



# THE CLAIRMOUNT GROUP, PLC

Certified Public Accountants

## **Boys Hope Girls Hope of Michigan, Inc.**

(A Michigan Non-Profit Corporation)

**Financial Statements**

**For the Years Ended June 30, 2022 and 2021**



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THE CLAIRMOUNT GROUP, PLC  
Certified Public Accountants

## **Independent Auditor Report**

To the Board of Directors of  
Boys Hope Girls Hope of Michigan, Inc.

### **Opinion**

We have audited the accompanying financial statements of Boys Hope Girls Hope of Michigan, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, 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 Boys Hope Girls Hope of Michigan, Inc as of June 30, 2022, 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 Boys Hope Girls Hope of Michigan, Inc. 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 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 Boys Hope Girls Hope of Michigan, 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 Boys Hope Girls Hope of Michigan, 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 Boys Hope Girls Hope of Michigan, 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.

## **Report on Summarized Comparative Information**

The summarized comparative information presented herein as of and for the year ended June 30, 2021, was derived from June 30, 2021 financial statements that were audited by other auditors, who expressed an unmodified opinion on those financial statements in their report dated April 8, 2022.

### ***The Clairmount Group***

The Clairmount Group, PLC  
Detroit, MI  
May 8, 2023

**Boys Hope Girls Hope of Michigan, Inc**  
**Statement of Financial Position**  
**As of June 30, 2022 and 2021**

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	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 498,282	\$ 861,082
Investments	591,736	447,327
Accounts receivable	3,120	-
Promises to give	-	65,000
Prepaid expense and deposits	2,083	2,083
Total current assets	<u>1,095,221</u>	<u>1,375,492</u>
<b>Noncurrent Assets:</b>		
Furniture & equipment	604,705	609,916
Accumulated depreciation	<u>(387,540)</u>	<u>(348,020)</u>
Total noncurrent assets	217,165	261,896
<b>Total Assets</b>	<u><u>\$ 1,312,386</u></u>	<u><u>\$ 1,637,388</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities</b>		
Accounts payable	8,371	2,210
Accrued liabilities	53,924	42,196
PPP loan	-	12,934
<b>Total Current Liabilities</b>	<u>62,295</u>	<u>57,340</u>
Long-term liabilities		
PPP loan, net of current portion	<u>-</u>	<u>85,791</u>
<b>Total Liabilities</b>	<u>62,295</u>	<u>143,131</u>
<b>Net Assets</b>		
Without donor restrictions		
Undesignated	967,926	1,049,376
Investment in property and equipment	<u>217,165</u>	<u>261,896</u>
Total without donor restrictions	1,185,091	1,311,272
With donor restrictions		
Purpose restrictions	<u>65,000</u>	<u>182,985</u>
Total net assets	<u>1,250,091</u>	<u>1,494,257</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 1,312,386</u></u>	<u><u>\$ 1,637,388</u></u>

*The accompanying notes are an integral part of these financial statements.*

**Boys Hope Girls Hope of Michigan, Inc.**  
**Statement of Activities**  
**For the Years Ended June 30, 2022 and 2021**

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue, support and gains</b>						
Contributions	\$ 241,031	\$ 65,000	\$ 306,031	\$ 391,143	\$ 130,000	\$ 521,143
Paycheck protection program	98,725	-	98,725	98,700	-	98,700
In-kind donations	401	-	401	4,192	-	4,192
Special event revenue, gross	264,897	-	264,897	73,100	-	73,100
Investment (loss) gain	(65,726)	-	(65,726)	76,036	-	76,036
Interest income	1,056	-	1,056	-	-	-
Miscellaneous income	32,200	-	32,200	16,180	-	16,180
<b>Total Revenue, support and gains</b>	<b>572,584</b>	<b>65,000</b>	<b>637,584</b>	<b>659,351</b>	<b>130,000</b>	<b>789,351</b>
<b>Net assets released from restrictions</b>	<b>182,985</b>	<b>(182,985)</b>	<b>-</b>	<b>94,018</b>	<b>(94,018)</b>	<b>-</b>
Total revenue, support, gains and net assets released from restrictions	<b>755,569</b>	<b>(117,985)</b>	<b>637,584</b>	<b>753,369</b>	<b>35,982</b>	<b>789,351</b>
<b>Exp</b> Program services						
Children's program services	545,551	-	545,551	550,486	-	550,486
Supporting services						
Fundraising	104,765	-	104,765	58,302	-	58,302
Management and general	138,669	-	138,669	125,180	-	125,180
Direct benefit to donor	92,765	-	92,765	20,087	-	20,087
Total Expenses	881,750	-	881,750	754,055	-	754,055
Change in net assets	(126,181)	(117,985)	(244,166)	(686)	35,982	35,296
	<b>1,311,272</b>	<b>182,985</b>	<b>1,494,257</b>	<b>1,311,958</b>	<b>147,003</b>	<b>1,458,961</b>
Nets Assets - Beginning of Year	\$ 1,185,091	\$ 65,000	\$ 1,250,091	\$ 1,311,272	\$ 182,985	\$ 1,494,257
<b>Net Assets - End of Year</b>						

*The accompanying notes are an integral part of these financial statements.*

**Boys Hope Girls Hope of Michigan, Inc.**  
**Statement of Functional Expenses**  
**For the Years Ended June 30, 2022 and 2021**

	2022					2021				
	Children's Program Services	Fundraising	Management & General	Direct Benefit to Donor Cost	Total	Children's Program Services	Fundraising	Management & General	Direct Benefit to Donor Cost	Total
Salaries and related costs										
Salary & wages	\$ 298,178	\$ 83,604	\$ 56,857	\$ -	\$ 438,639	\$ 221,968	\$ 35,374	\$ 75,951	\$ -	\$ 333,293
Payroll taxes	22,049	6,182	4,204	-	32,435	15,808	2,459	5,281	-	23,548
Employee benefits	24,602	6,898	4,691	-	36,191	15,308	2,499	5,366	-	23,173
Total salaries and related costs	344,829	96,684	65,752	-	507,265	253,084	40,332	86,598	-	380,014
Assistance to youth in program	17,163	-	-	-	17,163	24,971	-	-	-	24,971
Assistance to youth in college	77,561	-	-	-	77,561	125,326	-	-	-	125,326
Occupancy	24,416	-	-	-	24,416	20,450	3,259	6,997	-	30,706
Green fees	-	-	-	27,829	27,829	-	-	-	14,061	14,061
Meals and entertainment	-	-	-	64,936	64,936	-	-	-	6,026	6,026
Assessment under cooperative agreement	5,074	-	-	-	5,074	25,212	-	-	-	25,212
Transportation	9,704	-	-	-	9,704	9,140	-	-	-	9,140
Domestic supplies	-	-	7,036	-	7,036	-	-	-	-	-
Depreciation	39,520	-	-	-	39,520	30,592	3,289	7,061	-	40,942
Professional fees	-	-	17,054	-	17,054	11,196	1,784	3,831	-	16,811
Insurance	26,680	7,455	5,100	-	39,235	33,204	5,292	11,363	-	49,859
Administrative and other	604	626	43,727	-	44,957	17,311	4,346	9,330	-	30,987
Total functional expenses	\$545,551	\$104,765	\$138,669	\$92,765	\$881,750	\$550,486	\$58,302	\$125,180	\$20,087	\$754,055

*The accompanying notes are an integral part of these financial statements.*

**Boys Hope Girls Hope of Michigan, Inc**  
**Statement of Cash Flows**  
**For the Years Ended June 30, 2022 and 2021**

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	<u>2022</u>	<u>2021</u>
<b>Cash Flows from Operating Activities</b>		
Increase(decrease) in net assets	\$ (244,166)	\$ 35,296
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Items not requiring cash		
Depreciation	44,730	40,942
Investments(gains) losses	73,119	(75,186)
Forgiveness of PPP loan	(98,725)	(98,700)
Forgiveness of rent payable	-	(41,297)
Changes in operating assets and liabilities		
Decrease in accounts receivable	(3,120)	-
Decrease in promises to give	65,000	576,250
Increase (decrease) in accounts payable	6,162	(4,859)
Increase in accrued liabilities	11,728	5,969
Net cash (used in) provided from operating activities	(145,272)	438,415
<b>Cash Flows from Operating Activities</b>		
Acquisition of property and equipment	(217,528)	(56,182)
<b>Cash flows from in Financing Activities</b>		
PPP loan proceeds	-	98,725
<b>Change in cash and cash equivalents</b>	(362,800)	480,958
Cash and cash equivalents - beginning	861,082	380,124
<b>Cash and cash equivalents - ending</b>	<u>\$ 498,282</u>	<u>\$ 861,082</u>
<b>Supplementary cash flow information</b>		
Non-cash contribution	<u>\$ 401</u>	<u>\$ 4,192</u>

*The accompanying notes are an integral part of these financial statements.*

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 1 - Nature of Organization and Summary of Significant Accounting Policies**

Boys Hope Girls Hope of Michigan, Inc. (Organization) is a not-for-profit established in 1984, which is committed to helping children who are at-risk, yet academically capable to realize their potential by providing a value-centered, family-like home and quality education to and through college. The Organization is assisted in administration and other activities by The Network Headquarters which is located in St. Louis, MO. The Organization operates one residential program in the Detroit area, known as the Hope House, one after-school academy program known as the Hope Academy, and one Collegian Support program.

**Basis of Presentation**

The financial statements of the organization have been prepared on the accrual basis in accordance with account principals generally accepted in the United States of America as applied to non-profit organizations. Under these principles, net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net Assets are not subject to donor-imposed restrictions and may be expended for any purpose in performing the organization's primary objectives. These assets may be used at the discretion of the Organization's management and the board of directors.

Net assets With Donor Restrictions – Net assets subject to the donor (or certain grantor) imposed 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 those resources be maintained in perpetuity.

The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

**Cash and Cash Equivalents**

The Organization considers all short-term highly liquid investments with an original maturity of three months or less at date of purchase to be cash equivalents. Cash equivalents held for long-term use are cash received with donor-imposed restrictions limiting its use to long-term purposes such as an endowment fund. As of June 30, 2022, \$232,137 of cash and cash equivalents was in excess of the amount insured by the FDIC.

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 1 - Nature of Organization and Summary of Significant Accounting Policies**  
**(continued)**

**Investments**

The Organization records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

**Accounts Receivable and the Allowance for Doubtful Accounts**

Management reviews the accounts receivable on a monthly basis for collectability and provides an allowance for amounts that may be uncollectible. Any amount of the accounts receivable balance that management determines to be uncollectible is directly written off to the allowance for doubtful accounts. At June 30, 2022, and 2021 management believes that all accounts receivable are collectible.

**Promises to Give**

The Organization recognizes promises to give at the date of donation in the net asset class to which they belong. Management evaluates the collectability of such promises to give on a periodic basis and provides for an allowance for uncollectible. At June 30, 2022, and 2021 no allowance was deemed necessary.

**Property and Equipment**

Depreciation is provided over the assets' estimated useful lives on the straight-line method. Donated equipment is stated at cost or approximate fair value at the date of donation. The Organization follows the practice of capitalizing all expenditures for equipment and software over \$2,500.

Furniture and equipment are stated at cost or fair market value at the date received. Major improvements are capitalized, while ordinary maintenance and repairs are expensed.

The Organization evaluates long-lived assets for impairment using a discounted cash flow method whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Gifts of land, buildings, equipment, and other long-lived assets are also reported as revenue without donor restrictions and net assets, unless subject to time restrictions. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in a reclassification of net assets with donor restrictions as net assets without donor restrictions are reported when the long-lived assets are placed in service.

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 1 - Nature of Organization and Summary of Significant Accounting Policies**  
**(continued)**

**Compensated Absences**

Employees of the Organization are entitled to paid personal time off, depending on the length of service. Accrued PTO hours not utilized will be paid out as compensation upon an employee's termination of employment.

**Revenue Recognition**

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or 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 substantially met.

**Donated Services and Goods**

The Organization records the value of donated goods as contributions using estimated fair values at the date of receipt. The Organization recognized donated supplies of \$401 and \$4,192 for the years ended June 30, 2022, and 2021, respectively. Donated supplies were used by the organization.

Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills and would typically need to be purchased if not provided by donation are recorded at their fair values in the period received. While a significant amount of volunteer services was received, the Organization did not receive any donated services for the years ended June 30, 2022, and 2021 that met the criteria to be recorded.

**Functional Allocation of Expenses**

The cost of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Those expenses include salaries and benefits, occupancy, and administrative and other costs. These expenses are allocated based on an estimate of where efforts are made.

**Income Taxes**

The Organization is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose unless that income is otherwise excluded by the Code. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Organization is not classified as a private foundation.

The Organization's income tax filings are subject to audit by various taxing authorities. The Organization's open audit periods are 2015-2022.

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 1 - Nature of Organization and Summary of Significant Accounting Policies**  
**(continued)**

**Estimates**

Preparing financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclose 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.

**Note 2 – Liquidity and Availability**

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:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 433,282	\$ 678,097
Investments	591,736	447,327
Accounts Receivables	3,120	-
Promises to give (net)	<u>-</u>	<u>65,000</u>
Total	<u>\$ 1,028,138</u>	<u>\$ 1,190,424</u>

The Organization’s goal is generally to maintain financial assets to meet one year of operating expenses. As part of its liquidity plan, excess cash is invested in investments, including fixed-income securities, mutual funds, and exchange-traded products. If funds to cover the cost of current liabilities are backed out, a net amount of \$965,843 and \$1,133,084 are available for the years ending June 30, 2022 and 2021.

**Note 3—Investments**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 3—Investments (continued)**

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset 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 maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The fair value of all of the Organization's investments for the years ended June 30, 2022 and 2021 is determined by Level 1 inputs, which use quoted prices in active markets for identical assets that the Organization has the ability to access. The fair value at June 30 is summarized as follows:

	<u>2022</u>	<u>2021</u>
Cash for reinvestment	\$ 22,799	\$ 18,597
Fixed income	103,419	108,436
Mutual funds	229,413	153,971
Exchange-traded products	<u>236,105</u>	<u>166,323</u>
Total investments	<u>\$ 591,736</u>	<u>\$ 447,327</u>

Investment income (loss) is comprised of the following at June 30:

	<u>2022</u>	<u>2021</u>
Dividends and interest	\$ 9,530	\$ 8,234
Unrealized gain (loss)	(73,118)	69,757
Less: investment fees	<u>(2,138)</u>	<u>(1,955)</u>
Total investments	<u>\$ (65,726)</u>	<u>\$ 76,036</u>

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 4 - Property and Equipment**

Major classes of assets and related accumulated depreciation thereon are summarized as follows:

	<u>2022</u>	<u>2021</u>
Buildings	\$ 110,041	\$ 110,041
Building and Improvements	345,903	351,113
Transportation equipment	52,700	52,700
Furniture and fixtures	93,062	93,062
Computer equipment and software	3,000	3,000
Total	<u>604,706</u>	<u>609,916</u>
Less - accumulated depreciation	<u>(387,540)</u>	<u>(348,020)</u>
	<u>\$ 217,166</u>	<u>\$ 261,896</u>

**Note 5 - Notes Payable**

During the prior fiscal year, the Organization received a Paycheck Protection Program (PPP) Loan of \$98,725 funded by the Federal government through the Small Business Administration. The loan and any accrued interest are forgivable after twenty-four weeks as long as the borrower meets certain criteria. The loan process must be used for eligible purposes, including payroll, health insurance, retirement plans, state and local taxes assessed on employee compensation, mortgage interest, rent, and utilities. The criteria also reduce loan forgiveness for certain reductions in salaries or reductions in FTEs.

Final forgiveness was determined by the SBA in December 2021. Accordingly, a gain on the extinguishment of debt in the amount of \$98,725 has been realized for the year ending June 30, 2022.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Paycheck Protection Program	<u>\$ 98,725</u>	<u>\$ -</u>	<u>\$ (98,725)</u>	<u>\$ -</u>

**Note 6 - Net Assets with Donor Restrictions**

Net assets with donor restrictions are restricted for the following purposes and periods at June 30:

	<u>2022</u>	<u>2021</u>
Subject to expenditure for specified purpose		
Payroll support	\$ -	\$ 109,730
Loyal program	-	73,255
College access and success program	<u>65,000</u>	<u>-</u>
	<u>\$ 65,000</u>	<u>\$ 182,985</u>

**Boys Hope Girls Hope of Michigan, Inc.**  
**Notes to Financial Statements (continued)**  
**June 30, 2022**

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**Note 6 - Net Assets with Donor Restrictions (continued)**

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose as follows for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Loyal program	\$ 73,255	\$ 73,748
Payroll support	<u>109,730</u>	<u>20,270</u>
	<u>\$182,985</u>	<u>\$ 94,018</u>

**Note 7 –Related Party Transactions**

The Organization operates under a cooperative agreement with the National Boys Hope Girls Hope Organization (National). This agreement requires, in return for the performance of certain administrative services, an annual fixed payment is assessed on a per-home basis. Payments required under this agreement were \$28,572 and \$28,488 during the years ended June 30, 2022, and 2021, respectively. The Organization also receives from National contributions to support various activities. Contributions received were \$30,771 and \$98,154 during the years ended June 30, 2022, and 2021, respectively.

**Note 8 – Subsequent Events**

Subsequent events have been evaluated through May 8, 2023, when the financial statements were available to be issued.