

THE BOSELLI FOUNDATION, INC.
FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2024

THE BOSELLI FOUNDATION, INC.

YEAR ENDED APRIL 30, 2024

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INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS
THE BOSELLI FOUNDATION, INC.

Opinion

We have audited the accompanying financial statements of The Boselli Foundation, Inc. (a nonprofit organization), which comprise the statements of financial position as of April 30, 2024, 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 Boselli Foundation, Inc. as of April 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 Boselli Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

*American Institute of
Certified Public Accountants*

*Florida Institute of
Certified Public Accountants*

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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 Boselli Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 Boselli Foundation, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Boselli Foundation, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Jacksonville, Florida
September 5, 2024

Howard & Company, CPAs, P.A.

**Howard &
Company**
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

THE BOSELLI FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION

APRIL 30, 2024

ASSETS

Cash and cash equivalents:	
Without donor restrictions	\$ 96,453
With donor restrictions	-
TOTAL ASSETS	<u>\$ 96,453</u>

LIABILITIES

Accrued expenses	\$ 520
TOTAL LIABILITIES	<u>520</u>

NET ASSETS

Without donor restrictions	95,933
With donor restrictions	-
TOTAL NET ASSETS	<u>95,933</u>

TOTAL LIABILITIES AND NET ASSETS	<u>\$ 96,453</u>
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See Independent Auditor's Report and accompanying notes.
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THE BOSELLI FOUNDATION, INC.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED APRIL 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES			
Contributions	\$ 232,502	\$ -	\$ 232,502
Grants	24,070	-	24,070
Fundraising, net	209,416	-	209,416
Other	213	-	213
Consulting fees	500	-	500
	<u>466,701</u>	<u>-</u>	<u>466,701</u>
Net assets released from restrictions:			
Assets transferred and released from restrictions	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>
EXPENSES			
Administration	95,106	-	95,106
Program services	190,476	-	190,476
Fundraising	85,599	-	85,599
	<u>371,182</u>	<u>-</u>	<u>371,182</u>
CHANGE IN NET ASSETS	95,519	-	95,519
NET ASSETS - BEGINNING OF YEAR	21,933	-	21,933
PRIOR PERIOD ADJUSTMENT (see Note 4)	(21,519)	-	(21,519)
NET ASSETS - END OF YEAR	<u>\$ 95,933</u>	<u>\$ -</u>	<u>\$ 95,933</u>

See Independent Auditor's Report and accompanying notes.

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THE BOSELLI FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED APRIL 30, 2024

	Administration	Program Services	Fundraising	Total
PAYROLL AND BENEFITS				
Salaries and subcontractors	\$ 57,782	\$ 82,545	\$ 24,763	\$ 165,090
Payroll taxes	7,679	10,970	3,291	21,940
Other employee benefits	5,300	7,572	2,272	15,144
	<u>70,761</u>	<u>101,087</u>	<u>30,325</u>	<u>202,174</u>
OPERATIONAL EXPENSES				
Professional services	163	7,838	163	8,165
Summer camp	-	-	-	-
Rent	-	152	-	152
Meals	12,356	-	-	12,356
Insurance	615	2,870	615	4,100
Office expense	5,723	-	-	5,723
Fundraising expense	-	-	54,496	54,496
Program expense	-	66,416	-	66,416
Travel and transportation	5,488	-	-	5,488
Training	-	12,113	-	12,113
	<u>24,345</u>	<u>89,389</u>	<u>55,274</u>	<u>169,009</u>
TOTAL FUNCTIONAL EXPENSES	<u>\$ 95,106</u>	<u>\$ 190,476</u>	<u>\$ 85,599</u>	<u>\$ 371,183</u>

See Independent Auditor's Report and accompanying notes.
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THE BOSELLI FOUNDATION, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED APRIL 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$	95,519
Net cash provided by operating activities		<u>95,519</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS		95,519
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR		<u>21,933</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$	<u>117,452</u>
CASH AND CASH EQUIVALENTS - WITHOUT DONOR RESTRICTIONS	\$	96,453
CASH AND CASH EQUIVALENTS - WITH DONOR RESTRICTIONS		<u>-</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$	<u>96,453</u>

See Independent Auditor's Report and accompanying notes.
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THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2024

1. **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Foundation

The Boselli Foundation, Inc. (the “Foundation”), which was founded in California in 1995, is a not-for-profit organization striving to build leaders for the next generation through academics, athletics, and character development and they accomplish this through two initiatives.

Boselli Foundation Mentoring is a leadership development program designed to encourage young men to become functional leaders through empowerment and mentorship. We believe that all men have dignity and worth and must be empowered to live it out. Our goal is to inspire strength, develop character, pursue wholeness and uphold human dignity through rich content, courageous conversations, and practical strategies.

The Boselli Teacher Fellowship provides teachers in K-12 classrooms with professional learning opportunities to cultivate skills in the areas of student-centered teaching and effective instructional practices. This year-long program for those with a minimum of two years of teaching experience develops effective educational leaders serving students in Jacksonville’s highest areas of need. Individual coaching, mentoring, and ongoing workshops allow teachers to build knowledge and skills to support students in their classrooms.

The Foundation’s major sources of revenue are donations from private individuals and corporations and grants.

Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Classification of Net Assets

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) ASC 958 – Not-For-Profit Entities. Under FASB ASC 958, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2024

1. **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** – (Continued)

Classification of Net Assets – (Continued)

The assets, liabilities, and net assets of the Foundation are reported in net asset classes as follows:

- a. Net assets without donor restrictions – net assets that are not subject to donor-imposed stipulations and represent resources over which the Board of Directors (the "Board") has discretionary control.
- b. Net assets with donor restrictions - are from: (1) contributions and other inflows of assets, the use of which is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Foundation pursuant to those stipulations; (2) other asset enhancements and diminishments subject to the same kinds of stipulations; (3) reclassifications to (or from) other classes of net assets as a consequence of donor-imposed stipulations, their expiration by passage of time, or their fulfillment and removal by actions of the Foundation pursuant to those stipulations or (4) net assets that are subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes.

Use of Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States requires that management make use of estimates and assumptions that may affect the reported amount of certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2024

1. **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** – (Continued)

Asset and Liability Liquidity

On the Statements of Financial Position, the assets have been presented in a sequence according to their nearness of conversion to cash and the liabilities have been sequenced according to their nearness of their maturity and resulting use of cash. Financial assets available within one year of the balance sheet date for general expenditure are as follows:

Cash and cash equivalents	\$ 96,453
Receivables	-
Investments	-
	<u>\$ 96,453</u>

As part of liquidity management, it is policy to structure financial assets to be available as general expenditures, liabilities, and other obligations come due. The Foundation includes general expenditures as part of its annual budget approval and appropriation process and believes previous funding will continue.

Promises to Give

Contributions are recognized when the donor makes a promise to the Foundation that is, in substance, unconditional. Contributions, which have donor restrictions expiring in the current year, are reported as increases in unrestricted net assets. All other donor-restricted contributions are reported as increases in donor restricted net assets depending on the nature of the restrictions. When the restriction expires, donor restricted net assets are reclassified to unrestricted net assets.

THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2024

1. **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** – (Continued)

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include time deposits and all highly liquid debt instruments with original maturities of three months or less.

Contributions Receivable

Contributions receivable consist of contributions due to the Foundation that have been pledged as of the balance sheet date.

Donated Services

When professional services are donated, values are recorded as in-kind contributions. For the year ended as April 30, 2024 there were no donated services.

Income Taxes

The Boselli Foundation, Inc. has been recognized as a not-for-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

Professional standards prescribe a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return and also provides guidance on various related matters such as derecognition, interest, penalties and disclosure required. The Boselli Foundation, Inc. is subject to taxation in the United States and the tax years 2020, 2021, 2022, and 2023 are subject to examination by tax authorities.

Revenue and Revenue Recognition

The Foundation recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

The Foundation has adopted Accounting Standards Update (ASU) NO. 2018-08 Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 605) as management believes the standard improves the usefulness

THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2024

1. **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** – (Continued)

Revenue and Revenue Recognition – (Continued)

and understandability of the Foundation's financial reporting. The Foundation had no conditional contributions for the year ended April 30, 2024 which would be classified as conditional contributions and refundable advances in the accompanying financial statements.

Functional Expenses

The costs of providing the various programs, special events, and other activities have been summarized on a functional basis in each Statement of Functional Expenses. Accordingly, certain costs have been allocated among the general, program and fundraising activities benefited. Therefore, these expenses require allocations on a reasonable basis that is consistently applied. The expenses that are allocated are salaries, payroll taxes, and employee benefits, which are allocated on the basis of estimates of time and effort. Office expenses, insurance and professional services are allocated based upon estimates of usage.

Compensated Absences

Employees of the Foundation are entitled to paid vacation, sick days and personal days off, depending on job classifications, length of service and other factors. It is impractical 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.

2. **RETIREMENT PLAN**

The Foundation sponsors a SIMPLE Retirement Plan for eligible employees. The employees can defer compensation up to limits established annually by the IRS. The Foundation matches 3% of eligible compensation. The Foundation contributed \$2,704 for the year ended April 30, 2024.

3. **SUBSEQUENT EVENTS**

The date to which events occurring after April 30, 2024, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is September 5, 2024 the date on which the financial statements were available to be issued.

THE BOSELLI FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2024

4. **PRIOR PERIOD ADJUSTMENT**

In reviewing bank reconciliations and statements, we inquired of Management regarding several deposits and checks listed as outstanding from prior years. Management determined that these outstanding items were already entered and cleared in prior years. Once voided, this reduced cash and net assets by \$21,519. There was no effect on current-year income.