

Black Men United Foundation  
Independent Auditor's Report  
And Financial Statements  
For the Year Ended  
December 31, 2022

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# RINGOLD

## **CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS**

*Auditing, Accounting, Tax Services, Advisory Services, Program & Project  
Management, Supplier Diversity & Compliance, Training*

### **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
Black Men United Foundation

#### **Report on the Audit of the Financial Statements**

##### ***Opinion***

We have audited the accompanying financial statements of Black Men United Foundation (the Organization), which comprise the statement of financial position as of December 31, 2022, 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 present fairly, in all material respects, the financial position of the Organization as of December 31, 2022, and the changes in its 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the Organization 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 opinions.

##### ***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 the Organization'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 and *Government 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.

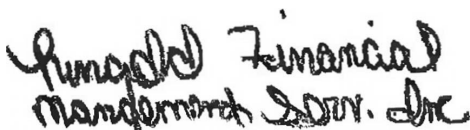
In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- 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 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.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 18, 2023, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.



Ringold Financial Management Services, Inc.  
Chicago, IL  
August 18, 2023

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**BLACK MEN UNITED FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2022**

**ASSETS**

**Current Assets**

Grants Receivable	\$	71,250
Due from Related Party		20,000
Security Deposit		1,000
<b>Total Current Assets</b>		<b>92,250</b>

**Fixed Assets**

Right-of-Use Asset - Operating		35,203
Furniture and Fixtures		12,000
Computer Equipment		25,332
Automobiles		165,900
Less: Accumulated Depreciation		(31,102)
<b>Total Fixed Assets</b>		<b>207,333</b>

<b>Total Assets</b>	<b>\$</b>	<b>299,583</b>
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**LIABILITIES AND NET ASSETS**

**Current Liabilities**

Bank Overdraft	\$	21,531
Line of Credit		30,000
Current Portion of Lease Liability - Operating		23,302
Current Portion of Note Payable		7,844
Accounts Payable		13,988
Accrued Expenses		6,008
<b>Total Current Liabilities</b>		<b>102,673</b>

**Long Term Liabilities**

Lease Liability - Operating		11,901
Note Payable		3,245
<b>Total Long Term Liabilities</b>		<b>15,146</b>

<b>Total Liabilities</b>		<b>117,819</b>
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**Net Assets**

Without Donor Restrictions		181,764
<b>Total Net Assets</b>		<b>181,764</b>

<b>Total Liabilities and Net Assets</b>	<b>\$</b>	<b>299,583</b>
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See independent auditor's report and accompanying notes to financial statements

**BLACK MEN UNITED FOUNDATION  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>Without Donor Restrictions</b>
<b>Support and Revenue</b>	
Corporate and Foundation Grants	\$ 135,309
Government Grants and Contracts	559,383
In-Kind Revenue	192,232
<b>Total Support and Revenue</b>	<b>886,924</b>
 <b>Expenses</b>	
Program Services	486,610
Management and General	220,370
<b>Total Expenses</b>	<b>706,980</b>
 <b>Change in Net Assets</b>	 179,944
 <b>NET ASSETS, beginning of year</b>	 1,820
<b>NET ASSETS, end of year</b>	<b>\$ 181,764</b>

See independent auditor's report and accompanying notes to financial statements

**BLACK MEN UNITED FOUNDATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Program Services	Management and General	Total
<b>Expenses</b>			
Salaries and Wages	\$ 132,055	\$ 44,018	\$ 176,073
Payroll Taxes	10,102	3,368	13,470
Grants	849	-	849
Bank and Other Service Fees	-	7,753	7,753
Professional Services	110,670	54,493	165,163
Advertising and Marketing	-	12,150	12,150
Office Expenses	21,559	14,373	35,932
Information Technology	-	1,084	1,084
Occupancy and Storage	36,536	24,358	60,894
Travel	-	7,971	7,971
Depreciation	18,661	12,441	31,102
Insurance	1,969	1,312	3,281
Food and Produce	5,400	-	5,400
Repairs and Maintenance	-	18,870	18,870
Youth Program	148,809	-	148,809
Telecommunications	-	4,336	4,336
Miscellaneous Expenses	-	13,843	13,843
<b>Total Expenses</b>	<b>\$ 486,610</b>	<b>\$ 220,370</b>	<b>\$ 706,980</b>

See independent auditor's report and accompanying notes to financial statements

**BLACK MEN UNITED FOUNDATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<b>2022</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Change in net assets	\$ 179,944
<b>Adjustments to reconcile change in net assets to net cash used by operating activities:</b>	
Depreciation	31,102
Reduction in Carrying Amount of Right-of-Use Asset - Operating	11,516
Donation of Fixed Assets	(192,232)
<b>Changes in operating assets and liabilities:</b>	
Security Deposit	(1,000)
Grants and Contributions Receivable	(71,250)
Due from Related Party	(20,000)
Bank Overdraft	21,531
Accounts Payable	13,988
Accrued Expenses	6,008
Lease Liability	(11,516)
<b>Cash used by operating activities:</b>	(31,909)
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchases of Fixed Assets	(11,000)
<b>Cash used by investing activities:</b>	(11,000)
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Line of Credit Proceeds	30,000
Note Payable Proceeds	23,248
Note Payable Repayment	(12,159)
<b>Cash provided by financing activities:</b>	41,089
 <b>Net decrease in cash and cash equivalents</b>	(1,820)
 <b>CASH AT BEGINNING OF YEAR</b>	1,820
 <b>CASH AT END OF YEAR</b>	\$ -
 <b>Supplementary Disclosures:</b>	
Interest paid	\$ 306
Taxes paid	\$ -

See independent auditor's report and accompanying notes to financial statements



# BLACK MEN UNITED FOUNDATION

Notes to Financial Statements

December 31, 2022

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## NOTE A. Description of the Organization and Program Activity

Black Men United Foundation (the Organization) is a 501(c)(3) nonprofit organization that focuses on the restoration and rebuilding of Black communities across America under the leadership of Black Men. The Organization creates an alliance of men of African descent to mobilize its resources and empower communities through economics, safety, and spirituality.

Support for the Organization's programs comes primarily from contributions from donors and government grants and contracts.

## NOTE B. Summary of Significant Accounting Policies

### Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Organization maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes into funds established in accordance with their nature and purpose.

These financial statements have been prepared to focus on the Organization as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of fund balances and transactions into two classes of net assets – without donor restrictions and with donor restrictions.

Accordingly, net assets and changes therein are classified as follows:

Net assets without donor restrictions: Net assets not subject to donor-imposed restrictions. This class can also include net assets designated by the Board of Directors to be reserved for future use.

Net assets with donor restrictions: Net assets subject to donor-imposed stipulations that may or will be met by actions of the Organization and/or passage of time. This class can also include net assets with restrictions that are perpetual in nature. The Organization did not maintain net assets with donor restrictions as of December 31, 2022.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

### Cash and Cash Equivalents

The Organization considers cash on deposit at banks and highly liquid investments with original maturities of three months or less at the date of purchase to be cash and cash equivalents.

## BLACK MEN UNITED FOUNDATION

Notes to Financial Statements

December 31, 2022

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### NOTE B. Summary of Significant Accounting Policies (Continued)

#### Grants and Contributions Receivable

The Organization records unconditional promises to give that are expected to be collected within one year at net realizable value. Management determines an allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At December 31, 2022, management believes all promises to give are collectable, therefore, no allowance has been established.

#### Furniture and Equipment

The Organization capitalizes all purchases for property and equipment of \$500 or more with an estimated useful life of more than one year. Purchased property and equipment are carried at cost. Donated property and equipment, if applicable, are carried at fair market value at the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives for vehicles (five years), office equipment (five years), and furniture and fixtures (seven years). Depreciation expense was \$31,102 for the year ended December 31, 2022.

#### Contributions

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed 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 and reported in the statement of activities as net assets released from restrictions. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Contributions of assets other than cash are recorded at their estimated fair value.

#### Government Contracts

Government grants consist primarily of State cost-reimbursement grants. Amounts are recognized as revenue when the Organization has incurred expenditures in compliance with the relevant grant provisions.

#### Donated Services and In-Kind Contributions

Donated materials are recorded as support in the amount of their estimated fair value as of the date of receipt. The Organization generally reports revenue from donated materials as support without donor restrictions unless explicit donor stipulations specify the manner in which donated assets should be used.

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Services provided by volunteers are not recognized as contributions because they do not meet recognition criteria prescribed by generally accepted accounting principles. Donated professional services are recorded at the respective fair values of the services received.

# BLACK MEN UNITED FOUNDATION

Notes to Financial Statements

December 31, 2022

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## **NOTE B. Summary of Significant Accounting Policies (Continued)**

### **Functional Allocation of Expenses**

The costs of providing the various programs and activities have been summarized on a functional basis in the accompanying statement of activities. The functional classification of expenses presents the natural classification detail of expenses by function. Expenses directly attributable to a specific functional area are reported as expenses to those functional areas while indirect costs that benefit multiple functional areas have been allocated among the various functional areas. The expenses that are allocated include depreciation, and occupancy, which are allocated on a square-footage basis, as well as salaries and benefits, which are allocated on the basis of estimates of time and effort.

### **Income Taxes**

The Organization is recognized as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes on related income. The Organization had no unrelated business income during fiscal year 2022 and, therefore, no provision for federal or state income taxes has been made in the accompanying financial statements.

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. This requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Organization's tax returns to determine whether the tax positions are "more likely than not" of being sustained when challenged or when examined by the applicable tax authority. For the year ended December 31, 2022, management has determined that there were no material uncertain tax positions.

### **Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### **Liquidity and Availability**

The Organization has \$71,250 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure consisting entirely of grants receivable. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

The Organization does not have a formal liquidity policy but strives to maintain liquid financial assets sufficient to cover operating expenses. As more fully described in Note C, the Organization also has a revolving line of credit in the amount of \$30,000, which it could draw upon in the event of an unanticipated liquidity need.

## BLACK MEN UNITED FOUNDATION

Notes to Financial Statements

December 31, 2022

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### NOTE B. Summary of Significant Accounting Policies (Continued)

#### Leases

The Organization determines if an arrangement is or contains a lease at inception of a contract. A contract is determined to be or contain a lease if it conveys the right to control the use of identified property, plant, or equipment (an identified asset) in exchange for consideration. 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. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization has elected the following practical expedients and accounting policy elections related to its lease agreements:

- ROU assets and lease liabilities are not recorded for short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.
- Lease components are not separated from non-lease components in its lease contracts.
- The risk-free discount rate is used to determine the present value of the future minimum lease payments for all leases.

#### Changes in Accounting Policy

In September 2020, the FASB issued ASU 2020-07, Not-for-Profit Entities (Topic 958) – Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. ASU 2020-07 requires that contributed nonfinancial assets be presented as a separate line item in the statement of activities, apart from contributions of cash and other financial assets and improves disclosures related to contributed nonfinancial assets. This ASU is effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022.

The Organization adopted ASU 2020-07 for the year ended December 31, 2022, and the change was applied on a retrospective basis. Management believes the standard improves the usefulness and understandability of the Organization's financial reporting. The adoption of this ASU did not have a material impact on the financial statements and did not result in a material change in accounting.

In 2022, the Organization adopted Accounting Standards Update (ASU) No. 2016-02, Leases, which requires lessees to recognize leases on the statement of financial position and disclose key information about leasing arrangements. The Organization elected not to reassess at adoption (i) expired or existing contracts to determine whether they are or contain a lease, (ii) the lease classification of any existing leases, or (iii) initial direct costs for existing leases. As a result of implementing ASU No. 2016-02, the Organization recognized a right-of-use asset of \$46,719 and lease liabilities of \$46,719 in its statement of financial position as of July 1, 2022, the date it entered into its operating lease agreement. The adoption did not result in a significant effect on amounts reported in the statement of activities for the year ended December 31, 2022.

## BLACK MEN UNITED FOUNDATION

Notes to Financial Statements

December 31, 2022

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### NOTE C. Line of Credit

The Organization has a line of credit for \$30,000 under a revolving note with United Trust Bank. The note has an interest rate equal to the prime rate as defined by the Wall Street Journal plus 3% (7.5% at December 31, 2022) per annum and collateralized by a security interest in selected collateral. The maturity date of the revolving note is June 22, 2023. At December 31, 2022, the outstanding balance was \$30,000.

### NOTE D. Note Payable

The Organization has a term note for \$23,248 with United Trust Bank. The note bears an annual interest rate of 2%. Principal and interest payments of \$666 are due monthly. The maturity of the term note is May 11, 2024. The term note is secured by a vehicle owned by the Organization. At December 31, 2022, the outstanding balance was \$11,089.

Future scheduled maturities of the term note payable are as follows for the years ended December 31,:

2023	\$	7,844
2024		3,245
Total	\$	<u>11,089</u>

### NOTE E. Lease Commitments

#### ROU Operating Lease

The Organization evaluated current contracts to determine which met the criteria of a lease. The right-of-use (ROU) asset represents the Organization's right to use underlying asset for the lease term, and the lease liability represents the Organization's obligation to make lease payments arising from the lease agreement. The ROU asset and lease liability, all of which arise from an operating lease, were calculated based on the present value of future lease payments over the lease term. The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments.

The Organization's operating lease consists of a real estate lease for office space. The real estate lease is a two-year agreement with an expiration date of June 30, 2024. The agreement calls for monthly lease payments of \$2,000.

Future maturities of the operating lease liability is presented in the following table for the fiscal years ending December 31:

2023	\$	24,000
2024		<u>12,000</u>
Total Future Undiscounted Lease Payments		36,000
Less: Present Value Discount		<u>(797)</u>
Total Lease Liability	\$	<u>35,203</u>

**BLACK MEN UNITED FOUNDATION**

Notes to Financial Statements

December 31, 2022

**NOTE E. Lease Commitments (Continued)**

Additional information on the operating lease is presented in the following table for the year ended December 31, 2022:

*Components of Lease Cost:*

Operating lease cost	\$ 12,000
Total Lease Cost	<u>\$ 12,000</u>

*Supplemental cash flow information related to lease:*

Cash paid for amounts included in the measurement of lease liability:	
Operating cash flows from operating lease	<u>\$ 12,000</u>

*Noncash financing and investing cash flows:*

ROU assets obtained in exchange for lease liability	
Operating lease	<u>\$ 46,719</u>

*Supplemental statement of financial position related to lease:*

ROU Asset	\$ 46,719
Less: Accumulated Amortization	(11,516)
ROU Asset, Net	<u>\$ 35,203</u>
Lease Liability	<u>\$ 35,203</u>

Weighted Average Remaining Lease Term 1.5 years

Weighted Average Discount Rate 2.84%

**Short-Term Lease**

The Organization had a short-term operating lease agreement for its office space for the period of January – June 2022. This short-term lease agreement is excluded from the ROU asset and lease liability.

Short-term lease expense included in occupancy expense was \$12,000 for the year ended December 31, 2022.

**NOTE F. In-Kind Contributions**

During year ended December 31, 2022, the Organization recognized significant in-kind contributions in the amount of \$192,232. The in-kind contributions consisted entirely of donated fixed assets. The contributions are valued at the approximate fair values identified by donors and management. There were no donor-imposed restrictions associated with the in-kind contributions received. The donated fixed assets are being utilized for the Organization's program activities.

**NOTE G. Related Party Transactions**

The Organization has an informal revolving line of credit arrangement with its founder. Under this arrangement, the founder makes interest free loans to the Organization to cover operating expenses and repayments are made as funds become available. During 2022, the Organization made payments in excess of the amounts borrowed which resulted in a due from related party balance. At December 31, 2022, the due from related party balance was \$20,000.

**BLACK MEN UNITED FOUNDATION**

Notes to Financial Statements

December 31, 2022

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**NOTE H. Subsequent Events**

Management has evaluated subsequent events through August 18, 2023, the date which the financial statements were available to be issued. Management has determined there were no subsequent events which require adjustment or disclosure.

# RINGOLD

## CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

*Auditing, Accounting, Tax Services, Advisory Services, Program & Project  
Management, Supplier Diversity & Compliance, Training*

### INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors of  
Black Men United Foundation

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Black Men United Foundation (the Organization) (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 18, 2023.

#### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

#### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



## Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Ringold Financial  
Management Services, Inc.*

Ringold Financial Management Services, Inc.

Chicago, IL

August 18, 2023

**BLACK MEN UNITED FOUNDATION**

**SCHEDULE OF FINDINGS**

December 31, 2022

**Section I – Summary of Auditor’s Results**

***Financial Statements***

Type of auditor’s report issued on financial statements:	<b>Unmodified</b>		
Internal control over financial reporting:			
• Material weakness(es) identified?	_____ Yes	<u>  X  </u> No	
• Significant deficiency(ies) identified not considered to be material weaknesses?	_____ Yes	<u>  X  </u> None reported	
Noncompliance material to the financial statements?	_____ Yes	<u>  X  </u> No	

**Section II – Financial Statement Findings**

No financial statement findings were reported for the year ended December 31, 2022.