operating Lease Right-of-Use Assets	2,068,692	-
Increase (Decrease) in:		
Accounts Payable	(9,390,233)	(2,124,475)
Accrued Liabilities	(1,026,475)	905,627
Accrued Wages	768,522	(3,298,195)
Payroll Tax Payable	(785,490)	1,135,765
Interest Payable	(12,220)	(194,991)
Operating Lease Liabilities	(2,167,878)	1,604,179
Net Cash Provided (Used) by Operating Activities	<u>(5,446,857)</u>	<u>10,250,288</u>
Cash Flows From Investing Activities:		
Proceeds From Sale of Investments	-	2,581,704
Purchases of Fixed Assets	(60,732,298)	(70,536,504)
Net Cash Used by Investing Activities	<u>(60,732,298)</u>	<u>(67,954,800)</u>
Cash Flows From Financing Activities:		
Proceeds from Line of Credit	26,851,704	33,148,296
Payments on Line of Credit	(60,000,000)	-
Principal Payments on Finance Lease	(261,194)	(420,869)
Issuance of Bonds	139,910,440	-
Repayment of Bonds	(4,958,054)	(3,024,001)
Net Cash Provided by Financing Activities	<u>101,542,896</u>	<u>29,703,426</u>
Net Increase (Decrease) in Cash and Cash Equivalents and Restricted Cash and Cash Equivalents	<u>35,363,741</u>	<u>(28,001,086)</u>
Cash and Cash Equivalents and Restricted Cash and Cash Equivalents, Beginning of Year	<u>40,051,933</u>	<u>68,053,019</u>
Cash and Cash Equivalents and Restricted Cash and Cash Equivalents, End of Year	<u>\$ 75,415,674</u>	<u>\$ 40,051,933</u>
Supplemental Disclosures		
Cash Paid for Interest	<u>\$ 15,797,294</u>	<u>\$ 13,079,319</u>
Supplemental Disclosures - Reconciliation		
Cash and Cash Equivalent	<u>\$ 40,265,192</u>	<u>\$ 31,180,240</u>
Restricted Cash and Cash Equivalents	<u>35,150,482</u>	<u>8,871,693</u>
Total Cash and Cash Equivalents and Restricted Cash and Cash Equivalents	<u>\$ 75,415,674</u>	<u>\$ 40,051,933</u>

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note A: Nature of Organization

The Riverwalk Education Foundation, Inc. (RWEF, Inc.) is a nonprofit organization that provides public education for students in grades K through 12. The RWEF, Inc. was incorporated in the State of Texas on September 6, 2002, under the Texas Non-Profit Corporation Act. On September 5, 2003, the Internal Revenue Service determined that the RWEF, Inc. was exempt from federal income tax under section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3).

In conformance to its charter granted by the State Board of Education in accordance with Texas Education Code Section 12, Subchapter D, Open-Enrollment Charter School, RWEF, Inc. operates as part of the state public school system subject to all federal and state laws and rules governing public schools. RWEF, Inc. is also subject to all laws and rules pertaining to open-enrollment charter schools in Section 12 of the Texas Education Code.

The charter holder, RWEF, Inc. operates charter schools and does not conduct any other charter or non-charter activities.

Note B: Basis of Consolidation

The consolidated financial statements include the accounts of the School of Science and Technology, School of Science and Technology Discovery, and Central Office. All significant inter-company account balances and transactions have been eliminated in the accompanying consolidated financial statements.

Note C: Summary of Accounting Principles

Basis of Accounting

The accompanying general-purpose consolidated financial statements have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United State of America (GAAP). RWEF, Inc. reports its financial information based on the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 Not-for-Profit Entities-205 Presentation of Financial Statements. Under FASB ASC 958-205, an organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Net Asset Classification

Net assets, support and revenue and expenses are classified according to two classes of net assets:

- *Without Donor Restrictions* – net assets available for use in general operations and not subject to donor restrictions. Grant and contributions gifted for recurring programs of RWEF, Inc. generally are not considered “restricted” under GAAP, though for internal reporting, RWEF, Inc. tracks such grants and contributions to verify the disbursement matches the intent. Assets restricted solely through the actions of the Board of Directors are reported as Net Assets Without Donor Restrictions, Board Designated.
- *With Donor Restrictions* – net assets subject to donor-imposed stipulations that are more restrictive than RWEF, Inc.’s mission and purpose. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time. 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. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. At June 30, 2025, no such perpetual net assets existed.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note C: Summary of Accounting Principles (Continued)

Estimates

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Methods Used for Allocation of Expenses Among Program and Support Services

Expenses are charged to each program based on direct expenditures incurred. Functional expenses which cannot readily be related to a specific program are charged to the various programs based upon hours worked, square footage, number of program staff, or other reasonable methods for allocating RWEF, Inc.'s multiple function expenditures.

Cash and Cash Equivalents

RWEF, Inc. considers all highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

Pledges and Accounts Receivable

Contributions are recognized when the donor makes a promise to give a contribution to RWEF, Inc. that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. No provision has been made for uncollectible promises to give and accounts receivable as of the consolidated statement of financial position date, given that none have been identified.

Fair Value Measurements

The Fair Value Measurements and Disclosures Topic of the FASB ASC, 820-10, defines fair value, establishes a three level valuation hierarchy for disclosure of fair value measurements, and expands disclosures about fair value measurements. An investment's categorization within hierarch is based upon the lowest level of input that is significant to the fair value measurement.

- Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets that RWEF, Inc. has the ability to access.
- Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.
- Level 3 – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions as there is little, if any, related market activity.

Fair Value of Financial Instruments

RWEF, Inc.'s financial instruments include cash and cash equivalents, restricted cash and cash equivalents, receivables and payables. The carrying amount of these financial instruments as reflected in the Consolidated Statement of Financial Position approximates fair value.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note C: Summary of Accounting Principles (Continued)

Property and Equipment

Property and equipment purchased by RWEF, Inc. are recorded at cost. Donations of property and equipment are recorded at their fair value at the date of the gift. All purchases and donations in excess of \$5,000 are capitalized. Depreciation is provided on the straight-line method based upon estimated useful lives of five years for equipment, seven to ten years for furniture, fifteen years for building and land improvements, and thirty-nine years for buildings. Gains or losses on retired or sold property and equipment are reflected in income for the period. The proceeds from such sales which are not legally required or expected to be reinvested in property and equipment are transferred to net assets without donor restrictions. Depreciation expense for the years ended June 30, 2025 and 2024 totaled **\$6,500,153** and \$6,621,526, respectively, and is included in Depreciation and Amortization in the accompanying Consolidated Statement of Functional Expenses.

Impairment of Long-Lived Assets

RWEF, Inc. evaluates its long-lived assets for any events or changes in circumstances which indicate that the carrying amounts of such assets may not be fully recoverable. RWEF, Inc. evaluates the recoverability of long-lived assets by measuring the carrying amount of such assets against the estimated undiscounted cash flows associated with them. At the time such evaluation indicates that the future undiscounted cash flows of certain long-lived assets are not sufficient to recover the carrying value of such assets, the assets are adjusted to their face values.

Capitalized Debt Issuance Costs

Represent costs incurred related to the issuance of bonds and notes payable and are amortized over the term of the bonds or notes. Unamortized debt issuance costs are netted against the related debt in the accompanying Consolidated Statement of Financial Position.

Bond Premium/Discount

Represent the difference between proceeds, after expenses, received upon issuance of debt over/under the amount repayable at its maturity. Unamortized premiums/discounts are netted against the related debt in the accompanying Consolidated Statement of Financial Position.

Leases

RWEF, Inc. determines if an arrangement is a lease or contains a lease at inception. Leases result in the recognition of right-of-use assets and lease liabilities on the consolidated statement of financial position. Right-of-use assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. RWEF, Inc. determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term. The right-of-use asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. Generally, RWEF, Inc. uses its estimated incremental borrowing rate to determine the present value of lease payments.

The lease term may include options to extend or to terminate the lease that RWEF, Inc. is reasonably certain to exercise. RWEF, Inc. has elected to combine lease and non-lease components, in contracts, as a single lease component. Operating lease expense is generally recognized on a straight-line basis over the lease term.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note C: Summary of Accounting Principles (Continued)

Contributions and Grants

RWEF, Inc. recognizes contributions and grants received as revenue in the year received or unconditionally promised. Contributions and grants received are recorded as support Without Donor Restrictions or With Donor Restrictions depending on the existence or nature of any donor restrictions. Support that is not restricted by the donor is reported as an increase in Net Assets Without Donor Restrictions. All other donor restricted support is reported as an increase in Net Assets With Donor Restrictions. Net Assets With Donor Restrictions are reclassified to Net Assets Without Donor Restrictions upon expiration of the time or purpose restriction and are reported in the Statement of Activities as Net Assets Released from Restrictions.

A portion of RWEF, Inc.'s revenue is derived from cost reimbursable contracts and grants, which are conditions upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts are recognized as revenue when RWEF, Inc. has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the Consolidated Statement of Financial Position.

Federal Income Taxes

RWEF, Inc. is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying consolidated financial statements. There was no unrelated business income for the year ended June 30, 2025. RWEF, Inc. is not subject to the Texas margin tax. Management is not aware of any tax position that would have a significant impact on its consolidated financial position.

Note D: Restricted Cash and Cash Equivalents

Certain cash and cash equivalents of RWEF, Inc. are held in trust, which includes amounts required to be maintained in separate bank accounts in accordance with the Master Trust Indenture and Security Agreements. Restricted cash and cash equivalents held in trust and interest income earned on these funds are limited as to use under the terms of the bond indenture

Restricted cash and cash equivalents held in trust were restricted as follows at June 30,:

	<u>2025</u>	<u>2024</u>
Debt Service Reserve Fund	\$ <u>35,150,482</u>	\$ <u>8,871,693</u>
Total Restricted Cash and Cash Equivalents	\$ <u>35,150,482</u>	\$ <u>8,871,693</u>

Note E: Budget

The official school annual budget is prepared and adopted on a basis consistent with GAAP. The budget is formally adopted by the Board of Directors.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements Years Ended June 30, 2025 and 2024

Note F: Liquidity and Availability of Financial Assets

The following represents RWEF, Inc.'s financial assets available to meet general expenditures over the next twelve months at June 30,:

Financial Assets at year end:	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	\$ 40,265,192	\$ 31,180,240
Cash and Cash Equivalents - Restricted	35,150,482	8,871,693
Investments	-	23,943
Grants Receivable	23,145,369	20,975,147
Other Receivables	187,901	134,877
Pledges Receivable	<u>3,516,096</u>	<u>2,324,464</u>
 Total Financial Assets	 <u>102,265,040</u>	 <u>63,510,364</u>
 Less those unavailable for general expenditures over the next twelve months due to:		
 Bonds Payable - Current Portion	5,036,000	4,803,640
Cash and Cash Equivalents - Restricted	35,150,482	8,871,693
Less net assets with restrictions to be met over the next twelve months	<u>(8,193,383)</u>	<u>(7,563,597)</u>
	<u>31,993,099</u>	<u>6,111,736</u>
 Financial assets available to meet general expenditures over the next twelve months	 \$ <u>70,271,941</u>	 \$ <u>57,398,628</u>

RWEF, Inc. manages its liquid assets conservatively within standard depository bank accounts at national banks. Cash is managed to provide sufficient funds for meeting program expenditures of RWEF, Inc.. Excess cash is invested in short-term investments such as certificates of deposit that have maturity dates of less than three months.

Note G: Bonds Payable

RWEF, Inc. has secured bond financing pursuant to Chapter 53 of the Texas Education Code of "Qualified Tax Exempt" Education Revenue Bonds, Series 2014A, Series 2016A, Series 2019, Series 2022, and Series 2025 totaling \$7,420,000; \$2,041,000; \$176,260,000, \$141,085,000, and \$141,135,000, respectively.

RWEF, Inc. has also issued Taxable Educational Revenue Bonds, Series 2016B, totaling \$196,000. The bonds are limited obligation of the issuer payable solely from revenues received by the issuer pursuant to a loan agreement between the issuer and the borrower. None of the state, the city, nor any political corporation, subdivision, or agency of the state is pledged to the payment of the principal of premium, or interest on the bonds.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements Years Ended June 30, 2025 and 2024

Note G: Bonds Payable (Continued)

Bonds payable consisted of the following at June 30, 2025:

	Beginning Balances	Additions	Reductions	Ending Balances
Series 2014A	\$ 4,825,000	\$ -	\$ (438,345)	\$ 4,386,655
Series 2016A	881,000	-	(187,886)	693,114
Series 2016B	58,000	-	(34,183)	23,817
Series 2019	169,025,000	-	(2,660,000)	166,365,000
Series 2022	141,085,000	-	(1,645,000)	139,440,000
Series 2025	-	141,135,000	-	141,135,000
Total Bonds Payable	315,874,000	141,135,000	(4,965,414)	452,043,586
Bond Premium	29,921,098	1,248,634	(945,932)	30,223,800
Unamortized Issuance Costs	(11,682,157)	(5,524,472)	395,099	(16,811,530)
Total Bonds Payable, net	\$ 334,112,941	\$ 136,859,162	\$ (5,516,247)	\$ 465,455,856

Series 2014A: Tax-Exempt bond issued by Danbury Higher Education Authority, Inc. Interest on the Bond of 2.000% - 3.500% is paid every six months to the bondholder. The bond is due August 15, 2032. The proceeds are being use for the purpose of providing funds to finance the cost of (a) refunding the La Vernia Higher Education Finance Corporation Education Revenue Bonds Series 2007A, (b) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology in Corpus Christi, Texas, (c) refinancing a certain bank loan, and (d) paying all or a portion of certain costs of issuance. The financed renovations will be owned and operated by RWEF, Inc.

Series 2016A & B: Tax-Exempt and Taxable Education Revenue bonds issued by Danbury Higher Education Authority, Inc. Interest on the Bond of 2.000% and 3.500%, respectively, is paid every six months to the bondholder. The 2016A and 2016B bonds are due August 15, 2029 and August 15, 2025, respectively. The proceeds are being use for the purpose of providing funds to finance the cost of (a) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology in Corpus Christi, Texas, (b) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology Discovery in San Antonio, Texas, the Bond, (c) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology in San Antonio, Texas, (d) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology in San Antonio, Texas, (e) financing and/or refinancing certain equipment and renovations to the educational facilities located at the School of Science and Technology in Houston, Texas and (f) paying all or a portion of certain costs of issuance related to the Bond. The financed renovations will be owned and operated by RWEF, Inc.

Series 2019: Tax-Exempt bond issued by Arlington Higher Education Finance Corporation. Interest on the Bond of 3.000% - 5.000% is paid every six months to the bondholder. The bond is due August 15, 2054. The proceeds are being use for the purpose of providing funds to finance the cost of (a) the financing and refinancing the costs of acquiring, constructing, equipping, and renovating certain educational facilities, (b) funding capitalized interest on the Bond, and (c) paying all or a portion of certain costs of issuance related to the Bond. The financed facility will be owned and operated by RWEF, Inc.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note G: Bonds Payable (Continued)

Series 2022: Tax-Exempt bond issued by Arlington Higher Education Finance Corporation. Interest on the Bond of 3.850% - 5.000% is paid every six months to the bondholder. The bond is due August 15, 2057. The proceeds are being use for the purpose of providing funds to finance the cost of (a) the financing and refinancing the costs of acquiring, constructing, equipping, and renovating certain educational facilities, (b) funding capitalized interest on the Bond, and (c) paying all or a portion of certain costs of issuance related to the Bond. The financed facility will be owned and operated by RWEF, Inc.

Series 2025: Tax-Exempt bond issued by Arlington Higher Education Finance Corporation. Interest on the Bond of 4.500% - 5.000% is paid every six months to the bondholder. The bond is due August 15, 2060. The proceeds are being use for the purpose of providing funds to finance the cost of (a) the financing and refinancing the costs of acquiring, constructing, equipping, and renovating certain educational facilities, and (b) paying all or a portion of certain costs of issuance related to the Bond. The financed facility will be owned and operated by RWEF, Inc.

Future maturities of long-term debt are as follows at June 30, 2025:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 5,036,000	\$ 18,754,822	\$ 23,790,822
2027	6,846,000	19,282,998	26,128,998
2028	7,188,000	18,941,883	26,129,883
2029	7,548,000	18,582,535	26,130,535
2030	7,924,000	18,204,015	26,128,015
2031-2035	43,024,000	78,480,003	121,504,003
2036-2040	54,525,000	73,340,225	127,865,225
2041-2045	67,650,000	59,720,250	127,370,250
2046-2050	82,920,000	45,567,300	128,487,300
2051-2055	101,290,000	24,963,513	126,253,513
2056-2060	58,285,000	7,623,388	65,908,388
2061-2065	9,807,586	6,469,645	16,277,231
Total Debt Service Payments Due	\$ <u>452,043,586</u>	\$ <u>389,930,577</u>	\$ <u>841,974,163</u>

Note H: Bond Debt Covenants

The bond agreements contain certain restrictions and covenants. RWEF, Inc. is required to maintain a ratio of available revenue (without excluding any discretionary expenses incurred during the fiscal year) that must equal at least 1.10X the annual debt service requirements. Additionally, RWEF, Inc. is required to maintain an operating reserve that covers 45 days of expenses at the end of each fiscal year. RWEF, Inc. was in compliance with all material restrictions and covenants included in its bond agreements for the years ended June 30, 2025 and 2024.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note I: Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted as follows at June 30,:

	<u>2025</u>	<u>2024</u>
Federal Funds	\$ 1,054,403	\$ 844,796
State-Financed General Charter School Activities	7,138,980	6,468,801
Support of Charter Schools Located in San Antonio	<u>-</u>	<u>250,000</u>
Total Net Assets With Donor Restrictions	<u>\$ 8,193,383</u>	<u>\$ 7,563,597</u>

Note J: Leases

RWEF, Inc. is a party to multiple finance lease agreements of copiers and accessory equipment. The leases are three to four years in length, are accompanied by bargain purchase options, and expire through various years in 2026, 2027, 2028, and 2029. RWEF, Inc. is a party to multiple operating lease agreements of office and school buildings.

The following summarizes the line items in the Consolidated Statement of Financial Position which include amounts for lease right-of-use assets and lease liabilities as of June 30,:

	<u>2025</u>	<u>2024</u>
Operating Lease Right-of-Use Assets	\$ <u>28,312,223</u>	\$ <u>30,380,915</u>
Finance Lease Right-of-Use Assets	\$ <u>400,223</u>	\$ <u>404,419</u>
Current Portion of Operating Lease Liabilities	\$ 3,098,465	\$ 2,844,055
Operating Lease Liabilities, Net of Current Portion	<u>27,741,488</u>	<u>30,076,950</u>
Total Operating Lease Liabilities	<u>\$ 30,839,953</u>	<u>\$ 32,921,005</u>
Current Portion of Finance Lease Liabilities	\$ 185,679	\$ 211,555
Finance Lease Liabilities, Net of Current Portion	<u>142,776</u>	<u>201,812</u>
Total Finance Lease Liabilities	<u>\$ 328,455</u>	<u>\$ 413,367</u>

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements Years Ended June 30, 2025 and 2024

Note J: Leases (Continued)

The following summarizes the line items in the Consolidated Statement of Functional Expenses which include the components of lease expenses as of June 30,:

	<u>2025</u>	<u>2024</u>
Operating Lease Expense Included in:		
Depreciation and Amortization	\$ 2,662,063	\$ 2,756,518
Rental Expenses	\$ 402,855	\$ 300,371
Finance Lease Expense Included in:		
Depreciation and Amortization	\$ 136,613	\$ 217,530
Interest	\$ 13,492	\$ 2,931

The following summarizes the Consolidated Statement of Cash Flows supplemental cash flow information for the year ended June 30,:

	<u>2025</u>	<u>2024</u>
Cash Paid for Amounts Included in the Measurement of Lease Liabilities		
Operating Cash Flows From Operating Lease	\$ 3,201,128	\$ 3,291,852
Operating Cash Flows From Finance Lease	\$ 218,578	\$ 218,599
Right-of-Use Assets Obtained in Exchange for Lease Liabilities		
Operating Lease	\$ -	\$ -
Finance Lease	\$ 132,417	\$ 195,731

The following table summarizes the weighted-average remaining lease term and discount rate associated with long-term leases at June 30,:

	<u>2025</u>	<u>2024</u>
Weighted Average Remaining Lease Term (years)		
Operating Leases	15.30	16.30
Finance Leases	1.21	2.20
Weighted Average Discount Rate		
Operating Leases	1.50%	1.50%
Finance Leases	4.21%	4.20%

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements
Years Ended June 30, 2025 and 2024

Note J: Leases (Continued)

The payment maturities of lease liabilities are as follows as of June 30, 2025:

2026	\$	3,284,144
2027		3,548,147
2028		2,197,954
2029		2,021,014
2030		1,619,934
Thereafter		<u>21,805,096</u>
Total Lease Payments		34,476,289
Less: Interest		<u>(3,307,881)</u>
Present Value of Lease Liabilities	\$	<u><u>31,168,408</u></u>

Note K: Commitments and Contingencies

RWEF, Inc. receives funds through state and federal programs that are governed by various statutes and regulations. State program funding is based primarily on student attendance data submitted to the Texas Education Agency, and it is subject to audit and adjustment. Expenses charged to federal programs are subject to audit and adjustment by the grantor agency. The programs administered by RWEF, Inc. have complex compliance requirements and should state or federal auditors discover areas of noncompliance, RWEF, Inc. funds may be subject to refund if so determined by the Texas Education Agency or the grantor agency. RWEF, Inc. is economically dependent on these funds.

Note L: Pension Plan

RWEF, Inc. contributes to the Teacher Retirement System of Texas (TRS), a cost sharing, multiple-employer defined benefit pension plan with one exception; all risks and costs are not shared by RWEF, Inc., but are the liability of the State of Texas. TRS administers the retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public-school systems of Texas. The plan operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government code, Title 8, Chapters 803 and 805 respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes consolidated financial statements and required supplementary information for the defined benefit plan.

That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701 or by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS internet website, www.trs.state.tx.us, under the TRS Publications Heading. Organizations are legally separate entities from the state and each other. Assets contributed by one charter or independent school district (ISD) may be used for the benefit of an employee of another ISD or charter. The risk of participating in multi-employer pension plans is different from single-employer plans. Assets contributed to a multi-employer plan by one employer may be used to provide benefits to employees of other participating employers. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers. There is no withdrawal penalty for leaving the TRS system. There is no collective-bargaining agreement.

Riverwalk Education Foundation, Inc.

Notes to Consolidated Financial Statements Years Ended June 30, 2025 and 2024

Note L: Pension Plan (Continued)

Total TRS plan assets as of August 31, 2024 and 2023 totaled **\$243.1 billion** and \$213.5 billion, respectively. Accumulated benefit obligations as of August 31, 2024 and 2023 totaled **\$271.6 billion** and \$255.9 billion, respectively. The plan was **77.51%** and 73.15% funded at August 31, 2024 and 2023, respectively.

Funding Policy

Contribution requirements are not actuarially determined but are established and amended by the Texas State Legislature. The State funding policy is as follows: (1) the state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 8.25% for fiscal year 2025. The State's contribution rate as a non-employer contributing entity was 8.25% for fiscal year 2025. RWEF, Inc.'s employee contributions to the system for the year ended June 30, 2025 totaled \$9,590,214 equal to the required contributions for the year.

Note M: Health Care Coverage

During the years ended June 30, 2025 and 2024, employees of RWEF, Inc. were covered by a Health Insurance Plan (the Plan). RWEF, Inc. contributed \$325 for teachers and nonexempt employees; \$425 for Assistant Principals; \$625 for Principals; \$825, for Executive Directors and Chiefs, \$1,650 for Superintendents per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to licensed insurers.

Note N: Central Office and Consolidation

RWEF, Inc. operates a Central Office administrative unit to provide administrative services to each of the separate school districts in exchange for an interagency fee. During the fiscal year, the Central Office unit agreed to charge each district an administrative fee equal to approximately 8 percent of state foundation and available per capita school fund revenues. During the fiscal year ended June 30, 2025, the School of Science and Technology - Main district and the School of Science and Technology - Discovery district paid the Central Office unit \$4,658,982 and \$5,162,063, respectively, and owed the Central Office \$1,010,569 and \$1,072,148, respectively. These fees and interagency payables have been eliminated in the presentation of consolidated financial statements.

Note O: Subsequent Events

RWEF, Inc. has evaluated subsequent events through the date that the consolidated financial statements were available to be issued, January 9, 2026, and determined that no events occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these consolidated financial statements.

Supplementary Information

Riverwalk Education Foundation, Inc.

Statements of Financial Position (Main)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Assets		
<i>Current Assets:</i>		
Cash and Cash Equivalents	\$ 21,312,404	\$ 10,631,312
Restricted Cash and Cash Equivalents	23,113,425	-
Grants Receivable	10,751,569	9,175,223
Pledges Receivable	2,016,096	1,750,000
Other Receivables	169,453	57,241
Total Current Assets	<u>57,362,947</u>	<u>21,613,776</u>
<i>Fixed Assets:</i>		
Land	21,583,918	21,583,918
Building and Improvements	101,057,134	101,038,252
Furniture and Equipment	5,262,586	5,235,751
Construction in Progress	68,364,838	49,888,729
	<u>196,268,476</u>	<u>177,746,650</u>
Less: Accumulated Depreciation	<u>(17,863,894)</u>	<u>(14,590,830)</u>
Total Fixed Assets	<u>178,404,582</u>	<u>163,155,820</u>
<i>Other Assets:</i>		
Finance Lease Right-of Use Assets	177,980	183,344
Operating Lease Right-of-Use Assets	2,143,960	3,162,952
Deposits	220,214	255,214
Total Other Assets	<u>2,542,154</u>	<u>3,601,510</u>
Total Assets	<u>\$ 238,309,683</u>	<u>\$ 188,371,106</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.Statements of Financial Position (Main) (Continued)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Liabilities and Net Assets		
<i>Current Liabilities:</i>		
Accounts Payable	\$ 2,791,334	\$ 5,598,995
Accrued Liabilities	838,227	848,545
Accrued Wages	3,390,386	3,016,519
Payroll Taxes Payable	13,603	666,875
Interest Payable	2,475,483	2,487,703
Current Portion of Finance Lease Liabilities	88,048	106,107
Current Portion of Operating Lease Liabilities	1,283,149	1,055,792
Current Portion on Bonds Payable	<u>2,143,386</u>	<u>2,361,885</u>
Total Current Liabilities	13,023,616	22,542,892
<i>Long-Term Liabilities:</i>		
Finance Lease Liabilities, Net of Current Portion	50,159	81,858
Operating Lease Liabilities, Net of Current Portion	1,498,806	2,729,914
Bonds Payable, Net of Premium, Issuance Costs, and Current Portion	<u>222,082,418</u>	<u>161,819,146</u>
Total Long-Term Liabilities	<u>223,631,383</u>	<u>164,630,918</u>
Total Liabilities	<u>236,654,999</u>	<u>187,173,810</u>
<i>Net Assets:</i>		
Without Donor Restrictions	1,654,684	390,321
With Donor Restrictions	<u>-</u>	<u>806,975</u>
Total Net Assets	<u>1,654,684</u>	<u>1,197,296</u>
Total Liabilities and Net Assets	<u>\$ 238,309,683</u>	<u>\$ 188,371,106</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statements of Financial Position (Discovery)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Assets		
<i>Current Assets:</i>		
Cash and Cash Equivalents	\$ 18,184,574	\$ 14,278,925
Restricted Cash and Cash Equivalents	12,037,057	14,704,214
Investments	-	23,943
Grants Receivable	12,393,799	11,135,952
Pledges Receivable	1,500,000	574,464
Other Receivables	18,449	77,636
Total Current Assets	<u>44,133,879</u>	<u>40,795,134</u>
<i>Fixed Assets:</i>		
Land	16,053,213	14,634,551
Building and Improvements	129,771,118	102,214,154
Furniture and Equipment	4,946,134	4,781,094
Construction in Progress	88,893,291	78,811,346
	<u>239,663,756</u>	<u>200,441,145</u>
Less: Accumulated Depreciation	<u>(19,835,094)</u>	<u>(16,612,673)</u>
Total Fixed Assets	<u>219,828,662</u>	<u>183,828,472</u>
<i>Other Assets:</i>		
Finance Lease Right-of Use Assets	200,150	219,982
Operating Lease Right-of-Use Assets	25,866,786	26,798,512
Deposits	178,649	185,287
Total Other Assets	<u>26,245,585</u>	<u>27,203,781</u>
Total Assets	<u>\$ 290,208,126</u>	<u>\$ 251,827,387</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.Statements of Financial Position (Discovery) (Continued)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Liabilities and Net Assets		
<i>Current Liabilities:</i>		
Accounts Payable	\$ 2,611,286	\$ 8,556,063
Accrued Liabilities	1,755,487	2,660,985
Accrued Wages	4,073,580	3,995,336
Payroll Taxes Payable	1,456,593	1,442,407
Interest Payable	2,535,799	2,535,799
Line of Credit	-	26,747,825
Current Portion of Finance Lease Liabilities	94,144	103,862
Current Portion of Operating Lease Liabilities	1,687,183	1,670,664
Current Portion on Bonds Payable	<u>2,892,614</u>	<u>2,441,755</u>
Total Current Liabilities	17,106,686	50,154,696
<i>Long-Term Liabilities:</i>		
Finance Lease Liabilities, Net of Current Portion	81,972	119,954
Operating Lease Liabilities, Net of Current Portion	26,065,953	27,042,175
Bonds Payable, Net of Premium, Issuance Costs, and Current Portion	<u>238,337,438</u>	<u>167,490,155</u>
Total Long-Term Liabilities	<u>264,485,363</u>	<u>194,652,284</u>
Total Liabilities	<u>281,592,049</u>	<u>244,806,980</u>
<i>Net Assets:</i>		
Without Donor Restrictions	1,796,786	1,458,226
With Donor Restrictions	<u>6,819,291</u>	<u>5,562,181</u>
Total Net Assets	<u>8,616,077</u>	<u>7,020,407</u>
Total Liabilities and Net Assets	\$ <u>290,208,126</u>	\$ <u>251,827,387</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statements of Financial Position (Central Office)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Assets		
<i>Current Assets:</i>		
Cash and Cash Equivalents	\$ 768,215	\$ 437,482
Due from Related Entities	<u>2,082,717</u>	<u>2,170,177</u>
Total Current Assets	<u>2,850,932</u>	<u>2,607,659</u>
<i>Fixed Assets:</i>		
Building and Improvements	21,647	21,647
Furniture and Equipment	23,339	23,339
Construction in Progress	<u>8,000</u>	<u>8,000</u>
	<u>52,986</u>	<u>52,986</u>
Less: Accumulated Depreciation	<u>(20,109)</u>	<u>(15,441)</u>
Total Fixed Assets	<u>32,877</u>	<u>37,545</u>
<i>Other Assets:</i>		
Finance Lease Right-of Use Assets	22,093	1,093
Operating Lease Right-of-Use Assets	301,477	419,451
Deposits	<u>96,877</u>	<u>166,750</u>
Total Other Assets	<u>420,447</u>	<u>587,294</u>
Total Assets	<u>\$ 3,304,256</u>	<u>\$ 3,232,498</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.Statements of Financial Position (Central Office) (Continued)
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Liabilities and Net Assets		
<i>Current Liabilities:</i>		
Accounts Payable	\$ 35,936	\$ 138,208
Accrued Liabilities	187,532	257,201
Accrued Wages	1,309,470	993,060
Due To Related Entities	70,185	70,185
Payroll Taxes Payable	8,048	154,452
Current Portion of Finance Lease Liabilities	3,486	1,586
Current Portion of Operating Lease Liabilities	<u>128,134</u>	<u>117,599</u>
Total Current Liabilities	1,742,791	1,732,291
<i>Long-Term Liabilities:</i>		
Finance Lease Liabilities, Net of Current Portion	10,645	-
Operating Lease Liabilities, Net of Current Portion	<u>176,728</u>	<u>304,861</u>
Total Long-Term Liabilities	<u>187,373</u>	<u>304,861</u>
Total Liabilities	<u>1,930,164</u>	<u>2,037,152</u>
<i>Net Assets:</i>		
With Donor Restrictions	<u>1,374,092</u>	<u>1,195,346</u>
Total Net Assets	<u>1,374,092</u>	<u>1,195,346</u>
Total Liabilities and Net Assets	<u>\$ 3,304,256</u>	<u>\$ 3,232,498</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statement of Activities (Main)

Year Ended June 30, 2025 (With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restriction	2025 Totals	2024 Totals
Support and Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 4,450,123	\$ -	\$ 4,450,123	\$ 4,615,620
5750 Revenues from Cocurricular and Enterprising Services Activities	1,815,142	-	1,815,142	1,512,522
Total Local Support	6,265,265	-	6,265,265	6,128,142
State Program Revenues				
5810 Foundation School Program Act Revenues	-	59,025,032	59,025,032	52,146,392
5820 State Program Revenues Distributed by Texas Education Agency	-	55,999	55,999	1,599,495
Total State Program Revenues	-	59,081,031	59,081,031	53,745,887
Federal Program Revenues:				
5920 Federal Revenues Distributed by Texas Education Agency	-	4,735,754	4,735,754	5,003,805
Total Federal Program Revenues	-	4,735,754	4,735,754	5,003,805
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	64,623,760	(64,623,760)	-	-
Total Revenues	70,889,025	(806,975)	70,082,050	64,877,834
Expenses				
11 Instruction	36,800,370	-	36,800,370	35,008,922
12 Instructional Resources and Media Services	4,008	-	4,008	1,296
13 Curriculum Development and Instructional-Staff Development	2,420,299	-	2,420,299	2,175,259
21 Instructional Leadership	2,520,092	-	2,520,092	2,474,837
23 School Leadership	4,011,244	-	4,011,244	1,641,354
33 Health Services	216,025	-	216,025	166,264
34 Student Transportation	141,678	-	141,678	224,991
35 Food Services	2,214,192	-	2,214,192	1,931,352
36 Extracurricular Activities	1,280,815	-	1,280,815	1,070,693
41 General Administration	1,084,161	-	1,084,161	881,280
51 Facilities Maintenance and Operations	9,601,042	-	9,601,042	8,378,065
52 Security and Monitoring Services	607,332	-	607,332	522,281
53 Data Processing Services	33,313	-	33,313	60,062
71 Debt Services	8,690,091	-	8,690,091	6,362,551
Total Expenses	69,624,662	-	69,624,662	60,899,207
Change in Net Assets	1,264,363	(806,975)	457,388	3,978,627
Net Assets at Beginning of Year	390,321	806,975	1,197,296	(2,781,331)
Net Assets at End of Year	\$ 1,654,684	\$ -	\$ 1,654,684	\$ 1,197,296

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statement of Activities (Discovery) Year Ended June 30, 2025 (With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restriction	2025 Totals	2024 Totals
Support and Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 6,182,231	\$ -	\$ 6,182,231	\$ 3,023,975
5750 Revenues from Cocurricular and Enterprising Services Activities	1,484,938	-	1,484,938	1,490,034
Total Local Support	7,667,169	-	7,667,169	4,514,009
State Program Revenues				
5810 Foundation School Program Act Revenues	-	65,191,960	65,191,960	62,747,972
5820 State Program Revenues Distributed by Texas Education Agency	-	139,829	139,829	1,675,290
Total State Program Revenues	-	65,331,789	65,331,789	64,423,262
Federal Program Revenues:				
5920 Federal Revenues Distributed by Texas Education Agency	-	7,425,010	7,425,010	8,087,511
Total Federal Program Revenues	-	7,425,010	7,425,010	8,087,511
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	71,499,689	(71,499,689)	-	-
Total Revenues	79,166,858	1,257,110	80,423,968	77,024,782
Expenses				
11 Instruction	44,714,423	-	44,714,423	44,891,814
12 Instructional Resources and Media Services	5,782	-	5,782	503
13 Curriculum Development and Instructional-Staff Development	2,668,258	-	2,668,258	2,593,729
21 Instructional Leadership	2,789,586	-	2,789,586	2,967,988
23 School Leadership	4,981,645	-	4,981,645	2,052,424
33 Health Services	303,025	-	303,025	87,152
35 Food Services	3,006,490	-	3,006,490	2,319,682
36 Extracurricular Activities	1,007,694	-	1,007,694	899,399
41 General Administration	834,170	-	834,170	308,659
51 Facilities Maintenance and Operations	9,493,953	-	9,493,953	11,218,524
52 Security and Monitoring Services	555,423	-	555,423	486,794
53 Data Processing Services	32,196	-	32,196	52,238
71 Debt Services	8,435,653	-	8,435,653	6,521,647
Total Expenses	78,828,298	-	78,828,298	74,400,553
Change in Net Assets	338,560	1,257,110	1,595,670	2,624,229
Net Assets at Beginning of Year	1,458,226	5,562,181	7,020,407	4,396,178
Net Assets at End of Year	\$ 1,796,786	\$ 6,819,291	\$ 8,616,077	\$ 7,020,407

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Riverwalk Education Foundation, Inc.

Statement of Activities (Central Office)

Year Ended June 30, 2025 (With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restriction	2025 Totals	2024 Totals
Support and Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ -	\$ 10,011,363	\$ 10,011,363	\$ 9,087,042
Total Local Support	-	10,011,363	10,011,363	9,087,042
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	9,832,617	(9,832,617)	-	-
Total Revenues	9,832,617	178,746	10,011,363	9,087,042
Expenses				
13 Curriculum Development and Instructional-Staff Development	553,730	-	553,730	237,102
41 General Administration	8,885,052	-	8,885,052	8,689,681
51 Facilities Maintenance and Operations	365,267	-	365,267	424,655
52 Security and Monitoring Services	1,455	-	1,455	-
53 Data Processing Services	26,752	-	26,752	13,058
71 Debt Services	361	-	361	130
Total Expenses	9,832,617	-	9,832,617	9,364,626
Change in Net Assets	-	178,746	178,746	(277,584)
Net Assets at Beginning of Year	-	1,195,346	1,195,346	1,472,930
Net Assets at End of Year	\$ -	\$ 1,374,092	\$ 1,374,092	\$ 1,195,346

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Riverwalk Education Foundation, Inc.

Statements of Cash Flows (Main) Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 457,388	\$ 3,978,627
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	3,335,149	3,197,246
Amortization of Bond Discount and Issuance Costs	188,280	188,317
Amortization of Bond Premium	(471,434)	(471,395)
(Increase) Decrease in:		
Grants Receivable	(1,576,346)	(1,719,204)
Pledges Receivable	(266,096)	2,542,250
Other Receivable	(112,212)	23,347
Deposits	35,000	-
Operating Lease Right-of-Use Assets	-	-
(Increase) Decrease in:		
Accounts Payable	(2,807,661)	(3,611,700)
Accrued Liabilities	(10,318)	(261,995)
Accrued Wages	373,867	(990,023)
Payroll Taxes Payable	653,272	232,634
Interest Payable	(12,220)	(106,492)
Due to Related Entities	-	(2,436,842)
Operating Lease Liability	(1,363,238)	198,914
Net Cash Provided (Used) by Operating Activities	<u>(1,576,569)</u>	<u>763,684</u>
Cash Flows From Investing Activities:		
Proceeds From Sale of Investments	-	516,089
Purchases of Fixed Assets	(19,745,486)	(24,125,460)
Net Cash Used by Investing Activities	<u>(19,745,486)</u>	<u>(23,609,371)</u>
Cash Flows From Financing Activities:		
Proceeds from Line of Credit	12,859,694	6,400,471
Payment on Line of Credit	(19,260,165)	-
Principal Payments on Finance Lease	(154,697)	(297,138)
Issuance of Bonds	64,509,810	-
Repayment of Bonds	(2,838,070)	(1,436,383)
Net Cash Provided by Financing Activities	<u>55,116,572</u>	<u>4,666,950</u>
Net Increase (Decrease) in Cash and Cash Equivalents and Restricted Cash and Cash Equivalents	33,794,517	(18,178,737)
Cash and Cash Equivalents and Restricted Cash and Cash Equivalents, Beginning of Year	<u>10,631,312</u>	<u>28,810,049</u>
Cash and Cash Equivalents and Restricted Cash and Cash Equivalents, End of Year	<u>\$ 44,425,829</u>	<u>\$ 10,631,312</u>
Supplemental Disclosures		
Cash Paid for Interest	<u>\$ 7,574,462</u>	<u>\$ 6,280,729</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statements of Cash Flows (Discovery) Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 1,595,670	\$ 2,624,229
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	3,374,367	3,412,720
Amortization of Bond Discount and Issuance Costs	206,819	206,780
Amortization of Bond Premium	(474,499)	(474,533)
(Increase) Decrease in:		
Grants Receivable	(1,257,847)	(816,148)
Pledges Receivable	(925,536)	298,806
Other Receivable	59,187	2,456,780
Deposits	6,638	(71,944)
Operating Lease Right-of-Use Assets	931,726	-
Increase (Decrease) in:		
Accounts Payable	(5,944,777)	-
Accrued Liabilities	(905,498)	1,417,505
Accrued Wages	78,244	1,134,594
Payroll Taxes Payable	14,186	(2,689,742)
Interest Payable	-	846,401
Operating Lease Liability	(959,702)	1,414,730
Net Cash Provided (Used) by Operating Activities	<u>(4,201,022)</u>	<u>9,671,679</u>
Cash Flows From Investing Activities:		
Proceeds From Sale of Investments	-	2,065,615
Cash Paid for Purchases of Fixed Assets	(40,986,810)	(46,403,044)
Net Cash Used by Investing Activities	<u>(40,986,810)</u>	<u>(44,337,429)</u>
Cash Flows From Financing Activities:		
Proceeds from Line of Credit	13,992,010	-
Payments on Line of Credit	(40,739,835)	26,747,825
Principal Payments on Finance Lease	(106,497)	(116,229)
Issuance of Bonds	75,400,630	-
Repayment of Bonds	(2,119,984)	(1,587,618)
Net Cash Provided by Financing Activities	<u>46,426,324</u>	<u>25,043,978</u>
Net Decrease in Cash and Cash Equivalents and Restricted Cash and Cash Equivalents	<u>1,238,492</u>	<u>(9,621,772)</u>
Cash and Cash Equivalent and Restricted Cash and Cash Equivalents, Beginning of Year	<u>28,983,139</u>	<u>38,604,911</u>
Cash and Cash Equivalents and Restricted Cash and Cash Equivalents, End of Year	<u>\$ 30,221,631</u>	<u>\$ 28,983,139</u>
Supplemental Disclosures		
Cash Paid for Interest	<u>\$ 8,092,896</u>	<u>\$ 6,403,368</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Statements of Cash Flows (Central Office) Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 178,746	\$ (277,584)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	11,105	11,560
(Increase) Decrease in:		
Due from Related Entities	(87,460)	(375,072)
Operating Lease Right-of-Use Assets	117,974	-
Deposits	69,873	(75,562)
Increase (Decrease) in:		
Accounts Payable	(102,272)	69,720
Accrued Liabilities	(69,669)	33,028
Accrued Wages	316,410	381,570
Due to Related Entities	162,225	-
Payroll Taxes Payable	(146,404)	56,730
Operating Lease Liability	(117,598)	(9,465)
Net Cash Provided (Used) by Operating Activities	<u>332,930</u>	<u>(185,075)</u>
Cash Flows From Investing Activities:		
Cash Paid for Purchases of Fixed Assets	-	(8,000)
Net Cash Used by Investing Activities	<u>-</u>	<u>(8,000)</u>
Cash Flows From Financing Activities:		
Principal Payments on Finance Lease	(2,197)	(7,502)
Net Cash Used by Financing Activities	<u>(2,197)</u>	<u>(7,502)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	330,733	(200,577)
Cash and Cash Equivalent, Beginning of Year	<u>437,482</u>	<u>638,059</u>
Cash and Cash Equivalents, End of Year	<u>\$ 768,215</u>	<u>\$ 437,482</u>
Supplemental Disclosures		
Cash Paid for Interest	<u>\$ 361</u>	<u>\$ 130</u>

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Riverwalk Education Foundation, Inc.

Schedule of Expenses (Main)
Years Ended June 30, 2025 and 2024

<u>Object Code</u>	<u>Description</u>	<u>2025</u>	<u>2024</u>
6100	Payroll Costs	\$ 35,270,045	\$ 32,123,345
6200	Professional and Contracted Services	16,339,650	14,912,127
6300	Supplies and Materials	3,991,674	2,748,564
6400	Other Operating Expenses	5,333,202	4,752,620
6500	Debt Service	8,690,091	6,362,551
	Total Expenses	\$ 69,624,662	\$ 60,899,207

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Riverwalk Education Foundation, Inc.

Schedule of Expenses (Discovery)
Years Ended June 30, 2025 and 2024

<u>Object Code</u>	<u>Description</u>	<u>2025</u>	<u>2024</u>
6100	Payroll Costs	\$ 43,973,442	\$ 41,251,476
6200	Professional and Contracted Services	17,757,957	19,980,670
6300	Supplies and Materials	3,716,633	2,373,865
6400	Other Operating Expenses	4,944,613	4,272,895
6500	Debt Service	8,435,653	6,521,647
	Total Expenses	\$ <u>78,828,298</u>	\$ <u>74,400,553</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Schedule of Expenses (Central Office)
Years Ended June 30, 2025 and 2024

<u>Object Code</u>	<u>Description</u>	<u>2025</u>	<u>2024</u>
6100	Payroll Costs	\$ 8,834,246	\$ 8,109,481
6200	Professional and Contracted Services	547,074	825,003
6300	Supplies and Materials	143,861	111,726
6400	Other Operating Expenses	307,075	318,286
6500	Debt Service	361	130
	Total Expenses	\$ <u>9,832,617</u>	\$ <u>9,364,626</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Schedule of Assets (Main)
Year Ended June 30, 2025

Object Code and Description	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ 8,126,786	\$ 17,988,898	\$ 827,215
1120 Investments	-	17,482,930	-
1510 Land	-	21,583,919	-
1520 Building and Improvements	20,541	101,036,594	-
1549 Furniture and Equipment	-	3,981,837	294,292
1559 Furniture and Equipment	-	986,456	-
1553 Financing Lease for Equipment Right-of-Use Assets	-	177,980	-
1554 Operating Lease for Buildings Right-of-Use Assets	-	2,143,960	-
1580 Construction in Progress	-	68,364,838	-
Total Assets	\$ <u>8,147,327</u>	\$ <u>233,747,412</u>	\$ <u>1,121,507</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Schedule of Assets (Discovery)
Year Ended June 30, 2025

Object Code and Description	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ 6,059,907	\$ 9,823,391	\$ 1,602,808
1120 Investments	-	12,735,524	-
1510 Land	-	16,053,213	-
1520 Building and Improvements	61,094	129,710,024	-
1549 Furniture and Equipment	-	3,416,569	1,005,364
1559 Furniture and Equipment	-	524,202	-
1553 Financing Lease for Equipment Right-of-Use Assets	-	200,150	-
1554 Operating Lease for Buildings Right-of-Use Assets	-	25,866,786	-
1580 Construction in Progress	-	88,893,291	-
Total Assets	\$ <u>6,121,001</u>	\$ <u>287,223,150</u>	\$ <u>2,608,172</u>

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Schedule of Assets (Central Office)
Year Ended June 30, 2025

Object Code and Description	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ -	\$ 768,215	\$ -
1520 Building and Improvements	-	21,647	-
1559 Furniture and Equipment	-	23,339	-
1553 Financing Lease for Equipment Right-of-Use Assets	-	22,093	-
1554 Operating Lease for Buildings Right-of-Use Assets	-	301,477	-
1580 Construction in Progress	-	8,000	-
Total Assets	\$ -	\$ 1,144,771	\$ -

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Riverwalk Education Foundation, Inc.

Budgetary Comparison Schedule (Main) Year Ended June 30, 2025

	Budgeted Amounts		Original to Final	Actual	Actual to Final
	Original	Final	Budget Variance		Budget Variance
			\$ Variance	Amounts	\$ Variance
Revenues:					
5740 Other Revenue from Local Sources	\$ 4,511,485	\$ 3,700,000	\$ (811,485) [1]	\$ 4,450,123	\$ 750,123 [1]
5750 Revenue from Cocurricular Activities	1,505,410	1,675,000	169,590 [2]	1,815,142	140,142
Total Local Support	6,016,895	5,375,000	(641,895)	6,265,265	890,265
State Program Revenues:					
5810 Foundation School Program Act Revenues	57,204,165	58,917,230	1,713,065	59,025,032	107,802
5820 State Program Revenues Distributed by Texas Education Agency	539,000	80,000	(459,000) [3]	55,999	(24,001) [3]
	57,743,165	58,997,230	1,254,065	59,081,031	83,801
Federal Program Revenues:					
5920 Federal Revenue Distributed by Texas Education Agency	4,418,992	4,593,737	174,745	4,735,754	142,017
Total Federal Program Revenues	4,418,992	4,593,737	174,745	4,735,754	142,017
Total Revenues	68,179,052	68,965,967	786,915	70,082,050	1,116,083
Expenses					
11 Instruction	33,749,152	36,675,483	2,926,331	36,800,370	124,887
12 Library and Media Services	-	4,008	4,008 [4]	4,008	-
13 Curriculum and Instruction Staff Development	2,658,806	2,313,498	(345,308) [5]	2,420,299	106,801
21 Instructional Leadership	2,471,220	2,575,148	103,928	2,520,092	(55,056)
23 School Leadership	4,557,476	3,700,000	(857,476) [5]	4,011,244	311,244
33 Health Services	245,955	200,000	(45,955) [5]	216,025	16,025
34 Transportation	222,363	150,000	(72,363) [6]	141,678	(8,322)
35 Food Service	2,443,615	2,304,126	(139,489)	2,214,192	(89,934)
36 Cocurricular/Extracurricular Activities	1,067,305	1,350,000	282,695 [2]	1,280,815	(69,185)
41 General Administration	649,214	1,050,000	400,786 [7]	1,084,161	34,161
51 Facilities Maintenance and Operations	9,393,510	9,213,510	(180,000)	9,601,042	387,532
52 Security and Monitoring Services	450,000	610,556	160,556 [8]	607,332	(3,224)
53 Data Processing Services	65,960	33,313	(32,647) [9]	33,313	-
71 Debt Service	7,732,372	7,995,941	263,569	8,690,091	694,150
Total Expenses	65,706,948	68,175,583	2,468,635	69,624,662	1,449,079
Change in Net Assets	2,472,104	790,384	(1,681,720)	457,388	(332,996)
Net Assets, Beginning of Year	(1,021,414)	(368,342)	-	1,197,296	-
Net Assets, End of Year	\$ 1,450,690	\$ 422,042	\$ (1,681,720)	\$ 1,654,684	\$ (332,996)

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Riverwalk Education Foundation, Inc.

Budgetary Comparison Schedule (Main) (Continued) Year Ended June 30, 2025

- [1]** The change in the budgeted amount is attributable to revisions in pledged funding levels among the foundations supporting the RWEF, Inc.
- [2]** The increase in the budgeted amount reflects higher-than-anticipated fundraising activity conducted by students during the school year.
- [3]** The decrease in the budgeted amount is due to the anticipated extension of the state security grant not being realized.
- [4]** The increase in the budgeted amount is the result of enhanced efforts to provide additional reading resources for students.
- [5]** The change in the budgeted amount is due to the reallocation of staff duties, resulting in corresponding adjustments to functional salary expenses.
- [6]** The decrease in the budgeted amount is attributable to a decline in student enrollment requiring transportation services.
- [7]** The change in the budgeted amount is attributable to increased expenditures for legal services and administrative software programs.
- [8]** The increase in the budgeted amount reflects expanded efforts to strengthen campus security services.
- [9]** The decrease in the budgeted amount is due to RWEF, Inc. reallocating certain services to existing personnel currently on payroll.

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Riverwalk Education Foundation, Inc.

Budgetary Comparison Schedule (Discovery) Year Ended June 30, 2025

	Budgeted Amounts		Original to Final	Actual	Actual to Final
	Original	Final	Budget Variance		Budget Variance
			\$ Variance	Amounts	\$ Variance
Revenues:					
5740 Other Revenue from Local Sources	\$ 2,493,920	\$ 5,583,224	\$ 3,089,304 [1]	\$ 6,182,231	\$ 599,007 [1]
5750 Revenue from Cocurricular Activities	1,587,897	1,521,650	(66,247)	1,484,938	(36,712)
Total Local Support	4,081,817	7,104,874	3,023,057	7,667,169	562,295
State Program Revenues:					
5810 Foundation School Program Act Revenues	67,318,543	64,143,808	(3,174,735)	65,191,960	1,048,152
5820 State Program Revenues Distributed by Texas Education Agency	639,000	139,836	(499,164) [2]	139,829	(7)
	67,957,543	64,283,644	(3,673,899)	65,331,789	1,048,145
Federal Program Revenues:					
5920 Federal Revenue Distributed by Texas Education Agency	7,449,362	7,408,000	(41,362)	7,425,010	17,010
Total Federal Program Revenues	7,449,362	7,408,000	(41,362)	7,425,010	17,010
Total Revenues	79,488,722	78,796,518	(692,204)	80,423,968	1,627,450
Expenses					
11 Instruction	41,631,803	45,091,896	3,460,093	44,714,423	(377,473)
12 Library and Media Services	-	5,782	5,782 [3]	5,782	-
13 Curriculum and Instruction Staff Development	3,151,102	2,541,478	(609,624) [4]	2,668,258	126,780
21 Instructional Leadership	2,908,161	2,737,309	(170,852)	2,789,586	52,277
23 School Leadership	5,554,041	4,719,325	(834,716) [4]	4,981,645	262,320
33 Health Services	341,240	260,562	(80,678) [4]	303,025	42,463 [4]
34 Transportation	-	-	-	-	-
35 Food Service	3,085,613	2,750,000	(335,613) [5]	3,006,490	256,490
36 Cocurricular/Extracurricular Activities	885,277	951,650	66,373	1,007,694	56,044
41 General Administration	294,565	750,000	455,435 [6]	834,170	84,170 [6]
51 Facilities Maintenance and Operations	9,994,460	8,956,500	(1,037,960) [7]	9,493,953	537,453
52 Security and Monitoring Services	550,000	555,423	5,423	555,423	-
53 Data Processing Services	58,666	35,000	(23,666) [8]	32,196	(2,804)
71 Debt Service	8,453,772	8,532,734	78,962	8,435,653	(97,081)
Total Expenses	76,908,700	77,887,659	978,959	78,828,298	940,639
Change in Net Assets	2,580,022	908,859	(1,671,163)	1,595,670	686,811
Net Assets, Beginning of Year	14,994,704	8,871,218	-	7,020,407	-
Net Assets, End of Year	\$ 17,574,726	\$ 9,780,077	\$ (1,671,163)	\$ 8,616,077	\$ 686,811

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

Budgetary Comparison Schedule (Discovery) (Continued) Year Ended June 30, 2025

- [1]** The change in the budgeted amount is attributable to revisions in pledged funding levels among the foundations supporting RWEF, Inc.
- [2]** The decrease in the budgeted amount is due to the anticipated extension of the state security grant not being realized.
- [3]** The increase in the budgeted amount is the result of enhanced efforts to provide additional reading resources for students.
- [4]** The change in the budgeted amount is due to the reallocation of staff duties, resulting in corresponding adjustments to functional salary expenses.
- [5]** The decrease in the budgeted amount is attributable to a decline in student enrollment requiring transportation services.
- [6]** The change in the budgeted amount is attributable to increased expenditures for legal services and administrative software programs.
- [7]** The decrease in the budgeted amount is attributable to a reduction in RWEF, Inc.'s operational expenses, including utilities and janitorial services, as a result of cost-saving measures compared to the original budget.
- [8]** The decrease in the budgeted amount is due to RWEF, Inc. reallocating certain services to existing personnel currently on payroll.

See Independent Auditor's Report

Riverwalk Education Foundation, Inc.

**Budgetary Comparison Schedule (Central Office)
Year Ended June 30, 2025**

	Budgeted Amounts		Original to Final	Actual Amounts	Actual to Final
	Original	Final	Budget Variance \$ Variance		Budget Variance \$ Variance
Revenues:					
5740 Other Revenue from Local Sources	\$ 9,961,817	\$ 10,172,933	\$ 211,116	\$ 10,011,363	(161,570)
Total Local Support	9,961,817	10,172,933	211,116	10,011,363	(161,570)
 Total Revenues	 9,961,817	 10,172,933	 211,116	 10,011,363	 (161,570)
Expenses					
11 Instruction	-	-	-	-	-
12 Library and Media Services	-	-	-	-	-
13 Curriculum and Instruction Staff Development	252,838	230,000	(22,838)	553,730	323,730
21 Instructional Leadership	-	-	-	-	-
23 School Leadership	-	-	-	-	-
33 Health Services	-	-	-	-	-
34 Transportation	-	-	-	-	-
35 Food Service	-	-	-	-	-
36 Cocurricular/Extracurricular Activities	-	-	-	-	-
41 General Administration	8,338,810	9,245,842	907,032	8,885,052	(360,790)
51 Facilities Maintenance and Operations	601,705	500,000	(101,705)	365,267	(134,733)
52 Security and Monitoring Services	-	1,360	1,360	1,455	95
53 Data Processing Services	-	20,000	20,000	26,752	6,752
71 Debt Service	-	-	-	361	361
Total Expenses	9,193,353	9,997,202	803,849	9,832,617	(164,585)
 Change in Net Assets	 768,464	 175,731	 (592,733)	 178,746	 3,015
 Net Assets, Beginning of Year	 2,387,725	 1,839,907	 -	 1,195,346	 -
 Net Assets, End of Year	 \$ 3,156,189	 \$ 2,015,638	 \$ (592,733)	 \$ 1,374,092	 3,015

See Independent Auditor's Report

Compliance Reports

**Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Consolidated Financial Statements
Performed in Accordance with *Government Auditing Standards***

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Riverwalk Education Foundation, Inc. (RWEF, Inc.) (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated January 9, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered RWEF, Inc.'s internal control over financial reporting (internal control) as basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of RWEF, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of RWEF, 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 RWEF, Inc.'s consolidated 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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether RWEF, Inc.'s consolidated 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 consolidated financial statements. 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*.

**Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Consolidated Financial Statements Performed in
Accordance with *Government Auditing Standards* (Continued)**

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 RWEF, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering RWEF, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Schriver, Carmona & Company, PLLC

San Antonio, Texas

January 9, 2026

**Independent Auditor’s Report on Compliance for
Each Major Program and on Internal Control
Over Compliance Required by the Uniform Guidance**

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Riverwalk Education Foundation, Inc.’s (RWEF, Inc.) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of RWEF, Inc.’s major federal programs for the year ended June 30, 2025. RWEF, Inc.’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, RWEF, 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 federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of RWEF, Inc. and to meet our other ethical responsibilities, in accordance with 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 federal program. Our audit does not provide a legal determination of RWEF, Inc.’s compliance with the compliance requirements referred to above.

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 RWEF, Inc.’s federal programs.

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance (Continued)

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the RWEF, 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance 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 RWEF, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, 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 RWEF, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of RWEF, 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 Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of RWEF, Inc.'s internal control over compliance. 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 federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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 federal program 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 federal program 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.

**Independent Auditor's Report on Compliance for
Each Major Program and on Internal Control
Over Compliance Required by the Uniform Guidance (Continued)**

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Schriver, Carmona & Company, PLLC

San Antonio, Texas

January 9, 2026

Riverwalk Education Foundation, Inc.

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025**

<u>Grantor/Pass-through Grantor/Program or Cluster Title</u>	<u>AL Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture			
<i>Pass-Through Texas Education Agency</i>			
<i>Child Nutrition Cluster:</i>			
School Breakfast Program	10.553	71402501	\$ 890,815
National School Lunch Program	10.555	71302501	<u>3,565,584</u>
Total Child Nutrition Cluster			<u>4,456,399</u>
<i>Total U.S. Department of Agriculture</i>			<u>4,456,399</u>
U.S. Department of Education			
<i>Pass-Through Texas Education Agency</i>			
Title I, Part A - Improving Basic Programs	84.010A	25610101015827	1,499,181
Title I, Part A - Improving Basic Programs	84.010A	25610101015831	<u>2,462,916</u>
Total Improving Basic Programs			<u>3,962,097</u>
<i>Special Education Cluster:</i>			
IDEA, Part B-Formula	84.027A	256600010158276000	789,481
IDEA, Part B-Formula	84.027A	256600010158316000	924,198
High Cost Fund	84.027A	66002506	<u>102,950</u>
Total Special Education Cluster			<u>1,816,629</u>
Charter School Program	84.282A	235901027110003	812,685
Charter School Program	84.282A	253901027110014	<u>76,731</u>
			<u>889,416</u>
Title III, Part A-LEP	84.365A	25671001015827	91,853
Title III, Part A-LEP	84.365A	25671001015831	<u>93,137</u>
Total LEP			<u>184,990</u>
Title II, Part A - Supporting Effective Instruction State Grants	84.367A	25694501015827	245,385
Title II, Part A - Supporting Effective Instruction State Grants	84.367A	25694501015831	<u>408,418</u>
Total Supporting Effective Instruction State Grants			<u>653,803</u>
LEP Summer School	84.369A	69552402	9,544
LEP Summer School	84.369A	69552402	<u>4,090</u>
Total LEP Summer School			<u>13,634</u>
Title IV, Part A - Subpart I	84.424A	25680101015827	62,915
Title IV, Part A - Subpart I	84.424A	25680101015831	70,370
Title IV, Part A - Subpart I	84.424A	24680101015831	<u>50,511</u>
Total Subpart I			<u>183,796</u>
<i>Total U.S. Department of Education</i>			<u>7,704,365</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 12,160,764</u>

See Notes to Schedule of Expenditures of Federal Awards

Riverwalk Education Foundation, Inc.

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Note A: Basis of Presentation

The accompanying schedule of federal awards (the Schedule) includes the federal grant activity of Riverwalk Education Foundation, Inc. (RWEF, Inc.) under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operation of RWEF, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of RWEF, Inc.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Pass-through entity identifying numbers are presented where available.

Indirect Cost Rate

RWEF, Inc. has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Subrecipients

RWEF, Inc. did not provide federal awards to subrecipients.

Riverwalk Education Foundation, Inc.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2025

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal Control Over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weakness(es)?	None reported
Noncompliance material to the financial statements?	No

Federal Awards

Internal Control Over Major Programs:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weakness(es)?	No
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 2 CFR Section 200.516?	No

Identification of Major Programs:

<u>AL Number</u>	<u>Name of Federal Program or Cluster</u>
84.010A	Title I, Part A - Improving Basic Programs
84.282A	Charter Schools

Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as low-risk auditee?	Yes

SECTION II - FINANCIAL STATEMENT FINDINGS None

SECTION III - FEDERAL AWARD FINDINGS None

SECTION IV - SUMMARY STATUS OF PRIOR YEAR AUDIT FINDINGS None

Riverwalk Education Foundation, Inc.

**Schedule of Real Property Ownership Interest (Main)
Year Ended June 30, 2025**

Description	Property Address	Total Assessed Value	Ownership Interest - Local (Dollar Amount)	Ownership Interest - State (Dollar Amount)	Ownership Interest - Federal (Dollar Amount)
NCB 11833 BLK 33 LOT E IRRG 275 FT OF 32	1450 NE Loop 410 San Antonio, TX 78209	\$ 3,958,210	\$ -	\$ 3,958,210	\$ -
NCB 14945 (LONGHORN QUARRY UT 3), BLOCK 16 LOT 1	Wurzbach Pkwy TX 78233	\$ 30,181,550	\$ -	\$ 30,181,550	\$ -
RES B BLK 1 LOUETTA GLEN SEC 1	0 Louetta Rd. Spring, TX 77388	\$ 478,876	\$ -	\$ 478,876	\$ -
RES A BLK 1 RESERVE ON TC JESTER SEC 1	15015 T C Jester Blvd. Houston, TX 77068	\$ 17,935,606	\$ -	\$ 17,935,606	\$ -
RES A BLK 1 LOUETTA NORTH BUSINESS PARK	2105 Louetta Rd. Spring, TX 77388	\$ 17,727,094	\$ -	\$ 17,727,094	\$ -
TR 10D ABST 229 G H DELESDEMIER	0 T C Jester Blvd. Houston, TX 77068	\$ 39,439	\$ -	\$ 39,439	\$ -
RES F5-A GREENBRIAR NORTH SEC 1	330 N Sam Houston Pky E. Houston, TX 77060	\$ 8,750,611	\$ -	\$ 8,750,611	\$ -
BUILDING HOPE CHARTER SCHOOL, BLOCK 1, LOT 3	S IH 35 SCHERTZ, TX 78154	\$ 1,507,030	\$ -	\$ 1,507,030	\$ -
BUILDING HOPE CHARTER SCHOOL, BLOCK 1, LOT 2	908 FAIRLAWN AVE SCHERTZ, TX 78108	\$ 5,382,780	\$ -	\$ 5,382,780	\$ -
LAND - NCB 15671 BLK 5 LOT 9 5.617 AC (LEGACY NORTH SUBD ENCLAVE)	1819 E SONTERRA BLVD SAN ANTONIO, TX 78259	\$ 2,296,950	\$ -	\$ 2,296,950	\$ -
LAND - TR 49A-1 & TR 17A ABST 588 J M MCGEE ABST 70 E SMITH	0 KUYKENDAHL RD SPRING, TX 77389	\$ 3,491,768	\$ -	\$ 3,491,768	\$ -
RES A1 BLK 1 FLATROCK KUYKENDAHL	22719 KUYKENDAHL RD SPRING, TX 77389	\$ 11,286	\$ -	\$ 11,286	\$ -
8299 - SCHOOL - EDUCATIONAL NEC	330 N SAM HOUSTON PKY E HOUSTON, TX 77060	\$ 846,407	\$ -	\$ 846,407	\$ -

Riverwalk Education Foundation, Inc.

**Schedule of Real Property Ownership Interest (Discovery)
Year Ended June 30, 2025**

Description	Property Address	Total Assessed Value	Ownership Interest - Local (Dollar Amount)	Ownership Interest - State (Dollar Amount)	Ownership Interest - Federal (Dollar Amount)
NCB 16007 BLK 2 LOT 3 (BUILDING HOPE CHARTER SCHOOL)	9202 W Loop 1604 N, San Antonio, TX 78250	\$ 29,598,940.00	\$ -	\$ 29,598,940.00	\$ -
CB 4411C (REGAL VILLAGE), BLOCK 51 LOT 3	Culebra Rd San Antonio, TX 78253	\$ 16,722,100.00	\$ -	\$ 16,722,100.00	\$ -
RES A BLK 1 SCHOOL OF SCIENCE AND TECHNOLOGY	12000 Brant Rock Dr. Houston, TX 77082	\$ 843,714.00	\$ -	\$ 843,714.00	\$ -
0361 I AND GN, ACRES 9.8807	10007 Clodine Rd. Richmond, TX 77407	\$ 18,840,221.00	\$ -	\$ 18,840,221.00	\$ -
Geographic ID: 9960-19-220-0174-907	10007 Clodine RD, Richmond, TX 77407	\$ 191,000.00	\$ -	\$ 191,000.00	\$ -
0151 A M CLOPPER, TRACT 1, ACRES 11	Personal Property Supplies, Furniture, Fixtures & Equipment located	\$ 20,193,033.00	\$ -	\$ 20,193,033.00	\$ -
AIRLINE ROAD SCHOOL OF SCIENCE AND TECHNOLOGY BLK 1	2626 Airline Rd. Corpus Christi, TX 78414	\$ 12,386,700.00	\$ -	\$ 12,386,700.00	\$ -
SARATOGA SCHOOL SUBDIVISION BLK 1 LOT 1	3601 SARATOGA BLVD, TX 78413	\$ 5,645,636.00	\$ -	\$ 5,645,636.00	\$ -
RES A BLK 1 SCHOOL OF SCIENCE AND TECHNOLOGY	12000 BRANT ROCK DR HOUSTON, TX 77082	\$ 17,519,520.00	\$ -	\$ 17,519,520.00	\$ -
UNIVERSAL PLAZA UNIT 1 BLK 1 LOT 5	6609 EVANS RD CORPUS CHRISTI, TX 78413	\$ 22,847,643.00	\$ -	\$ 22,847,643.00	\$ -
BOHEMIAN COLONY LANDS 1.634 ACS OUT LT 2 SEC 12	EVANS RD (BACK ACS) CORPUS CHRISTI, TX 78413	\$ 213,531.00	\$ -	\$ 213,531.00	\$ -

Riverwalk Education Foundation, Inc.

Schedule of Real Property Ownership Interest (Central Office)
Year Ended June 30, 2025

Description	Property Address	Total Assessed Value	Ownership Interest - Local (Dollar Amount)	Ownership Interest - State (Dollar Amount)	Ownership Interest - Federal (Dollar Amount)
None					

Riverwalk Education Foundation, Inc.

Schedule of Related Party Transactions (Main)
Year Ended June 30, 2025

<u>Related Party Name</u>	<u>Name of Relation to the Related Party</u>	<u>Relationship</u>	<u>Compensation or Benefit</u>	<u>Payment Frequency</u>	<u>Description</u>	<u>Source of Funds Used</u>	<u>Total Paid During Fiscal Year</u>
None							

Riverwalk Education Foundation, Inc.

Schedule of Related Party Transactions (Discovery)
Year Ended June 30, 2025

<u>Related Party Name</u>	<u>Name of Relation to the Related Party</u>	<u>Relationship</u>	<u>Type of Transaction</u>	<u>Description of Terms and Conditions</u>	<u>Source of Funds Used</u>	<u>Payment Frequency</u>	<u>Total Paid During Fiscal Year</u>	<u>Principal Balance Due</u>
None								

Riverwalk Education Foundation, Inc.

Schedule of Related Party Transactions (Central Office)
Year Ended June 30, 2025

<u>Related Party Name</u>	<u>Name of Relation to the Related Party</u>	<u>Relationship</u>	<u>Compensation or Benefit</u>	<u>Payment Frequency</u>	<u>Description</u>	<u>Source of Funds Used</u>	<u>Total Paid During Fiscal Year</u>
None							

Riverwalk Education Foundation, Inc.

Use of Funds Schedule (Main)
Year Ended June 30, 2025

<u>Data Codes</u>		<u>Responses</u>
	<u>Section A: State Compensatory Education</u>	
AP1	Did your district expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the district have written policies and procedures for its state compensatory education program?	Yes
AP3	Total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$ 4,754,365
AP4	Actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24,26,28,29,30,34)	\$ 3,104,080
	<u>Section B: Bilingual Education</u>	
AP5	Did your district expense any bilingual education program state allotment funds during the district's fiscal year?	Yes
AP6	Does the district have written policies and procedures for its bilingual education program?	Yes
AP7	Total State allotment funds received for bilingual education programs during the district's fiscal year.	\$ 588,327
AP8	Actual direct program expenditures for bilingual education programs during the district's fiscal year. (PICs 23, 25, 35, 36, 37)	\$ 393,411

Riverwalk Education Foundation, Inc.

Use of Funds Schedule (Discovery)
Year Ended June 30, 2025

<u>Data Codes</u>	<u>Account Description</u>	<u>Responses</u>
<u>Section A: State Compensatory Education</u>		
AP1	Did your district expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the district have written policies and procedures for its state compensatory education program?	Yes
AP3	Total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$ 5,950,945
AP4	Actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24,26,28,29,30,34)	\$ 3,352,877
<u>Section B: Bilingual Education</u>		
AP5	Did your district expense any bilingual education program state allotment funds during the district's fiscal year?	Yes
AP6	Does the district have written policies and procedures for it's bilingual education program?	Yes
AP7	Total State allotment funds received for bilingual education programs during the district's fiscal year.	\$ 529,623
AP8	Actual direct program expenditures for bilingual education programs during the district's fiscal year. (PICs 23, 25, 35, 36, 37)	\$ 381,798