

Financial Statements

For the Year Ended September 30, 2018



Financial Statements

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Independent Accountant's Compilation Report

Board of Directors Social Venture Partners Boulder County, Inc. Boulder, Colorado

Management is responsible for the accompanying financial statements of Social Venture Partners Boulder County, Inc., which comprise the statement of financial position as of September 30, 2018 and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.



Boulder, Colorado February 27, 2019

Financial Statements

Statement of Financial Position

September 30, 2018	
Assets	
Current assets:	
Cash and cash equivalents	\$ 105,310
Pledges receivable	11,525
Total current assets	116,835
Other assets:	
Rent security deposits	1,800
Total other assets	 1,800
Total assets	\$ 118,635
Liabilities and Net Assets	
Current liabilities:	
Accounts payable	4,539
Accrued expenses	8,473
Total current liabilities	13,012
Commitments and contingencies	
Net assets:	
Unrestricted	105,623
Temporarily restricted	-3
Permanently restricted	 -
Total net assets	105,623
Total liabilities and net assets	\$ 118,635

See Independent Accountant's Compilation Report and notes to the financial statements.

Statement of Activities

			Ton	nporarily	Dorr	nanently	
Year Ended September 30, 2018	Un	restricted		stricted		estricted	Total
Support and revenue:							
Grants and contributions	\$	160,147	\$	-	\$	~	\$ 160,147
Memberships		201,747		=		-	201,747
Program revenue		34,824		-		-	34,824
Investment income		521		=		-	521
Net assets released from restrictions		12,374		(2,374)		(10,000)	_
Total support and revenue		409,613		(2,374)		(10,000)	397,239
Expenses:							
Program services		312,072		-		-	312,072
General and administrative		43,943		-		=	43,943
Fundraising		33,992		-		-	33,992
Total expenses		390,007		-			 390,007
							,
Change in net assets		19,606		(2,374)		(10,000)	7,232
Net assets, beginning of year		86,017		2,374		10,000	 98,391
				-			
Net assets, end of year	\$	105,623	\$	-	\$	-	\$ 105,623

See Independent Accountant's Compilation Report and notes to the financial statements.

Statement of Cash Flows

Year Ended September 30, 2018		
Cash flows from operating activities:	-	
Change in net assets	\$	7,232
Adjustments to reconcile change in net assets to net cash flows		
from operating activities		
Depreciation		317
Change in value of beneficial interest in net assets held by the Community		
Foundation of Boulder County		12,374
(Increase) decrease in operating assets:		
Prepaid expenses		1,400
Pledges receivable		(11,525)
Rent security deposits		(400)
Increase (decrease) in operating liabilities:		, ,
Accounts payable		2,273
Accrued expenses		(1,216)
Net cash provided by operating activities		10,455
Cash flows from investing activities:		
Purchase of property and equipment		-
Net change in cash and cash equivalents		10,455
Cash and cash equivalents, beginning of year		94,855
Cash and cash equivalents, end of year	\$	105,310

See Independent Accountant's Compilation Report and notes to the financial statements.

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Social Venture Partners Boulder County, Inc. (the "Organization") is a nonprofit corporation organized under the laws of the State of Colorado in November 2012. It was originally formed as a Donor Advised Fund of The Community Foundation Serving Boulder County (the "Foundation") in September of 2000; received its IRS 501(c)(3) determination letter in January 2014; and began operating independently in March 2014. Its purposes are:

- Connect and engage individuals, helping them make the greatest impact with their time and philanthropic giving.
- Strengthen and fund nonprofits, increasing their effectiveness and impact.
- Provide community leadership to create cross-sector solutions, so those with a common cause can align their efforts and go farther, together.

Basis of Accounting

The Organization follows accounting standards set by the Financial Accounting Standards Board, ("FASB"). The FASB sets accounting principles generally accepted in the United Stated of America ("GAAP") which the Organization follows to ensure the financial condition, results of operations, and cash flows are consistently reported. References to GAAP issued by the FASB in these footnotes are to the FASB Accounting Standards Codification, ("ASC").

The financial statements are prepared on the accrual basis under ASC 958-205 *Not-for-Profit Entities, Presentation of Financial Statements*. The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of cash flows.

Cash and Cash Equivalents

The Organization considers all highly liquid investments and securities with original maturities of three months or less at the time of purchase to be cash equivalents. At times, the Organization's bank account balances may exceed federally insured limits. Management monitors the soundness of the financial institutions with which it associates and believes the Organization's risk is negligible. The Organization has not experienced any losses in such accounts.

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Furniture and Equipment

Furniture and equipment acquired with an initial value of \$500 or more are stated at cost, less accumulated depreciation. Depreciation of office equipment is computed using the straight-line method over the estimated useful lives of three to five years, or lease term if shorter.

Expenditures for equipment and improvements in excess of \$500 that materially extend the life of an asset are capitalized. Expenditures for repairs and maintenance that do not extend asset lives are expensed as incurred. When assets are sold, retired, or otherwise disposed of, the cost and related accumulated depreciation are eliminated from the accounts and any resulting gain or loss is recognized.

Revenue Recognition

In accordance with ASC 958-605 *Not-for-Profit Entities, Revenue Recognition,* contributions and membership fees received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of donor restrictions. The Organization recognizes revenues from program activities as earned, or when conditions are met.

During the year ended September 30, 2018 support that was restricted by the donor was reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Functional Allocation of Expenses

The costs of conducting the various programs and supporting services activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes and Tax Status

The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code having received its letter of determination effective January 2014. However, income from activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization had no unrelated business income during the year ended September 30, 2018.

The Organization believes that it has conducted its operations in accordance with, and has properly maintained, its tax-exempt status, and that it has taken no material uncertain tax positions that qualify for recognition or disclosure in the financial statements. Years before 2015 are no longer subject to tax authority examinations.

Use of Estimates

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

Promises to Give

As of September 30, 2018, unconditional promises-to-give receivables of \$11,525 were due within one year. Based on past history and assessment of the donors involved, management expects all of the unconditional promises-to-give to be collected as promised. Therefore, no allowance for uncollectible receivables has been established.

Notes to the Financial Statements

2. BENEFICIAL INTEREST IN NET ASSETS HELD BY THE COMMUNITY FOUNDATION OF BOULDER COUNTY

In September 2000 the Organization, at that time the donor advised fund of the Foundation, and the Foundation agreed to establish an endowment fund. All distributions from the Foundation were used as deemed necessary by the Organization in order to support the ongoing operation of the Organization. Variance power was granted to the Foundation. Accordingly, the Board of Trustees of the Foundation had the power to modify any restriction or condition on the distribution of funds for any specified charitable purpose or to a specified organization if, in the sole judgment of the Board of Trustees of the Foundation, such a restriction or condition became, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community served.

In May 2018 the endowment fund was dissolved and the balance of funds were distributed to the Organization.

3. OPERATING LEASE

The Organization has an operating lease for the use of office space in Boulder, Colorado. The terms and conditions of the lease require monthly payments of \$1,775 and expires on August 31, 2021. Rental payments associated with the operating lease are charged to expense as incurred. During the year ended September 30, 2018 rent expense was \$21,005. Future minimum lease payments required under this lease are \$65,836.

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Future minimum	leace naumente.

	65,836
Year ended 9/30/2021	22,597
Year ended 9/30/2020	21,939
Year ended 9/30/2019	21,300

4. DEFINED CONTRIBUTION PLAN

The Organization sponsors a defined contribution retirement plan which provides benefits for all employees who have three months of service and work at least 24 hours per week. The Organization contributes 5% of employees' salary and matches employee contributions up to 2% of compensation for employees who work at least 1,000 hours during the fiscal year. The Organization contributed \$12,270 during the year ended September 30, 2018.

Notes to the Financial Statements

5. SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 27, 2019, which is the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.