

**REVIEWED FINANCIAL STATEMENTS**

**OF**

**BOYS TO MEN MENTORING  
NETWORK OF VIRGINIA, INC.**

**FOR THE YEARS ENDED  
DECEMBER 31, 2018 & 2017**

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**Dooley & Vicars**  
Certified Public Accountants, L.L.P.

Daniel J. Dooley, C.P.A.

Michael H. Vicars, C.P.A.

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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

To the Board of Directors  
of Boys to Men Mentoring Network of Virginia, Inc.

We have reviewed the accompanying financial statements of Boys to Men Mentoring Network of Virginia, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018 and 2017, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

**Management's Responsibility for the Financial Statements**

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

**Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted by the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

**Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 8 to the financial statements, in 2018, the entity adopted new accounting guidance ASU 2016-14. Our conclusion is not modified with respect to this matter.

Dooley & Vicars  
Certified Public Accountants

Richmond, Virginia  
April 11, 2019

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2018 AND 2017**

ASSETS

	<u>2018</u>	<u>2017</u>
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	\$ 3,638	\$ 46,742
Total Current Assets	<u>3,638</u>	<u>46,742</u>
<b>FIXED ASSETS</b>		
Vehicles	15,642	4,100
Accumulated Depreciation	<u>(2,035)</u>	<u>(1,898)</u>
Total Fixed Assets	<u>13,607</u>	<u>2,202</u>
 Total Assets	 <u>\$ 17,245</u>	 <u>\$ 48,944</u>

LIABILITIES AND NET ASSETS

<b>NET ASSETS</b>		
Without Donor Restriction	\$ 17,245	\$ 48,944
Total Net Assets	<u>17,245</u>	<u>48,944</u>
 Total Liabilities and Net Assets	 <u>\$ 17,245</u>	 <u>\$ 48,944</u>

See independent accountants' review report and accompanying notes

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**STATEMENT OF ACTIVITIES  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	Without Donor Restriction	
	2018	2017
<b>SUPPORT AND REVENUE</b>		
Grant Income	\$ 27,500	\$ 51,238
Contributions	53,988	95,965
Special Events, net		
Direct Expenses	47,458	46,439
Other Revenues	2,450	1,871
	131,396	195,513
<b>EXPENSES</b>		
Program Services	133,719	151,180
Supporting Services		
Management and General	25,414	9,324
Fund-Raising	3,962	1,162
Total Supporting Services	29,376	10,486
Total Expenses	163,095	161,666
Change in Net Assets	(31,699)	33,847
<b>NET ASSETS</b>		
Beginning of Year	48,944	15,097
End of Year	\$ 17,245	\$ 48,944

See independent accountants' review report and accompanying notes

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	<u>2018</u>	<u>2017</u>
Cash Flows from Operating Activities		
Change in Net Assets	\$ (31,699)	\$ 33,847
Adjustments to Reconcile Change in Net Assets		
Depreciation	137	586
Accounts Payable and Accrued Liabilities	<u>-</u>	<u>(1,445)</u>
Net Cash Provided By (Used In) Operating Activities	<u>(31,562)</u>	<u>32,988</u>
Cash Flows (Used In) Investing Activities		
Net Purchase of Property and Equipment	<u>(11,542)</u>	<u>-</u>
Net Cash Provided By (Used In) Investing Activities	<u>(11,542)</u>	<u>-</u>
Net Increase (Decrease) in Cash	(43,104)	32,988
Cash at Beginning of Year	<u>46,742</u>	<u>13,754</u>
Cash at End of Year	<u>\$ 3,638</u>	<u>\$ 46,742</u>

See independent accountants' review report and accompanying notes

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2018  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2017)**

	Program Services				Supporting Services			Total 2018	Total 2017
	Family Assistance		ROPAW	Total	Management and General	Fund-Raising	Total		
	Circles	& Tutoring							
Salaries	\$ 76,683	\$ 7,217	\$ 6,315	\$ 90,215	\$ -	\$ -	\$ -	\$ 90,215	\$ 82,146
Payroll Taxes	20,763	1,954	1,710	24,427	-	-	-	24,427	25,731
Total Payroll Expenses	97,446	9,171	8,025	114,642	-	-	-	114,642	107,877
Program Supplies	2,954	24	2,895	5,873	-	-	-	5,873	11,135
Program Travel	3,014	465	-	3,479	5,767	-	5,767	9,246	11,930
Mentor Development	857	120	300	1,277	4,017	-	4,017	5,294	2,104
Program Facilitators	-	-	-	-	-	-	-	-	7,340
Dues and Fees	74	1,000	100	1,174	524	-	524	1,698	1,344
Insurance	-	-	-	-	3,535	-	3,535	3,535	4,001
Marketing	-	-	-	-	619	-	619	619	7,986
Miscellaneous	60	84	-	144	2,297	-	2,297	2,441	743
Grant Writing	-	-	-	-	-	3,962	3,962	3,962	1,162
Postage	105	-	-	105	75	-	75	180	41
Supplies	3,243	2,288	969	6,500	6,027	-	6,027	12,527	1,530
Telephone	-	25	-	25	900	-	900	925	975
Interest	-	-	-	-	-	-	-	-	112
Depreciation	-	-	-	-	453	-	453	453	586
Meeting Space Rent	-	-	500	500	1,200	-	1,200	1,700	2,200
Repairs and Equipment	-	-	-	-	-	-	-	-	600
Total Expenses	\$ 107,753	\$ 13,177	\$ 12,789	\$ 133,719	\$ 25,414	\$ 3,962	\$ 29,376	\$ 163,095	\$ 161,666



**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Program Services				Supporting Services			Total 2017
	Family Assistance			Total	Management and General	Fund-Raising	Total	
	Circles	& Tutoring	ROPAW					
Salaries	\$ 64,485	\$ 4,929	\$ 6,982	\$ 76,396	\$ 5,750	\$ -	\$ 5,750	\$ 82,146
Payroll Taxes	20,199	1,544	2,187	23,930	1,801	-	1,801	25,731
Total Payroll Expenses	84,684	6,473	9,169	100,326	7,551	-	7,551	107,877
Program Supplies	9,756	85	1,195	11,036	99	-	99	11,135
Program Travel	10,457	411	582	11,450	480	-	480	11,930
Mentor Development	1,652	126	179	1,957	147	-	147	2,104
Program Facilitators	3,799	2,790	411	7,000	340	-	340	7,340
Dues and Fees	1,093	70	99	1,262	82	-	82	1,344
Insurance	2,933	197	642	3,772	229	-	229	4,001
Marketing	7,739	69	98	7,906	80	-	80	7,986
Miscellaneous	583	45	63	691	52	-	52	743
Grant Writing	-	-	-	-	-	1,162	1,162	1,162
Postage	32	3	4	39	2	-	2	41
Supplies	1,152	150	125	1,427	103	-	103	1,530
Telephone	765	59	83	907	68	-	68	975
Interest	88	6	10	104	8	-	8	112
Depreciation	460	35	50	545	41	-	41	586
Meeting Space Rent	800	-	1,400	2,200	-	-	-	2,200
Repairs and Equipment	471	36	51	558	42	-	42	600
Total Expenses	\$ 126,464	\$ 10,555	\$ 14,161	\$ 151,180	\$ 9,324	\$ 1,162	\$ 10,486	\$ 161,666

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.****NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017****Note 1: Organization and Business**

Nature of Activities - Boys to Men Mentoring Network of Virginia, Inc. (the Organization) is a local independent chapter of Boys to Men Mentoring Network, a nonprofit focused on creating site-based mentoring programs. The Organization works in partnership with schools, churches, and other community organizations that serve youth to build a community of mentorship for young men.

Basis of Presentation - The financial statements have been prepared in accordance with the Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) 958, Financial Statements of Not-for-Profit Organizations. In accordance with ASC 958, the Corporation is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Currently, the Corporation does not have any restrictions on activities presented in the financial statements.

Volunteers provide mentoring services at thirteen sites in the greater Richmond area serving approximately 120 boys per week. Mentors help young men to figure out what kind of adult men they want to be and provide them with positive role models.

**Note 2: Summary of Significant Accounting Policies**

Method of Accounting - The financial statements of the Organization, have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation - Resources are reported for accounting purposes in separate classes of net assets based on the existence or absence of donor-imposed restrictions. In the accompanying financial statements, net assets that have similar characteristics have been combined in similar categories as follows:

**Without Donor Restriction** - Net assets that are not subject to donor-imposed restrictions. Net assets may be designated for specific purposes by the Board of Directors.

**With Donor Restriction** - Net assets subject to donor-imposed stipulations that they be maintained by the Organization.

The Organization did not have any donor restricted net assets as of December 31, 2018, or 2017.

Revenues are reported as increases in unrestricted net assets unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Realized and unrealized gains and losses on investments are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of donor-imposed stipulations that simultaneously increase one class of net assets and decrease another are reported as reclassifications between the applicable classes of net assets.

See independent accountants' review report

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.****NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017  
(CONTINUED)****Note 2: Summary of Significant Accounting Policies (Cont.)**

Contributions, including unconditional pledges, are recognized as revenues in the period received. The Organization distinguishes contributions received for each net asset category in accordance with donor implied restrictions. Conditional pledges are not recognized until the conditions on which they depend are substantially met. Gifts of securities are recorded at their fair market value when received.

Support that is restricted by the donor is reported as an increase in donor restricted net assets. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), donor restricted net assets are reclassified to without donor restriction net assets and reported in the statement of activities as net assets released from restrictions.

Cash and Cash Equivalents - For purposes of reporting cash flows, the Organization considers cash equivalents to include certificates of deposit and other highly liquid debt instruments purchased with an original maturity of three months or less. The Organization did not have any cash equivalents at December 31, 2018, or 2017.

Estimates - The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses and disclosure of contingent assets and liabilities for the reported periods. Actual results could differ from those estimates.

Donated Materials - If significant in amount, donated materials are recorded at fair market value where objectively measurable.

Vehicles and Equipment - Vehicles and equipment are stated at cost. Depreciation is calculated using the straight-line method over useful lives ranging from three to seven years. Acquisitions of furniture and equipment over \$2,500 are capitalized if their useful lives exceed one year.

Contributed Services - The Organization received a substantial amount of services donated by volunteers. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition under generally accepted accounting principles in the United States of America.

Income Taxes - The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization had determined that it does not have any material unrecognized tax benefits or obligations as of December 31, 2018. Fiscal years ending on or after December 31, 2015, remain subject to examination by federal and state tax authorities.

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017  
(CONTINUED)**

**Note 2: Summary of Significant Accounting Policies (Cont.)**

Leave Liability - Employees accrue two weeks vacation time annually. The Organizations Management believes that any outstanding accrued leave liability is not material to the financial statements and has not been recorded.

Advertising Costs - Advertising costs are charged to operations when incurred.

Subsequent Events - Management has evaluated subsequent events through April 11, 2019, the date on which the financial statements were available to be issued.

Contributions - Contributions, including unconditional pledges, are recognized as revenues in the period received. Conditional pledges are not recognized until the conditions on which they depend are substantially met. Other pledges are restricted by time constraints and revenue is recognized after the noted amount of time has passed.

Grant Receivable and Revenue Recognition - The Organization records revenue from all significant grants and contracts as costs are incurred to give recognition to the performance requirements of the various agreements. Grants receivables consist of amounts which have been incurred but not reimbursed by the respective granter. Deferred revenue represents inactive revenue for certain programs or other funds received before they have been spent.

Functional Allocation of Expenses - The cost of providing various programs and other activities has been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among programs and supporting services benefited.

**Note 3: Availability and Liquidity**

	<u>12/31/2018</u>	<u>12/31/2017</u>
Cash and Cash Equivalents	<u>\$ 3,638</u>	<u>\$ 46,742</u>
Total Financial Assets	<u>3,638</u>	<u>46,742</u>
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	<u>\$ 3,638</u>	<u>\$ 46,742</u>

The Organization manages multiple grants and organizes fundraising events through the year. The Organization has adopted an annual budget and manages liquidity as needed.

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017  
(CONTINUED)**

**Note 4: Fixed Assets**

The Organization owns the following assets. All assets are unencumbered by liens or use restrictions.

Changes in Fixed Assets

	Balance 1/1/2018	Additions	Retirements	Balance 12/31/2018
Vehicles	\$ 4,100	\$ 12,642	\$ (1,100)	\$ 15,642
TOTAL	\$ 4,100	\$ 12,642	\$ (1,100)	\$ 15,642
	Balance 1/1/2017	Additions	Retirements	Balance 12/31/2017
Vehicles	\$ 4,100	\$ -	\$ -	\$ 4,100
TOTAL	\$ 4,100	\$ -	\$ -	\$ 4,100

Changes in Accumulated Depreciation

	Balance 1/1/2018	Current Provision	Retirements	Balance 12/31/2018
Vehicles	\$ 1,898	\$ 453	\$ (316)	\$ 2,035
TOTAL	\$ 1,898	\$ 453	\$ (316)	\$ 2,035
	Balance 1/1/2017	Current Provision	Retirements	Balance 12/31/2017
Vehicles	\$ 1,312	\$ 586	\$ -	\$ 1,898
TOTAL	\$ 1,312	\$ 586	\$ -	\$ 1,898
			Net Book Value 12/31/2018	Net Book Value 12/31/2017
		Vehicles	\$ 13,607	\$ 2,202

See independent accountants' review report

**BOYS TO MEN MENTORING NETWORK OF VIRGINIA, INC.****NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017  
(CONTINUED)****Note 5: Commitments and Contingencies**

Grants and contracts require the fulfillment of certain conditions as set forth in the instrument of grant or contract. Failure to fulfill the conditions could result in the return of the funds to grantors or contractors. Although that is a possibility, the Board deems the contingency remote, since by accepting the grants or contracts and their terms, it has accommodated the objectives of the Organization to the provisions of the grants or contracts.

During 2018, the Organization entered into a fiscal sponsorship agreement with Girls to Women VA, Inc. The agreement's purpose is to allow the new Organization to begin operations while obtaining its not for profit status with the IRS. Boys to Men maintains control of the funds and expenditures of funds donated for the Girls to Women organization until it receives IRS approval. As of December 31, 2018, no funds have been received or expended under this agreement.

**Note 6: Lease Commitments**

The Organization has a month to month lease for the part time use of office space. Lease payments of \$100 are due monthly.

**Note 7: Risks and Uncertainties**

Financial instruments which potentially subject the Organization to concentration of credit risks consist principally of temporary cash investments. The Organization places its temporary cash investments with high-credit quality financial institutions and, by policy, limits the amount of temporary cash investments held at any one financial institution. At December 31, 2018, or 2017, the Organization had no cash investments in excess of FDIC limits.

**Note 8: Change In Accounting Principle**

In August 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities (the "Standard"). The Standard was adopted in 2018 and applied on a retrospective basis to the financial statements presented in this comparative annual financial report. The following changes to the financial statement presentation have been incorporated to implement provisions of this Standard. The Standard requires the use of the placed in- service approach to report expirations of restrictions of long-lived assets. The Standard also required an analysis of expenses by both natural and functional expense categories to be provided in one location. In addition, enhanced disclosures about liquidity and availability of resources have been added.