

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

AUDITED FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS
FOR THE YEAR ENDED JUNE 30, 2020

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC

JUNE 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors and Management of Boys Hope Girls Hope of Pittsburgh, Inc.

I have audited the accompanying financial statements of Boys Hope Girls Hope of Pittsburgh, Inc. (a nonprofit organization) which comprise the balance sheet as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Boys Hope Girls Hope of Pittsburgh, Inc. as of June 30, 2021, 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.

Report on Summarized Comparative Information

I have previously audited Girls Hope of Pittsburgh Inc.'s 2020 financial statements, and my report dated December 14, 2020, expressed an unmodified opinion on those audited financial statements. In my opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Certified Public Accountant

May 9, 2022
Sewickley, Pennsylvania

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

BALANCE SHEET

JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 515,486	\$ 111,740
Investments (Note 2)	7,263,250	5,951,019
Contributions Receivable	688,110	-
Prepaid Expenses	850	1,507
<u>Total Current Assets</u>	<u>\$ 8,467,696</u>	<u>\$ 6,064,266</u>
Property and Equipment - At Cost		
<u>Less: Accumulated Depreciation of</u> \$775,863 and \$700,611 (Note 3)	<u>1,950,009</u>	<u>1,855,778</u>
<u>TOTAL ASSETS</u>	<u>\$ 10,417,705</u>	<u>\$ 7,920,044</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities</u>		
Accounts Payable and Accrued Expenses	\$ 52,095	\$ 147,616
Line of Credit (Note 4)	200,000	300,000
Notes Payable - Other (Note 5)	76,608	58,765
Deferred Revenue (Note 14)	100,452	99,300
<u>Total Current Liabilities</u>	<u>\$ 429,155</u>	<u>\$ 605,681</u>
Long-Term Portion Notes Payable - Other	1,138,327	943,673
<u>Total Liabilities</u>	<u>\$ 1,567,482</u>	<u>\$ 1,549,354</u>
<u>Net Assets</u>		
Without Donor Restrictions	<u>\$ 6,771,033</u>	<u>\$ 5,383,378</u>
With Donor Restrictions:		
Purpose Restrictions	1,241,102	149,224
Perpetual in Nature (Note 6) (Per Analysis in Supplemental Section)	838,088	838,088
<u>Total With Donor Restrictions</u>	<u>\$ 2,079,190</u>	<u>\$ 987,312</u>
<u>Total Net Assets</u>	<u>\$ 8,850,223</u>	<u>\$ 6,370,690</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 10,417,705</u>	<u>\$ 7,920,044</u>

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

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>6/30/2021</u>	<u>TOTALS 6/30/2020</u>
<u>PUBLIC SUPPORT AND REVENUE</u>				
Public Support				
Contributions	\$ 501,728	\$ 1,362,378	\$ 1,864,106	\$ 603,134
In Kind Contributions	40,613	-	40,613	46,145
Government Grants (Note 14)	99,300	-	99,300	-
Special Event Revenue	51,532	-	51,532	75,073
Less: Direct Cost of Special Events	-	-	-	(12,042)
Net Revenue from Special Events	51,532	-	51,532	63,031
Total Public Support	\$ 693,173	\$ 1,362,378	\$ 2,055,551	\$ 712,310
<u>Revenue</u>				
Investment Income, Net of Fees	78,598	1,159	79,757	131,008
Net Realized and Unrealized Gain/(Loss) on Investments	1,457,472	21,330	1,478,802	(10,181)
Miscellaneous Revenue	560	-	560	10,000
Total Revenue	\$ 1,536,630	\$ 22,489	\$ 1,559,119	\$ 130,827
Net Assets Released from Restrictions	292,989	(292,989)	-	-
<u>TOTAL PUBLIC SUPPORT AND REVENUE</u>	\$ 2,522,792	\$ 1,091,878	\$ 3,614,670	\$ 843,137
<u>EXPENSES</u>				
Program Services				
Housing and Educational Assistance	778,440	-	778,440	721,371
Total Program Services	\$ 778,440	\$ -	\$ 778,440	\$ 721,371
Supporting Services				
Management and General	178,185	-	178,185	174,161
Fundraising	178,512	-	178,512	106,588
Total Supporting Services	\$ 356,697	\$ -	\$ 356,697	\$ 280,749
<u>TOTAL EXPENSES</u>	\$ 1,135,137	\$ -	\$ 1,135,137	\$ 1,002,120
Change in Net Assets	\$ 1,387,655	\$ 1,091,878	\$ 2,479,533	\$ (158,983)
<u>NET ASSETS - BEGINNING OF YEAR</u>	\$ 5,383,378	\$ 987,312	\$ 6,370,690	\$ 6,529,673
<u>NET ASSETS - END OF YEAR</u>	\$ 6,771,033	\$ 2,079,190	\$ 8,850,223	\$ 6,370,690

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

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	<u>PROGRAM SERVICES</u>			<u>SUPPORTING SERVICES</u>		<u>TOTALS</u>	
	<u>Housing and Educational Assistance</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>6/30/21</u>	<u>6/30/20</u>		
Residential Staff	\$ 202,092	\$ -	\$ -	\$ 202,092	\$ 158,409		
Executive Director and Development	21,869	21,869	43,739	87,477	113,626		
Administration Staff	84,198	73,253	-	157,451	153,579		
Stipends	13,614	-	-	13,614	12,967		
Payroll Taxes and Benefits	72,768	22,462	10,328	105,558	94,212		
TOTAL SALARIES AND RELATED EXPENSES	\$ 394,541	\$ 117,584	\$ 54,067	\$ 566,192	\$ 532,793		
Assistance to Girls	149,930	-	-	149,930	173,943		
Building	32,182	-	-	32,182	28,696		
Administration	60,995	33,270	120,635	214,900	144,990		
Assistance - National Program	5,080	16,511	3,810	25,401	17,268		
Transportation	9,930	-	-	9,930	10,235		
Domestic Supplies	3,389	-	-	3,389	1,163		
Furnishings	1,371	-	-	1,371	3,518		
Interest Expense	45,770	10,820	-	56,590	39,251		
TOTAL EXPENSES BEFORE DEPRECIATION	\$ 703,188	\$ 178,185	\$ 178,512	\$ 1,059,885	\$ 951,857		
Depreciation	75,252	-	-	75,252	50,263		
TOTAL EXPENSES	\$ 778,440	\$ 178,185	\$ 178,512	\$ 1,135,137	\$ 1,002,120		

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

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	<u>TOTAL</u>	
	<u>2021</u>	<u>2020</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Change in Net Assets	\$ 2,479,533	\$ (158,983)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	75,252	50,263
Net Realized/Unrealized (Gain) Loss on Investments	(1,478,802)	10,181
<u>(Increase) Decrease in Operating Assets:</u>		
Contributions Receivable	(688,110)	-
Prepaid Expenses	657	293
<u>Increase (Decrease) in Operating Liabilities:</u>		
Accounts Payable and Accrued Expenses	(95,521)	100,392
Deferred Revenue	1,152	86,300
<u>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>	<u>\$ 294,161</u>	<u>\$ 88,446</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchases of Fixed Assets	(169,483)	(1,028,361)
(Purchases of) Proceeds from Investments	166,571	(57,832)
<u>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</u>	<u>\$ (2,912)</u>	<u>\$ (1,086,193)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Proceeds from Line of Credit and Notes Payable	275,000	1,110,000
Payments on Line of Credit and Notes Payable	(162,503)	(22,562)
<u>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</u>	<u>\$ 112,497</u>	<u>\$ 1,087,438</u>
Net Increase (Decrease) in Cash	\$ 403,746	\$ 89,691
<u>CASH - BEGINNING OF YEAR</u>	<u>\$ 111,740</u>	<u>\$ 22,049</u>
<u>CASH - END OF YEAR</u>	<u>\$ 515,486</u>	<u>\$ 111,740</u>
 <u>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</u>		
Cash Paid During the Year for Interest	<u>\$ 56,590</u>	<u>\$ 39,251</u>

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

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Agency Background

Girls Hope of Pittsburgh, Inc. was organized as a not-for-profit corporation on February 22, 1990, and began operations with the opening of its first residence in Baden, Pennsylvania on October 1, 1991. The Organization's second residence is in Moon Township, Pennsylvania and was opened February 2009. The purpose of the Organization is to provide housing and educational assistance for girls in need. The Organization places these girls in a family environment that allows them to mature and succeed through guidance, education, financial support, and encouragement, while challenging them to live up to their religious convictions. Various activities are sponsored to secure support from the public for the needs and overall direction of the Organization. The Organization is a separately incorporated affiliate of Boys Hope Girls Hope, Inc. (The National Organization). The Organization closed the Baden girls residence in August 2018, and is expanding their services to boys with the opening of a residence in Squirrel Hill, Pennsylvania in the fall of 2020. The Organization also changed its name to Boys Hope Girls Hope of Pittsburgh, Inc. which will also match the National Organization.

Tax-Exempt Status

The Organization is recognized as a non-profit organization, under Section 501 (c)(3) of the Internal Revenue Code.

Management is responsible for evaluating its uncertain tax positions. Management believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

Donated Services

A number of volunteers have donated significant amounts of their time in the organization's administrative operations and program services. In accordance with requirements of FASB ASC 958, no amounts have been reflected in the financial statements for those services.

Financial Statement Presentation and Contributions

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly.

The financial statements of the organization have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding 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 its 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, where by the donor has stipulated the funds be maintained in perpetuity.

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES– (Continued)

Cash and Cash Equivalents

Cash equivalents consist of highly liquid investments with an initial maturity of three months or less.

Investments

The Organization accounts for investments in accordance with FASB ASC 958. Under FASB ASC 958, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values, with gains or losses included in the Statement of Activities. Fair value for publicly traded investments is described below.

FASB ASC 820 establishes a framework for measuring fair value. That framework 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 measurements), secondary priority to significant other observable inputs (Level 2 measurements), and the lowest priority to unobservable inputs (Level 3 measurements).

Contributions Receivable

Contributions, including unconditional promises to give, are recognized in the period received at fair value. Conditional promises are not recognized until they become unconditional; that is when the conditions on which they depend are substantially met. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted contributions. Unconditional promises expected to be collected within one year are included in the financial statements as receivables at net realizable value.

Land, Buildings and Equipment and Depreciation

Land, buildings and equipment are recorded at cost if purchased or fair market value at date of gift for donated assets. Repairs and maintenance items are charged to expense as incurred. Depreciation is provided on the straight-line method over the estimated useful lives of the depreciable assets.

Revenue and Expenses

Revenues and expenses are recorded on the accrual basis of accounting. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Comparative Data

The financial statements include certain 2020 comparative information. With respect to the statement of activities, such prior year information is not presented by net asset class and, in the statement of functional expenses, 2020 expenses by object are presented in total rather than by functional category. Accordingly, such information should be read in conjunction with the Agency's financial statements for the year ended June 30, 2020 from which the summarized information was derived.

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES– (Continued)

Functional Allocation of Expenses

The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis. Accordingly, costs not charged directly to program services have been allocated among the programs and supporting services benefited according to estimates made by management.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. Actual results could differ from those estimates.

2. INVESTMENTS

Investments in equity securities with readily determinable fair values are carried at fair value. Fair value is based on Level 1 inputs as described in Note 1. Cost and fair value of investments at June 30, 2021 and 2020 is as follows:

	<u>2021</u>		<u>2020</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Various Mutual Funds	\$ 5,500,267	\$ 7,263,250	\$ 5,293,350	\$ 5,951,019
<u>Total</u>	<u>\$ 5,500,267</u>	<u>\$ 7,263,250</u>	<u>\$ 5,293,350</u>	<u>\$ 5,951,019</u>

Investment return is summarized as follows:

Interest and Dividends, Net of Fees	\$ 79,757
Realized and Unrealized Gain (Loss) on Investments	1,478,802
	<u>\$ 1,558,559</u>

3. PROPERTY AND EQUIPMENT

At June 30, 2021-2020, furniture, fixtures and equipment, which are stated at cost, or fair market value at date of gift for donated assets, consisted of the following:

	<u>6/30/21</u>	<u>6/30/20</u>
Building and Improvements	\$ 2,508,996	\$ 2,358,050
Furniture and Equipment	216,876	198,339
	<u>\$ 2,725,872</u>	<u>\$ 2,556,389</u>
<u>Less: Accumulated Depreciation</u>	<u>775,863</u>	<u>700,611</u>
	<u>\$ 1,950,009</u>	<u>\$ 1,855,778</u>

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

4. LINE OF CREDIT

A Line of Credit, in the amount of \$300,000, is held at PNC Bank. Interest is calculated at a variable interest rate equal to the banks' prime rate minus 0.5% on the outstanding balance. The line of credit is secured by investments maintained with the bank up to the balance outstanding. At June 30, 2021 and 2020 the outstanding principal balance was \$200,000 and \$300,000, respectively.

5. NOTES PAYABLE AND LONG-TERM DEBT

The Organization entered into the following loan commitments in order to purchase and renovate a residence to house its Boys program.

On August 15, 2019 the Organization entered into an \$800,000 term loan with PNC Bank. The loan has a fixed interest rate of 3.75%, 119 monthly principal and interest payments of \$4,766.15 will be made with a final payment of the remaining outstanding principal due on August 15, 2029. \$ 749,321

On December 23, 2019 the Organization entered into a \$500,000 convertible non-revolving Line of Credit with PNC Bank. The Line of Credit has a fixed interest rate of 3.70% with payments of interest only due monthly until October 23, 2020 at which time the total amount of the Credit Line will be drawn down and principal and interest payments of \$5,338.29 will be made for 114 months with a final payment of the remaining outstanding principal due on December 23, 2029. 465,614

Total Principal Outstanding at 6/30/2021 \$ 1,214,935

Future Maturities are as follows:

<u>June 30,</u>	
2022	\$ 76,608
2023	79,547
2024	82,495
2025	85,764
2026	89,054
Thereafter	<u>801,467</u>
<u>Total</u>	<u>\$ 1,214,935</u>

Both of the above loans are collateralized by the assets of the Organization.

Also both loans have prepayment penalties on a sliding scale if paid off within the first five years of the loan.

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

6. ENDOWMENT FUND

Perpetually restricted net assets consist of an endowment fund established by the National Organization "Opening Doors to the Future Campaign" ("Campaign Fund") as well as individual donations from various donors. The Campaign Fund was designed by the National Organization to establish affiliate challenge grants of \$250,000 along with the Organization's match of \$250,000 totaling \$500,000. These funds, along with \$338,088 from individual donors, comprise the endowment fund principal which is to be invested in perpetuity. The investment income generated from the endowment fund consisting of dividends, interest and unrealized/realized gain is not restricted by donor stipulations and may be spent at management's discretion. The investment income from perpetually restricted net assets is included in net assets without donor restrictions and net assets with donor restrictions as appropriate.

The endowment fund is invested in mutual funds and equity securities pursuant to the Organization's investment and spending objectives of subjecting the fund to low investment risk and preserving the real value or purchasing power of the fund. The Organization will expend the endowment fund's investment income when the need arises.

The composition of the endowment and changes in endowment net assets as of June 30, 2021 and 2020 are as follows:

	<u>Perpetually Restricted</u>
Donor Restricted Endowment Net Assets, July 1, 2019	\$ 838,088
Contributions	-
Investment Income	-
Donor Restricted Endowment Net Assets, June 30, 2020	\$ 838,088
Contributions	-
Investment Income	-
Donor Restricted Endowment Net Assets, June 30, 2021	<u>\$ 838,088</u>

7. NET ASSETS WITH DONOR RESTRICTIONS

Included in the cash, receivables and investment balances at June 30, 2021 is \$1,241,102 which is restricted by donors for future use, as detailed in the supplemental information.

8. LEASE AGREEMENTS

The Organization has a 30-year lease agreement with the Felician Sisters of Pennsylvania for the use of a parcel of land upon which a residence for the Organization was constructed in Moon Township, Pennsylvania. The lease provides for the transfer of the building ownership to the lessor if the Organization ceases to exist, with all tangible personal property to remain the property of the Organization or National Organization. The lease agreements require a nominal annual payment for the use of the land.

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

9. OPERATING LEASES

The Organization leases its office space, computer equipment and copiers. These leases are accounted for as operating leases with monthly rentals charged to expense as incurred. The future minimum rental commitments under the terms of the leases are as follows:

Fiscal Year Ended June 30,	Amount
2022	\$ 33,191
2023	29,192
2024	2,366
<u>Total</u>	<u>\$ 64,749</u>

10. GIFTS IN KIND

The Organization receives partial and full tuition for its scholars from several area high schools and grade schools. The value of this gift was approximately \$40,613 and \$46,145 for the years ended June 30, 2021 and 2020. In addition the Organization's policy is to record all in kind gifts valued at \$500 or more.

11. RETIREMENT PLAN

The Organization has a 401(k) retirement savings plan for all eligible full time employees as defined by the plan. The employees may contribute a percentage of their salary not to exceed the limits of the Internal Revenue Code. The Organization matches up to 3% of the employee's contribution after one year of employment with the Organization.

Contributions made by the Organization amounted to \$4,172 and \$4,227 for the years ended June 30, 2021 and 2020, respectively. The Organization may make a contribution to the plan at the discretion of management. No discretionary contributions were made for the years ended June 30, 2021 and 2020.

12. AVAILABILITY AND LIQUIDITY

The organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. As of June 30, 2021, the following financial assets could readily be made available within one year of the balance sheet date to meet general expenditures:

	2021	2020
Cash and Equivalents	\$ 515,486	\$ 111,740
Investments	7,263,250	5,951,019
Contributions Receivable	688,110	-
Total Financial Assets	<u>8,466,846</u>	<u>6,062,759</u>
Less: Amounts not available to be used within one year:		
Net Assets with Donor Restrictions for other than Operations	(1,036,248)	(987,312)
	<u>\$ 7,430,598</u>	<u>\$ 5,075,447</u>

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

NOTES TO FINANCIAL STATEMENTS

13. AFFILIATIONS

The Organization is affiliated with the National Organization (see Note 1). The Organization has agreed to pay an assessment to the National Organization for programmatic, administrative, and promotional services rendered on behalf of the Organization. The assessments for the years ended June 30, 2021 and 2020 were approximately \$25,401 and \$17,268, respectively.

14. CONTINGENCIES

In December of 2019, a new strain of the coronavirus (COVID-19) spread through China as well as other countries including the United States. The impact of the virus varies from region to region and from day to day, and any significant additional spreading of the virus could adversely affect the organization's operations. The outbreak of the COVID-19 virus is likely to have a further negative impact in 2021 and 2022 on the global and local economy and, in the future, might impact the organization's financial results in 2021-2022 and beyond. Given the dynamic nature of this outbreak, however, the extent to which the COVID-19 virus impacts the organization's results will depend on future developments, which remain highly uncertain and cannot be predicted at this time.

Additionally, as part of the Coronavirus Aid, Relief and Economic Security Act (CARES Act) which was enacted on March 27, 2020 by Congress, on May 1, 2020 Boys Hope Girls Hope of Pittsburgh, Inc. received \$99,300 forgivable loan from the Paycheck Protection Program (PPP). Additionally, on February 11, 2021 a second PPP forgivable loan for \$100,452 was received. The first loan was forgiven on March 10, 2021 and is included in Government Grants on the Statement of Activities. The second loan was forgiven on October 7, 2021 and is included in Deferred Revenue on the Balance Sheet at June 30, 2021 and will be recognized as revenue in fiscal year ending June 30, 2022.

15. SUBSEQUENT EVENTS

Subsequent events were evaluated through May 9, 2022, which is the date financial statements were available to be issued.

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

JUNE 30, 2021

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INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION

The Board of Directors of
Boys Hope Girls Hope of Pittsburgh, Inc.

I have audited the financial statements of Boys Hope Girls Hope of Pittsburgh, Inc. as of and for the year ended June 30, 2021, and have issued my report thereon dated May 9, 2022, which contained an unmodified opinion on those financial statements. My audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplementary information is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.


Certified Public Accountant

May 9, 2022
Sewickley, Pennsylvania

BOYS HOPE GIRLS HOPE OF PITTSBURGH, INC.

ANALYSIS OF NET ASSETS WITH DONOR RESTRICTIONS
FOR THE YEAR ENDED JUNE 30, 2021

	Balance 7/1/2020	Reductions 6/30/2021	Additions 6/30/2021	Balance 6/30/2021	Dispositions 6/30/2021	Original Source and/or Additions 6/30/2021	Restriction to Use 6/30/2021	By Whom Restricted
<u>Purpose Restrictions</u>								
Sr. Donna Scholarship Fund	\$ 17,562	\$ 1,000	\$ 51,003	\$ 67,565	1,000 - To Net Assets Without Donor Restrictions	51,000 - Various Contributions 3 - Investment Income	To Provide Education Scholarships to Girls in Need	Donor
Madeline Todd Brown Memorial Fund	106,849	-	23,746	130,595	-	1,260 - Various Contributions 1,156 - Investment Income	To Provide Support for One or More College Scholars from Girls Hope of Pittsburgh, Inc.	Donor
Capital Campaign	24,813	291,989	1,310,118	1,042,942	291,989 - To Net Assets Without Donor Restrictions	1,310,118 - Various Contributions	To Raise Funds to Support the Cost and Renovation of the Boys Home	Donor
<u>Total Purpose Restrictions</u>	<u>\$ 149,224</u>	<u>\$ 292,989</u>	<u>\$ 1,384,867</u>	<u>\$ 1,241,102</u>				
<u>Perpetuity Restrictions</u>								
Endowment Fund (Note 5)	\$ 838,088	\$ -	\$ -	\$ 838,088	-	-	Income to be used at Management's Discretion	Donor
<u>TOTAL</u>	<u>\$ 987,312</u>	<u>\$ 292,989</u>	<u>\$ 1,384,867</u>	<u>\$ 2,079,190</u>				