ST. VRAIN VALLEY SCHOOLS
EDUCATION FOUNDATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION

FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

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TAYLORROTH
Certified Public Accountants
WORKING EXCLUSIVELY WITH NONPROFITS

January 20, 2024

INDEPENDENT AUDITORS' REPORT

Board of Directors
St. Vrain Valley Schools Education Foundation
Longmont, Colorado

Opinion

We have audited the accompanying financial statements of **St. Vrain Valley Schools Education Foundation** (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, 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 St. Vrain Valley Schools Education Foundation as of June 30, 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 St. Vrain Valley Schools Education Foundation 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 St. Vrain Valley Schools Education Foundation'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.

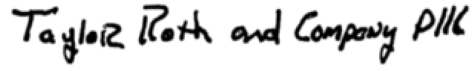
In performing an audit in accordance with generally accepted auditing standards, we:

- 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 St. Vrain Valley Schools Education Foundation'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 St. Vrain Valley Schools Education Foundation'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

We have previously audited St. Vrain Valley Schools Education Foundation's 2022 financial statements and expressed an unmodified audit opinion on those audited financial statements in our report dated January 19, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.



TAYLOR, ROTH AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS
DENVER, COLORADO

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023	2022
Assets		
Cash and cash equivalents	$ 735,000	$ 467,911
Accounts receivable	5,500	-
Prepaid expenses	13,844	22,125
Investments (Note 3)	813,160	605,759
Property and equipment (Note 4)	4,030	4,391
Total assets	$ 1,571,534	$ 1,100,186
Liabilities and net assets		
Liabilities		
Accrued payroll costs	$ 35,039	$ 21,386
Deferred revenue	18,414	13,840
Total liabilities	53,453	35,226
Net assets		
Without donor restrictions		
Undesignated	298,106	122,581
Board designated operating reserve	425,842	436,903
	723,948	559,484
With donor restrictions		
Program related (Note 5)	694,133	405,476
Endowment (Note 3, 5)	100,000	100,000
	794,133	505,476
Total net assets	1,518,081	1,064,960
Total liabilities and net assets	$ 1,571,534	$ 1,100,186

The accompanying notes are an integral part of these financial statements

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023				2022
	Without Donor Restrictions	With Donor Restrictions			
		Program Related	Endowment	Total	Total
Revenue and other support					
Grants and contributions	$ 234,572	$ 861,184	$ -	$1,095,756	$ 356,992
Special events	231,183	-	-	231,183	195,486
Less: direct event expenses	(209,877)	-	-	(209,877)	(173,087)
Investment income	94,022	-	-	94,022	(139,813)
Blue Mountain Elementary PTO	-	85,492	-	85,492	87,268
PPP note forgiveness	-	-	-	-	31,755
In-kind (Note 6)	100,887	-	-	100,887	100,531
Net assets released from restrictions (Note 7)	658,020	(658,020)	-	-	-
Total revenue and other support	1,108,807	288,656	-	1,397,463	459,132
Expense					
Program	742,335	-	-	742,335	528,190
Supporting services					
Management and general	150,400	-	-	150,400	96,847
Fundraising	51,607	-	-	51,607	31,542
Total expense	944,342	-	-	944,342	656,579
Change in net assets	164,465	288,656	-	453,121	(197,447)
Net assets, beginning of year	559,483	405,477	100,000	1,064,960	1,262,407
Net assets, end of year	$ 723,948	$ 694,133	$ 100,000	$1,518,081	$1,064,960

The accompanying notes are an integral part of these financial statements

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023				2022
		Supporting Services			
	Program	Management and General	Fund-raising	Total	Total
Salaries	$ 209,954	$ 17,496	$ 5,832	$ 233,282	$ 190,491
Payroll taxes and benefits	43,713	3,643	1,214	48,570	41,119
Grants and scholarships	276,759	-	-	276,759	212,263
Office supplies	90,932	102,299	34,100	227,331	108,797
Pass through funds	45,957	-	-	45,957	6,788
529 Jump	17,100	-	-	17,100	7,300
Program expense	15,375	-	-	15,375	18,445
Occupancy	8,568	3,060	612	12,240	11,520
Bank and credit card fees	-	3,575	-	3,575	3,482
Dues and subscriptions	7,366	433	867	8,666	8,235
Audit	-	8,400	-	8,400	8,400
Emergency fund	7,354	-	-	7,354	1,774
Customer relationship management	-	-	6,800	6,800	6,500
Advertising and marketing	5,504	-	-	5,504	8,356
Event	4,788	-	-	4,788	1,010
Telephone and internet	1,868	934	934	3,736	3,054
Accounting	-	3,263	-	3,263	2,938
Website	2,326	620	155	3,101	2,257
Travel	2,633	-	-	2,633	1,468
Conference	1,333	476	95	1,904	-
Insurance	-	1,560	-	1,560	1,540
Meetings	-	1,042	347	1,389	767
Postage	165	264	232	661	601
Printing	255	54	54	363	205
Other	20	2,551	-	2,571	3,346
	741,970	149,670	51,242	942,882	650,656
Depreciation	365	730	365	1,460	889
Total	$ 742,335	$ 150,400	$ 51,607	$ 944,342	$ 651,545

The accompanying notes are an integral part of these financial statements

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR 2022)

	2023	2022
Cash flows from operating activities		
Change in net assets	$ 453,121	$ (197,447)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
(Gain)loss on investments	(84,601)	152,865
PPP note forgiveness	-	(31,755)
Depreciation	1,460	889
Changes in operating assets and liabilities		
(Increase)decrease in accounts receivable	(5,500)	16,200
(Increase)decrease in prepaid expenses	8,281	(8,587)
(Decrease)increase in accrued payroll costs	13,653	9,928
(Decrease)increase in deferred revenue	4,574	5,134
Net cash provided(used) by operating activities	390,988	(52,773)
Cash flows from investing activities		
Net (additions) to fixed assets	(1,099)	-
(Reinvestment) of investment earnings	(9,300)	(13,052)
(Purchase) sale of investments	(113,500)	(38,499)
Net cash provided(used) by investing activities	(123,899)	(51,551)
Net increase(decrease) in cash and cash equivalents	267,089	(104,324)
Cash and cash equivalents, beginning of year	467,911	572,235
Cash and cash equivalents, end of year	$ 735,000	$ 467,911

The accompanying notes are an integral part of these financial statements

ST. VRAIN VALLEY SCHOOLS EDUCATION FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - NATURE OF ACTIVITIES

The St. Vrain Valley Schools Education Foundation (the Organization) was formed in 1985 as a Colorado non-profit corporation. The purpose of the Organization is to provide resources and education opportunities, in partnership with the St. Vrain Valley School District and local communities, and to enhance student success and teacher excellence. Funding for the Organization is obtained through grants and contributions, and Blue Mountain Elementary, PTO.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES

1. Basis of Accounting

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

2. Basis of Presentation

   The financial statements of the St. Vrain Valley Schools Education Foundation have been prepared in accordance with U.S. generally accepted accounting principles which require the Organization to report 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 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, whereby the donor has stipulated that the funds be maintained in perpetuity.

   Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

   Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

3. Cash and Cash Equivalents

   The Organization considers all unrestricted highly liquid investments with an initial maturity of less than three months to be cash and cash equivalents.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Continued)

4. Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received; conditional promises to give with a measurable performance barrier and a right of return are not recognized until the conditions on which they depend have been met. Sponsorships of events are deferred in advance of the event. Tickets, tables and other program registration fees are recognized during the year when the event is held.

5. Accounts Receivable

No allowance for doubtful accounts has been established. The Organization believes all accounts will be collected.

6. Capitalization and Depreciation

The Organization follows the practice of capitalizing all expenditures for furniture and equipment in excess of $1,000. The fair value of donated assets is similarly capitalized. Depreciation of furniture and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

7. Deferred revenue

Deferred revenue represents sponsorships received in advance of the event. It also includes registration fees for the Sunrise Stampede.

8. Estimates

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

9. Income Taxes

The Organization has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

10. Functional Reporting of Expenses

For the year ended June 30, 2023, the costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The allocations are determined by management on a rational and systematic basis. Salaries and benefits are allocated on a time and effort basis. All other expenses are allocated to the program or functional area benefited.

11. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Concluded)

12. Summarized Prior-Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022, from which the summarized information was derived.

13. Fair Value Measurements

The Organization follows the provisions of the Fair Value Measurements and Disclosures Topic of FASB ASC, which require use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels: quoted market prices in active markets for identical assets and liabilities (Level 1); inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly (Level 2); and unobservable inputs for the asset or liability (Level 3).

14. Subsequent Events

Management has evaluated subsequent events through January 20, 2024, the date the financial statements were available for distribution.

NOTE 3 - INVESTMENTS AND DONOR RESTRICTED ENDOWMENT

At year-end, investments are stated at their fair values based on quoted prices in active markets (all Level 1 measurements), and consist of:

Description	Amount
Cash	$ 20,728
Exchange traded funds	221,751
Equities	213,588
Fixed Income	204,897
Mutual Funds	152,196
Total	$ 813,160

Investment income and account activity is summarized as follows:

Description	Other Investments	Scholarship Endowment *Purpose Restricted*	Total Investments
Balance, beginning of year	$ 505,759	$ 100,000	$ 605,759
Additions(withdrawals)	113,500	-	113,500
Interest and dividends	9,300	-	9,300
Net appreciation	89,996	-	89,996
Fees	(5,395)	-	(5,395)
Total investment return	93,901	-	93,901
Balance, end of year	$ 713,160	$ 100,000	$ 813,160

The Organization's endowment consists of donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Additionally, during the year, the Organization earned interest income of $121 on its cash accounts.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consist of:

Description	Amount
Furniture and equipment	$ 8,398
Less: accumulated depreciation	(4,368)
Net property and equipment	$ 4,030

Depreciation expense for the year was $1,460.

NOTE 5 - DONOR RESTRICTED NET ASSETS

Donor restricted net assets are available for the following purposes:

Description	Amount
Scholarships	$ 307,232
529 Jump	268,673
Programs	118,379
Crayons to Calculators	90,307
St. Vrain Supports Fund	4,806
Comcast Internet Essentials	4,736
Total	$ 794,133

NOTE 6 - IN-KIND CONTRIBUTIONS

Donated services and materials are reflected in the accompanying statements at their estimated values at date of receipt. The value of donated services and materials include the donation of office space, utilities and technology from St. Vrain Valley School District as well as a variety of other donations. Auction items are recorded as donations and netted when sold. All gifts-in-kind received during the year were unrestricted. For the year ended, in-kind contributions consisted of:

Description	Utilization in Programs/Activities	Valuation	Revenue Recognized
Event supplies	Fundraising	U.S. wholesale prices (principal market) of identical or similar products	$ 59,836
Educational supplies	Programs	U.S. wholesale prices (principal market) of identical or similar products	17,675
Rent	General admin	Industry pricing data for similar utility	12,240
Utilities	General admin	Industry pricing data for similar utility	7,150
Telephone and internet	General admin	Industry pricing data for similar utility	2,186
Professional services-IRS Form 990	General admin	Industry pricing for similar services	1,800
Total			$ 100,887

NOTE 7 - NET ASSETS RELEASED FROM RESTRICTIONS

During the year, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes:

Description	Amount
Blue Mountain Elementary PTO	$ 193,846
Scholarships	188,274
Programs	92,469
St. Vrain Valley School District	63,821
Grants	53,531
Crayons to Calculators	41,625
529 Jump	17,100
St. Vrain Supports Fund	7,354
Total	$ 658,020

NOTE 8 - AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at June 30, 2023:

Description	Amount
Cash and cash equivalents	$ 735,000
Accounts receivables	5,500
Investments	813,160
Total financial assets	1,553,660
Less: amounts not available to be used	
Board designated reserve	425,842
Other restricted funds including endowment	794,133
	1,219,975
Financial assets available to meet general expenditures over the next year	$ 333,685

The Organization's goal is generally to maintain financial assets sufficient to meet 60 days of operating expenses. Management considers donor restricted contributions that will be used within one year as part of its ordinary operations, as being available for general expenditures.