Nebraska FFA Foundation

Audit of Financial Statements

For the Year Ended July 31, 2026

BUCKLEY & SITZMAN

Nebraska FFA Foundation
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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Nebraska FFA Foundation
Lincoln, Nebraska

Opinion

We have audited the accompanying financial statements of the Nebraska FFA Foundation (a nonprofit organization), which comprise the statement of financial position as of July 31, 2026, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Nebraska FFA Foundation as of July 31, 2026, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Nebraska FFA Foundation 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 opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Nebraska FFA Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Nebraska FFA Foundation'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 Summarized Comparative Information

We have previously audited the Nebraska FFA Foundation's 2025 financial statements, and our report dated October 17, 2025, expressed an unmodified audit opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended July 31, 2026, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Buckley & Sitzman, LLP

Buckley & Sitzman, LLP

Lincoln, NE
October 27, 2026

Nebraska FFA Foundation
Statement of Financial Position
July 31, 2026
(With Summarized Financial Information For July 31, 2025)

Assets

	2026	2025
Current Assets		
Cash and Cash Equivalents	$ 366,704	$ 256,703
Unconditional Promises and Pledges	206,387	150,647
Prepaid Expenses	3,722	2,748
Total Current Assets	$ 576,813	$ 410,098
Other Assets		
Investments	$5,352,541	$3,835,847
Unconditional Promises and Pledges	193,389	206,511
Total Other Assets	$5,545,930	$4,042,358
TOTAL ASSETS	$6,122,743	$4,452,456

Liabilities and Net Assets

Current Liabilities		
Accounts Payable	$ 85,671	$ 7,275
Accrued Expenses	17,723	23,394
Total Current Liabilities	$ 103,394	$ 30,669
Net Assets		
Without Donor Restrictions	$4,944,571	$4,166,639
With Donor Restrictions	1,074,778	255,148
Total Net Assets	$6,019,349	$4,421,787
TOTAL LIABILITIES AND NET ASSETS	$6,122,743	$4,452,456

See accompanying notes to financial statements

Nebraska FFA Foundation
Statement of Activities
For the Year Ended July 31, 2026
(With Summarized Financial Information For the Year Ended July 31, 2025)

	Without Donor Restrictions	With Donor Restrictions	2026	2025
Support and Revenues				
Contributions and Grant Income	$ 1,125,351	$ 1,200,502	$2,325,853	$1,278,693
I Believe in the Future of Agriculture	471,008	-	471,008	354,922
Administration Fee	53,174	-	53,174	37,642
Investment Income, Net	144,127	15,407	159,534	135,744
Realized and Unrealized Gain (Loss) on Investments	466,744	(2,531)	464,213	188,543
Net Assets Released from Restrictions	393,748	(393,748)	-	-
Total Support and Revenues	$ 2,654,152	$ 819,630	3,473,782	1,995,544
Expenses				
Program Services	$ 1,504,593	$ -	$1,504,593	$1,261,433
Support Services				
Management and General	191,741	-	191,741	178,233
Fundraising	179,885	-	179,885	194,348
Total Expenses	$ 1,876,220	$ -	1,876,220	1,634,013
Change in Net Assets	$ 777,932	$ 819,630	$1,597,562	$ 361,531
Net Assets, Beginning of Year	4,166,639	255,148	4,421,787	4,060,256
Net Assets, End of Year	$ 4,944,571	$ 1,074,778	$6,019,349	$4,421,787

See accompanying notes to financial statements

Nebraska FFA Foundation
Statement of Functional Expenses
For the Year Ended July 31, 2026
(With Summarized Financial Information For the Year Ended July 31, 2025)

	Program Services	Support Services			Total	
		Management and General	Fundraising Expenses	Total Support Services	2026	2025
Bad Debt Expense	$ -	$ -	$ -	$ -	$ -	$ 6,000
Benefits	4,526	3,078	2,246	5,324	9,850	6,886
Computer Supplies	-	-	-	-	-	1,409
Copying and Printing	11,471	375	11,956	12,331	23,802	14,541
Dues and Subscriptions	1,000	1,568	72	1,640	2,640	2,620
Education	95	1,010	2,965	3,974	4,069	1,984
Insurance	-	1,463	-	1,463	1,463	2,802
Legal and Accounting	-	80,230	-	80,230	80,230	78,724
Marketing and Advertising Expenses	55,775	1,019	21,423	22,442	78,217	68,630
Meals and Entertainment	19,679	1,871	6,099	7,970	27,649	19,531
Miscellaneous Expense	-	5,708	-	5,708	5,708	2,210
Office Supplies	27	1,696	21	1,717	1,743	1,063
Payroll Taxes	12,903	5,394	8,504	13,898	26,801	25,552
Postage and Delivery	1,847	1,626	2,294	3,920	5,767	6,485
Professional Services	1,700	2,204	-	2,204	3,904	3,800
Salaries and Wages	168,669	65,323	111,168	176,492	345,161	341,185
Small Equipment	127	127	-	127	254	1,856
Software and Maintenance	29	10,274	3,518	13,792	13,821	14,357
Sponsorship Recognition Expense	1,805	95	1,222	1,317	3,122	4,225
Sponsorships	1,210,448	-	-	-	1,210,448	1,001,536
Supplies	222	20	-	20	242	1,072
Travel Expenses	10,934	3,946	8,397	12,343	23,277	20,169
Utilities and Facilities	3,336	4,714	-	4,714	8,050	7,377
Total Expenses	$1,504,593	$ 191,741	$ 179,885	$ 371,626	$ 1,876,220	$ 1,634,013

See accompanying notes to financial statements

Nebraska FFA Foundation
Statement of Cash Flows
For the Year Ended July 31, 2026
(With Summarized Financial Information For the Year Ended July 31, 2025)

	2026	2025
Cash Flows from Operating Activities		
Change in Net Assets	$ 1,597,562	$ 361,531
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Realized and Unrealized Gains on Investments	(464,213)	(188,543)
Adjustments for Working Capital Changes:		
Prepaid Expenses	(974)	73
Unconditional Promises and Pledges	(42,618)	53,912
Accounts Payable	78,396	(11,410)
Accrued Expenses	(5,671)	7,277
Net Cash Provided by Operating Activities	$ 1,162,482	$ 222,840
Cash Flows from Investing Activities		
Proceeds from sale of investments	$ 168,388	$1,161,572
Purchase of investments and reinvested investment income	(1,220,869)	(1,468,966)
Net Cash Used In Investing Activities	$(1,052,481)	$ (307,394)
Net Increase (Decrease) in Cash and Cash Equivalents	$ 110,001	$ (84,554)
Cash and Cash Equivalents, Beginning of Year	256,703	341,257
Cash and Cash Equivalents, End of Year	$ 366,704	$ 256,703

See accompanying notes to financial statements

Nebraska FFA Foundation
Notes to Financial Statements
For the Year Ended July 31, 2026

1. Summary of Significant Accounting Policies

General Description - The Nebraska FFA Foundation (Foundation) is a not-for-profit corporation whose mission is to provide support for the agricultural education efforts throughout the state of Nebraska. The Foundation seeks to provide funding to programs and activities that will have the greatest opportunity to have a positive impact on the youth involved in agriculture within the state. The Foundation receives funding primarily from contributions and grants for the promotion of its mission.

Accounting Method - The financial statements have been prepared on the accrual basis.

Investments, net - Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair value in the statement of financial position. Unrealized gains and losses are included in the statement of activities, net of investment fees.

Financial Statement Presentation - The financial statements have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America and with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Not-for-Profit Entities, which requires the Foundation to classify its net assets into two categories based on the existence or absence of donor-imposed restrictions; net assets with donor imposed restrictions and net assets without donor imposed restrictions.

Net assets with donor restrictions
Those whose use by the Foundation has been limited by donors to a specific time period or purpose, and those that the Foundation is required to hold in perpetuity.

Net assets without donor restrictions
Those not subject to donor-imposed restrictions. The Foundation reports all expenditures in this class of net assets, since the use of restricted net assets in accordance with donors' stipulations result in the release of the restriction.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions, in which case, the revenues are reported as increases in net assets with donor restrictions. Expenses are reported as decreases in net assets without donor restrictions. Revenues having donor stipulations which are satisfied in the period received are reported as revenue and net assets without donor restrictions. Revenues and expenses are recognized when earned and incurred, respectively. Expirations of net assets with donor restrictions that are temporary in nature (the donor-stipulated purpose has been fulfilled and/or the stipulated period has elapsed) are reported as reclassifications between the applicable classes of net assets

Unconditional Promises to Give – Unconditional promises to give consist of pledges from donors. Unconditional promises to give (pledges) are recorded when the donor makes a promise to give. Unconditional promises to give that are due in the next year are reflected as current assets. Accounting principles generally accepted in the United States of America require that long-term promises to give be presented at their discounted value. The Foundation has not discounted the long-term promises to give as the discount was deemed insignificant. Conditional pledges receivable are recognized when the conditions on which they depend are substantially met. All promises to give are deemed fully collectible by management; accordingly, no allowance for uncollectible promises to give is recorded.

1. Summary of Significant Accounting Policies (Continued)

Income Taxes - The Foundation qualifies as a tax-exempt not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code. The Foundation is not considered a private foundation. The financial statements will not reflect a provision for income taxes, except for the tax on unrelated business income. For the year ended July 31, 2026, the Foundation had no unrelated business income, and as such, no tax liability for unrelated business income.

The Foundation utilizes the provisions of FASB ASC 740-10, Accounting for Uncertain Tax Positions. The Foundation continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law, and new authoritative rulings. The Foundation believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that would be material to the financial statements.

Use of Estimates - Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

Functional Expenses - The costs of providing various programs and other activities have been summarized on a functional basis within the statement of functional expenses. Certain categories of expenses are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. These expenses are charged directly to program or support services based on specific identification. Indirect expenses have been allocated based on estimates of management.

Advertising - The Foundation expenses advertising costs when incurred.

Concentrations and Risks - The Foundation invests funds in professionally managed mutual funds, fixed income, and ETFs that contain various types of marketable securities. Such investments are exposed to various risks, such as fluctuation in market value and credit risk. Thus, it is at least reasonably possible that changes in these risks in the near term could materially affect investment balances and the amounts reported in the financial statements.

Prior Year Summarized Financial Information - The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the twelve months ended July 31, 2025, from which the summarized information was derived.

Revenue Recognition - The Foundation follows ASU 2014-09, Revenue from Contracts with Customers (Topic 606) ("ASU 2014-09"). Accordingly, the Foundation's policy for revenue recognition is defined below.

Contributions
The Foundation's revenues consist primarily of contributions, which are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that do not meet the definition of an exchange transaction in accordance with ASU 2014-09 are accounted for under the guidance in Accounting Standards Codification 958 "Not-for-Profit Entities." Contributions that are restricted by the donor are reported as net increases in net assets with donor restrictions unless the restrictions expire in the same fiscal year in which the contributions are recognized.

1. Summary of Significant Accounting Policies (Continued)

Contributions (Continued)
When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Amounts due from donors are classified as unconditional promises and pledges receivable on the statement of financial position.

Cash and Cash Equivalents - The Foundation considers all highly liquid investments with original maturities of three months or less to be cash equivalents. At July 31, 2026, cash equivalents were $366,704 and consisted primarily of operating and money market bank accounts ($84,735) and money market mutual funds ($281,969).

Although the Foundation has periodically maintained bank balances in excess of the $250,000 regulatory amount insured by the FDIC, there were no losses incurred by the Foundation on any of these accounts during the year ended July 31, 2026.

2. Retirement Plan

Employees may elect to participate in the Foundation's Simple IRA plan. Employees that are eligible may direct the Foundation to contribute a percentage of their compensation on a pretax basis to their Simple IRA. The Foundation will make a matching contribution equal to 100% of elective deferrals up to 3% of each employee's compensation for the calendar year. The Foundation's expense related to this plan was approximately $9,850 for the year ended July 31, 2026.

3. Transactions with Affiliates

By its nature, the Foundation engages in transactions with the Nebraska FFA Association and Nebraska FFA Alumni Association.

4. Net Assets with Donor Restriction

Support and revenue received with a donor designation is classified as restricted until such time as the Foundation has expended the funds or accomplished the purpose for which the funds were designated. As of July 31, 2026, donor restricted net assets of $1,074,788 were available for future scholarships, local chapter support and various other program expenses.

5. Investments

Investments in securities consisted of fixed income and equity funds with a total estimated fair market value of $5,352,541 and cost of $4,589,586 at July 31, 2026. The Foundation paid investment advisory fees of $30,902 during the year ended July 31, 2026.

6. Fair Value Measurements

The Foundation previously adopted FASB ASC 820-10. ASC 820-10 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements.

6. Fair Value Measurements (Continued)

ASC 820-10 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It also establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1	Quoted prices in active markets for identical assets or liabilities
Level 2	Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in active markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities
Level 3	Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities

The assets or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used for the year ended July 31, 2026.

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. The Foundation had no Level 3 investments at July 31, 2026.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth the balances of assets measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at July 31, 2026.

6. Fair Value Measurements (Continued)

	Level 1	Level 2	Level 3	Total Fair Value
Money Market Mutual Funds (Included in Cash and Cash Equivalents)	$ 281,969	$ -	$ -	$ 281,969
Investments:				
Mutual Funds	$2,072,813	-	-	$ 2,072,813
Exchange Traded Funds	2,511,697	-	-	2,511,697
Fixed Income Securities	-	768,031	-	768,031
	$ 4,584,510	$ 768,031	$ -	$ 5,352,541

7. Subsequent Events

In accordance with FASB ASC 855-10, the Foundation has evaluated events and transactions for potential recognition or disclosure in the financial statements through the Report Date, which is the date the financial statements were available to be issued.

8. Unconditional Promises to Give and Receivables

The Foundation had unconditional written promises to give (pledge receivables) of $399,776 at July 31, 2026. Unconditional promises to give that are expected to be collected within one year are reflected as current assets. Unconditional promises expected to be collected in future years are reflected as other assets.

A provision for uncollectible amounts has not been recorded as estimated uncollectible promises to give and receivables are not expected to be material.

9. Compensated Absences

Employees of the Foundation are entitled to paid vacation and sick days, depending on job classification, length of service and other factors. It is impracticable to estimate the amount of compensation for future absences, and accordingly, no liability has been recorded in the accompanying financial statements. The Foundation's policy is to recognize the costs of compensated absences when actually paid to employees.

10. Endowment Funds

The Financial Accounting Standards Board has issued guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA).

The State of Nebraska adopted UPMIFA, and the Foundation subsequently adopted the Financial Accounting Standards Board's guidance and required disclosures. The Board of Directors has determined the majority of the Foundation's net assets do not meet the definition of "endowment" under UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The purposes of the Foundation and the donor-restricted endowment funds
2. The duration and preservation of the funds
3. General economic conditions; the possible impacts of inflation or deflation
4. The expected total return from income and the appreciation of investments
5. The Foundation's investment policies

All endowment net assets relate to donor-restricted endowment funds for which the Foundation has the ability to distribute principal, but is managing the funds in accordance with the donor's desire that the funds be perpetual in nature. As such, the endowed funds totaling $777,423 for the year ended July 31, 2026, are entirely included in the without donor restriction balance due to the available variance power granted to the Foundation in the donor agreements. Changes in endowment net assets for the year ended July 31, 2026 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ 663,726	$ -	$ 663,726
Investment return:			
Investment income	22,252	-	22,252
Net appreciation (realized and unrealized)	77,922	-	77,922
Total investment return	100,174	-	100,174
Contributions	24,039	-	24,039
Amounts appropriated for expenditure	(10,516)	-	(10,516)
Endowment net assets, end of year	$ 777,423	$ -	$ 777,423

To satisfy its long-term rate of return objective, the Foundation relies on a total return strategy which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation maintains a balanced portfolio of equities and fixed income investments in order to achieve its long-term objectives consistent with the preservation of capital.

11. Liquidity and Availability

The Foundation's financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	2026
Cash and Cash Equivalents	$ 366,704
Pledges Receivable Due in Less Than One Year	206,387
Investments	5,352,541
Total Financial Assets	5,925,632
Less:	
Net Assets With Donor Restrictions	(1,074,778)
Total Financial Assets Available for General Expenditure Within One Year	$ 4,850,854

Although the Board does not intend to spend from their designated investments and Endowed Funds for operating purposes, with Board approval, the investments could be made available if necessary. As such, they have not been excluded from the above table.