

BOYS AND GIRLS CLUB OF THE COASTSIDE

**FINANCIAL STATEMENTS
FOR THE YEARS ENDED
DECEMBER 31, 2024 AND 2023**

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INTRODUCTORY SECTION

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BOYS AND GIRLS CLUB OF THE COASTSIDE
Financial Statements
For the Years Ended December 31, 2024 and 2023

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BOYS AND GIRLS CLUB OF THE COASTSIDE

BOARD OF DIRECTORS

DECEMBER 31, 2024

BOARD OF DIRECTORS

Roger A. Estrella, Co-President
Josh Warshauer, Co-President
Sandra Turner, Vice-President
Chuck Ott, Treasurer
Katie Howell, Secretary
Ken Will, Safety Chair
Betsy del Fierro, Past President
Steve Bacich
Kris Hammerstrom
Geronimo Jimenez
Chris Johnson
Clodagh Larkin
Kristina Lugo
Susie Montgela
John Nazar
Alan O'Driscoll
Brianne Angelini Phillips

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Boys and Girls Club of the Coastsides
Half Moon Bay, California

Opinion

We have audited the financial statements of the Boys and Girls Club of the Coastsides (Organization), which comprise the statements of financial position as of December 31, 2024 and 2023, respectively, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Boys and Girls Club of the Coastsides as of December 31, 2024 and 2023, respectively, and the changes in its net assets and its cash flows for the years 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Finance Statements section of our report. We are required to be independent of the Boys and Girls Club of the Coastsides 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 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.

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 Organization's ability to continue as a going concern for a reasonable period of time, generally 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 GAAS 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

In performing an audit in accordance with GAAS, 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 Organization'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 Organization'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.

Maze & Associates

Pleasant Hill, California
September 4, 2025

BOYS AND GIRLS CLUB OF THE COASTSIDE
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2024 AND 2023

	2024	2023
ASSETS		
Current Assets:		
Cash (Note 3)	\$846,336	\$754,168
Investments (Note 3)	1,788,778	1,314,513
Accounts Receivable	28,401	28,833
Prepaid Expenses	3,792	6,440
Total Current Assets	2,667,307	2,103,954
Non-Current Assets:		
Property and Equipment, net (Note 4)	9,947	7,952
Total Assets	\$2,677,254	\$2,111,906
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable and Accrued Expenses	\$6,142	\$5,411
Other Current Liabilities	55,608	47,646
Total Current Liabilities	61,750	53,057
Non-Current Liabilities:		
Scholarships (Note 2K)	8,643	8,143
Total Non-Current Liabilities	8,643	8,143
Total Liabilities	70,393	61,200
Net Assets (Note 2A):		
Without Donor Restrictions	2,447,163	1,912,453
With Donor Restrictions (Note 9)	159,698	138,253
Total Net Assets	2,606,861	2,050,706
Total Liabilities and Net Assets	\$2,677,254	\$2,111,906

See accompanying notes to financial statements.

BOYS AND GIRLS CLUB OF THE COASTSIDE
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024		Total
	Without Donor Restrictions	With Donor Restrictions	
Support and Revenue:			
Program Revenue	\$596,374		\$596,374
Community Contributions	303,402	\$7,925	311,327
Fundraising	58,489		58,489
Special Events (Note 5)	385,870		385,870
Grants	492,056	120,000	612,056
In-Kind Contributions (Note 11)	170,336		170,336
Total Support and Revenue	<u>2,006,527</u>	<u>127,925</u>	<u>2,134,452</u>
Net Assets Released From Restrictions:			
Satisfaction of Usage Requirements (Note 9)	<u>106,480</u>	<u>(106,480)</u>	
Expenses:			
Program Services	1,157,189		1,157,189
Management and General	343,777		343,777
Fundraising	289,549		289,549
Total Expenses	<u>1,790,515</u>		<u>1,790,515</u>
Other Income and Losses:			
Other Income	24,067		24,067
Net Investment Income (Note 3)	188,151		188,151
Total Other Income and Losses	<u>212,218</u>		<u>212,218</u>
Changes in Net Assets	534,710	21,445	556,155
Net Assets, beginning of year	<u>1,912,453</u>	<u>138,253</u>	<u>2,050,706</u>
Net Assets, end of year	<u><u>\$2,447,163</u></u>	<u><u>\$159,698</u></u>	<u><u>\$2,606,861</u></u>

See accompanying notes to financial statements.

2023		
Without Donor Restrictions	With Donor Restrictions	Total
\$571,032	\$22,351	\$593,383
230,684		230,684
65,366		65,366
270,726		270,726
359,760	75,000	434,760
211,427		211,427
<u>1,708,995</u>	<u>97,351</u>	<u>1,806,346</u>
<u>52,677</u>	<u>(52,677)</u>	
990,426		990,426
329,614		329,614
365,178		365,178
<u>1,685,218</u>		<u>1,685,218</u>
5,500		5,500
107,664		107,664
<u>113,164</u>		<u>113,164</u>
189,618	44,674	234,292
<u>1,722,835</u>	<u>93,579</u>	<u>1,816,414</u>
<u>\$1,912,453</u>	<u>\$138,253</u>	<u>\$2,050,706</u>

BOYS AND GIRLS CLUB OF THE COASTSIDE
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

2024

	Program Services	Management and General	Fundraising	Total
Salaries and wages	\$644,556	\$271,922	\$90,641	\$1,007,119
Payroll taxes	51,720	21,819	7,273	80,812
Program expenses	220,449			220,449
Advertising (Note 2L)	17,974			17,974
Contract services	44,932			44,932
Depreciation (Note 4)	1,792	761	163	2,716
Travel	2,178			2,178
Shipping and postage	3,640			3,640
Insurance		40,387		40,387
Other expenses	30,678			30,678
Operating expenses	53,140			53,140
Professional and outside services		8,888		8,888
Repair and maintenance	14,441			14,441
Fundraising			81,362	81,362
Utilities and telecommunications				
Loss on disposal of fixed asset	1,395			1,395
Furniture and equipment	10,068			10,068
In-kind rent (Note 11)	39,000			39,000
In-kind goods (Note 11)	21,226		110,110	131,336
	<u>\$1,157,189</u>	<u>\$343,777</u>	<u>\$289,549</u>	<u>\$1,790,515</u>
Total Expenses	<u>\$1,157,189</u>	<u>\$343,777</u>	<u>\$289,549</u>	<u>\$1,790,515</u>

See accompanying notes to financial statements.

BOYS AND GIRLS CLUB OF THE COASTSIDE
STATEMENTS OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

2023

	Program Services	Management and General	Fundraising	Total
Salaries and wages	\$552,186	\$248,484	\$119,640	\$920,310
Payroll taxes	44,641	20,088	9,672	74,401
Program expenses	171,225			171,225
Advertising (Note 2L)	15,905			15,905
Contract services	36,020			36,020
Depreciation (Note 4)	1,359	577	124	2,060
Travel	1,075			1,075
Shipping and postage	1,836			1,836
Insurance		37,855		37,855
Other expenses	17,818			17,818
Operating expenses	43,793			43,793
Professional and outside services		22,610		22,610
Repair and maintenance	20,107			20,107
Fundraising			91,299	91,299
Utilities and telecommunications	459			459
Loss on disposal of fixed asset				
Furniture and equipment	17,018			17,018
In-kind rent (Note 11)	39,000			39,000
In-kind goods (Note 11)	27,984		144,443	172,427
	<u>\$990,426</u>	<u>\$329,614</u>	<u>\$365,178</u>	<u>\$1,685,218</u>
Total Expenses	<u>\$990,426</u>	<u>\$329,614</u>	<u>\$365,178</u>	<u>\$1,685,218</u>

See accompanying notes to financial statements.

BOYS AND GIRLS CLUB OF THE COASTSIDE
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
Cash flow from operating activities:		
Changes in net assets	\$556,155	\$234,292
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	2,716	2,060
Loss on disposal of assets	1,395	
(Gain) on investments	(188,151)	(107,664)
Decrease (increase) in assets:		
Accounts receivable	432	22,690
Prepaid expenses and other current assets	2,648	(531)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	731	4,850
Other current liabilities	7,962	(2,312)
Net cash provided by operating activities	383,888	153,385
Cash flows from investing activities:		
Purchase of investments	(533,444)	(113,581)
Proceeds from sale of investments	241,724	71,681
Net cash (used) by investing activities	(291,720)	(41,900)
Net change in cash and cash equivalents	92,168	111,485
Cash and cash equivalents, beginning of year	754,168	642,683
Cash and cash equivalents, end of year	\$846,336	\$754,168

Supplemental disclosure of cash flow information:

The Organization paid no interest or taxes in 2024 or 2023.

Noncash transactions:

Donated rent	\$39,000	\$39,000
Donated goods	\$131,336	\$172,427
Donated stock	\$106,282	\$26,380

See accompanying notes to financial statements.

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 1 – REPORTING ENTITY

A. Description of the Organization

The Boys and Girls Club of the Coastsides (the Organization) is an affiliate chartered under The Boys and Girls Clubs of America. Its mission is to enable all coastsides youth, especially those who need help most, to reach their full potential as productive, caring, responsible citizens. The Organization provides out-of-school programs promoting learning opportunities for youth typically 7 to 18 years of age on development of academic, citizenship, health, recreation, and community integration skills.

B. Programs

The Organization's elementary, middle school and teen programs are located at Cunha Intermediate School and occupy eight classrooms, including 6 portable units. The portables were added in 2020 to support remote learning and will be used for the Organization's after-school academic and enrichment programs. In 2021, the Organization took over management of the Cunha after school sports programs, which include 35 teams playing 8 sports competing in our local middle school sports league. In addition, the Organization runs a golf program, a soccer club, a basketball program and in 2024, a robotics program. In 2016, the Organization, in partnership with the Cabrillo Unified School District and the City, commenced construction on an 18,000 square-foot multi-use facility that will serve as a gymnasium for both the Organization and the school district. In partnership with the City, the Organization also constructed a new Skate Plaza. The operations are supported primarily through donor contributions, grants, auctions, and special events.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). The financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in the Accounting Standards Codification (ASC), No. 958, Financial Statements of Not-for-Profit Organizations.

The Organization reports information regarding its financial position and activities according to two classes of net assets as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations that are not subject to or are no longer subject to donor-imposed restrictions.

Net Assets With Donor Restrictions – Net assets whose use is limited by donor-imposed time and/or purpose restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

The Organization relies primarily on program service fees, grants from public and private foundations, community contributions, fundraising activities and membership dues. Public contributions are recorded upon receipt. All contributions and grants are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. The Organization considers that all contributions for long-lived assets have implied time restrictions and classifies this support as donor restricted until the purpose restriction is met.

B. Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

C. Investments

Investments are reported at their fair values in the statements of financial position using readily determinable market values. Net investment return/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

D. Receivables

Contributions and grants receivable are stated at the amount the Organization's management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to bad debt expense and a credit to a valuation based on its assessment of the current status of individual accounts. Management believes the entire balance of receivables is collectible, and therefore, no allowance was recorded as of December 31, 2024 and 2023, respectively.

E. Concentration of Credit Risk

The Federal Deposit Insurance Corporation ("FDIC") insures account balances at each insured institution. The Organization maintains deposit accounts with a financial institution and frequently carries balances that exceed FDIC insurance limits. Management believes the Organization is not exposed to any significant credit risk related to cash.

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Property and Equipment

Fixed asset additions in excess of \$1,000 are recorded at cost, or if donated, at fair value on the date of donation, less accumulated depreciation. Depreciation is computed using the straight-line method over estimated useful lives of the assets ranging from 5 to 7 years. Maintenance and repairs that do not extend the useful lives of the respective assets are expensed as incurred. When assets are retired or disposed of, the cost and accumulated depreciation are removed from the accounts, and any resulting gains or losses are included in changes in net assets.

G. Use of Estimates

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

H. Income Taxes

The Organization is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code. Accordingly, no provision for income taxes has been provided in these financial statements. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization that is not a private foundation under Section 509(a)(1). Unrelated business income, if any, may be subject to income tax. The Organization paid no taxes on unrelated business income in the years ended December 31, 2024 or 2023, respectively.

Generally accepted accounting principles require the recognition, measurement, classification, and disclosure in the financial statements of uncertain tax positions taken or expected to be taken in the Organization's tax returns. Management has determined that the Organization does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, the Organization's tax returns remain open for federal income tax examination for three years from the date of filing, respectively.

I. Functional Allocation of Expenses

The costs for providing the various programs and activities have been summarized on a functional basis in the statements of activities. Those expenses which cannot be specifically identified by function type have been allocated to functions based upon management's best estimate of usage. For certain expenses, such as payroll costs and depreciation, these estimates are based on a time study performed in previous years.

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Fair Value Measurements

The Organization reports certain assets and liabilities at fair value in the financial statements. Fair value is defined 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. Accounting standards set a framework for measuring fair value using a three tier hierarchy based on observable and non-observable inputs. Observable inputs consist of data obtained from independent sources. Non-observable inputs reflect industry assumptions. These two types of inputs are used to create the fair value hierarchy, giving preference to observable inputs.

The three-tier hierarchy categorizes the inputs as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3: Unobservable inputs for the asset or liability. In these situations, the Organization develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

K. Scholarships

Annually, the Organization awards a Junior Youth of the Year Scholarship to an 8th grader and a Youth of the Year Scholarship to a high school student. The recipients will receive the scholarship after graduating high school and enrolling in a college or trade school.

In 2023, the Organization began collecting contributions for the Bob Senz vocational scholarship. The recipients will receive the scholarship after graduating high school and pursuing vocational training. As of December 31, 2024 and 2023, the Organization held \$8,643 and \$8,143, respectively, to be awarded.

L. Advertising Expenses

The Organization incurs costs associated with advertising the various campaigns and program offerings provided. Advertising expenses for the years ended December 31, 2024 and 2023, were \$17,974 and \$15,905, respectively. These costs are expensed as incurred.

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Lease Accounting

The Organization recognizes and measures its leases in accordance with FASB ASC 842, *Leases*. The Organization determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of the existing contract are changed. As of December 31, 2024, the Organization did not have any significant leases that should be recorded on the Statement of Financial Position.

N. Donated Goods and Services

Donated goods, if any, are recorded in the financial statements at the estimated fair value in the period received. Contributions of donated services that create or enhance a non-financial asset, or require specialized skills and are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received. During the years ended December 31, 2024 and 2023, the Organization received \$170,336 and \$211,427, respectively, in donated rent and goods. See Note 11 for further details on donated goods and services.

O. Subsequent Events

Management has evaluated subsequent events through September 4, 2025, the date on which the financial statements were available to be issued. No subsequent events were identified that required adjustment to or disclosure in the financial statements.

NOTE 3 – CASH AND INVESTMENTS

Cash and investments at December 31 consisted of the following:

	2024	2023
Cash in bank	\$846,336	\$754,168
Investments:		
Equities	206,717	65,922
Fixed Income	200,013	50,031
Mutual Funds	1,382,048	1,198,560
Total Cash and Investments	\$2,635,114	\$2,068,681

The Organization invests in money market funds, equities and mutual funds with financial institutions. The Organization's investments are reported at their fair market values using level 1 fair value measures (quoted price in active markets) in the statement of financial position. Investment accounts held at one institution are in excess of the SIPC insurance limit of \$500,000 (of which \$250,000 may be utilized for cash accounts).

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 3 – CASH AND INVESTMENTS (Continued)

Net Investment income for the years ended December 31 consisted of the following:

	2024	2023
Interest and dividends	\$91,881	\$53,107
Realized gains (losses)	48,487	29,808
Unrealized gains (losses)	47,783	24,749
Direct investment expenses		
Total	\$188,151	\$107,664

NOTE 4 – PROPERTY AND EQUIPMENT

Property and equipment are shown net of accumulated depreciation. Property and equipment at December 31 consisted of the following:

	2024	2023
Office furniture and equipment	\$49,413	\$45,533
Teen Center	6,424	6,425
Software		17,527
Total property and equipment	55,837	69,485
Less: accumulated depreciation	(45,890)	(61,533)
Property and equipment, net	\$9,947	\$7,952

Depreciation expense for the years ended December 31, 2024 and 2023, was \$2,716 and \$2,060, respectively.

NOTE 5 – SPECIAL EVENTS

Income from the Organization's annual event consisted of the following for the years ended December 31:

	2024	2023
Contributions and sponsorships	\$385,870	\$270,726
Less: costs of direct donor benefit	(57,673)	(61,526)
Total, net of costs of direct donor benefit	\$328,197	\$209,200

BOYS AND GIRLS CLUB OF THE COASTSIDE
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

NOTE 6 – PROGRAM EXPENSES

During the years ended December 31, 2024 and 2023, the Organization made irrevocable donations in the amount of \$18,722 and \$18,343, respectively, to renovate existing sports facilities at public schools in the Half Moon Bay area. As the Cabrillo Unified School District maintains ownership of the facilities and retains responsibility for ongoing maintenance and repair work, the expenditures are not capitalized in the accompanying financial statements but are included in the program expenses.

NOTE 7 – CONTINGENCIES

Grant awards require the fulfillment of certain conditions as set forth in the instrument of grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. The Organization deems this contingency remote since by accepting the grants and their terms, it has accommodated the objectives of the Organization to the provisions of the grants. The Organization's management is of the opinion that the Organization has complied with the terms of all grants.

NOTE 8 – RETIREMENT PLAN

The Organization has a retirement plan that provides for a matching contribution up to 3% of an employee's annual compensation. For the years ended December 31, 2024 and 2023, the Organization contributed \$13,199 and \$12,736, respectively, to the plan.

NOTE 9 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions activity for the year ended December 31, 2024 consisted of the following:

	2023	Increases	Releases	2024
Cunha Soccer Facility	\$12,983		\$2,831	\$10,152
Community HUB	26,103		8,482	17,621
Scholarships		\$7,925	1,000	6,925
Time restricted	99,167	120,000	94,167	125,000
Net assets with donor restrictions	<u>\$138,253</u>	<u>\$127,925</u>	<u>\$106,480</u>	<u>\$159,698</u>

Net assets with donor restrictions activity for the year ended December 31, 2023 consisted of the following:

	2022	Increases	Releases	2023
Cunha Soccer Facility	\$12,453	\$2,500	\$1,970	\$12,983
Sports/Outreach	(19,851)	19,851		
Community HUB	36,810		10,707	26,103
Time restricted	64,167	75,000	40,000	99,167
Net assets with donor restrictions	<u>\$93,579</u>	<u>\$97,351</u>	<u>\$52,677</u>	<u>\$138,253</u>

BOYS AND GIRLS CLUB OF THE COASTSIDE
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NOTE 10 – RELATED PARTIES

Two of the Organization’s Board members, and one spouse of Board members participate as coaches for the afterschool sports programs. These coaches received a stipend approved either by members of the Soccer Club Committee and/or the Executive Director. For the years ended December 31, 2024 and 2023, related parties received \$24,650 and \$23,225, respectively, in coaching stipends.

NOTE 11 – IN-KIND DONATIONS

Many individuals volunteer their time and perform a variety of tasks that assist the Organization, however these services do not meet the criteria for recognition as contributed services. The Organization records the value of in-kind contributions when there is an objective basis available to measure their fair value.

The Organization is not charged for the use of its office space. Fair value of the office space was \$39,000 and \$39,000 for the years ended December 31, 2024 and 2023, respectively, and is recognized in the accompanying financial statements as in-kind contribution revenue, offset by in-kind rent expense. The Organization utilizes the office space for its programs and general and administrative purposes, is valued at what the Organization would pay for similar space, and has no donor restrictions.

The Organization also received in-kind donations that were all valued at fair value upon receipt in the total amount of \$131,336 for fiscal year 2024. Of the total amount donated, \$21,226 were donations for programs, \$110,110 were a result of its fundraising operations of which \$24,827 was used toward the annual gala event and the remaining \$85,283 was sold or used in the Organization’s operations. In valuing these donations, the Organization estimated the fair value on the basis of estimation of wholesale values that would be received for selling similar products in the United States. There were no donor restrictions on these items.

During the year ended 2023 the Organization received in-kind donations that were all valued at fair value upon receipt in the total amount of \$172,427. Of the total amount donated, \$27,984 were donations for programs, \$144,443 were a result of its fundraising operations of which \$51,953 was used toward the annual gala event and the remaining \$92,490 was sold or used in the Organization’s operations. In valuing these donations, the Organization estimated the fair value on the basis of estimation of wholesale values that would be received for selling similar products in the United States. There were no donor restrictions on these items.

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NOTE 12 – LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

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, consisted of the following at December 31:

	2024	2023
Total current financial assets:		
Cash and cash equivalents	\$846,336	\$754,168
Short-term investments	1,588,765	1,314,513
Accounts receivable	28,401	28,833
Total current financial assets	2,463,502	2,097,514
Contractual or donor-imposed restrictions:		
Donor-imposed restrictions for specific purposes	159,698	138,253
Amounts set aside for Scholarships	8,643	8,143
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	\$2,631,843	\$2,243,910

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