

GIRLS INCORPORATED OF JACKSONVILLE

FINANCIAL STATEMENTS

Year Ended June 30, 2024

GIRLS INCORPORATED OF JACKSONVILLE

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Linda R. Forde, C.P.A.<sup>1</sup>  
Jennifer Kuhl  
Cristie Goodman, C.P.A.,<sup>1,2</sup> CIA  
David R. Forde, Ph.D.  
Sheila Reyes, M.A.  
Jose Reyes, B.A., SHRM-CP, PHR  
Melanie Douglas, B.A.  
Patrick Smith  
Priya Wright, B.A.  
Leonard Cannarozzo, B.S.  
Jessica Vitellio, B.A.  
Jessica Marshall  
Natalie Ortiz  
Tiffany Grier  
Sherline Adonis  
Robert Forde

\*MEMBER OF AMERICAN, KANSAS  
SOCIETY<sup>2</sup>, AND FLORIDA<sup>1</sup>  
INSTITUTES OF CERTIFIED PUBLIC  
ACCOUNTANTS

5150 Belfort Road, Building 300  
Jacksonville, FL 32256

Phone: (904) 725-5832

Fax: (904) 727-6835

Email: [office@fordefirm.com](mailto:office@fordefirm.com)

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Girls, Inc.  
Jacksonville, Florida

### ***Opinion***

We have audited the accompanying financial statements of Girls, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Girls, Inc. as of June 30 2024 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 audits 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 Girls Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Girls, 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, including omissions, 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 Girls, 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 Girls, 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.



The Forde Firm, LLC  
Jacksonville, Florida

April 16, 2024

GIRLS, INC.  
STATEMENTS OF FINANCIAL POSITION  
June 30, 2024

ASSETS

	<u>2024</u>
Current assets:	
Cash and cash equivalents	\$ 63,249
Accounts Receivable	33,840
Prepaid expenses	<u>-</u>
Total current assets	97,089
Beneficial interest in assets held at Community Foundation	<u>72,032</u>
Other assets	
Deposits	2,800
Lease assets, less accumulated amortization	<u>6,587</u>
	9,387
Fixed assets, less accumulated depreciation	<u>745</u>
 TOTAL ASSETS	 <u><u>\$ 179,253</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities:	
Accounts payable and accrued expenses	\$ 38,486
Line of credit	62,741
Right of use lease - current	<u>6,587</u>
Total current liabilities	107,814
Long-term Liabilities:	
Secured right of use lease - long-term	<u>-</u>
Total long-term liabilities	-
Total Liabilities:	<u>107,814</u>
Net Assets:	
Without donor restrictions	(593)
With donor restrictions	72,032
Total net assets	71,439
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 179,253</u></u>

See Accompanying Notes to Financial Statements.

GIRLS, INC.  
STATEMENTS OF ACTIVITIES  
For The Year Ended June 30, 2024

	2024		
	Without Donor Restrictions	With Donor With Donor Restrictions	Total
<b>PUBLIC SUPPORT AND REVENUE:</b>			
Public support:			
Government grants	\$ -	\$ 95,175	\$ 95,175
Other grants	138,500	306,967	445,467
Contributions	74,790		74,790
Program revenue	1,255		1,255
Total public support	214,545	402,142	616,687
Revenue:			
Fundraising income, net of expenses of \$18,741 for the year ended June 30. 2024	43,849	-	43,849
Interest, investment income and market value change	1	7,899	7,900
Miscellaneous	1,707	-	1,707
Total revenue	45,557	7,899	53,456
Total public support and revenue	260,102	410,041	670,143
Net assets released from restrictions:			
Restrictions satisfied by payments	444,666	(444,666)	-
Total public support and revenue and net assets released from restrictions	704,768	(34,625)	670,143
<b>EXPENSES:</b>			
Program services	547,749	-	547,749
Supporting services:			
Management and general	71,818	-	71,818
Fundraising	35,545	-	35,545
Total supporting services	107,363	-	107,363
Total expenses	655,112	-	655,112
INCREASE (DECREASE) IN NET ASSETS	49,656	(34,625)	15,031
Net assets, beginning of year	(50,249)	106,657	56,408
Net assets, end of year	\$ (593)	\$ 72,032	\$ 71,439

See Accompanying Notes to Financial Statements.

GIRLS, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
For the Years Ended June 30, 2024

	2024			
	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Salaries	\$ 356,169	\$ 50,881	\$ 16,961	\$ 424,011
Employee benefits	13,243	1,892	631	15,766
Payroll taxes	32,277	4,611	1,537	38,425
Contract Services	14,156	2,697	2,897	19,750
Marketing and fund development	-	-	9,815	9,815
Occupancy	31,807	6,059	-	37,866
Office expense	12,455	1,779	593	14,827
Conferences and meetings	2,646	504	-	3,150
Insurance	13,544	1,935	645	16,124
Interest	9,359	-	-	9,359
Bank fees	2,151	-	-	2,151
Program expenses	18,258	-	1,980	20,238
Dues and subscriptions	10,218	1,460	486	12,164
Bad debt	21,275	-	-	21,275
Total before depreciation	537,558	71,818	35,545	644,921
Depreciation	10,191	-	-	10,191
Total expenses	<u>\$ 547,749</u>	<u>\$ 71,818</u>	<u>\$ 35,545</u>	<u>\$ 655,112</u>

See Accompanying Notes to Financial Statements.

GIRLS, INC.  
STATEMENTS OF CASH FLOWS  
For the Year Ended June 30, 2024

	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 15,031
Adjustments to reconcile change in net assets to net cash provided in operating activities:	
Depreciation	10,191
Change in lease assets	16,472
Change in value of beneficial interest in assets	(7,900)
(Increase) decrease in assets:	
Prepaid expenses	1,638
Accounts receivable	8,685
Increase (decrease) in operating liabilities:	
Accounts payable and accrued expenses	<u>(13,799)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>30,318</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of capital assets	<u>-</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Repayments on capital leases payable, net	(20,040)
Proceeds on line of credit, net	<u>(9,879)</u>
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<u>(29,919)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	399
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>62,850</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 63,249</u></u>
SUPPLEMENTARY INFORMATION:	
Cash paid for interest	<u>\$ 9,359</u>
Cash paid for taxes	<u><u>\$ -</u></u>

See Accompanying Notes to Financial Statements.



# GIRLS INCORPORATED OF JACKSONVILLE

## NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

### 1. NATURE OF ORGANIZATION:

#### Purpose and Programs

Girls Incorporated of Jacksonville (the "Organization") was incorporated in Florida as a nonprofit corporation in December 1970. It is the mission of the Organization to serve girls from low-income families and to "Inspire all girls to be strong, smart and bold or healthy, educated and independent."

#### Girls Inc. Experience Programs for Girls in Grades K-12

The Girls Inc. Experience (GIE) focuses on the development of the "whole girl" through a holistic approach that addresses the social, emotional, mental, and physical development of a girl. The GIE program model includes research-based age and developmentally appropriate curricula delivered in an all-girl, pro-girl environment by highly trained professionals, mentoring relationships, and interactive, experiential learning opportunities. Our Strong, Smart and Bold programming for girls in all grades include: 1) reading literacy, 2) economic literacy, money management, investing, and financial planning, 3) adolescent health and teen pregnancy prevention, 4) career and college readiness, 5) introduction to myriad STEM career fields, 6) healthy living, violence prevention and stress management, and 7) Mentoring.

#### Our Strong, Smart and Bold Program Delivery Model

**After-School Elementary Programs** — Our elementary after-school programs are delivered to girls in grades K-5 in partnership with Duval County elementary schools. Each girl receives approximately 540 hours of programming throughout the school year.

**Our School-Day Middle School Programs** — Our middle school programs are delivered in partnership with Duval County middle schools. Girls receive approximately 90 hours of programming in their health classes during the school day.

**After-School High School Programs** — Our high school after-school programs are delivered to girls in grade 9-12 in partnership with Duval County public high schools. These programs are heavily concentrated in academic enrichment, healthy living, risk behaviors prevention, social and emotional learning, and college and career readiness. Girls receive approximately 340 hours of programming throughout the school year.

**Summer Learning Programs** — Girls in grades K-12 can participate in the summer camp learning programs that help prevent summer learning loss and provide educational and fun field trip experiences to local businesses and colleges to support college and career readiness. Elementary summer learning programs are offered for six weeks, and middle and high school summer learning programs are offered up to four weeks.

**Summer Camps** - Our summer camps are designed to inspire girls, ages 6 — 14, by challenging them mentally, enhancing their physical ability, promoting creativity, and encouraging them to take risks. Summer camp includes hands-on activities, field trips, and a friendly all-girl environment.

GIRLS INCORPORATED OF JACKSONVILLE

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting:

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

Financial Statement Presentation:

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification 958.

Use of Estimates:

Preparation of the Organization's financial statements in conformity with generally accepted accounting principles requires the use of management's estimates, primarily related to the collectability of receivables and depreciable lives of fixed assets. The nature of those estimates, however, is such that variances in actual results are generally immaterial.

Cash and Cash Equivalents:

Cash and cash equivalents includes checking accounts and money market funds. For purposes of the Statement of Cash Flows, the Organization considers cash and all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Fixed Assets and Depreciation:

Fixed assets are recorded at cost and are depreciated using the straight-line method over the estimated useful lives (ranging from 5 to 40 years) of the assets. Donated assets are recorded at fair market value at the date of the gift. Fixed asset additions of \$500 and greater are capitalized. Fixed assets consist of the following:

	<u>2024</u>
Furniture and equipment	\$ <u>31,367</u>
	31,367
Less accumulated depreciation	<u>(30,622)</u>
	\$ <u>745</u>

Expense Allocation:

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. Certain costs benefit multiple programs and support services and have been allocated accordingly.

# GIRLS INCORPORATED OF JACKSONVILLE

## NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

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### Revenue and Support:

Contributions are recorded as with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

### Fair Values of Financial Instruments:

Generally accepted accounting principles require certain financial instruments to be recorded at fair value. Changes in methods of estimation could affect the fair value estimates; however, such changes are not expected to have a material impact on the organization's financial position, activities or cash flows. Cost approximates fair value for certain other investments, short-term debt, and cash equivalents.

### Income Taxes:

Girls, Inc. is exempt from federal taxation under Internal Revenue Code Section 501(c)(3). Girls, Inc. is not a private foundation. Management evaluated the Organization's tax positions and concluded that the Organization had maintained its exempt status and had taken no uncertain tax positions that require adjustment to the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements. The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally for 3 years after they were filed.

### Changes in Accounting Treatment:

In June 2016, the FASB issued ASU 2016-13, Financial Instruments – Credit Losses (Topic 326). The new standard requires asset valuation allowances for losses, such as those for receivables or investments, to be reported net of the corresponding assets on the Statement of Financial Position.

GIRLS INCORPORATED OF JACKSONVILLE

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

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3. NET ASSETS WITH DONOR RESTRICTIONS:

Purpose restricted net assets consist of:

	<u>2024</u>
Community Foundation	<u>\$ 72,032</u>
	<u>\$ 72,032</u>

4. FDIC DEPOSITORY INSURANCE:

The Organization maintains accounts at one FDIC insured bank. Deposits did not exceed the FDIC depository insurance limit as of June 30, 2024.

5. RIGHT-OF-USE FINANCING LEASE PAYABLE:

Girls, Inc. leases office equipment under operating leases which expire in January 2025. Rent expense under these leases for 2024 was \$13,381.

As disclosed in Note 1, Girls, Inc. adopted FASB ASC 842. The leases are only required to be included on our balance sheet under FASB ASC 842. Because these leases are operating leases, the adoption of this standard has no impact on our results of operations.

As of June 30, 2024, the right-of-use (ROU) asset had a net balance of \$6,587, as shown in other assets on the balance sheet; the lease liability is included in current liabilities (\$6,587) and long-term liabilities (\$-). The lease assets and liability were calculated utilizing the risk-free discount rate (5.33%), according to the Company's elected policy.

Future lease payments discounted to present value as of June 30, 2024 are as follows:

Year Ending June 30, 2025	<u>\$6,690</u>
Total Lease Payments	6,690
Less Discount to Present Value	<u>(103)</u>
Present value of Lease Liabilities	<u>\$6,587</u>

# GIRLS INCORPORATED OF JACKSONVILLE

## NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

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### 6. CONTRIBUTIONS IN KIND:

In-kind donations are measured at their fair value. The Financial Accounting Standards Board (FASB) in its Accounting Standards Codification 820 provides a single definition of fair value and established a three-tier hierarchy which is described below:

Level 1 – In-kind donations for which there are readily available prices in active markets for identical items and services.

Level 2 – In-kind donations for which there is publicly available information about similar items in inactive markets.

Level 3 – In-kind donations for which little publicly available information is available, and unobservable inputs may be used to measure fair value.

The Organization did not receive any in-kind donations during the year ended June 30, 2024.

### 7. CONCENTRATION OF CREDIT RISK:

The Organization's major source of program support is from United Way, Kids Hope Alliance f/k/a the Jacksonville Children's Commission, and Ounce of Prevention. Total support from these donors was as follows at June 30:

	<u>2024</u>
National Literacy Program	10%
Ounce of Prevention	16%
United Way	14%
Girls, Inc, National	14%

### 8. RELATED PARTY TRANSACTIONS:

The Organization is required to pay national club dues to Girls Incorporated. The Organization paid Girls Incorporated \$4,448 of dues for the years ended June 30, 2024. At June 30, 2024, the Organization owed Girls Incorporated dues of \$-0-.

# GIRLS INCORPORATED OF JACKSONVILLE

## NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

-continued-

### 9. LIQUIDITY AND AVAILABILITY:

Financial assets available for general expenditure, that is, without donor restrictions limiting their use, within one year of the statement of financial position date, consist of the following:

	<u>2024</u>
Cash and Cash Equivalents	\$ 63,249
Receivables	<u>33,840</u>
Total Financial Assets	97,089

### 10. LINE OF CREDIT:

The Organization obtained a revolving line of credit from Regions bank in 2003. This line of credit has an outstanding balance of \$62,741 as of December 31, 2023. The account has been closed to further credit draws by the bank since 2022. It initially carried a \$100,000 credit limit. The line has a 3% interest rate.

### 11. BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION:

The Organization has assets held in an endowment fund at the Community Foundation of Northeast Florida (the "Foundation") which is holding them as an agency fund ("Fund") for the benefit of the Organization. The Organization has granted the Foundation variance power which give the Foundation's Board of Trustees the power to use the Fund for other purposes in certain circumstances. The Fund is subject to the Foundation's investment and spending policies which result in distributions to the Organization based upon the Fund's earnings without affecting the principal. The Organization reports the fair value of the Fund as Beneficial Interest in Assets Held at the Foundation in the statement of financial position and reports distributions received as investment income. Changes in the value of the Fund are reported as gains or losses in the statement of activities.

The beneficial interest in assets held at the Community Foundation of Northeast Florida has been valued, as a practical expedient, at the fair value of the Organization's share of the Foundation's investment pool as of the measurement date, utilizing valuations provided by the investment funds. The Foundation values securities and other financial instruments on a fair value basis of accounting. The estimated fair values of certain investments of the Foundation, which includes private placements and other securities for which prices are not readily available, are determined by the management of the Foundation and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments. The beneficial interest in assets held at the Foundation is not redeemable by the Organization and therefore these assets are considered Perpetually Restricted Net Assets with Donor Restrictions.

GIRLS INCORPORATED OF JACKSONVILLE

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2024

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12. ACCOUNTS RECEIVABLE AND ALLOWANCE FOR CREDIT LOSSES:

An allowance for credit losses related to grants receivable is established based upon historical collection rates by age of receivable and adjusted for reasonable expectations of future collection performance, net of estimated recoveries. The organization periodically assesses its methodologies for estimating credit losses in consideration of actual experience, trends, and changes in the overall economic environment. Account balances are charged off against the allowance when it is probable the receivable will not be recovered. The balance of the allowance for credit losses was assessed to be \$-0- for the year ending June 30, 2024.

13. SUBSEQUENT EVENTS:

In preparing these financial statements, the Organization evaluated events and transactions for potential recognition or disclosure through April 16, 2024, the date the financial statements were available to be issued.