

BROOMFIELD FISH

FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2024

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

BROOMFIELD FISH
FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

CONTENTS

	<u>Page</u>
Independent Auditors' Report	1
Financial Statements	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7



April 15, 2025

INDEPENDENT AUDITORS' REPORT

Board of Directors
Broomfield FISH
Broomfield, Colorado

Opinion

We have audited the accompanying financial statements of **Community Services of Broomfield, Inc. dba Broomfield FISH** (a nonprofit organization), which comprise the statement of financial position as of September 30, 2024, 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 Broomfield FISH as of September 30, 2024, and the changes in 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 Broomfield FISH 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 Broomfield FISH'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 Broomfield FISH'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 Broomfield FISH'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 the Broomfield FISH's 2023 financial statements and we expressed an unmodified opinion in our report dated January 25, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2023, is consistent, in all material respects, with the audited financial information from which it has been derived.

Taylor Roth and Company PLLC

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

BROOMFIELD FISH
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	<u>2024</u>	<u>2023</u>
<u>Assets</u>		
Cash and cash equivalents	\$ 264,245	\$ 303,504
Contracts receivable	96,202	66,550
Donations receivable (Note 4)	30,808	32,155
Prepaid expenses and deposits	14,246	10,385
Investments (Note 5)	476,870	453,436
Inventory	332,002	240,690
Property and equipment (Note 6)	<u>282,463</u>	<u>317,184</u>
Total assets	<u>\$ 1,496,836</u>	<u>\$ 1,423,904</u>
 <u>Liabilities and net assets</u>		
Liabilities		
Accounts payable	\$ 7,889	\$ 23,193
Accrued payroll costs	22,488	16,118
Refundable advances	<u>-</u>	<u>3,304</u>
Total liabilities	<u>30,377</u>	<u>42,615</u>
 Net assets		
Without donor restrictions		
Undesignated	900,678	848,719
Board designated operating reserve	<u>450,000</u>	<u>450,000</u>
	1,350,678	1,298,719
With donor restrictions (Note 7)	<u>115,781</u>	<u>82,570</u>
Total net assets	<u>1,466,459</u>	<u>1,381,289</u>
Total liabilities and net assets	<u>\$ 1,496,836</u>	<u>\$ 1,423,904</u>

The accompanying notes are an integral part of these financial statements

BROOMFIELD FISH
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	2024			2023
		With Donor Restrictions		
	Without Donor Restrictions	Purpose Restrictions	Total	Total
<u>Revenue and other support</u>				
Individual and board donations	\$ 706,835	\$ 121,424	\$ 828,259	\$ 707,027
Government	71,469	618,326	689,795	584,305
Special events	-	180,021	180,021	195,152
Less direct event expenses	(24,122)	-	(24,122)	(27,581)
Foundations	61,775	51,924	113,699	202,885
Business donations	49,799	-	49,799	44,872
Investment income	24,664	-	24,664	4,156
Faith based organizations	19,400	-	19,400	19,718
Civic organizations	18,304	-	18,304	19,313
Other income	182	-	182	1,090
In-kind contributions (Note 8)	3,111,263	-	3,111,263	2,877,352
Net assets released from restrictions (Note 9)	938,474	(938,474)	-	-
Total revenue and other support	4,978,043	33,221	5,011,264	4,628,289
<u>Expense</u>				
Program	4,367,865	-	4,367,865	4,288,088
Supporting services				
Management and general	409,483	-	409,483	423,724
Fundraising	148,746	-	148,746	130,108
Total expense	4,926,094	-	4,926,094	4,841,920
Change in net assets	51,949	33,221	85,170	(213,631)
Net assets, beginning of year	1,298,729	82,560	1,381,289	1,594,920
Net assets, end of year	<u>\$ 1,350,678</u>	<u>\$ 115,781</u>	<u>\$ 1,466,459</u>	<u>\$ 1,381,289</u>

The accompanying notes are an integral part of these financial statements

BROOMFIELD FISH
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	2024			2023	
	Supporting Services				
	Program	Management and General	Fund- raising	Total	Total
Salaries, payroll taxes and benefits	\$ 851,119	\$ 271,079	\$ 108,343	\$ 1,230,541	\$ 1,073,644
Client assistance - food	3,038,351	-	-	3,038,351	3,039,759
Client assistance - other	243,556	-	-	243,556	309,899
In-kind occupancy	131,250	37,500	18,750	187,500	187,500
Accounting and audit	-	53,800	-	53,800	46,787
Computer and software	34,360	5,455	-	39,815	36,552
Special event expenses	-	-	24,122	24,122	27,581
Insurance	-	14,057	-	14,057	14,180
Vehicle expenses	12,071	-	-	12,071	14,035
Advertising and marketing	-	11,009	-	11,009	12,126
Maintenance	10,133	495	249	10,877	17,138
Grant writer	-	-	10,500	10,500	540
Utilities	7,228	2,065	1,033	10,326	15,953
Dues and memberships	3,894	2,096	-	5,990	8,655
Bank and credit card fees	-	459	4,532	4,991	5,053
Office expenses	-	712	-	712	8,696
Volunteer recognition	-	500	-	500	1,378
Fundraising	-	-	216	216	1,740
Other	2,645	754	371	3,770	1,846
	4,334,607	399,981	168,116	4,902,704	4,823,062
Depreciation	33,258	9,502	4,752	47,512	46,439
Total expenses	\$ 4,367,865	\$ 409,483	\$ 172,868	\$ 4,950,216	\$ 4,869,501
Special event expenses	\$ -	\$ -	(24,122)	\$ (24,122)	(27,581)
Net expenses	\$ 4,367,865	\$ 409,483	\$ 148,746	\$ 4,926,094	\$ 4,841,920

The accompanying notes are an integral part of these financial statements

BROOMFIELD FISH
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	<u>2024</u>	<u>2023</u>
Change in net assets	\$ 85,170	\$ (213,631)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	47,512	46,439
Unrealized (gains) and losses	(4,714)	(2,741)
<u>Changes in operating assets and liabilities</u>		
(Increase)decrease in contracts receivable	(29,652)	(29,990)
(Increase)decrease in donations receivable	1,347	(32,155)
(Increase)decrease in inventory	(91,312)	38,520
(Increase)decrease in prepaid expenses and deposits	(3,861)	2,944
(Decrease)increase in accounts payable	(15,304)	17,252
(Decrease)increase in accrued payroll costs	6,370	16,118
(Decrease)increase in refundable advances	<u>(3,304)</u>	<u>(11,485)</u>
Net cash provided(used) by operating activities	<u>(7,748)</u>	<u>(168,729)</u>
<u>Cash flows from investing activities</u>		
(Purchase) of investments	-	(450,000)
Proceeds from investments	-	255,984
(Reinvestment) of interest and dividends	(18,720)	(695)
Purchase of property and equipment	<u>(12,791)</u>	<u>-</u>
Net cash provided(used) by investing activities	(31,511)	(194,711)
Net increase(decrease) in cash and cash equivalents	(39,259)	(363,440)
Cash and cash equivalents, beginning of year	<u>303,504</u>	<u>666,944</u>
Cash and cash equivalents, end of year	<u><u>\$ 264,245</u></u>	<u><u>\$ 303,504</u></u>

The accompanying notes are an integral part of these financial statements

BROOMFIELD FISH
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - NATURE OF ACTIVITIES

Community Services of Broomfield, Inc., dba Broomfield FISH (the Organization) is a Colorado non-profit organization, incorporated in May 2001 to provide food, emergency financial assistance, and one-on-one mentoring support and referrals to low income Broomfield County residents. The organization is supported primarily through in-kind contributions, individual and board donations, government contracts and foundation grants. The Organization operates the following major programs:

Emergency Food and Financial Assistance

Food and nutrition security are essential to mental and physical health, as well as whole-family well-being. FISH works with individuals and families to ensure they have access to the fresh, healthy food options they need to thrive. In FY2024, FISH distributed 1,539,875 pounds of food to 15,008 unduplicated neighbors in need. FISH also offered housing stabilization programs and emergency rent, utilities, and transportation assistance programs. In FY2024, FISH provided emergency assistance to 1,057 Broomfield residents. Total expenses associated with emergency foods and financial programs were \$4,197,070 in 2024.

Supporting Economic Success Through Resources and Referrals

FISH offers resource navigation, referrals, and family development programs that provide participants with the support needed to achieve whole-family success. As a Family Resource Center, FISH fosters the health of the community by focusing on strength-based ways to help residents achieve economic success. Total expenses associated with resource and referrals in 2024 were \$170,795.

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 Broomfield FISH 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.

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

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 three months or less to be cash and cash equivalents. Cash and cash equivalents does not include those amounts held for long-term investment purposes.

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.

5. Contracts 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 \$2,500. 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. 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.

8. 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.

9. Functional Reporting of Expenses

For the year ended September 30, 2024, 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. Occupancy expenses are allocated on square footage. All other expenses are allocated to the program or functional area benefited.

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

10. 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 September 30, 2023 from which the summarized information was derived.

11 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).

12. Leases

The Organization determines if an arrangement is or contains a lease at inception and whether they will be classified as an operating or finance lease based upon the accounting criteria. Leases are included in right-of-use (ROU) assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. The Organization uses the rate implicit in the lease if it is determinable. When the rate implicit in the lease is not determinable, the Organization uses its incremental borrowing rate to determine the present value of the future lease payments. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization applies the short-term lease exemption of not recognizing a ROU asset and lease liability for leases that have terms of 12 months or less. Instead, the lease donations of those leases are reported as lease expense on a straight-line basis over the lease term.

13. Inventory

Inventory, which consists of donated food, is stated at the average wholesale price per gross pound of non-organic grocery items, published by Feeding America, a national food bank distribution network. The average wholesale price per pound of non-organic grocery was \$1.92 for the year-ended September 30, 2024.

14. 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.

15. Subsequent Events

Management has evaluated subsequent events through April 15, 2025, the date the financial statements were available for distribution.

NOTE 3 - AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at September 30, 2024:

<u>Financial assets at year-end:</u>	<u>Amount</u>
Cash and cash equivalents	\$ 264,245
Donations receivable	127,010
Investments	<u>476,870</u>
	<u>868,125</u>
Less amounts not available for general expenditures within one year due to:	
Donor purpose restrictions	(115,790)
Board designated operating reserve	<u>(450,000)</u>
	<u>(565,790)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 302,335</u>

The Organization's goal is generally to maintain financial assets to meet 6 months of cash 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.

NOTE 4 - DONATIONS RECEIVABLE

At year-end, donations receivable is \$30,808. Management has evaluated these receivables and does not believe that an allowance for doubtful accounts is needed. Management expected payments to be received on these donations as follows:

<u>Year</u>	<u>Amount</u>
2025	<u>\$ 30,808</u>

NOTE 5 - INVESTMENTS

At year-end, investments are stated at their quoted market prices (Level 1 inputs) and consist of:

<u>Description</u>	<u>Fair Value</u>
Money Market funds	\$ 101,132
US Treasury securities	<u>375,738</u>
Total	<u>\$ 476,870</u>

Investment income and account activity is summarized as follows:

	<u>Total</u>
Balance, beginning of year	<u>\$ 453,436</u>
Interest income	18,720
Unrealized and realized gains	<u>4,714</u>
Total investment return	<u>23,434</u>
Balance, end of year	<u>\$ 476,870</u>

Additionally, the organization earned \$1,230 of interest income on its other cash balances.

NOTE 6 - PROPERTY AND EQUIPMENT

Property and equipment consist of:

<u>Description</u>	<u>Amount</u>
Building improvements	\$ 369,229
Equipment	137,872
Vehicles	120,149
Printers	<u>1,723</u>
Total	628,973
Less: accumulated depreciation	<u>(346,510)</u>
Net property and equipment	<u>\$ 282,463</u>

Depreciation expense for the year was \$47,512.

NOTE 7 - NEW ASSETS WITH DONOR RESTRICTIONS

At year-end net assets with donor restrictions were available for the following program purposes:

<u>Description</u>	<u>Amount</u>
Embracing Hope	\$ 89,727
Food	<u>26,063</u>
Total	<u>\$ 115,790</u>

NOTE 8 - IN-KIND CONTRIBUTIONS

The fair value of donated services included as contributions in the financial statements and the corresponding program expenses for the year consist of:

<u>Description</u>	<u>Utilization in Programs/Activities</u>	<u>Donor Restrictions</u>	<u>Revenue Recognized</u>
Food (valued at \$1.92/lb)	Programs	None	\$ 2,880,074
Occupancy	Program	None	187,500
Salesforce license	Program	None	18,000
Gift cards	Program	None	13,850
Bus tickets	Program	None	6,902
Copier	Management and General	None	1,892
Leadership coaching	Program/Management and General	None	1,750
Catering	Program		800
Advertising	Management and General	None	495
Total			<u>\$ 3,111,263</u>

The value of the Salesforce license was estimated based on the fair value of a comparable service. The value of the donated food was recognized at the average wholesale price per gross pound of non-organic grocery items published by Feeding America. The value of other donated goods and services were based on their estimated fair value.

The Organization is using the facility on a rent-free basis in return for the Organization contributing to provide certain services to the City of Broomfield and its residents.

NOTE 9 - NET ASSETS RELEASED FROM RESTRICTIONS

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

<u>Description</u>	<u>Amount</u>
Staffing assistance	\$ 454,656
Food	235,907
Embracing Hope	169,129
Housing Assistance	54,388
Other Program Expenses	12,263
Community outreach	12,131
Total	<u>\$ 938,474</u>

NOTE 10 - PENSION PLAN

The Organization has a SIMPLE IRA plan (the Plan). The Organization matches 100% of the employee contributions up to 3% of the employee's salary. Pension plan expense for the year was \$18,312.

NOTE 11 - CONCENTRATION OF CREDIT RISK

The Organization places all of its cash with two financial institutions. Amounts in excess of \$250,000 are not insured by the FDIC or related entity. At year-end, the Organization's uninsured balance at one of these financial institutions was about \$22,250. Management has evaluated its banking needs and the strength of these financial institutions and feels it is in the best long-term interest of the organization to continue its existing banking relationships.

NOTE 12 - PRIOR PERIOD ADJUSTMENT

The audit identified a prior period adjustment relating to prior accounting for the in-kind lease. It was determined that under the terms of the lease, a right of use asset and corresponding lease liability should not have been recorded in the prior year. The operating lease liability (\$170,921) and corresponding right of use lease asset (\$170,921) were removed, and the statement of financial position was restated. The prior period adjustment had no impact on the net assets as of September 30, 2024 nor to the statement of activities.