

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

TOGETHER WITH INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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TAYLORROTH

Certified Public Accountants

WORKING EXCLUSIVELY WITH NONPROFITS

March 21, 2024

Independent Accountants' Compilation Report

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

Management is responsible for the accompanying financial statements of **Social Venture Partners Boulder County, Inc.**, (a Colorado corporation), which comprise the statement of financial position as of September 30, 2023 and 2022, 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 accordance with accounting principles generally accepted in the United States of America.

We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the September 30, 2023 and 2022 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.

Taylor Roth and Company PLLC

TAYLOR, ROTH AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS
DENVER, COLORADO

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	<u>2023</u>	<u>2022</u>
<u>Assets</u>		
Cash and cash equivalents	\$ 206,168	\$ 229,059
Accounts receivable	312	17,500
Promises to give	6,558	3,958
Prepaid expenses	1,775	1,775
Property and equipment, net (Note 4)	3,824	2,972
Right of use asset (Note 5)	23,691	-
Total assets	<u>\$ 242,328</u>	<u>\$ 255,264</u>
<u>Liabilities and net assets</u>		
<u>Liabilities</u>		
Accounts payable	\$ 964	\$ 11,698
Payroll liabilities	3,379	3,343
Operating lease liability (Note 5)	23,691	-
Total liabilities	<u>28,034</u>	<u>15,041</u>
<u>Net assets</u>		
Without donor restrictions	204,294	211,265
With donor restrictions (Note 6)	10,000	28,958
Total net assets	<u>214,294</u>	<u>240,223</u>
Total liabilities and net assets	<u>\$ 242,328</u>	<u>\$ 255,264</u>

See accompanying notes and independent accountants' compilation report

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<u>Revenue and other support</u>				
Membership	\$ 184,923	\$ -	\$ 184,923	\$ 181,114
Contributions	106,549	-	106,549	128,312
Program revenue	6,150	-	6,150	13,989
Investment income, net	597	-	597	934
In-kind (Note 7)	-	-	-	746
Other income	1,307	-	1,307	-
Net assets released from restriction (Note 8)	18,958	(18,958)	-	-
Total revenue and other support	318,484	(18,958)	299,526	325,095
<u>Expense</u>				
Program	185,549	-	185,549	212,528
Supporting services				
Management and general	76,977	-	76,977	66,393
Fund-raising	62,929	-	62,929	64,810
Total expense	325,455	-	325,455	343,731
Change in net assets	(6,971)	(18,958)	(25,929)	(18,636)
Net assets, beginning of year	211,265	28,958	240,223	258,859
Net assets, end of year	\$ 204,294	\$ 10,000	\$ 214,294	\$ 240,223

See accompanying notes and independent accountants' compilation report

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023				2022
	Supporting Services				
	Program	Management	Fund-	Total	Total
	Services	and General	raising		
Salaries	\$ 78,686	\$ 47,129	\$ 46,669	\$ 172,484	\$ 167,127
Payroll taxes and benefits	11,374	7,578	5,831	24,783	21,495
Grants to other nonprofits	52,000	-	-	52,000	51,000
Occupancy	15,359	2,828	4,517	22,704	25,743
Dues and memberships	9,352	1,642	2,704	13,698	14,334
Accounting	-	13,385	-	13,385	14,370
Technology	6,607	1,636	1,926	10,169	10,922
Program events and meetings	4,694	-	-	4,694	11,057
Insurance	2,325	567	647	3,539	4,878
Consultants	1,792	-	-	1,792	6,895
Reimbursements	850	472	364	1,686	344
Marketing	758	134	223	1,115	2,815
Office expenses	338	220	36	594	646
Professional fees	282	-	-	282	6,757
Board of directors	-	246	-	246	527
Professional development	139	-	-	139	523
All other	993	64	12	1,069	3,801
	185,549	75,901	62,929	324,379	343,236
Depreciation	-	1,076	-	1,076	495
Total	\$ 185,549	\$ 76,977	\$ 62,929	\$ 325,455	\$ 343,731

See accompanying notes and independent accountants' compilation report

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023	2022
<u>Cash flows from operating activities</u>		
Change in net assets	\$ (25,929)	\$ (18,636)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation expense	1,076	495
 <u>Changes in operating assets and liabilities</u>		
(Increase) decrease in accounts receivable	17,188	8,342
(Increase) decrease in promises to give	(2,600)	5,772
(Increase) decrease in right of use asset	22,095	-
Increase (decrease) in accounts payable	(10,734)	4,741
Increase (decrease) in payroll liabilities	36	(109)
Increase (decrease) in operating lease liability	(22,095)	-
Net cash provided(used) by operating activities	(20,963)	605
 <u>Cash flows from investing activities</u>		
(Purchase) of fixed assets	(1,928)	(3,451)
Net increase(decrease) in cash and cash equivalents	(22,891)	(2,846)
Cash and cash equivalents, beginning of year	229,059	231,905
Cash and cash equivalents, end of year	\$ 206,168	\$ 229,059

See accompanying notes and independent accountants' compilation report

SOCIAL VENTURE PARTNERS BOULDER COUNTY, INC.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - NATURE OF ACTIVITIES

Social Venture Partners Boulder County, Inc., (The Organization) was incorporated in 2012, under the laws of the State of Colorado. It was originally formed as a donor-advised fund of the Community Foundation Serving Boulder County (The Foundation) in September, 2000, received its IRS 501(c)(3) determination letter in January, 2014, and began operating independently in March 2014. Its purposes are to:

- Connect and engage individuals, helping them to make the greatest impact with their time and philanthropic giving.
- Strengthen and fund non-profits, 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.

The Organization is primarily supported by membership and contributions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES

1. Basis of Accounting

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

2. Basis of Presentation

The financial statements of Social Venture Partners Boulder County, Inc. have been prepared in accordance with U.S. generally accepted accounting principles which require the Organization to report its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Organization's management and board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Continued)

3. Cash and Cash Equivalents

The Organization considers all unrestricted liquid investments with an initial maturity of three months or less to be cash equivalents.

4. Capitalization and Depreciation

The Organization follows the practice of capitalizing all expenditures for building, improvements, furniture, and equipment in excess of \$500. The fair value of donated assets is similarly capitalized. Depreciation of furniture and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

5. Estimates

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

6. Revenue and Revenue Recognition

The Organization 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 with a measurable performance barrier and a right of return are not recognized until the conditions on which they depend have been met.

Program revenue comes from other nonprofits who contact the Organization for a specific service such as board orientation presentations, strategic plan creation, leadership training courses, etc. Revenue is recognized as the work on the projects is performed. At September 30, 2023 and 2022, there were no accounts receivable associated with program revenue.

7. Income Taxes

The Organization has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

8. Functional Reporting of Expenses

For the year ended September 30, 2023 and 2022, the costs of providing the various programs and other 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. Such allocations are determined by management on an equitable basis. Expenses are allocated on management's assessment of the program activities benefited.

9. Summarized prior-year information

The financial statements include certain prior-year 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 Organization's financial statements for the year ended September 30, 2022, from which the summarized information was derived.

10. Subsequent Events

Management has evaluated subsequent events through March 21, 2024, the date the financial statements were available to be issued.

NOTE 3 - AVAILABILITY AND LIQUIDITY

The following represents financial assets available for general operating expenditures within one year at September 30, 2023 and 2022:

	2023	2022
<u>Financial assets at year-end:</u>	<u>Amount</u>	<u>Amount</u>
Cash and cash equivalents	\$ 206,168	\$ 229,059
Accounts receivable	312	17,500
Promises to give	<u>6,558</u>	<u>3,958</u>
	213,038	250,517
Less amounts not available for general expenditures within one year due to:		
Donor restrictions	<u>(10,000)</u>	<u>(28,958)</u>
Total financial assets available to meet cash needs for General expenditures within one year	<u>\$ 203,038</u>	<u>\$ 221,559</u>

The Organization's goal is generally to maintain financial assets to meet three months of normal monthly operating expenses, which would approximate \$80,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of near-term requirements in short-term investments.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consist of:

<u>Description</u>	<u>2023</u>	<u>2022</u>
Equipment	\$ 5,380	\$ 6,234
Less: accumulated depreciation	<u>(1,556)</u>	<u>(3,263)</u>
Net property and equipment	<u>\$ 3,824</u>	<u>\$ 2,971</u>

Depreciation expense was \$1,076 and \$495 for the period ending September 30, 2023 and 2022.

NOTE 5 - OPERATING LEASE ASSET AND LIABILITY

Change in Accounting Principle – Operating Lease -Office Space

The Organization has an operating lease for the use of office space in Boulder, Colorado. Due to the adoption of FASB ASC 842 the Organization recognized both a right-to-use asset and an operating lease liability of \$45,786 as of September 2022. The Organization elected not to restate comparative numbers for the fiscal year end September 30, 2022, as allowed by the transitional guidance. The adoption of FASB ASC 842 did not have a material impact on the Organization's statements of activities, or cash flows. In the statement of financial position, the office (operating) lease is presented as *Right of Use Asset – Office Lease* and *Office Lease Liability* of \$23,691 and \$23,691 respectively.

NOTE 5 - OPERATING LEASE ASSET AND LIABILITY(Concluded)

Maturities of the office lease liability as of September 30, 2023, were as follows:

<u>Fiscal Year</u>	<u>Total</u>
2024	\$ 24,600
Less interest: (risk-free rate of 7%)	<u>(909)</u>
Present value of lease liabilities	<u>\$ 23,691</u>

Operating lease costs for the office space was \$22,095.

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes:

<u>Description</u>	<u>2023</u>	<u>2022</u>
Partner memberships	\$ 10,000	\$ 25,000
Time restricted	<u>-</u>	<u>3,958</u>
Total	<u>\$ 10,000</u>	<u>\$ 28,958</u>

NOTE 7 - IN-KIND CONTRIBUTIONS

For the fiscal year ended 2023 and 2022, in-kind contributions had no donor restrictions and consisted of:

<u>Description</u>	<u>Valuation Method</u>	<u>2023 Amount</u>	<u>2022 Amount</u>
Professional fees	Similar services	<u>\$ -</u>	<u>\$ 746</u>

NOTE 8 - NET ASSETS RELEASED FROM RESTRICTIONS

During the year, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes:

<u>Description</u>	<u>2023</u>	<u>2022</u>
Partner memberships	\$ 15,000	\$ -
Time restricted	<u>3,958</u>	<u>15,772</u>
Total	<u>\$ 18,958</u>	<u>\$ 15,772</u>

NOTE 9 - 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 employee's 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 \$10,052 and \$7,270 during fiscal years ended September 30, 2023 and 2022.