

# Friends of John Paul School

Financial Statements

December 31, 2023

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richard j boyse  
CPA, PC

## **Independent Accountants' Review Report**

To the Board of Directors  
Friends of John Paul School  
Auburn Hills, Michigan, USA

We have reviewed the accompanying financial statements of Friends of John Paul School (the Organization), which comprise the statements of financial position as of December 31, 2023, 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 the Organization's 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 these 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 financial statements that are free from material misstatement whether due to fraud or error.

### **Accountants' 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 in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

*We are required to be independent of Friends of John Paul School (the Organization) and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.*

## **Accountants' 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.

## **Supplementary Information [or Other Matter]**

The accompanying statement of functional expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.



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**Richard J Boyse CPA PC**

Rochester, Michigan

May 10, 2024

**Friends of John Paul School**  
Statement of Financial Position  
As of December 31, 2023

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**2023**

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**Assets**

**Current Assets**

Cash	\$ 147,610
Undeposited Funds	12,636
Morgan Stanley Investments	166,823

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<b>Total Current Assets</b>	<b>327,069</b>
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<b>Total Assets</b>	<b>\$ 327,069</b>
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**Liabilities & Net Assets**

Liabilities

Net Assets 327,069

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<b>Total Liabilities &amp; Net Assets</b>	<b>\$ 327,069</b>
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**Friends of John Paul School**  
Statement of Activities and Changes in Net Assets  
For the year ended December 31, 2023

**2023**

**Changes in Net Assets Without Donor Restrictions:**

**Revenue**

Corporate Contributions	\$	8,050
Individual Contributions		336,881
Indirect Public Support		841
Special Events Revenue		23,135
Item Sales		4,506

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**Total Revenue Without Donor Restrictions** 373,413

**Expenses**

Program		273,585
General and Administrative		7,990
Fundraising		17,423

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**Total Expenses Without Donor Restrictions** 298,998

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**Revenue Less Expenses Without Donor Restrictions** 74,415

**Other Changes in Net Assets Without Donor Restrictions**

Investment income, interest and dividend		2,287
Gain on investments		70,910
Unrealized gain (loss) on investments		(59,895)

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**Total Other Changes** 13,302

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**Increase (Decrease) in Net Assets Without Donor Restrictions** 87,717

Changes in Net Assets With Donor Restrictions -

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Increase (Decrease) in Net Assets 87,717

Net Assets - Beginning 239,352

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**Net Assets - Ending** \$ 327,069

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**Friends of John Paul School**  
Statement of Functional Expenses  
For the year ended December 31, 2023

	Program Services	General and Administrative	Fundraising	Total
Grant expense	\$ 273,585	\$ -	\$ -	\$ 273,585
Special events	-	-	15,580	15,580
Advertising and promotion	-	-	461	461
Postage	-	-	1,382	1,382
Office supplies	-	913	-	913
Professional fees	-	985	-	985
Meetings	-	834	-	834
Insurance	-	558	-	558
Contract Services	-	-	3,372	3,372
Bank Fees, Stock Fees & Commissions	-	1,328	-	1,328
<b>Total Expenses</b>	<b>\$ 273,585</b>	<b>\$ 4,618</b>	<b>\$ 20,795</b>	<b>\$ 298,998</b>

**Friends of John Paul School**  
Statement of Cash Flows  
For the year ended December 31, 2023

	<b>2023</b>
<b>Cash Flows from Operating Activities</b>	
Increase (decrease) in net assets	\$ 87,717
Decrease (Increase) in Operating Assets:	-
Increase (Decrease) in Operating Liabilities:	-
Net Cash Provided By (Used In) Operating Activities	-
<b>Net Cash Provided By (Used In) Operating Activities</b>	<b>87,717</b>
 <b>Cash Flows from Investing Activities</b>	
Net Cash Provided By (Used In) Investing Activities	-
 <b>Cash Flows from Financing Activities</b>	
Net Cash Provided By (Used In) Financing Activities	-
 <b>Beginning Cash and Cash Equivalents</b>	
Beginning Cash and Cash Equivalents	72,529
<b>Ending Cash and Cash Equivalents</b>	<b>\$ 160,246</b>

## **Notes to the Financial Statements**

**Friends of John Paul School**  
Notes to the Financial Statements  
For the year ended December 31, 2023

**1. Nature of Activities**

Friends of John Paul School ("the Organization") is a not-for-profit entity organized with the express purpose of funding construction of facilities and providing resources to offer quality education and health services to the children of Africa. Currently, the Organization is working toward development of all required facilities to complete the campus of John Paul Secondary School in Chelekura, Uganda.

**2. Financial Statement Presentation**

According to Accounting Standards Update (ASU) 2016-14, Presentation of Financial Statements of Not-For-Profit Entities, the Organization 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.

The net assets of the Organization are classified accordingly depending on the presence and characteristics of donor-imposed restrictions limiting the Organization's ability to use or dispose of contributed assets or the economic benefits embodied in those assets.

**3. Contributions**

Under SFAS No. 116, Accounting for Contributions Received and Contributions Made, contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the absence or existence of any donor restrictions.

**4. Donor Restrictions on Net Assets**

As of December 31, 2023, the Organization's donors have not made any restrictions on the net assets held by the Organization.

**5. Contributed Materials and Services**

The Organization received donations of publicly traded securities during the year ended December 31, 2023. These have been recorded as contributions. The value of publicly-traded securities was determined using the stock exchange value on the day of donation. Additionally, many individuals volunteer their time providing services to assist the Organization, but due to a lack of an objective basis to value these services, they have not been recorded and their value is not disclosed.

**6. Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Friends of John Paul School**  
Notes to the Financial Statements  
For the year ended December 31, 2023

**7. Investments**

Under SFAS No. 124, Accounting for Certain Investments Held by Not-for-Profit Organizations, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or use) in the reporting period in which the income and gains are recognized. Investments as of December 31, 2023 consist of cash held with the investment services provider, corporate stock, mutual funds, and exchange-traded funds. They are stated at their quoted fair market values as of December 31, 2023.

**8. Functional Allocation Expenses**

The costs of providing program, general and administrative, and fundraising services have been reported on a functional basis in the statements of activities. Costs have been allocated between program, general and administrative, and fundraising using estimates determined by management. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different results.

**9. Tax Status**

The Organization is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the United States Internal Revenue Code and is classified by the Internal Revenue Service as other than a private foundation. Although the Organization is granted income tax exemption by the Internal Revenue Service, such exemption does not apply to "unrelated business taxable income" (UBTI). For the year ended December 31, 2023, management has determined that the Organization did not have UBTI, accordingly, no income tax provision is reflected in these financial statements.

**10. Use of 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. Actual results may differ from those estimates.

**11. Subsequent Events**

In preparing these financial statements, management has evaluated, for potential recognition or disclosure, significant events or transactions that occurred during the period subsequent to December 31, 2023, the most recent statement of financial position presented herein, through May 10, 2024, the date these financial statements were available to be issued. No such significant events or transactions were identified.