



**ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION**

**Financial Statements  
June 30, 2025  
(With Comparative Totals for 2024)**



**ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION**

FINANCIAL STATEMENTS  
JUNE 30, 2025  
(WITH COMPARATIVE TOTALS FOR 2024)

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To the Board of Directors  
Alray Taylor Second Chance Scholarship Fund Corporation  
Boston, Massachusetts

Independent Accountants' Review Report

We have reviewed the accompanying financial statements of Alray Taylor Second Chance Scholarship Fund Corporation (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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

Management is responsible for the preparation and fair presentation of 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 the 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 Alray Taylor Second Chance Scholarship Fund Corporation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

**Other Matters**

The financial statements for the year ended June 30, 2024, were audited by us, and we expressed an unmodified opinion on them in our report dated February 6, 2025, but we have not performed any auditing procedures since that date.

**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.



GONZALEZ & ASSOCIATES, P.C.  
Certified Public Accountants

Stoughton, Massachusetts  
December 29, 2025

ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2025  
(WITH COMPARATIVE TOTALS FOR 2024)

**ASSETS**

	<u>2025</u>	<u>2024</u>
<b><u>Current Assets</u></b>		
Cash	\$ 367,750	\$ 364,788
Investments	515,190	536,916
Prepaid expenses	2,584	4,089
Total current assets	<u>885,524</u>	<u>905,793</u>
<b><u>Equipment</u></b>		
Equipment	6,156	6,156
Less: accumulated depreciation	<u>(5,923)</u>	<u>(5,110)</u>
Total property and equipment	<u>233</u>	<u>1,046</u>
<b><u>Total Assets</u></b>	<u>\$ 885,757</u>	<u>\$ 906,839</u>

**LIABILITIES AND NET ASSETS**

<b><u>Current Liabilities</u></b>		
Accounts payable	\$ 23,235	\$ 12,925
Total current liabilities	<u>23,235</u>	<u>12,925</u>
<b><u>Net Assets</u></b>		
Without donor restrictions	772,541	755,485
With donor restrictions	89,981	138,429
Total net assets	<u>862,522</u>	<u>893,914</u>
<b><u>Total Liabilities and Net Assets</u></b>	<u>\$ 885,757</u>	<u>\$ 906,839</u>

See accompanying notes and Independent Accountants' Review Report.

ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2025  
(WITH COMPARATIVE TOTALS FOR 2024)

	2025			2024
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<b><u>Support and Revenue</u></b>				
Contributions	\$ 460,292	\$ 110,703	\$ 570,995	\$ 567,402
Released from restriction	159,151	(159,151)		
Interest and dividend income	38,917		38,917	30,742
Realized/Unrealized gain (loss)	2,377		2,377	(20)
<b><u>Total support and revenue</u></b>	660,737	(48,448)	612,289	598,124
<b><u>Expenses</u></b>				
Program services	540,995		540,995	420,013
General and administrative	58,899		58,899	63,695
Fundraising	43,787		43,787	71,998
<b><u>Total expenses</u></b>	643,681		643,681	555,706
<b><u>Change in Net Assets</u></b>	17,056	(48,448)	(31,392)	42,418
<b><u>Net Assets - Beginning of Year</u></b>	755,485	138,429	893,914	851,496
<b><u>Net Assets - End of Year</u></b>	\$ 772,541	\$ 89,981	\$ 862,522	\$ 893,914

See accompanying notes and Independent Accountants' Review Report.

**ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION**

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2025  
(WITH COMPARATIVE TOTALS FOR 2024)

	2025			2024	
	Program Services	General and Administrative	Fundraising	Total	Total
Salaries	\$ 188,515	\$ 19,884	\$ 29,498	\$ 237,897	\$ 229,275
Payroll taxes	15,765	1,596	2,595	19,956	19,388
Benefits	10,638	1,077	1,751	13,466	12,972
Subtotal	214,918	22,557	33,844	271,319	261,635
Advertising Awards	267,255	232	2,484	2,716	3,882
Bank fees		81		81	60
Board expenses		1,334		1,334	447
Consultants	1,000	18,300	2,999	22,299	25,701
Depreciation	667	37	109	813	1,645
Events	23,890			23,890	25,481
Filing fees		299		299	271
Insurance	3,880	393	639	4,912	4,243
Office supplies	3,091	313	509	3,913	3,195
Payroll processing fees		1,122		1,122	1,091
Program expenses	11,811			11,811	19,858
Professional development	3,818	2,645		6,463	415
Professional fees		10,040		10,040	11,500
Rent	10,665	1,080	1,755	13,500	13,500
Travel		466	58	524	2,026
Website			1,390	1,390	997
Total expenses	<u>\$ 540,995</u>	<u>\$ 58,899</u>	<u>\$ 43,787</u>	<u>\$ 643,681</u>	<u>\$ 555,706</u>

See accompanying notes and Independent Accountants' Review Report.

ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

STATEMENT OF CASH FLOWS  
 JUNE 30, 2025  
 (WITH COMPARATIVE TOTALS FOR 2024)

	<u>2025</u>	<u>2024</u>
<b><u>Cash Flows From Operating Activities</u></b>		
Change in net assets	\$ (31,392)	\$ 42,418
Adjustment to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	813	1,648
Unrealized (gain)loss on investments	(2,377)	20
(Increase) Decrease in:		
Pledge receivable		35,000
Prepaid expenses	1,505	580
Increase (Decrease) in:		
Accounts payable	10,310	(2,142)
	<u>(21,141)</u>	<u>77,524</u>
<b><u>Net Cash (Used) Provided by Operating Activities</u></b>		
<b><u>Cash Flows From Investing Activities</u></b>		
Sales of investments	24,103	25,404
	<u>24,103</u>	<u>25,404</u>
<b><u>Net Cash Provided by Investing Activities</u></b>		
<b><u>Cash Flows From Financing Activities</u></b>	<u>0</u>	<u>0</u>
<b><u>Net Cash Provided by Financing Activities</u></b>	<u>0</u>	<u>0</u>
<b><u>Increase in Cash and Cash Equivalents</u></b>	2,962	102,928
<b><u>Cash and Cash Equivalents - Beginning of Year</u></b>	<u>364,788</u>	<u>261,860</u>
<b><u>Cash and Cash Equivalents - End of Year</u></b>	<u>\$ 367,750</u>	<u>\$ 364,788</u>

See accompanying notes and Independent Accountants' Review Report.

## ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

### **Note 1. Organization**

Alray Taylor Second Chance Scholarship Fund Corporation was organized in the Commonwealth of Massachusetts as a not-for-profit corporation on September 17, 2009. The Organization's mission is to provide scholarships, mentoring and educational assistance to graduates of Boston public high schools or Boston charter high schools who are seeking to complete college, trade school or vocational programs which they began but were unable to complete due to a range of family, personal or educational reasons.

### **Note 2. Summary of Significant Accounting Policies**

a. **Basis of Accounting**

The financial statements of Alray Taylor Second Chance Scholarship Fund Corporation are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. ("GAAP")

b. **Basis of Presentation**

The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 958, Not-for-Profit Entities. This Topic establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into net asset classes according to donor-imposed restrictions. Accordingly, the net assets of the Organization have been reported as follows:

**Net assets without donor restrictions**

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Alray Taylor Second Chance Scholarship Fund Corporation management and the board of directors.

**Net assets with donor restrictions**

Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Alray Taylor Second Chance Scholarship Fund Corporation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

c. **Equipment**

These assets are recorded at cost, when purchased or if donated, at their estimated fair market value at date of donation. All acquisitions of property and equipment in excess of \$1,000 and all expenditures for repairs and betterments that materially prolong the useful lives of assets are capitalized.

ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

(Continued)

**Note 2. Summary of Significant Accounting Policies** (Continued)

- d. Depreciation  
Provisions for depreciation are made in the accounts using the straight-line method. Office equipment and furniture are being depreciated over 3-5 years.
- e. Functional Expenses  
The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, payroll taxes, benefits, depreciation, insurance, and rent, which are allocated on the basis of estimates of time and effort.
- f. Use of Estimates  
The presentation of financial statements in conformity with generally accepted accounting principles 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.
- g. Cash and Cash Equivalents  
For purposes of the statement of cash flows, Alray Taylor Second Chance Scholarship Fund Corporation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.
- h. Contributions  
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. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. 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 statements of activities as net assets released from restrictions.
- i. Promises To Give  
Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

(Continued)

**Note 2. Summary of Significant Accounting Policies** (Continued)

j. Summarized Comparative Financial Statements

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 generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

k. Fair Value

The Organization follows the Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) Topic 820 "Fair Value Measurements and Disclosures", for assets and liabilities that are measured at fair value on a recurring basis, and to determine fair value disclosures. The standard defines fair value and it establishes a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value.

The standard applies to certain other existing pronouncements that require or permit fair value measurements. It does not establish or change any existing requirements for fair value accounting.

Valuation techniques used to measure fair value must maximize the use of observable inputs and minimize the use of unobservable inputs. The fair value accounting standard established a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. The three tiers are defined as:

- Level 1 – Observable inputs such as quoted prices in active markets.
- Level 2 – Inputs other than Level 1 inputs that are observable, whether directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable markets.
- Level 3 – Unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions and are significant to the fair measurement.

The Organization's investments are valued based on Level 1 inputs within the fair value hierarchy.

**Note 3. Tax Status**

Alray Taylor Second Chance Scholarship Fund Corporation is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

**ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION**

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

(Continued)

**Note 4. Significant Support**

The Organization received grants totaling \$265,000 from three funders, which represents 43% of the organization's total support and revenue for the year.

**Note 5. Availability and Liquidity**

The following represents Alray Taylor Second Chance Scholarship Fund Corporation's financial assets at June 30, 2025 and 2024:

Financial assets at year end:	2025	2024
Cash and cash equivalents	\$ 367,750	\$ 364,788
Investments	515,190	536,916
Financial assets available to meet general expenditures over the next twelve months	\$ 882,940	\$ 901,704

Alray Taylor Second Chance Scholarship Fund Corporation's fiscal goal is generally to maintain financial assets to meet 90 days of operating expenses (approximately \$160,900). As part of its liquidity plan, excess cash is invested in short-term investments, including savings accounts.

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient support and revenue to cover general expenditures not covered by donor-restricted resources.

**Note 6. Investments**

Alray Taylor Second Chance Scholarship Fund Corporation maintains an investment account. Though the market value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy is prudent for the long-term welfare of the Organization. Equities held at the brokerage are insured up to \$500,000 by the SIPC. Investments are carried at quoted market values as summarized below:

	2025		2024	
	Cost	FMV	Cost	FMV
Money Market	\$ 283,142	\$ 283,142	\$ 190,131	\$ 190,131
Securities	505,453	515,190	532,022	536,916
Total	\$ 788,595	\$ 798,332	\$ 722,153	\$ 727,047

The following schedule summarizes the investment return and its classification in the statement of activities for the year:

Interest and dividends	\$ 38,917
Net realized/unrealized gains	2,377
Net investment income	\$ 41,294

**ALRAY TAYLOR SECOND CHANCE SCHOLARSHIP FUND CORPORATION**

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

(Continued)

**Note 7. Net Assets**

Net assets with donor restrictions were as follows for the years ended June 30:

	2025	2024
Specific Purpose		
Postsecondary pathways	\$	\$ 35,000
Career Services	19,682	29,325
Fellowships	6,395	
Sam and Mary Swidey Finish Line Fund	63,904	74,104
Total	\$ 89,981	\$ 138,429

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the years ended June 30:

	2025	2024
Satisfaction of Purpose Restrictions		
Scholarships	\$ 20,000	\$ 40,000
Sam & Mary Swidey Finish Line Fund	53,902	28,496
Mentoring	31,000	62,500
Postsecondary pathways	35,000	35,000
Intern	3,500	
Fellowships	3,605	
Training	2,500	
Career services	9,644	7,192
Total	\$ 159,151	\$ 173,188

**Note 8. Subsequent Events**

Subsequent events were evaluated through December 29, 2025, which is the date the financial statements were available to be issued.