

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

BOYS & GIRLS CLUBS OF TAMPA BAY FOUNDATION, INC.

December 31, 2023

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Boys & Girls Clubs of Tampa Bay Foundation, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Boys & Girls Clubs of Tampa Bay Foundation, Inc., (the "Foundation"), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities and change in net assets, cash flows and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Boys & Girls Clubs of Tampa Bay Foundation, Inc., as of December 31, 2023, 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.

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 & Girls Clubs of Tampa Bay Foundation, 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 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 Boys & Girls Clubs of Tampa Bay Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



Auditors' 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 auditors' 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:

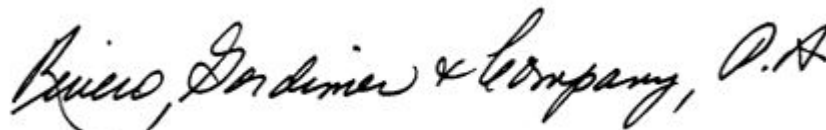
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, 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 & Girls Clubs of Tampa Bay Foundation, 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 & Girls Clubs of Tampa Bay Foundation, 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 financial statements of Boys & Girls Clubs of Tampa Bay Foundation, Inc.'s. as of and for the year ended December 31, 2022 were audited by other auditors whose report dated July 12, 2023 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Tampa, Florida
July 25, 2024



Boys & Girls Clubs of Tampa Bay Foundation, Inc.

STATEMENTS OF FINANCIAL POSITION

December 31, 2023

(With comparative totals for the year ended December 31, 2022)

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Totals
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 4,416,073	\$ -	\$ 4,416,073	613,899
Prepaid expenses	4,411	-	4,411	4,411
Due from related Organization	46,420	-	46,420	113,710
Total current assets	<u>4,466,904</u>	<u>-</u>	<u>4,466,904</u>	<u>732,020</u>
Investments, including investments held for related Organization	6,600,637	112,341	6,712,978	9,373,512
Beneficial interest in Community Foundation	-	1,968,752	1,968,752	1,841,013
Property and equipment, less accumulated depreciation of \$10,488 and \$10,488, respectively	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 11,067,541</u>	<u>\$ 2,081,093</u>	<u>\$ 13,148,634</u>	<u>\$ 11,946,545</u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable	\$ 7,600	\$ -	\$ 7,600	\$ 18,456
Investments held for related Organization	<u>3,629,261</u>	<u>-</u>	<u>3,629,261</u>	<u>3,227,280</u>
TOTAL LIABILITIES	<u>3,636,861</u>	<u>-</u>	<u>3,636,861</u>	<u>3,245,736</u>
Net Assets				
Without donor restrictions:				
Undesignated	7,430,680	-	7,430,680	6,759,848
Invested in property and equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets without donor restrictions	<u>7,430,680</u>	<u>-</u>	<u>7,430,680</u>	<u>6,759,848</u>
With donor restrictions:				
Purpose and time restrictions	-	1,968,752	1,968,752	1,841,013
Restricted in perpetuity - endowment	<u>-</u>	<u>112,341</u>	<u>112,341</u>	<u>99,948</u>
Total net assets with donor restrictions	<u>-</u>	<u>2,081,093</u>	<u>2,081,093</u>	<u>1,940,961</u>
Total Net Assets	<u>7,430,680</u>	<u>2,081,093</u>	<u>9,511,773</u>	<u>8,700,809</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 11,067,541</u>	<u>\$ 2,081,093</u>	<u>\$ 13,148,634</u>	<u>\$ 11,946,545</u>

The accompanying notes are an integral part of this financial statement.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended December 31, 2023
(With comparative totals for the year ended December 31, 2022)

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Totals
REVENUES				
Contributions	\$ 302,183	\$ -	\$ 302,183	\$ 299,771
Contributions of non-financial assets	122,701	-	122,701	109,853
Investment return, net	817,772	237,330	1,055,102	(1,512,020)
	<u>1,242,656</u>	<u>237,330</u>	<u>1,479,986</u>	<u>(1,102,396)</u>
Net assets released from restriction	<u>97,198</u>	<u>(97,198)</u>	<u>-</u>	<u>-</u>
Total revenue	<u>1,339,854</u>	<u>140,132</u>	<u>1,479,986</u>	<u>(1,102,396)</u>
Expenses				
Program Services				
Support of related organization	<u>459,179</u>	<u>-</u>	<u>459,179</u>	<u>482,037</u>
Support Services				
General and administrative	81,608	-	81,608	68,758
Fundraising	128,235	-	128,235	116,700
Total support services	<u>209,843</u>	<u>-</u>	<u>209,843</u>	<u>185,458</u>
Total expenses	<u>669,022</u>	<u>-</u>	<u>669,022</u>	<u>667,495</u>
Change in net assets	<u>670,832</u>	<u>140,132</u>	<u>810,964</u>	<u>(1,769,891)</u>
Net assets, beginning of year	<u>6,759,848</u>	<u>1,940,961</u>	<u>8,700,809</u>	<u>10,470,700</u>
Net assets, end of year	<u>\$ 7,430,680</u>	<u>\$ 2,081,093</u>	<u>\$ 9,511,773</u>	<u>\$ 8,700,809</u>

The accompanying notes are an integral part of this financial statement.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2023
(With comparative totals for the year ended December 31, 2022)

	Program Services	Support Services		Total Support Services	2023 Total Expenses	2022 Total Expenses
	Support of related Organization	General and Administrative	Fundraising			
Annual funding to related Organization	\$ 356,375	\$ -	\$ -	\$ -	\$ 356,375	\$ 344,913
Endowment grants to related Organizations	102,804	-	-	-	102,804	137,124
Consulting fees	-	12,600	50,400	63,000	63,000	53,200
Professional fees	-	9,000	-	9,000	9,000	8,000
In-kind expenses	-	55,235	67,466	122,701	122,701	109,853
Office supplies	-	1,218	4,873	6,091	6,091	6,446
Travel and meetings	-	-	5,496	5,496	5,496	4,419
Insurance	-	2,088	-	2,088	2,088	1,952
Other	-	1,467	-	1,467	1,467	1,588
Total expenses	<u>\$ 459,179</u>	<u>\$ 81,608</u>	<u>\$ 128,235</u>	<u>\$ 209,843</u>	<u>\$ 669,022</u>	<u>\$ 667,495</u>

The accompanying notes are an integral part of this financial statement.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

STATEMENT OF CASH FLOWS

For the year ended December 31, 2023
(With comparative totals for the year ended December 31, 2022)

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Change in net assets	\$ 810,964	\$ (1,769,891)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Realized and unrealized (gain) loss on investments	(781,844)	1,747,058
Decrease in pledges receivable	-	6,800
Decrease in due to/from related organization	67,290	157,118
(Decrease) increase in accounts payable	(10,856)	10,856
Total adjustments	<u>(725,410)</u>	<u>1,921,832</u>
Net cash provided by operating activities	<u>85,554</u>	<u>151,941</u>
Cash flows from investing activities		
Reinvestment of dividends earned on investments	(138,337)	(115,960)
Cash proceeds from sale of investments	<u>3,854,957</u>	<u>156,153</u>
Net cash provided by investing activities	<u>3,716,620</u>	<u>40,193</u>
Net increase in cash and cash equivalents	3,802,174	192,134
Cash and cash equivalents, beginning of year	<u>613,899</u>	<u>421,765</u>
Cash and cash equivalents, end of year	<u>\$ 4,416,073</u>	<u>\$ 613,899</u>
Non-cash and supplemental disclosure of cash flow information:		
Income taxes paid	<u>\$ -</u>	<u>\$ -</u>
Interest paid	<u>\$ -</u>	<u>\$ -</u>

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

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2023

(With comparative totals for December 31, 2022)

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A brief description of the Boys & Girls Clubs of Tampa Bay Foundation, Inc. (the "Foundation") and a summary of its significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Description of the Organization

The Boys & Girls Clubs of Tampa Bay Foundation, Inc., was incorporated in November 1990 and operates as a Florida non-profit corporation for the purpose of fundraising, holding and managing funds which are used for the continuing financial support of the Boys & Girls Clubs of Tampa Bay, Inc. (the "Organization"). The Foundation is managed by a Board of Trustees which is independent of the Organization's Board of Directors.

2. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting 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 Foundation and changes therein are classified and reported as follows:

- *Net Assets Without Donor Restrictions* - Net assets that are not subject to donor- or grantor- imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and/or board of trustees.
- *Net Assets With Donor Restrictions* - Net assets subject to restrictions imposed by donors or grantors. Some donor-imposed restrictions are temporary in nature, such as those that will be met by actions of the Foundation or by the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates the resources be maintained in perpetuity. If a restriction is satisfied in the same period in which the contribution is received, it is reported as support without donor restrictions.

3. Use of Estimates

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

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023

(With comparative totals for December 31, 2022)

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

4. Cash and Cash Equivalents

The Foundation classifies amounts on deposit in banks and all highly liquid investments with original maturities of 90 days or less at the time of purchase as cash and cash equivalents.

5. Investments

Investments in marketable securities and readily determinable fair values and all investments in debt securities are reported at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets.

6. Property and Equipment

Property and equipment are stated at cost if purchased or at estimated market value at the date of receipt if acquired by gift, less accumulated depreciation and amortization. Depreciation and amortization are calculated using the straight-line method over the estimated useful lives of the respective assets.

All acquisitions of property and equipment in excess of \$2,500 are capitalized. Repairs and maintenance of property and equipment are charged to operations and major improvements are capitalized. Upon retirement, sale, or other disposition of property and equipment, costs and accumulated depreciation and amortization are eliminated from the accounts and any resulting gain or loss is included in operations.

7. Donated Services

Donations of services are recorded as support at their estimated fair value if the services received create or enhance nonfinancial assets, or the services require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The amounts reflected in the accompanying financial statements as contributions of non-financial assets are offset by like amounts included in expenses or additions to property.

In addition, a number of other volunteers have donated significant amounts of their time to the Foundation's operations. However, they are not reflected on the accompanying financial statements because they do not meet the requirements noted above.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023

(With comparative totals for December 31, 2022)

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

8. Contributions and Unconditional Promises to Give

The Foundation reports contributions as pledges receivable when there is an unconditional promise to give, supported by evidence of the amount, timing, and nature of the contributions. Gifts of cash and other assets are reported as restricted support if they are received with donor-imposed time or purpose restrictions. When a donor restriction expires or is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions.

9. Functional Expense Allocations

Expenses are shown by natural expense classification and function in the accompanying statement of functional expenses for each year presented. Expenses that are attributable to more than one program or supporting function are allocated on a reasonable basis that is consistently applied. Allocations are based on direct usage or management's estimate of the benefit derived by each activity. Management's estimates may be based on factors such as time and effort, square footage, clients served, or any other reasonable basis. The expenses that are allocated on the basis of estimates of time and effort are salaries, employee benefits and payroll taxes. Occupancy, maintenance, insurance and depreciation are allocated on a square footage basis. Client assistance and program supplies are allocated on the basis of clients served.

10. Income Taxes

The Foundation is exempt from income taxes under Internal Revenue Code Section 501(c)(3). Income earned in furtherance of the Foundation's tax-exempt purpose is exempt from federal and state income taxes. The Internal Revenue Service (IRS) has determined the Foundation not to be a private foundation and contributions to it qualify as charitable contribution deductions. There was no unrelated business income for the years ended December 31, 2023 and 2022.

The Foundation is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax years after 2019 remain subject to examination by federal and state taxing authorities.

11. Prior Year Comparative Information

The financial statements and notes include prior year summarized comparative information in total, but not by fund balance. Such information does not always include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE B - AVAILABILITY AND LIQUIDITY

The following represents the Foundation's financial assets available to meet general expenditures over the next 12 months at December 31,:

	<u>2023</u>	<u>2022</u>
Financial assets:		
Cash and cash equivalents	\$ 4,416,073	\$ 613,899
Due from related organization	46,420	113,710
Investments, including investments held for related organization	<u>6,712,978</u>	<u>9,373,512</u>
	11,175,471	10,101,121
Less those unavailable for general expenditures within 12 months due to:		
Investments held for related organization	(3,629,261)	(3,227,280)
Donor restricted for endowment	(112,341)	(99,948)
Less those unavailable for general expenditure within one year due to annual distribution payout policy	<u>(6,894,285)</u>	<u>(6,092,092)</u>
Financial assets available to meet expenditures over the next 12 months	<u>\$ 539,584</u>	<u>\$ 681,801</u>

The Foundation structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due and strives to operate within a prudent range of financial soundness and stability, maintain adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that any long-term obligations will be discharged. Financial assets in excess of daily cash requirements may be invested in certificates of deposit, money market funds or other short-term investments.

NOTE C - CONCENTRATION OF CREDIT RISK

Financial instruments, which potentially subject the Foundation to concentrations of credit risk, consist principally of cash and cash equivalents. The Foundation places its cash with creditworthy, high quality financial institutions. Accounts are maintained at institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Foundation has not experienced any losses from its deposits. The amount in excess of the FDIC limit totaled \$0 and \$142,163 for the years ended December 31, 2023 and 2022, respectively.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE D - BENEFICIAL INTEREST IN COMMUNITY FOUNDATION

The Community Foundation of Tampa Bay, Inc. (the "Community Foundation") holds funds for which the earnings have been restricted for the benefit of the Foundation. Assets contributed to the Community Foundation for the benefit of the Foundation are recorded as assets of the Foundation in accordance with professional standards. Those "agency restricted funds" are pooled with the other assets of the Community Foundation for investing purposes.

"Agency restricted funds" which were established for the Foundation within the Community Foundation had fair values of \$1,968,752 and \$1,841,013 at December 31, 2023 and 2022, respectively, and are recorded as net assets with donor restrictions.

At December 31, 2023 and 2022, the Community Foundation held \$644,670 and \$596,929, respectively, in designated funds for the benefit of the Foundation. The Community Foundation has full variance power for directing the use of these funds. As a result, these funds are not recorded on the Foundation's financial statements.

NOTE E - INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Foundation follows accounting guidance which defines fair value, expands disclosure requirements, and specifies a hierarchy of valuation techniques. The disclosure of fair value estimates is based on whether the significant inputs into the valuation are observable.

In determining the level of hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs. The Foundation measures investments at fair value on a recurring basis.

The following is a brief description of the type of valuation information (inputs) that qualifies a financial asset for each level:

- Level 1 - Unadjusted quoted market prices for identical assets or liabilities in active markets which are accessible by the Foundation.
- Level 2 - Observable prices in active markets for similar assets or liabilities. Prices for identical or similar assets or liabilities in markets that are not active. Market inputs that are not directly observable but are derived from or corroborated by observable market data.
- Level 3 - Unobservable inputs based on the Foundation's own judgment as to assumptions a market participant would use, including inputs derived from extrapolation and interpolation that are not corroborated by observable market data.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE E - INVESTMENTS AND FAIR VALUE MEASUREMENTS - Continued

The following is a description of the valuation methodologies used for assets measured at fair value at December 31, 2023 and 2022:

Exchange traded funds and mutual funds: measured at fair value based on quoted market prices on an active market. These are classified as Level 1 in the fair value hierarchy.

Beneficial interest in Community Foundation: classified as Level 3 as the value is valued at the fair value of the investments of the related trust and is unobservable.

The methods described above may produce a fair value calculation that may not be indicative of the net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The Foundation evaluates the various types of financial assets and liabilities to determine the appropriate fair value hierarchy based upon trading activity and the observability of market inputs.

The Foundation employs control processes to validate the reasonableness of the fair value estimates of its assets and liabilities, including those estimates based on prices and quotes obtained from independent third-party sources.

The following table sets forth by level, within the fair value hierarchy, the Foundation's significant assets measured at fair value on a recurring basis at December 31,:

2023	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Beneficial interest in Community Foundation	\$ 1,968,752	\$ -	\$ -	\$ 1,968,752
Investments				
Exchange traded funds	4,415,863	4,415,863	-	-
Mutual funds				
Small cap	1,146,408	1,146,408	-	-
International	1,150,707	1,150,707	-	-
	<u>\$ 8,681,730</u>	<u>\$ 6,712,978</u>	<u>\$ -</u>	<u>\$ 1,968,752</u>

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE E - INVESTMENTS AND FAIR VALUE MEASUREMENTS - Continued

2022	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Beneficial interest in Community Foundation Investments	\$ 1,841,013	\$ -	\$ -	\$ 1,841,013
Mutual funds				
Fixed income	3,311,353	3,311,353		
Growth	1,720,237	1,720,237	-	-
Small cap	1,060,681	1,060,681	-	-
Large cap	1,933,230	1,933,230	-	-
International	1,348,011	1,348,011	-	-
	<u>\$ 11,214,525</u>	<u>\$ 9,373,512</u>	<u>\$ -</u>	<u>\$ 1,841,013</u>

Assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3):

	Beneficial interest in Community Foundation
January 1, 2022	\$ 2,219,169
Contributions	-
Distributions	(151,630)
Gains and (losses)	(260,028)
Interest and dividends	33,502
December 31, 2022	1,841,013
Contributions	-
Distributions	(116,777)
Gains and (losses)	210,741
Interest and dividends	33,775
December 31, 2023	<u>\$ 1,968,752</u>

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE E - INVESTMENTS AND FAIR VALUE MEASUREMENTS - Continued

The following schedule reconciles investment return as reported in the statement of changes in net assets with investment earnings:

	<u>2023</u>	<u>2022</u>
Interest and dividends	\$ 291,747	\$ 254,067
Realized and unrealized gains (losses)	781,844	(1,747,058)
Investment expenses	<u>(18,489)</u>	<u>(19,029)</u>
	<u>\$ 1,055,102</u>	<u>\$ (1,512,020)</u>

NOTE F - INVESTMENT IN ENDOWMENT

The Foundation's investment in endowment consists of several funds established to provide future support for the related Organization. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Endowment net asset composition consisted of the following at December 31, 2023:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Community Foundation of Tampa Bay funds:			
Lacoochee Club	\$ -	\$ 288,911	\$ 288,911
Bill Carey Brandon Club	-	618,092	618,092
Boys & Girls Clubs of Tampa Bay	-	111,879	111,879
Riverview Club	-	54,373	54,373
South County Club	-	126,427	126,427
Foundation Club	-	769,069	769,069
Salesian Club at Mary Help of Christians	-	<u>112,342</u>	<u>112,342</u>
	<u>\$ -</u>	<u>\$ 2,081,093</u>	<u>\$ 2,081,093</u>

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE F - INVESTMENT IN ENDOWMENT - Continued

Endowment net asset composition consisted of the following at December 31, 2022:

	Without Donor Restrictions	With Donor Restrictions	Total
Community Foundation of Tampa Bay funds:			
Lacoochee Club	\$ -	\$ 266,803	\$ 266,803
Bill Carey Brandon Club	-	580,550	580,550
Boys & Girls Clubs of Tampa Bay	-	104,005	104,005
Riverview Club	-	50,546	50,546
South County Club	-	116,752	116,752
Foundation Club	-	722,357	722,357
Salesian Club at Mary Help of Christians	-	99,948	99,948
	<u>\$ -</u>	<u>\$ 1,940,961</u>	<u>\$ 1,940,961</u>

Changes in endowment fund net assets are as follows for the years ended December 31,:

2023	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 1,940,961	\$ 1,940,961
Appropriated for expenditure	-	(116,730)	(116,730)
Additional designation	-	-	-
Investment income, net of fees	-	36,402	36,402
Net appreciation	-	220,460	220,460
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 2,081,093</u>	<u>\$ 2,081,093</u>
2022	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ -	\$ 2,338,545	\$ 2,338,545
Appropriated for expenditure	-	(151,700)	(151,700)
Additional designation	-	-	-
Investment income, net of fees	-	36,875	36,875
Net depreciation	-	(282,759)	(282,759)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 1,940,961</u>	<u>\$ 1,940,961</u>

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023

(With comparative totals for December 31, 2022)

NOTE F - INVESTMENT IN ENDOWMENT - Continued

Interpretation of Relevant Law

The Board of Trustees has interpreted the law as requiring donor restricted net assets in an endowment fund to remain restricted until appropriated for expenditure by the Foundation for the donor's intended purpose. In accordance with the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA), the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The purposes of the Foundation and the donor-restricted endowment fund
- 2) General economic conditions
- 3) The possible effect of inflation and deflation
- 4) The expected total return from income and the appreciation of investments
- 5) Other resources of the Foundation
- 6) The investment policies of the Foundation.

Spending Policy

The Foundation has a spending policy of appropriating for distribution each year 5% or 7% of its endowment fund's fair value at the close of the previous fiscal year. In establishing this policy, the Foundation considered the long-term expected investment return on its endowment. The board has the authority to adjust the distribution policy based upon needs of the Organization each year.

Rate of Return

The Foundation has adopted investment and spending policies for the endowment assets that attempt to provide funding for the future programs and activities. Under this policy, as approved by the Board of Trustees, the Trust assets are invested in a manner to achieve the long-term rate-of-return objectives, fixed income and cash, minimize risk and maximize return within acceptable guidelines and achieve a competent rate of return.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023
(With comparative totals for December 31, 2022)

NOTE G - NET ASSETS

Net assets with donor restrictions were as follows as of December 31,:

	<u>2023</u>	<u>2022</u>
Endowment funds:		
Lacoochee Club	\$ 288,911	\$ 266,803
Bill Carey Brandon Club	618,092	580,550
Boys & Girls Clubs of Tampa Bay	111,879	104,005
Riverview Club	54,373	50,546
South County Club	126,427	116,752
Foundation Club	769,069	722,357
Salesian Club at Mary Help of Christians	112,342	99,948
	<u>\$ 2,081,093</u>	<u>\$ 1,940,961</u>

Net assets with donor restrictions of \$97,198 and \$151,700 were released in satisfaction of restrictions during the years ended December 31, 2023 and 2022, respectively.

NOTE H - BOYS & GIRLS CLUBS OF TAMPA BAY, INC.

The Boys & Girls Clubs of Tampa Bay, Inc. (the "Organization") is a separate not-for-profit corporation (exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions) created in 1945. The Organization is dedicated to helping all young people reach their full potential as productive, responsible, and caring citizens. The Organization is managed by a Board of Directors which is dependent of the Foundation's Board of Trustees. The Foundation and Organization engage in joint fundraising activities for which a portion of all fundraising revenue is allocated to the Foundation pursuant to a revenue sharing agreement. Amounts due from the Organization were \$46,420 and \$113,710 for the years ended December 31, 2023 and 2022, respectively.

Pursuant to the Foundation's investment and spending policies, up to 5% of the 3-year average of prior fiscal year-end market values may be withdrawn for the benefit of the Organization upon request. During the years ended December 31, 2023 and 2022, the Foundation provided \$356,375 and \$344,913, respectively, which are reflected as support of the related Organization in the financial statements. The Foundation also provided grants in the amount of \$102,804 and \$137,124 to the Organization during the years ended December 31, 2023 and 2022, respectively.

Boys & Girls Clubs of Tampa Bay Foundation, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 2023

(With comparative totals for December 31, 2022)

NOTE H - BOYS & GIRLS CLUBS OF TAMPA BAY, INC.

The Organization provides management, accounting, fundraising and administrative services to the Foundation. The in-kind value of these services totaled \$122,701 and \$109,853 for the years ended December 31, 2023 and 2022, respectively. These amounts are recorded in the statement of functional expenses as support services.

NOTE I - SUBSEQUENT EVENTS

The Organization has evaluated events and transactions occurring subsequent to December 31, 2023 as of July 25, 2024 which is the date the financial statements were available to be issued.