

**Girls Inc. of San Antonio**

**Consolidated Financial Statements**

**June 30, 2023 and 2022**



# Girls Inc. of San Antonio

## Table of Contents

---

|   | <b>Page</b> |
|---|-------------|
| <b>Independent Auditor's Report</b>                                     | 1           |
| <br>  |             |
| <b>Consolidated Financial Statements</b>                                |             |
| Consolidated Statements of Financial Position                           | 3           |
| Consolidated Statement of Activities (with Comparative Totals)          | 4           |
| Consolidated Statement of Functional Expenses (with Comparative Totals) | 5           |
| Consolidated Statements of Cash Flows                                   | 6           |
| Notes to Consolidated Financial Statements                              | 7           |
| <br>  |             |
| <b>Supplementary Information</b>  |             |
| Consolidating Statement of Financial Position                           | 17          |
| Consolidating Statement of Activities                                   | 18          |
| Consolidating Statement of Functional Expenses                          | 19          |

## **Independent Auditor's Report**

To the Board of Directors of  
Girls Inc. of San Antonio

### ***Opinion***

We have audited the accompanying consolidated financial statements of Girls Inc. of San Antonio (Girls Inc.) (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Girls Inc. 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 Consolidated 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 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 Consolidated Financial Statements***

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 consolidated financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Consolidated Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

## **Independent Auditor's Report (Continued)**

---

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 consolidated 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 consolidated 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 purposes 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 consolidated 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.

### ***Report on Summarized Comparative Information***

We have previously audited Girls Inc. of San Antonio's 2022 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated March 9, 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.

### ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplemental consolidating information is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.



Schrive, Carmona & Company, PLLC

San Antonio, Texas

May 23, 2024

## **Consolidated Financial Statements**

## Girls Inc. of San Antonio

### Consolidated Statements of Financial Position June 30, 2023 and 2022

| <b>Assets</b>   | <b>2023</b>          | <b>2022</b>         |
|---|----------------------|---------------------|
| <b>Current Assets:</b>                                      |                      |                     |
| Cash and Cash Equivalents                                   | \$ 4,371,363         | \$ 3,268,124        |
| Cash and Cash Equivalents - Restricted for Capital Campaign | 1,159,998            | 1,842,910           |
| Cash and Cash Equivalents - Reserved                        | 414,192              | -                   |
| Investments   | 2,537,546            | -                   |
| Accounts Receivable   | 240,069              | 182,453             |
| Current Portion of Pledges Receivable                       | 404,000              | 612,000             |
| Prepaid Expenses  | 8,226                | 6,269               |
| <b>Total Current Assets</b>                                 | <b>9,135,394</b>     | <b>5,911,756</b>    |
| Notes Receivable - New Market Tax Credit                    | 6,555,000            | -                   |
| Property and Equipment, Net of Accumulated Depreciation     | 6,087,032            | 2,746,535           |
| Long-term Portion of Pledges Receivable, Net of Discount    | 355,000              | 498,266             |
| Other Assets  | 26,950               | 60,000              |
| <b>Total Assets</b>   | <b>\$ 22,159,376</b> | <b>\$ 9,216,557</b> |
| <b>Liabilities and Net Assets</b>                           |                      |                     |
| <b>Current Liabilities:</b>                                 |                      |                     |
| Accounts Payable  | \$ 1,033,566         | \$ 45,392           |
| Payroll Liabilities   | 20,185               | 22,522              |
| Accrued Liabilities   | 21,136               | -                   |
| Construction Retainage                                      | 278,928              | 55,151              |
| <b>Total Current Liabilities</b>                            | <b>1,353,815</b>     | <b>123,065</b>      |
| Long-Term Liabilities                                       |                      |                     |
| Construction Line of Credit - New Market Tax Credit         | 3,000,000            | -                   |
| New Market Tax Credit Financing, Net                        | 8,262,755            | -                   |
| Total Long-Term Liabilities                                 | 11,262,755           | -                   |
| <b>Total Liabilities</b>                                    | <b>12,616,570</b>    | <b>123,065</b>      |
| <b>Net Assets:</b>  |                      |                     |
| Without Donor Restrictions                                  | 6,489,389            | 5,486,785           |
| With Donor Restrictions                                     | 3,053,417            | 3,606,707           |
| <b>Total Net Assets</b>                                     | <b>9,542,806</b>     | <b>9,093,492</b>    |
| <b>Total Liabilities and Net Assets</b>                     | <b>\$ 22,159,376</b> | <b>\$ 9,216,557</b> |

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements.

## Girls Inc. of San Antonio

### Consolidated Statement of Activities Year Ended June 30, 2023 (with Comparative Totals for the Year Ended June 30, 2022)

|   | Without Donor<br>Restrictions | With Donor<br>Restrictions | 2023<br>Totals      | 2022<br>Totals   |
|---|-------------------------------|----------------------------|---------------------|------------------|
| <b>Support and Revenues</b>   |                               |                            |                     |                  |
| <i>Support:</i>   |                               |                            |                     |                  |
| Contributions and Grants  | \$ 305,757                    | \$ 664,534                 | \$ 970,291          | 1,242,793        |
| Contributed Nonfinancial Assets   | 158,350                       | -                          | 158,350             | -                |
| Grants - State Government   | 237,561                       | -                          | 237,561             | 216,936          |
| Grants - Local Government   | 107,572                       | -                          | 107,572             | 70,419           |
| Capital Campaign  | 45,734                        | 443,438                    | 489,172             | 1,435,471        |
| Gain on Extinguishment of Debt - Forgiven<br>Paycheck Protection Program Loan                 | -                             | -                          | -                   | 138,132          |
| Special Events, net of expenses of<br>\$61,395 and \$38,915 in 2023 and<br>2022, respectively | 148,445                       | -                          | 148,445             | 111,611          |
| <i>Revenues:</i>  |                               |                            |                     |                  |
| Program Service Fees  | 46,773                        | 7,238                      | 54,011              | 45,675           |
| Unrealized Gain on Investments  | 34,365                        | -                          | 34,365              | -                |
| Interest and Dividend Income  | 25,812                        | -                          | 25,812              | 390              |
| Net Assets Released from Restrictions   | 1,668,500                     | (1,668,500)                | -                   | -                |
| <b>Total Support and Revenues</b>   | <b>2,778,869</b>              | <b>(553,290)</b>           | <b>2,225,579</b>    | <b>3,261,427</b> |
| <b>Expenses</b>   |                               |                            |                     |                  |
| Program Services  | 1,193,281                     | -                          | 1,193,281           | 866,618          |
| Support Services:   |                               |                            |                     |                  |
| Management and General  | 419,384                       | -                          | 419,384             | 239,341          |
| Fundraising   | 163,600                       | -                          | 163,600             | 115,889          |
| <b>Total Expenses</b>   | <b>1,776,265</b>              | <b>-</b>                   | <b>1,776,265</b>    | <b>1,221,848</b> |
| <b>Change in Net Assets</b>   | <b>1,002,604</b>              | <b>(553,290)</b>           | <b>449,314</b>      | <b>2,039,579</b> |
| <b>Net Assets at Beginning of Year</b>  | <b>5,486,785</b>              | <b>3,606,707</b>           | <b>9,093,492</b>    | <b>7,053,913</b> |
| <b>Net Assets at End of Year</b>  | <b>\$ 6,489,389</b>           | <b>\$ 3,053,417</b>        | <b>\$ 9,542,806</b> | <b>9,093,492</b> |

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements.

## Girls Inc. of San Antonio

### Consolidated Statement of Functional Expenses Year Ended June 30, 2023 (with Comparative Totals for the Year Ended June 30, 2022)

|   | Program<br>Services | Support Services          |                   | 2023<br>Totals      | 2022<br>Totals   |
|---|---------------------|---------------------------|-------------------|---------------------|------------------|
|   |                     | Management<br>and General | Fundraising       |                     |                  |
| Salaries and Wages                      | \$ 559,882          | \$ 54,040                 | \$ 102,833        | \$ 716,755          | 614,629          |
| Payroll Taxes                           | 53,862              | 4,276                     | 8,679             | 66,817              | 54,047           |
| Employee Benefits                       | 37,811              | 2,508                     | 6,502             | 46,821              | 40,954           |
| Total Salaries and Related Expenses     | 651,555             | 60,824                    | 118,014           | 830,393             | 709,630          |
| Bank Fees                               | -                   | 4,592                     | -                 | 4,592               | 4,548            |
| Capital Campaign                        | 29,295              | -                         | -                 | 29,295              | -                |
| Contributed Nonfinancial Assets - Goods | -                   | 20,080                    | -                 | 20,080              | -                |
| Dues and Subscriptions                  | 11,899              | 659                       | 1,318             | 13,876              | 13,375           |
| Fundraising                             | 1,048               | -                         | 983               | 2,031               | 4,171            |
| Furniture, Equipment and Maintenance    | 62,572              | 3,863                     | -                 | 66,435              | 97,349           |
| Insurance                               | 42,716              | 2,209                     | 4,417             | 49,342              | 41,049           |
| Information Technology and Telephone    | 9,318               | 246                       | 492               | 10,056              | 9,140            |
| Interest Expense                        | -                   | 94,861                    | -                 | 94,861              | 246              |
| Marketing                               | 396                 | 467                       | -                 | 863                 | 272              |
| Meetings and Conferences                | 18,655              | 7,623                     | 84                | 26,362              | 8,148            |
| Printing, Publications and Postage      | 9,590               | 40                        | 29                | 9,659               | 6,600            |
| Professional Fees                       | 84,908              | 175,906                   | 35,755            | 296,569             | 85,045           |
| Rent and Occupancy                      | 91,111              | 339                       | 450               | 91,900              | 31,646           |
| Activities and Supplies                 | 160,776             | 1,338                     | 2,058             | 164,172             | 159,222          |
| Travel and Transportation               | 7,869               | 44                        | -                 | 7,913               | 4,597            |
| Total Expenses before Depreciation      | 1,181,708           | 373,091                   | 163,600           | 1,718,399           | 1,175,038        |
| Depreciation                            | 11,573              | 46,293                    | -                 | 57,866              | 46,810           |
| <b>Total Expenses</b>                   | <b>\$ 1,193,281</b> | <b>\$ 419,384</b>         | <b>\$ 163,600</b> | <b>\$ 1,776,265</b> | <b>1,221,848</b> |

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements.



## Girls Inc. of San Antonio

### Consolidated Statements of Cash Flows Years Ended June 30, 2023 and 2022

|  | <u>2023</u>         | <u>2022</u>         |
|--|---------------------|---------------------|
| <b>Cash Flows From Operating Activities:</b>   |                     |                     |
| Change in Net Assets   | \$ 449,314          | \$ 2,039,579        |
| Adjustments to Reconcile Change in Net Assets<br>to Net Cash Provided by Operating Activities: |                     |                     |
| Depreciation   | 57,866              | 46,810              |
| Gain on Extinguishment of Debt - Forgiven<br>Paycheck Protection Program Loan                  | -                   | (138,132)           |
| Change in Discount on Pledges Receivable   | (45,734)            | (29,750)            |
| Unrealized Gain on Investments   | (34,365)            | -                   |
| (Increase) Decrease in:  |                     |                     |
| Accounts Receivable  | (57,616)            | 104,765             |
| Pledges Receivable   | 397,000             | 139,000             |
| Prepaid Expenses   | (1,957)             | (218)               |
| Other Assets   | 33,050              | (60,000)            |
| Increase (Decrease) in:  |                     |                     |
| Accounts Payable   | 988,174             | 42,694              |
| Payroll Liabilities  | (2,337)             | (37,505)            |
| Accrued Liabilities  | 21,136              | (948)               |
| Accrued Interest on Paycheck Protection Program Loan   | -                   | (390)               |
| Construction Retainage   | 223,777             | 55,151              |
| <b>Net Cash Provided by Operating Activities</b>   | <u>2,028,308</u>    | <u>2,161,056</u>    |
| <b>Cash Flows From Investing Activities:</b>   |                     |                     |
| Purchase of Property and Equipment   | (3,398,363)         | (709,095)           |
| Purchase of Investments  | (2,500,000)         | -                   |
| Reinvestment of Interest and Dividends, net of fees  | (3,181)             | -                   |
| Investment in Notes Receivable - New Market Tax Credit   | (6,555,000)         | -                   |
| <b>Net Cash Used by Investing Activities</b>   | <u>(12,456,544)</u> | <u>(709,095)</u>    |
| <b>Cash Flows From Financing Activities:</b>   |                     |                     |
| Proceeds from Construction Line of Credit  | 3,000,000           | -                   |
| Proceeds from New Market Tax Credit Financing  | 8,850,000           | -                   |
| Payment of Debt Issuance Costs   | (587,245)           | -                   |
| <b>Net Cash Provided by Financing Activities</b>   | <u>11,262,755</u>   | <u>-</u>            |
| <b>Net Increase in Cash and Cash Equivalents</b>   | <b>834,519</b>      | <b>1,451,961</b>    |
| Cash and Cash Equivalents, Beginning of Year   | <u>5,111,034</u>    | <u>3,659,073</u>    |
| <b>Cash and Cash Equivalents, End of Year</b>  | <u>\$ 5,945,553</u> | <u>\$ 5,111,034</u> |
|  |                     | -                   |
| <b>Supplemental Disclosures:</b>   |                     |                     |
| Interest Paid  | <u>\$ 61,750</u>    | <u>\$ -</u>         |

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements.

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note A: Nature of Organization

Girls Inc. of San Antonio (Girls Inc.) was incorporated on November 10, 2004 in the State of Texas as a nonprofit corporation. The mission of Girls Inc. is to inspire all girls to be strong, smart, and bold. Girls Inc.'s comprehensive approach to whole girl development equips girls to navigate gender, economic, and social barriers and grow up healthy, educated, and independent. Research-based programs take place in partnership with schools and community organizations both during the school day and during out-of-school time, holidays and summer break.

GISA Leadership Fund for Girls, Inc. was incorporated on July 15, 2022 as a non-profit organization exclusively for the benefit of Girls Inc. GISA Leadership Fund for Girls, Inc. is a Qualified Active Low Income Community Business (QALICB) which owns majority of the construction project and is part of the New Market Tax Credit (NMTC) financing.

### Note B: Basis of Consolidation

The consolidated financial statements include the accounts of Girls Inc. and GISA Leadership Fund for Girls, Inc. All significant intercompany account balances and transactions have been eliminated in the accompanying consolidated financial statements.

### Note C: Summary of Accounting Principles

#### ***Basis of Accounting***

The consolidated financial statements are prepared on the accrual basis of accounting in conformity with generally accepted accounting principles (GAAP). Net assets, support and revenue, and expenses are classified according to two classes of net assets:

- *Without Donor Restrictions* – net assets available for use in general operations and not subject to donor restrictions. Grant and contributions gifted for recurring programs of Girls Inc. generally are not considered “restricted” under GAAP, though for internal reporting Girls Inc. such grants and contributions to verify the disbursement matches the intent. Assets restricted solely through the actions of the Board of Directors are reported as Net Assets Without Donor Restrictions, Board Designated.
- *With Donor Restrictions* – net assets subject to donor-imposed stipulations that are more restrictive than Girls Inc.'s mission and purpose. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

#### ***Methods Used for Allocation of Expenses among Program and Support Services***

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or support function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses which can be directly identified with specific programs are allocated to those programs. Any expenses not directly chargeable are allocated to programs and support service classifications based on management estimates. For example, payroll expenses are allocated based on a percentage of the actual time worked by employees in each functional class. Expenses such as occupancy and other general expenses are allocated to support services based upon the CEO's time and effort allocation, with the remaining portion allocated to programs.

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note C: Summary of Accounting Principles (Continued)

#### ***Estimates***

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### ***Cash and Cash Equivalents***

For purposes of reporting cash flows, Girls Inc. considers all highly liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2023 and 2022, there were no cash equivalents.

#### ***Promises to Give***

Unconditional promises to give are recognized as contributions in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefit received. Promises to give are recorded at net realizable value if they are expected to be collected within one year and at net present value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

#### ***Investments***

Investments are carried at fair value based on quoted market prices for financial statement purposes. A provision for unrealized gains or losses is made each year to adjust to the appropriate value. Realized and unrealized gains and losses are determined by comparison to cost to proceeds or fair value, respectively. Cost is determined by historical purchase price or, in the case of any donated investments, the fair market value of those investments at the date of the gift.

#### ***Property and Equipment***

Property and equipment are recorded at cost, if purchased, or if donated, at the fair market value at the date of donation. Costs for major improvements to fixed assets are capitalized. Expenditures for repairs and maintenance are expensed as incurred. Donations of property and equipment are reported as Without Donor Restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash must be used to acquire property and equipment are reported as With Donor Restrictions. Absent donor stipulations regarding how long those donated assets are placed in service as instructed by the donor, Girls Inc. reclassifies With Donor Restrictions to Without Donor Restrictions at that time. Girls Inc. capitalizes all expenditures for property and equipment in excess of \$2,500. Land and Construction in Progress are not depreciated.

Depreciation is computed for financial statement purposes on a straight-line basis over the estimated lives useful lives as follow:

|                                    |               |
|------------------------------------|---------------|
| Vehicles                           | 5 years       |
| Furniture and Fixtures             | 7 years       |
| Building and Building Improvements | 15 - 30 years |

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note C: Summary of Accounting Principles (Continued)

#### **Revenue Recognition**

##### Contributions and Grants

Girls Inc. recognizes contributions and grants when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Girls Inc. reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, With Donor Restrictions are reclassified to Without Donor Restrictions and reported in the Consolidated Statement of Activities as Net Assets Released from Restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as Without Donor Restrictions.

##### Grants from State and Local Governments and Program Service Fees

Grants from the State of Texas and City of San Antonio are either reimbursement contracts or fee for service contracts. Revenue derived from reimbursement contracts is recorded when expenses are incurred. Revenue derived from fee for service contracts and other program service fees is recognized in the period it is earned.

##### Special Events

Girls Inc. records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

#### **Advertising Costs**

Advertising costs are expensed as incurred. Advertising expenses for the years ended June 30, 2023 and 2022 were **\$863** and \$272, respectively.

#### **Fair Value of Financial Instruments**

Girls Inc.'s financial instruments include cash and cash equivalents, receivables, investments, and payables. The carrying amount of these financial instruments, except for investments (Refer to **Note N**), as reflected in the Consolidated Statements of Financial Position approximates fair value.

#### **Restricted Cash**

Girls Inc. is currently undergoing construction and building renovations. Included in restricted cash are amounts received from donors that are to be used towards construction and renovations. Restricted cash at June 30, 2023 and 2022 was **\$1,159,998** and \$1,842,910, respectively.

#### **Accounts Receivable**

Grants and other receivables are stated at the amount management expects to collect from outstanding balances. Uncollectible accounts receivable, including promises to give, are written off after management has made reasonable collection efforts and such receivables are then determined to be losses. As of June 30, 2023 and 2022, management believes all accounts receivable will be fully collected, and accordingly, no allowance for doubtful accounts is considered necessary.

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note C: Summary of Accounting Principles (Continued)

#### ***Fair Value Measurements***

The Fair Value Measurements and Disclosures Topic of the FASB ASC, 820-10, defines fair value, establishes a three-level valuation hierarchy for disclosure of fair value measurements, and expands disclosures about fair value measurements. An instrument's categorization within the hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

- *Level 1* - Inputs that utilize quoted prices (unadjusted) in active markets for identical assets that Girls Inc. has the ability to access.
- *Level 2* - Inputs that include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.
- *Level 3* - Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions as there is little, if any, related market activity.

#### ***Federal and State Income Taxes***

Girls Inc. is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying statements. In addition, Girls Inc. has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) for the Internal Revenue Code. There was no unrelated business income for the years ended June 30, 2023 and 2022. Girls Inc. is not subject to the Texas margin tax. Management is not aware of any tax position that would have a significant impact on its financial position.

#### ***Prepaid Expenses***

Expenses recorded in advance of the service or product being received are deferred and carried on the Consolidated Statement of Financial Position as prepaid expenses.

#### ***Contributed Nonfinancial Assets***

Donated services, materials, and facilities are valued based on their estimated fair market value on the date of the contribution. A substantial number of volunteers donate significant amounts of their time to Girls Inc., and no amounts for these services are reflected in these consolidated financial statements because these services do not meet the criteria for recognition as a contribution in accordance with GAAP. For donated goods and services during 2023 and 2022, refer to **Note H**.

#### ***Recently Issued Accounting Pronouncements***

##### Adopted During 2023

In February 2016, The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, *Leases*, effective for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. Under this new pronouncement, generally, leases with terms of more than 12 months will be recognized in the Consolidated Statements of Financial Position as an asset (right to use leased asset) and a liability (lease liability). The implementation of ASU 2016-02 did not have an impact to the consolidated financial statements as of and for the year ended June 30, 2023.

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note C: Summary of Accounting Principles (Continued)

#### Summarized Financial Information

The consolidated 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 GAAP. Accordingly, such information should be read in conjunction with Girls Inc.'s financial statements for the year ended June 30, 2022 from which the summarized information was derived.

### Note D: Risk and Uncertainty

#### Current Economic Events

Certain current economic events have arisen which could impact Girls Inc.'s ongoing operations. The effects of economic stimulus programs and U.S. Federal Reserve actions remain uncertain. These matters could impact numerous facets of the business environment including interest rates, inflation, and the availability of goods, capital and labor. Any related financial impact cannot be reasonably estimated at this time.

#### Investment Risks

Investment securities are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in values in the near term could materially affect the amounts reported in the accompanying financial statements.

### Note E: Liquidity and Availability of Financial Assets

The following represents Girls Inc.'s financial assets at June 30, 2023 and 2022 available to meet general expenditures over the next twelve months:

|   | <u>2023</u>         | <u>2022</u>         |
|---|---------------------|---------------------|
| Financial assets at year end:   |                     |                     |
| Cash and Cash Equivalents   | \$ 5,945,553        | \$ 5,111,034        |
| Investments   | 2,537,546           | -                   |
| Accounts Receivable   | 240,069             | 182,453             |
| Pledges Receivable, Net of Discount   | 759,000             | 1,110,266           |
| Total Financial Assets  | <u>9,482,168</u>    | <u>6,403,753</u>    |
| Less those unavailable for general expenditures over the next twelve months due to: |                     |                     |
| Net Assets with Donor Restrictions  | 3,053,417           | 3,606,707           |
| Construction Retainage  | 278,928             | 55,151              |
| Cash and Cash Equivalents - Reserved  | 414,192             | -                   |
| Less net assets with timing restrictions to be met over the next twelve months      | <u>-</u>            | <u>-</u>            |
| Financial assets available to meet general expenditures over the next twelve months | <u>\$ 5,735,631</u> | <u>\$ 2,741,895</u> |

Girls Inc. regularly monitors liquidity to meet its operating needs. Girls Inc.'s goal is generally to maintain financial assets to meet 90 days of operating expenses. Girls Inc. has various resources of liquidity at its disposal, including cash and cash equivalents, investments, various receivables, and a line of credit.

## Girls Inc. of San Antonio

### Notes to Consolidated Financial Statements Years Ended June 30, 2023 and 2022

---

#### Note F: Pledges Receivable

Pledges receivable consist of unconditional promises to give from various contributors totaling **\$759,000** and \$1,156,000 at June 30, 2023 and 2022, respectively. The outstanding amounts pledged range from \$14,000 to \$400,000 and are to be received over a range of one to four years. No discount to present values has been recorded on the pledges due to the insignificance of the discount involved.

Pledges Receivable are scheduled to be collected as follows at June 30, 2023:

|   |    |                       |
|---|----|-----------------------|
| 2024  | \$ | 404,000               |
| 2025  |    | 155,000               |
| 2026  |    | 100,000               |
| 2027  |    | 100,000               |
| Total Pledges Receivable                    |    | <u>759,000</u>        |
| Less: Current Portion of Pledges Receivable |    | <u>(404,000)</u>      |
| Long-Term Portion of Pledges Receivable     | \$ | <u><u>355,000</u></u> |

#### Note G: Property and Equipment

Property and Equipment, Net of Accumulated Depreciation consisted of the following at June 30,:

|                                       | <u>2023</u>         | <u>2022</u>         |
|---------------------------------------|---------------------|---------------------|
| Vehicles                              | \$ 114,591          | \$ 114,591          |
| Land                                  | 383,640             | 383,640             |
| Building                              | 1,566,360           | 1,567,540           |
| Building Improvements                 | 138,270             | -                   |
| Furniture and Fixtures                | 8,447               | -                   |
| Construction in Progress (See Note L) | <u>4,161,392</u>    | <u>908,566</u>      |
| Total Property and Equipment          | <u>6,372,700</u>    | 2,974,337           |
| Less: Accumulated Depreciation        | <u>(285,668)</u>    | <u>(227,802)</u>    |
|                                       | <u>\$ 6,087,032</u> | <u>\$ 2,746,535</u> |

Depreciation expense for the years ended June 30, 2023 and 2022 was **\$57,866** and \$46,810, respectively.

#### Note H: Contributed Nonfinancial Assets

Girls Inc. received donated goods consisting of office equipment, supplies and a playground with an estimated fair value of **\$158,350** and \$0 for the years ended June 30, 2023 and 2022, respectively. Donated goods in the amount of **\$138,270** and \$0 are recorded as Building Improvements on the Consolidated Statement of Financial Position for the years ended June 30, 2023 and 2022, respectively. **\$20,080** and \$0 is recorded as Contributed Goods on the Consolidated Statement of Functional Expense for the years ended June 30, 2023 and 2022, respectively.



## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note I: Concentrations

#### *Credit Risk of Financial Instruments*

Financial instruments that potentially subject Girls Inc. to concentrations of credit risk consist of its cash balances at financial institutions if such balances exceed the amount insured by Federal Deposit Insurance Corporation (FDIC). Accounts at the financial institutions are insured by the FDIC up to \$250,000. At June 30, 2023 and 2022, Girls Inc.'s cash balances at financial institutions were in excess of the FDIC limit by **\$4,677,341** and \$4,603,892, respectively. Girls Inc. has not experienced any losses in such accounts, and management believes there to be little exposure to any significant risk to cash on deposit with banks or investment companies.

Girls Inc. maintains an investment account at an institution in San Antonio, Texas. The account at the institution is insured by the Securities Investor Protection Corporation (SIPC) up to \$500,000 for securities. At June 30, 2023 and 2022, Girls Inc.'s investment balance at its financial institution exceeded the SIPC limit by **\$2,037,546** and \$0, respectively.

#### *Support and Revenues*

The Organization received approximately **33%** and 31% of total support and revenues from 3 grantors and 2 grantors during 2023 and 2022, respectively. The purpose of this funding is primarily for the Organization's building renovation project.

### Note J: Net Assets With Donor Restrictions

Net Assets With Donor Restrictions consisted of the following at June 30,:

|  | <u>2023</u>         | <u>2022</u>         |
|--|---------------------|---------------------|
| Restricted by Purpose                    |                     |                     |
| Capital Campaign                         | \$ 1,159,998        | \$ 1,842,910        |
| Science Festival                         | 48,689              | 34,754              |
| Summer Programs                          | 174,186             | 68,874              |
| School Based Programs                    | 41,148              | 47,113              |
| Operation SMART                          | 395,168             | 164,508             |
| Leadership Programs                      | 213,712             | 217,548             |
| STEM                                     | 75,000              | 75,000              |
| Behavioral Health and Wellness for Girls | 186,516             | -                   |
|  | <u>2,294,417</u>    | <u>2,450,707</u>    |
| Restricted by Time                       | <u>759,000</u>      | <u>1,156,000</u>    |
| Total Net Assets With Donor Restrictions | <u>\$ 3,053,417</u> | <u>\$ 3,606,707</u> |

### Note K: Debt

#### *Operating Line of Credit*

Girls Inc. has a \$250,000 line of credit agreement with Broadway Bank that matured on June 17, 2023 and was renewed to mature on June 17, 2024. The line of credit is secured by all business assets owned by Girls Inc and bears an interest rate of prime plus 1.00%, or **9.25%** and 5.75% at June 30, 2023 and 2022, respectively. At June 30, 2023 and 2022, the line of credit balance was **\$0**.



## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note K: Debt (Continued)

#### *Construction Line of Credit – New Market Tax Credit*

In November 2021, Girls Inc. entered into a line of credit agreement for \$3 million with Frost Bank. The line of credit is secured by capital campaign pledge receivables. The line of credit matures on November 10, 2026 and bears an interest rate of 2.85%. At June 30, 2023 and 2022, the line of credit balance was **\$3,000,000** and \$0, respectively.

#### *Bridge Loan – New Market Tax Credit*

On September 27, 2022, Girls Inc. entered into a bridge loan agreement with JPMorgan Chase Bank in the amount of \$2,717,553. The note matured and was paid in full on September 29, 2022 and bore an interest rate of 8.5%.

### Note L: Commitments and Contingencies

The Organization engaged a general contractor for the completion of Girls Inc. building renovations that commenced during 2022. The following represents the Organization's construction commitment at June 30, 2023:

|   |                   |
|---|-------------------|
| Total Contract                                | \$ 3,661,255      |
| Less: Payments Made as of June 30, 2023       | (2,809,950)       |
| Less: Construction Retainage at June 30, 2023 | <u>(278,928)</u>  |
| Remaining Commitment                          | <u>\$ 572,377</u> |

Construction retainage payable of **\$278,928** and \$55,151 is included on the Consolidated Statement of Financial Position as of June 30, 2023 and 2022, respectively.

### Note M: New Market Tax Credit Financing and Notes Receivable

GISA Leadership Fund for Girls, Inc. executed a seven-year new market tax credit (NMTC) loan agreement on September 27, 2022 with TMF Sub-CDE 48, LLC and CNMC Sub-CDE 202, LLC in the amount of \$8,850,000. The loan carries an interest rate of 1.22% per annum and qualifies as a NMTC enhanced loan. The loan matures on December 31, 2052 and has a compliance period of seven years.

TMF Sub-CDE 48, LLC (TMF) and CNMC Sub-CDE 202, LLC (CNMC) are Community Development Entities which receive an allocation of NMTC pursuant to Section 45D of the Internal Revenue Code in order to assist eligible businesses in making new investments in certain low-income communities.

The borrowings on the NMTC loan are being used to finance the construction, development, and improvement of its current facilities. The NMTC loan is secured by the collateral of the land, building and the improvements made to the building.

## Girls Inc. of San Antonio

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### Note M: New Market Tax Credit Financing and Notes Receivable (Continued)

Interest on the loan is to be paid annually, which commenced in December 2022, and the agreement prevents GISA Leadership Fund for Girls, Inc. from prepayment of any portion of the principal balance on the borrowings until the seventh anniversary date. On the seventh anniversary date, Chase Community Equity, LLC (the Investor) can put its rights to the investment fund (known as Chase NMTC Girls Investment Fund, LLC, or the Fund) to Girls Inc. for \$1,000, which will allow Girls Inc. to cancel debts from GISA Leadership Fund for Girls, Inc. As of June 30, 2023, the outstanding loan balance was \$8,850,000. The unamortized debt issuance costs, which are recognized as a deduction of debt in the Consolidated Statements of Financial Position, totaled \$587,245 for the year ended June 30, 2023. GISA Leadership Fund for Girls, Inc. incurred interest expense of \$33,111 for the year ended June 30, 2023 and is reported as Interest Expense in the Consolidated Statement of Functional Expenses. In accordance with the loan agreement, GISA Leadership Fund for Girls, Inc. is required to maintain a lender reserve account at JPMorgan Chase Bank in the initial amount of \$428,750. The reserve account is to be used to pay interest, fees, and expenses to the lender. As of June 30, 2023, the balance of the reserve account is \$414,192 and is reported as Cash and Cash Equivalents – Reserved for Debt Service in the Consolidated Statements of Financial Position.

The New Market Tax Credit Financing, net consisted of the following as of December 31:

|                                       |    |                  |
|---------------------------------------|----|------------------|
| New Market Tax Credit Financing       | \$ | 8,850,000        |
| Less: Unamortized Debt Issuance Costs |    | <u>(587,245)</u> |
| New Market Tax Credit Financing, net  | \$ | <u>8,262,755</u> |

The Investor invested a total of \$2,632,500 into the Fund in the form of NMTC equity and Girls Inc. capitalized the same entity with a \$6,555,000 leverage loan. The result of the transaction left Girls Inc. with a net benefit of \$2,295,000. The leverage loan matures on December 31, 2052 and bears an interest rate of 1%. As of June 30, 2023, the leverage loan balance was \$6,555,000 and is reported as Notes Receivable - NMTC in the Consolidated Statements of Financial Position.

The NMTC loan requires GISA Leadership Fund for Girls, Inc. to complete quarterly and annual compliance reporting and to maintain its status as a qualified active low-income business as defined by the Internal Service Revenue Code Section 45D. Management believes GISA Leadership Fund for Girls, Inc. was in compliance with all significant financial covenants since inception through the date of this report.

### Note N: Investments and Fair Value Measurements

The reporting entity uses fair value measurements to record fair value adjustments to certain assets and liabilities to determine fair value disclosures. For additional information on how Girls Inc. measures fair value, refer to **Note C**. The following describes the valuation methods and assumptions used by Girls Inc. in estimating the value disclosures for investments.

- *Fixed Income* is valued at fair value at quoted dealer prices for assets not traded regularly.

The following table sets forth by level, within the fair value hierarchy, Girls Inc.'s investments at fair value as of June 30, 2023:

|                                 | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> |
|---------------------------------|----------------|----------------|----------------|--------------|
| Fixed Income                    | \$ -           | \$ 2,537,546   | \$ -           | \$ 2,537,546 |
| Total Investments at Fair Value | \$ -           | \$ 2,537,546   | \$ -           | \$ 2,537,546 |

## **Girls Inc. of San Antonio**

Notes to Consolidated Financial Statements  
Years Ended June 30, 2023 and 2022

---

### **Note O: Reclassification**

Certain amounts in the 2022 presentation have been reclassified to conform to the 2023 presentation. Net assets and change in net assets are unchanged due to the reclassifications.

### **Note P: Subsequent Events**

Subsequent events have been evaluated through May 23, 2024, which is the date the financial statements were available to be issued.

## **Supplementary Information**

# Girls Inc. of San Antonio

## Consolidating Statement of Financial Position Year Ended June 30, 2023

| <b>Assets</b>   | Girls, Inc.       | GISA<br>Leadership Fund | Eliminating<br>Entries | <b>Totals</b>     |
|---|-------------------|-------------------------|------------------------|-------------------|
| <b>Current Assets:</b>                                      |                   |                         |                        |                   |
| Cash and Cash Equivalents                                   | \$ 941,049        | \$ 3,430,314            | \$ -                   | \$ 4,371,363      |
| Cash and Cash Equivalents - Restricted for Capital Campaign | 1,159,998         | -                       | -                      | 1,159,998         |
| Cash and Cash Equivalents - Reserved                        | -                 | 414,192                 | -                      | 414,192           |
| Investments   | 2,537,546         | -                       | -                      | 2,537,546         |
| Accounts Receivable   | 240,069           | -                       | -                      | 240,069           |
| Current Portion of Pledges Receivable                       | 404,000           | -                       | -                      | 404,000           |
| Prepaid Expenses  | 8,226             | -                       | -                      | 8,226             |
| <b>Total Current Assets</b>                                 | <b>5,290,888</b>  | <b>3,844,506</b>        | <b>-</b>               | <b>9,135,394</b>  |
| Notes Receivable - New Market Tax Credit                    | 6,555,000         | -                       | -                      | 6,555,000         |
| Property and Equipment, Net of Accumulated Depreciation     | 815,206           | 5,271,826               | -                      | 6,087,032         |
| Long-term Portion of Pledges Receivable                     | 355,000           | -                       | -                      | 355,000           |
| Other Assets  | 26,950            | -                       | -                      | 26,950            |
| <b>Total Assets</b>   | <b>13,043,044</b> | <b>9,116,332</b>        | <b>-</b>               | <b>22,159,376</b> |
| <b>Liabilities and Net Assets</b>                           |                   |                         |                        |                   |
| <b>Current Liabilities:</b>                                 |                   |                         |                        |                   |
| Accounts Payable  | 38,457            | 995,109                 | -                      | 1,033,566         |
| Payroll Liabilities   | 20,185            | -                       | -                      | 20,185            |
| Accrued Liabilities   | 21,136            | -                       | -                      | 21,136            |
| Construction Retainage                                      | 278,928           | -                       | -                      | 278,928           |
| <b>Total Current Liabilities</b>                            | <b>358,706</b>    | <b>995,109</b>          | <b>-</b>               | <b>1,353,815</b>  |
| Long-Term Liabilities                                       |                   |                         |                        |                   |
| Construction Line of Credit - New Market Tax Credit         | 3,000,000         | -                       | -                      | 3,000,000         |
| New Market Tax Credit Financing, Net                        | -                 | 8,262,755               | -                      | 8,262,755         |
| <b>Total Long-Term Liabilities</b>                          | <b>3,000,000</b>  | <b>8,262,755</b>        | <b>-</b>               | <b>11,262,755</b> |
| <b>Total Liabilities</b>                                    | <b>3,358,706</b>  | <b>9,257,864</b>        | <b>-</b>               | <b>12,616,570</b> |
| <b>Net Assets:</b>  |                   |                         |                        |                   |
| Without Donor Restrictions                                  | 6,630,921         | (141,532)               | -                      | 6,489,389         |
| With Donor Restrictions                                     | 3,053,417         | -                       | -                      | 3,053,417         |
| <b>Total Net Assets</b>                                     | <b>9,684,338</b>  | <b>(141,532)</b>        | <b>-</b>               | <b>9,542,806</b>  |
| <b>Total Liabilities and Net Assets</b>                     | <b>13,043,044</b> | <b>9,116,332</b>        | <b>-</b>               | <b>22,159,376</b> |

See Independent Auditor's Report

# Girls Inc. of San Antonio

## Consolidating Statement of Activities Year Ended June 30, 2023

|   | Girls, Inc.                   |                            |                     | GISA<br>Leadership Fund       |              | Consolidated                  |                            |                     |
|---|-------------------------------|----------------------------|---------------------|-------------------------------|--------------|-------------------------------|----------------------------|---------------------|
|   | Without Donor<br>Restrictions | With Donor<br>Restrictions | Totals              | Without Donor<br>Restrictions | Eliminations | Without Donor<br>Restrictions | With Donor<br>Restrictions | Totals              |
| <b>Support and Revenues</b>   |                               |                            |                     |                               |              |                               |                            |                     |
| <i>Support:</i>   |                               |                            |                     |                               |              |                               |                            |                     |
| Contributions and Grants  | \$ 305,757                    | \$ 664,534                 | \$ 970,291          | \$ -                          | \$ -         | \$ 305,757                    | \$ 664,534                 | \$ 970,291          |
| Contributed Nonfinancial Assets   | 158,350                       | -                          | 158,350             | -                             | -            | 158,350                       | -                          | 158,350             |
| Grants - State Government   | 237,561                       | -                          | 237,561             | -                             | -            | 237,561                       | -                          | 237,561             |
| Grants - Local Government   | 107,572                       | -                          | 107,572             | -                             | -            | 107,572                       | -                          | 107,572             |
| Capital Campaign  | 45,734                        | 443,438                    | 489,172             | -                             | -            | 45,734                        | 443,438                    | 489,172             |
| Special Events, net of expenses of<br>\$61,395 and \$38,915 in 2023 and<br>2022, respectively | 148,445                       | -                          | 148,445             | -                             | -            | 148,445                       | -                          | 148,445             |
| <i>Revenues:</i>  |                               |                            |                     |                               |              |                               |                            |                     |
| Program Service Fees  | 46,773                        | 7,238                      | 54,011              | -                             | -            | 46,773                        | 7,238                      | 54,011              |
| Unrealized Gain on Investments  | 34,365                        | -                          | 34,365              | -                             | -            | 34,365                        | -                          | 34,365              |
| Interest and Dividend Income  | 7,975                         | -                          | 7,975               | 17,837                        | -            | 25,812                        | -                          | 25,812              |
| Transfers In (Out)  | (22,221)                      | -                          | (22,221)            | 22,221                        | -            | -                             | -                          | -                   |
| Net Assets Released from Restrictions   | 1,668,500                     | (1,668,500)                | -                   | -                             | -            | 1,668,500                     | (1,668,500)                | -                   |
| <b>Total Support and Revenues</b>   | <b>2,738,811</b>              | <b>(553,290)</b>           | <b>2,185,521</b>    | <b>40,058</b>                 | <b>-</b>     | <b>2,778,869</b>              | <b>(553,290)</b>           | <b>2,225,579</b>    |
| <b>Expenses</b>   |                               |                            |                     |                               |              |                               |                            |                     |
| Program Services  | 1,193,281                     | -                          | 1,193,281           | -                             | -            | 1,193,281                     | -                          | 1,193,281           |
| Support Services:   |                               |                            |                     |                               |              |                               |                            |                     |
| Management and General  | 237,794                       | -                          | 237,794             | 181,590                       | -            | 419,384                       | -                          | 419,384             |
| Fundraising   | 163,600                       | -                          | 163,600             | -                             | -            | 163,600                       | -                          | 163,600             |
| <b>Total Expenses</b>   | <b>1,594,675</b>              | <b>-</b>                   | <b>1,594,675</b>    | <b>181,590</b>                | <b>-</b>     | <b>1,776,265</b>              | <b>-</b>                   | <b>1,776,265</b>    |
| <b>Change in Net Assets</b>   | <b>1,144,136</b>              | <b>(553,290)</b>           | <b>590,846</b>      | <b>(141,532)</b>              | <b>-</b>     | <b>1,002,604</b>              | <b>(553,290)</b>           | <b>449,314</b>      |
| <b>Net Assets at Beginning of Year</b>  | <b>5,486,785</b>              | <b>3,606,707</b>           | <b>9,093,492</b>    | <b>-</b>                      | <b>-</b>     | <b>5,486,785</b>              | <b>3,606,707</b>           | <b>9,093,492</b>    |
| <b>Net Assets at End of Year</b>  | <b>\$ 6,630,921</b>           | <b>\$ 3,053,417</b>        | <b>\$ 9,684,338</b> | <b>(141,532)</b>              | <b>\$ -</b>  | <b>\$ 6,489,389</b>           | <b>\$ 3,053,417</b>        | <b>\$ 9,542,806</b> |

See Independent Auditor's Report

## Girls Inc. of San Antonio

### Consolidating Statement of Functional Expenses Year Ended June 30, 2023

|                                      | <b>Girls, Inc.</b>  |                           |                   |                     | GISA<br>Leadership Fund | Eliminations | Consolidated<br>Totals |
|--------------------------------------|---------------------|---------------------------|-------------------|---------------------|-------------------------|--------------|------------------------|
|                                      | Program<br>Services | Management<br>and General | Fundraising       | Totals              |                         |              |                        |
| Salaries and Wages                   | \$ 559,882          | \$ 54,040                 | \$ 102,833        | \$ 716,755          | \$ -                    | \$ -         | \$ 716,755             |
| Payroll Taxes                        | 53,862              | 4,276                     | 8,679             | 66,817              | -                       | -            | 66,817                 |
| Employee Benefits                    | 37,811              | 2,508                     | 6,502             | 46,821              | -                       | -            | 46,821                 |
| Total Salaries and Related Expenses  | 651,555             | 60,824                    | 118,014           | 830,393             | -                       | -            | 830,393                |
| Bank Fees                            | -                   | 4,270                     | -                 | 4,270               | 322                     | -            | 4,592                  |
| Capital Campaign                     | 29,295              | -                         | -                 | 29,295              | -                       | -            | 29,295                 |
| Contributed Goods                    | -                   | 20,080                    | -                 | 20,080              | -                       | -            | 20,080                 |
| Dues and Subscriptions               | 11,899              | 659                       | 1,318             | 13,876              | -                       | -            | 13,876                 |
| Fundraising                          | 1,048               | -                         | 983               | 2,031               | -                       | -            | 2,031                  |
| Furniture, Equipment and Maintenance | 62,572              | 3,863                     | -                 | 66,435              | -                       | -            | 66,435                 |
| Insurance                            | 42,716              | 2,209                     | 4,417             | 49,342              | -                       | -            | 49,342                 |
| Information Technology and Telephone | 9,318               | 246                       | 492               | 10,056              | -                       | -            | 10,056                 |
| Interest Expense                     | -                   | 61,750                    | -                 | 61,750              | 33,111                  | -            | 94,861                 |
| Marketing                            | 396                 | 467                       | -                 | 863                 | -                       | -            | 863                    |
| Meetings and Conferences             | 18,655              | 7,623                     | 84                | 26,362              | -                       | -            | 26,362                 |
| Printing, Publications and Postage   | 9,590               | 40                        | 29                | 9,659               | -                       | -            | 9,659                  |
| Professional Fees                    | 84,908              | 27,749                    | 35,755            | 148,412             | 148,157                 | -            | 296,569                |
| Rent and Occupancy                   | 91,111              | 339                       | 450               | 91,900              | -                       | -            | 91,900                 |
| Activities and Supplies              | 160,776             | 1,338                     | 2,058             | 164,172             | -                       | -            | 164,172                |
| Travel and Transportation            | 7,869               | 44                        | -                 | 7,913               | -                       | -            | 7,913                  |
| Total Expenses before Depreciation   | 1,181,708           | 191,501                   | 163,600           | 1,536,809           | 181,590                 | -            | 1,718,399              |
| Depreciation                         | 11,573              | 46,293                    | -                 | 57,866              | -                       | -            | 57,866                 |
| <b>Total Expenses</b>                | <b>\$ 1,193,281</b> | <b>\$ 237,794</b>         | <b>\$ 163,600</b> | <b>\$ 1,594,675</b> | <b>\$ 181,590</b>       | <b>\$ -</b>  | <b>\$ 1,776,265</b>    |

See Independent Auditor's Report