Bo's Place

Financial Statements
and Independent Auditors' Report
for the years ended June 30, 2025 and 2024

Bo's Place

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Independent Auditors' Report

To the Board of Directors of
Bo's Place:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Bo's Place, which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, of functional expenses, and of cash flows for the years 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 Bo's Place as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Bo's Place and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 Bo's Place's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 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 Bo's Place'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 Bo's Place'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.

Blazek & Vetterling

November 4, 2025

Bo's Place

Statements of Financial Position as of June 30, 2025 and 2024

	2025	2024
ASSETS		
Cash	$ 160,605	$ 143,904
Contributions receivable	120,623	121,575
Prepaid expenses	168,796	124,909
Investments *(Note 3)*	3,744,745	3,560,757
Property and equipment, net *(Note 4)*	1,706,334	1,769,343
TOTAL ASSETS	$ 5,901,103	$ 5,720,488
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	$ 26,309	$ 19,055
Special event refundable advance	3,767	307
Total liabilities	30,076	19,362
Net assets:		
Without donor restrictions *(Note 6)*	5,569,777	5,343,884
With donor restrictions *(Note 7)*	301,250	357,242
Total net assets	5,871,027	5,701,126
TOTAL LIABILITIES AND NET ASSETS	$ 5,901,103	$ 5,720,488

See accompanying notes to financial statements.

Bo's Place

Statement of Activities for the year ended June 30, 2025

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
OPERATING REVENUE:			
Contributions *(Note 5)*:			
Cash and other financial assets	$ 880,060	$ 344,109	$ 1,224,169
Nonfinancial assets	26,452	-	26,452
Special events:			
Cash and other financial assets	1,297,670	-	1,297,670
Nonfinancial assets *(Note 5)*	7,000	-	7,000
Proceeds from donated auction items *(Note 5)*	32,425	-	32,425
Cost of direct donor benefits	(260,678)	-	(260,678)
Net investment return	86,925	-	86,925
Other income	20,130	-	20,130
Total operating revenue	2,089,984	344,109	2,434,093
Net assets released from restrictions:			
Program expenditures	309,776	(309,776)	-
Expiration of time restrictions	90,325	(90,325)	-
Total revenue and releases	2,490,085	(55,992)	2,434,093
OPERATING EXPENSES:			
Program expenses	1,672,972	-	1,672,972
Management and general	339,809	-	339,809
Fundraising	501,473	-	501,473
Total operating expenses	2,514,254	-	2,514,254
Operating loss	(24,169)	(55,992)	(80,161)
NON-OPERATING REVENUE, EXPENSES, GAINS AND LOSSES:			
Net unrealized gain on investments	250,062	-	250,062
CHANGES IN NET ASSETS	225,893	(55,992)	169,901
NET ASSETS, BEGINNING OF YEAR	5,343,884	357,242	5,701,126
NET ASSETS, END OF YEAR	$ 5,569,777	$ 301,250	$ 5,871,027

See accompanying notes to financial statements.

Bo's Place

Statement of Activities for the year ended June 30, 2024

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
OPERATING REVENUE:			
Contributions *(Note 5)*:			
Cash and other financial assets	$ 836,747	$ 342,885	$ 1,179,632
Nonfinancial assets	29,225	-	29,225
Special events:			
Cash and other financial assets	812,979	-	812,979
Nonfinancial assets *(Note 5)*	6,625	-	6,625
Proceeds from donated auction items *(Note 5)*	55,650	-	55,650
Cost of direct donor benefits	(188,548)	-	(188,548)
Net investment return	76,260	-	76,260
Other income	7,345	-	7,345
Total operating revenue	1,636,283	342,885	1,979,168
Net assets released from restrictions:			
Program expenditures	354,913	(354,913)	-
Expiration of time restrictions	70,050	(70,050)	-
Total revenue and releases	2,061,246	(82,078)	1,979,168
OPERATING EXPENSES:			
Program expenses	1,492,868	-	1,492,868
Management and general	316,584	-	316,584
Fundraising	349,125	-	349,125
Total operating expenses	2,158,577	-	2,158,577
Operating loss	(97,331)	(82,078)	(179,409)
NON-OPERATING REVENUE, EXPENSES, GAINS AND LOSSES:			
Net unrealized gain on investments	252,278	-	252,278
CHANGES IN NET ASSETS	154,947	(82,078)	72,869
NET ASSETS, BEGINNING OF YEAR	5,188,937	439,320	5,628,257
NET ASSETS, END OF YEAR	$ 5,343,884	$ 357,242	$ 5,701,126

See accompanying notes to financial statements.

Bo's Place

Statement of Functional Expenses for the year ended June 30, 2025

	PROGRAM EXPENSES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Salaries and related expenses	$ 1,080,431	$ 251,167	$ 315,400	$ 1,646,998
Rent, repairs, and utilities	194,912	9,194	7,455	211,561
Contract services	27,883	21,000	101,873	150,756
Depreciation	132,164	6,265	5,080	143,509
Supplies	85,658	3,174	16,957	105,789
Computer supplies and maintenance	46,458	10,800	13,562	70,820
Insurance	53,642	2,534	2,055	58,231
Meals and snacks	32,892	2,909	9,328	45,129
Printing and postage	2,964	172	29,017	32,153
Credit card and bank fees	-	32,074	-	32,074
Professional development	13,057	299	100	13,456
Employee mileage reimbursement	2,911	221	646	3,778
Total operating expenses	$ 1,672,972	$ 339,809	$ 501,473	2,514,254
Percent of total operating expenses	67%	13%	20%	
Cost of direct donor benefits of special events				260,678
Total				$ 2,774,932

See accompanying notes to financial statements.

Bo’s Place

Statement of Functional Expenses for the year ended June 30, 2024

	PROGRAM EXPENSES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Salaries and related expenses	$ 937,860	$ 228,019	$ 220,257	$ 1,386,136
Rent, repairs, and utilities	163,548	7,651	6,204	177,403
Contract services	8,289	19,620	66,725	94,634
Depreciation	153,061	7,255	5,883	166,199
Supplies	79,419	4,745	5,743	89,907
Computer supplies and maintenance	51,783	12,590	12,161	76,534
Insurance	49,195	2,322	1,883	53,400
Meals and snacks	28,587	4,970	1,276	34,833
Printing and postage	6,141	566	25,912	32,619
Credit card and bank fees	-	24,490	-	24,490
Professional development	7,690	3,090	380	11,160
Employee mileage reimbursement	2,220	1,266	1,101	4,587
Professional services	5,075	-	1,600	6,675
Total operating expenses	$ 1,492,868	$ 316,584	$ 349,125	2,158,577
Percent of total operating expenses	69%	15%	16%	
Cost of direct donor benefits of special events				188,548
Total				$ 2,347,125

See accompanying notes to financial statements.

Bo's Place

Statements of Cash Flows for the years ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	$ 169,901	$ 72,869
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	143,509	166,199
Net realized and unrealized gain on investments	(246,209)	(248,321)
Changes in operating assets and liabilities:		
Contributions receivable	952	(23,865)
Prepaid expenses	(43,887)	(42,214)
Accounts payable and accrued expenses	7,254	(1,125)
Special event refundable advance	3,460	(311)
Net cash provided by (used in) operating activities	34,980	(76,768)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	(1,915,088)	(1,272,052)
Sale of investments	1,876,268	1,386,364
Change in money market mutual funds	101,041	(47,964)
Purchase of property and equipment	(80,500)	(69,885)
Net cash used in investing activities	(18,279)	(3,537)
NET CHANGE IN CASH	16,701	(80,305)
Cash, beginning of year	143,904	224,209
Cash, end of year	$ 160,605	$ 143,904

See accompanying notes to financial statements.

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization – Bo's Place, a Texas nonprofit corporation founded in 1990, is dedicated to enhancing the lives of those who have experienced the death of a loved one. Bo's Place is a free-of-charge bereavement center offering multiple grief support services for children, teens, and their families, as well as adults. Program services include providing an Information & Referral Line staffed by mental health professionals offering grief and bereavement-specific support, resources and referrals; peer grief support groups for families, adults, pre-school aged children and their families, mothers who have experienced a pregnancy loss, and students in K-12 schools; supplemental support programs for individuals enrolled in support groups including a bilingual Women's Retreat, Bo's Book Club and family activities; and community education and training for professionals and others working to support the bereaved. Bo's Place services are available in English and Spanish.

Federal income tax status – Bo's Place is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §509(a)(1) and §170(b)(1)(A)(vi).

Contributions receivable that are expected to be collected within one year are reported at net realizable value. Amounts expected to be collected in more than one year are discounted, if material, to estimate the present value of their estimated future cash flows. Amortization of discounts is included in contribution revenue. An allowance for contributions receivable is provided when it is believed balances may not be collected in full. Management believes the balance is fully collectible and no allowance is considered necessary. Contributions receivable at June 30, 2025 are due within one year.

Investments are reported at fair value. Net investment return consists of interest and dividends, and realized gains and losses, net of external and direct internal investment expenses. Unrealized gains and losses are reported as non-operating activity.

Property and equipment are reported at cost if purchased and at fair value at date of gift if donated. Bo's Place capitalizes expenditures in excess of $5,000 for property and equipment. Depreciation is recognized on a straight-line basis over estimated useful lives of 3 to 40 years.

Net asset classification – Net assets, revenue, gains, and losses are classified based on the existence or absence of donor-imposed restrictions, as follows:

- *Net assets without donor restrictions* are not subject to donor-imposed restrictions even though their use may be limited in other respects such as by contract or board designation.
- *Net assets with donor restrictions* are subject to donor-imposed restrictions. Restrictions may be temporary in nature, such as those that will be met by the passage of time or use for a purpose specified by the donor, or may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Net assets are released from restrictions when the stipulated time has elapsed, or purpose has been fulfilled, or both.

Contributions are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are classified as *with donor restrictions*. Conditional contributions are subject to one or more barriers that must be overcome before Bo's Place is entitled to receive or retain funding. Conditional contributions are recognized as

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

revenue at fair value when the conditions have been met. Funding received before conditions are met is reported as a refundable advance.

Special events revenue includes elements of both contributions and exchange transactions and are recognized when an event occurs. Cost of direct donor benefits provided represents the cost of goods and services provided to event attendees. Amounts received in advance are reported as refundable advances.

Contributed nonfinancial assets are recognized at fair value as contributions when an unconditional commitment is received from the donor. The related expense is recognized as the item is used. Contributions of services are recognized when services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Measure of operations – Bo's Place includes in its measure of operations all revenue and expenses that are an integral part of its programs and supporting activities and excludes contributions for capital additions, and unrealized gains and losses on investments.

Functional allocation of expenses – Expenses are reported by their functional classification. Program services are the direct conduct or supervision of activities that fulfill the purposes for which the organization exists. Fundraising activities include the solicitation of contributions of money, securities, materials, facilities, other assets, and time. Management and general activities are not directly identifiable with specific program or fundraising activities. Expenses that are attributable to more than one activity are allocated among the activities benefitted. Salaries and related costs are allocated on the basis of estimated time and effort expended. Depreciation of building and improvements and occupancy costs are allocated based on square footage.

Estimates – Management must make estimates and assumptions to prepare financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts of reported revenue and expenses, and the allocation of expenses among various functions. Actual results could vary from the estimates that were used.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use within one year of June 30 are comprised of the following:

	2025	2024
Financial assets:		
Cash	$ 160,605	$ 143,904
Contributions receivable	120,623	121,575
Investments	3,744,745	3,560,757
Total financial assets	4,025,973	3,826,236
Less financial assets not available for general expenditure:		
Board-Designated Fund for various projects	(708,225)	(650,947)
Board-Designated Long-Term Strategic Development Fund	(2,412,297)	(2,246,453)
Total financial assets available for general expenditure	$ 905,451	$ 928,836

NOTE 2 – LIQUIDITY AND AVAILABILITY OF RESOURCES – CONTINUED

For purposes of analyzing resources available to meet general expenditures over a 12-month period, Bo's Place considers all expenditures related to its ongoing activities, as well as the conduct of services undertaken to support those activities, to be general expenditures.

Bo's Place is substantially supported by special event and other contributions and regularly monitors liquidity required to meet its operating needs while striving to maximize the investment of available funds. As part of Bo's Place's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Board of Directors (the Board) has designated a portion of its resources *without donor restrictions*. While the Board does not intend to make these funds available for general expenditures, the Board retains discretion over their use.

NOTE 3 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

Generally accepted accounting principles require that certain assets and liabilities be reported at fair value and establish a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All of Bo's Place investments are measured using Level 1 inputs which are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the reporting date.

Investments consist of the following at June 30, 2025 and 2024:

	2025	2024
Equity mutual funds	$ 1,994,450	$ 869,943
Bond mutual funds	1,726,929	1,563,393
Money market mutual funds	23,366	124,407
Exchange-traded funds	-	1,003,014
Total investments measured at fair value	$ 3,744,745	$ 3,560,757

Valuation methods used for assets measured at fair value are as follows:

- *Mutual funds* are valued at the reported net asset value of shares held.
- *Exchange-traded funds* are valued at the closing price reported on the active market on which the individual securities are traded.

These valuation methods may produce a fair value that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while Bo's Place believes its valuation methods are appropriate, the use of different methods or assumptions could result in a different fair value measurement at the reporting date.

Investments are exposed to various risks such as interest rate, market and credit risks. Because of these risks, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position and statement of activities.

NOTE 4 – PROPERTY AND EQUIPMENT

Property and equipment are comprised of the following at June 30, 2025 and 2024:

	2025	2024
Land	$ 475,892	$ 475,892
Land improvements	157,261	157,261
Building	3,215,330	3,215,330
Website	21,120	21,120
Furniture and equipment	404,208	323,708
Total property and equipment, at cost	4,273,811	4,193,311
Accumulated depreciation	(2,567,477)	(2,423,968)
Property and equipment, net	$ 1,706,334	$ 1,769,343

NOTE 5 – CONTRIBUTED NONFINANCIAL ASSETS AND VOLUNTEER HOURS

Contributed nonfinancial assets were recognized as follows:

CONTRIBUTED NONFINANCIAL ASSETS	MONETIZED OR UTILIZED IN PROGRAMS/ ACTIVITIES	DONOR RESTRICTIONS	VALUATION TECHNIQUES AND INPUTS	FISCAL YEAR 2025	FISCAL YEAR 2024
Donated auction items	Sold at fundraising event	None	Valued using the auction price received.	$32,425	$55,650
Goods or supplies	Utilized for program services	None	Fair value estimated based on cost of similar goods.	$26,343	$21,551
Goods, supplies and services	Utilized for fundraising event	None	Fair value estimated based on cost of similar goods.	$7,000	$6,625
Goods or supplies	Utilized in management and general and/or fundraising	None	Fair value estimated based on cost of similar goods.	$109	$1,124
Professional services	Utilized for fundraising	None	Fair value estimated based on comparable cost for similar services.		$6,550
Total contributed nonfinancial assets				$65,877	$91,500

Many individuals volunteer their time to perform a variety of tasks that assist Bo's Place in providing grief support to bereaved families such as volunteer facilitators, kitchen volunteers, and assistance with other projects. Bo's Place received 10,133 volunteer hours with an estimated value of $340,367 and 9,646 volunteer hours with an estimated value of $308,101 during the years ended June 30, 2025 and 2024, respectively, which were not recognized in these financial statements because the services do not

NOTE 5 – CONTRIBUTED NONFINANCIAL ASSETS AND VOLUNTEER HOURS – CONTINUED

meet the criteria for recognition under generally accepted accounting principles. The estimated value of volunteer time per hour was obtained from Independent Sector, a leadership network for nonprofit organizations, foundations and corporate giving programs.

NOTE 6 – NET ASSETS WITHOUT DONOR RESTRICTIONS

The Board of Bo's Place has established two funds with Board designations as to use. The Board-Designated Fund is intended to generate sufficient capital growth over the long term in order to fund special projects of the Board, including unforeseen expenses. The Board-Designated Long-Term Strategic Development Fund is intended to generate growth over the long term in order to fund needs of the organization, including but not limited to capital expenditures. The earnings on these funds are generally reinvested; however, at the discretion of the Board, 4% of the three-year average market value of the Board-Designated Long-Term Strategic Development Fund may be distributed annually for operations.

Net assets without donor restrictions are comprised of the following at June 30, 2025 and 2024:

	2025	2024
Investment in property and equipment, net	$ 1,706,334	$ 1,769,343
Board-Designated Long-Term Strategic Development Fund	2,412,297	2,246,453
Board-Designated Fund for various projects	708,225	650,947
Undesignated net assets	742,921	677,141
Total net assets without donor restrictions	$ 5,569,777	$ 5,343,884

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted as follows at June 30, 2025 and 2024:

	2025	2024
Subject to expenditure for specified purpose:		
Maintenance fund	$ 141,535	$ 190,692
Family groups	38,750	18,750
Matthew's Garden	13,356	15,293
Chiller replacement	10,000	-
Puppies for Children	7,109	-
Website	5,759	7,262
Capital expenditures	-	15,115
Fort Bend Residents	-	10,000
Other	17,968	9,805
Total subject to expenditure for specified purpose	234,477	266,917
Subject to passage of time:		
Contributions receivable that are not restricted by donors, but which are unavailable for expenditure until due	66,773	90,325
Total net assets with donor restrictions	$ 301,250	$ 357,242

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 4, 2025, which is the date that the financial statements were available for issuance. As a result of this evaluation, no events were identified that are required to be disclosed or would have a material impact on reported net assets or changes in net assets.