BOYS HOPE GIRLS HOPE OF NEW YORK, INC.

Audited Financial Statements

June 30, 2024

Boys Hope Girls Hope, Inc

Table of Contents

	Page
Independent Auditor's Report	1-2
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7-12

RLNAdvisors
Certified Public Accountants

RLN US LLP
One Grand Central Place
60 East 42nd Street, Ste 1201
New York, NY 10165

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Boys Hope Girls Hope of New York, Inc.

Opinion

We have audited the accompanying financial statements of Boys Hope Girls Hope of New York, Inc. ("BHGHNY"), which comprise the statement of financial position as of June 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 accompanying financial statements present fairly, in all material respects, the financial position of BHGHNY as of June 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 (GAAS). 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 BHGHNY and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about BHGHNY'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 are considered material if there is a substantial likelihood that individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, 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 the Organization'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 the Organization'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

The financial statements of BHGHNY as of and for the year ended June 30, 2023, were audited by us, and we expressed an unmodified opinion on those financial statements in our report dated April 15, 2025. In our opinion, the summarized comparative information presented herein as of and the year ended June 30, 2023, is consistent, in all material respects with the audited financial statements from which it was derived.

RLN US LLP

New York, New York
April 24, 2026

Boys Hope Girls Hope of New York, Inc.
Statement of Financial Position
As of June 30, 2024
(With comparative totals as of June 30, 2023)

	June 30, 2024	June 30, 2023
Assets:		
Cash and cash equivalents	$ 1,016,423	$ 702,326
Investments (Note 3)	1,779,639	45,045
Pledges receivables, net	101,500	138,837
Prepaid expenses and other assets	56,989	52,935
Cash held for boards designated reserve (Note 4)	276,705	39,639
Fixed assets, net (Note 5)	19,728	32,462
Total assets	**$ 3,250,984**	**$ 1,011,244**
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued expenses	643,370	714,047
Total liabilities	**$ 643,370**	**$ 714,047**
Net assets:		
Without donor restrictions		
Operating	2,121,651	113,893
Board designated reserve (Note 4)	276,705	39,639
Total net assets without donor restrictions	**2,398,356**	**153,532**
With donor restrictions	209,258	143,665
Total net assets	**$ 2,607,614**	**$ 297,197**
Total liabilities and net assets	**$ 3,250,984**	**$ 1,011,244**

The attached notes and auditor's report are an integral part of these financial statements.

Boys Hope Girls Hope of New York, Inc.
Statement of Activities
For the year ended June 30, 2024
(With comparative totals for the year ended June 30, 2023)

	Without Donor Restrictions	With Donor Restrictions	For the year ended June 30, 2024	2023
Public support and revenue:				
Contributions	$ 2,711,659	$ 172,860	$ 2,884,519	$ 617,059
Special events (net of expenses with a direct benefit to donors) (Note 7)	1,200,140	-	1,200,140	947,590
Rental revenue	55,000	-	55,000	58,000
Program fees	42,452	-	42,452	54,611
Other income	7,475	-	7,475	26,470
Investment income (Note 3)	19,312	-	19,312	986
Net assets released from restriction (Note 6)	107,267	(107,267)	-	-
Total Public support and revenue	**$ 4,143,305**	**$ 65,593**	**$ 4,208,898**	**$ 1,704,716**
Expenses:				
Program services:	1,369,438	-	1,369,438	2,231,369
Supporting services:				
Management and general	301,570	-	301,570	351,558
Fundraising	227,473	-	227,473	270,929
Total supporting services	**529,043**	**-**	**529,043**	**622,487**
Total expenses	**$ 1,898,481**	**-**	**$ 1,898,481**	**$ 2,853,856**
Change in net assets	**2,244,824**	**65,593**	**2,310,417**	**(1,149,140)**
Net assets - beginning of year	**153,532**	**143,665**	**297,197**	**1,446,337**
Net assets - end of year	**$ 2,398,356**	**$ 209,258**	**$ 2,607,614**	**$ 297,197**

Boys Hope Girls Hope of New York, Inc.
Statement of Functional Expenses
For the year ended June 30, 2024
(With comparative totals for the year ended June 30, 2023)

		Supporting Services				
	Program Services	**Management and General**	**Fundraising**	**Total Supporting Services**	**2024 Total Expenses**	**2023 Total Expenses**
Salaries	$568,063	$154,033	$77,023	$231,056	$799,119	$1,327,515
Payroll taxes and employee benefits	123,261	24,652	16,435	41,087	164,348	247,619
Direct assistance to children	463,820	-	-	-	463,820	731,421
Occupancy	42,410	-	-	-	42,410	161,220
Professional fees	56,135	32,695	-	32,695	88,830	65,240
Office and other expenses	40,448	8,090	5,393	13,483	53,931	36,613
Bank fees	-	15,105	-	15,105	15,105	7,331
Insurance	56,360	11,272	7,515	18,787	75,147	67,698
Transportation	37	-	-	-	37	2,321
National assessment	-	53,813	-	53,813	53,813	49,372
Supplies	9,354	-	-	-	9,354	12,748
Special event expense	-	-	304,606	304,606	304,606	399,389
Depreciation	9,550	1,910	1,273	3,183	12,733	14,212
Bad debt expense	-	-	-	-	-	35,000
Total expenses	**$1,369,438**	**$301,570**	**$412,245**	**$713,815**	**$2,083,253**	**$3,157,699**
Less: direct special event expenses netted with revenue	**-**	**-**	(184,772)	(184,772)	(184,772)	(303,843)
Total expenses for statement of activities	**$1,369,438**	**$301,570**	**$227,473**	**$529,043**	**$1,898,481**	**$2,853,856**

Boys Hope Girls Hope of New York, Inc.
Statement of Cash Flows
For the year ended June 30, 2024
(With comparative totals for the year ended June 30, 2023)

	For the year ended June 30,	
CASH FLOWS FROM OPERATING ACTIVITIES	**2024**	**2023**
Change in net assets	$ 2,310,417	$ (1,149,140)
Adjustments to reconcile change in net assets to net cash provided by/(used for) operating activities:		
Depreciation	12,733	14,212
Unrealized gain on investments	(16,741)	(844)
Donated stock	(102,076)	(204,820)
Changes in Operating Assets and liabilities:		
Pledge receivable	37,337	382,673
Prepaid expenses	(4,054)	(1,754)
Accounts Payable and accrued Expenses	(70,677)	445,004
Net cash provided by /(used for) operating activities	**2,166,939**	**(514,669)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from sales of investments	-	162,522
Purchases of investments	(1,615,776)	-
Purchases of fixed assets	-	(6,968)
Net cash (used for)/provided by financing activities	**(1,615,776)**	**155,554**
Net increase/(decrease) in cash and cash equivalents	551,163	(359,115)
CASH AND CASH EQUIVALENTS - *beginning*	**741,965**	**1,101,080**
CASH AND CASH EQUIVALENTS - *ending*	**$ 1,293,128**	**$ 741,965**
Cash, cash equivalents and restricted cash:		
Cash and cash equivalents	$ 1,016,423	$ 702,326
Cash held for board designated reserve	276,705	39,639
Total cash, cash equivalents and restricted cash	**$ 1,293,128**	**$ 741,965**

Note 1 - Organization

Boys Hope Girls Hope of New York, Inc. was incorporated in New York State in 1979. In 1999, its name was changed from The Jesuit Program for Living and Learning of New York, Inc. The Organization did business as Boys Hope Girls Hope of New York, Inc. in the fiscal year 2025 and changed its name to Hope Ignites New York in fiscal year 2026.

BHGHNY is the catalyst that empowers youth to achieve their full potential. Through a voluntary, application-based program, the organization supports motivated young people in need through middle to high school, post-secondary education, and career launch. The program offers out-of-school-time enrichment alongside physical, emotional, spiritual, and academic support, and, for youth who need it, a safe, structured living environment in the residential dorm. All youth participate in shared daily after-school programming. For the year ending June 30, 2024, BHGHNY operated out of one facility in Brooklyn, which includes the residential dorm for young men, academy programming spaces for young men and women, and the administrative offices.

BHGHNY is a not-for-profit organization recognized by the Internal Revenue Service as exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and has not been determined to be a private foundation as defined in Section 509(a).

Note 2 - Significant Accounting Policies

a. Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred rather than received or paid.

b. Basis of Presentation

BHGHNY reports information regarding its financial position and activities according to specific classes of net assets as follows:

a. Net Assets Without Donor Restrictions – accounts for activity without donor imposed restrictions.

b. Net Assets With Donor Restrictions – relates to activity based on specific donor restrictions that are expected to be satisfied by the passage of time, the performance of activities, or must remain in perpetuity.

d. Revenue Recognition

BHGHNY follows the requirements of the FASB's Accounting Standards Codification ("ASC") 958-605 for recording contributions, which are recognized when they are considered unconditional in nature. Contributions that do not contain donor restrictions are recorded in the class of net assets without donor restrictions. Contributions that contain donor restrictions are recorded in the class of net assets with donor restrictions.

When a restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received; they are classified in the class of net assets without donor restrictions.

Contributions expected to be received within one year are recorded at net realizable value. Long-term pledges are recorded at fair value, using risk-adjusted present value techniques. At June 30, 2024 and 2023, all contributions were expected to be received within one year.

Contributions may be subject to conditions, which are defined as both a barrier to entitlement and a right of return of payments, or release from obligations, and are recognized as income once the conditions have been substantially met.

Rent revenue consists of a lease with a third-party tenant.

Contributions receivable are presented net of an allowance for doubtful accounts, which is based on management's periodic assessment of uncollectible amounts. Balances that are still outstanding after management has used reasonable collection efforts are written off against the allowance in the period in which that determination is made. At June 30, 2024, management determined that no such allowance for doubtful accounts was necessary.

The Organization adopted FASB Accounting Standards Update (ASU) 2016-13, Financial Instruments - Credit Losses (Topic 326), as of July 1, 2023. However, since the Organization's receivables consist solely of contributions receivables, which are not within the scope of this standard, the adoption had no impact on the financial statements.

e. Cash and Cash Equivalents

All liquid investments that are not restricted or held by the investment custodian and have an initial maturity of three months or less are considered cash and cash equivalents.

f. Concentration of Credit Risk

Financial instruments, which potentially subject BHGHNY to a concentration of credit risk, consist of cash and money market accounts which have been placed with financial institutions that management deems to be creditworthy. Accounts are insured up to certain limits by the federal government. At year end and at certain times throughout the year, the Organization had uninsured balances; however, they have not suffered any losses due to the failure of any of these institutions.

g. Investments

Investments are recorded at fair value, which refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. Unrealized and realized gains and losses are included in income on the statement of activities. See Note 3 for additional information.

h. Fixed Assets

Fixed assets to which BHGHNY retains title and capital items purchased, which benefit future periods are capitalized at cost, or if donated, at the estimated fair value at the time of donation.

Fixed assets are depreciated or amortized over their useful lives and lease terms using the straight-line method with a one-half year convention in the year placed in service.

i. Donated Services

Donated services are recognized in circumstances where those services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided in-kind.

Board members and other individuals volunteer their time and perform a variety of services that assist BHGHNY. These services do not meet the criteria outlined above and have not been recorded in the financial statements.

j. Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The following costs are allocated by time and effort:

- Salaries
- Payroll taxes and employee benefits
- Office and other expenses
- Insurance
- Depreciation

All other costs have been charged directly to the applicable program or supporting services.

k. Advertising Costs

Advertising costs are expensed as incurred.

l. Management 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 certain reported amounts and disclosures. Actual results could differ from those estimates.

m. Comparative Financial 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with BHGHNY's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

n. Accounting for Uncertainty of Income Taxes

BHGHNY does not believe its financial statements include any material, uncertain tax positions. Tax filings for the periods ending June 30, 2021 and later are subject to examination by applicable taxing authorities.

Note 3 - Investments

Accounting standards have established a fair value hierarchy giving the highest priority to quoted market prices in active markets and the lowest priority to unobservable data.

The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that BHGHNY has the ability to access.

Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

All investments were measured using Level 1 inputs, which are the quoted prices inactive markets for identical assets.

The following summarizes the composition of investments:

	June 30,	
	2024	**2023**
U.S. equities	$ 2,056,344	$ 84,684

The following summarizes investment return:

	June 30,	
	2024	**2023**
Interest and dividend income	$ 2,571	$ 193
Investment fees	-	(50)
Realized/unrealized gain on investments	16,741	844
Total	**$ 19,312**	**$ 986**

Note 4 - Board Designated Net Assets

The board-designated net assets are linked to cash equivalents held within the Organization's investment accounts. As of June 30, 2024, the full balance of the reserve corresponds to these cash equivalents, which have been internally designated by the Board as a board designated reserve.

Note 5 - Fixed Assets

Fixed assets consist of:

	June 30, 2024	June 30, 2023
Building and improvements *(20 years)*	$ 629,420	$ 629,420
Furniture and fixtures *(5-10 years)*	171,764	168,153
Computer equipment *(5 years)*	81,321	81,321
Transportation equipment *(5 years)*	99,192	99,192
	981,697	**978,086**
Less: accumulated depreciation	(961,969)	(945,624)
Total fixed assets, net	**$ 19,728**	**$ 32,462**

Note 6 - Net Assets with Donor Restrictions

The following summarizes the activity of net assets with donor restrictions:

	June 30, 2024			
	7/1/23	Restricted Contributions	Released from Restrictions	6/30/24
Scholarships	$ 1,070	$ 76,460	$ (72,602)	$ 4,928
Internship program	142,595	96,400	(34,665)	204,330
Total	**$ 143,665**	**$ 172,860**	**$ (107,267)**	**$ 209,258**

	June 30, 2023			
	7/1/22	Restricted Contributions	Released from Restrictions	6/30/23
Scholarships	$ -	$ 115,437	$ (114,367)	$ 1,070
Internship program	137,165	32,580	(27,150)	142,595
Total	**$ 137,165**	**$ 148,017**	**$ (141,517)**	**$ 143,665**

Note 7 - Special Events

During the year ended June 30, 2024 and June 30, 2023 BHGHNY held its annual Vision of Hope fundraising event in-person.

The following summarizes the special events activity:

	June 30, 2024	June 30, 2023
Event income	$ 1,384,912	$ 1,251,433
Less: expenses with a direct benefit to donors	(184,772)	(303,843)
	1,200,140	**947,590**
Less: other event expenses	(117,804)	(95,546)
Total	**$ 1,082,336**	**$ 852,044**

Note 8 - Retirement Plan

BHGHNY has a 401(k) plan covering eligible employees. An employee can participate in the plan once they have completed one year of service. The plan allows BHGHNY to match employees' contributions up to 6% of their eligible compensation, subject to a vesting schedule. Total contributions by BHGHNY were $24,897 and $44,237 for the years ended June 30, 2024 and June 30, 2023, respectively.

Note 9 - Related Party Transactions

BHGHNY is affiliated with Boys Hope Girls Hope, Inc. (the "National Program"). Under the terms of a contractual affiliation agreement, the National Program's President and CEO, or their proxy shall be a member of BHGHNY's Board of Directors and BHGHNY has representation on the National Program's Board of Directors. Additionally, BHGHNY pays an assessment fee to the National Program for programmatic, administrative, and promotional services rendered on behalf of the program. The fee due to the National Program was $53,813 and $49,372 in the years ended June 30, 2024 and June 30, 2023, respectively.

Note 10 - Commitments and Contingencies

BHGHNY operates a facility in Brooklyn. The facility is housed at Bishop Loughlin Memorial High School. BHGHNY has an agreement with the high school; whereby, BHGHNY is responsible for the boarding fees of the enrolled students, which include room and food services as well as tuition fees. The facility is paid based on the number of students enrolled. In addition, BHGHNY is responsible for repairs, maintenance, utilities, and insurance costs of the facility and for the compensation of the program staff.

Note 11 - Liquidity and Availability of Financial Resources

Financial assets available within one year of the date of the statement of financial position for general expenditures are as follows:

Cash and cash equivalents	$	1,016,423
Investments		1,779,639
Pledges receivable, net		101,500
Total financial assets	**$**	**2,897,562**
Less amounts not available to be used within one year:		
Donor restricted net assets		(209,258)
Financial assets available to meet cash needs for general expenditures within one year	**$**	**2,688,304**

Note 12 - Subsequent Events

Subsequent events have been evaluated through April 24, 2026, the date the financial statements were available to be issued.

Subsequent to June 30, 2024, and as disclosed in Note 1, the Organization completed a legal name change from Boys Hope Girls Hope of New York, Inc. to Hope Ignites New York during fiscal year 2026. This change did not impact the Organization's financial position or results of operations.

There were no other material subsequent events that required adjustment to or disclosure in the financial statements.