



BSCS SCIENCE LEARNING

Financial Statements and Supplementary Information (Audited)

***For the Years Ended
December 31, 2024 and 2023***

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INDEPENDENT AUDITORS' REPORT

Board of Directors
BSCS Science Learning

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of BSCS Science Learning (a nonprofit organization), which comprise the statement of financial position as of December 31, 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 financial statements present fairly, in all material respects, the financial position of BSCS Science Learning as of December 31, 2024, 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 of the United States. 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 BSCS Science Learning 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 BSCS Science Learning's ability to continue as a going concern within 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 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 BSCS Science Learning'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 BSCS Science Learning'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

We have previously audited BSCS Science Learning's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 31, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary Information

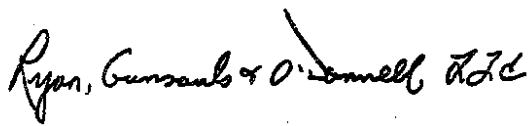
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is

not a required part of the 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 information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2025, on our consideration of BSCS Science Learning'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 BSCS Science Learning'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 BSCS Science Learning's internal control over financial reporting and compliance.

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A handwritten signature in black ink, reading "Ryan, Gunsauls & O'Donnell, LLC". The signature is written in a cursive, flowing style.

Denver, Colorado
June 2, 2025

BSCS SCIENCE LEARNING
Statements of Financial Position
December 31, 2024 and 2023

ASSETS

	<u>2024</u>	<u>2023</u>
Current assets:		
Cash and cash equivalents	\$ 127,143	\$ 312,596
Cash portion of investments	1,065,113	383,648
Cash portion of SLH Memorial Fund	50	48
Cash portion of investments - board-designated endowment	22,434	19,108
Accounts receivable	874,690	126,283
Grants receivable	621,836	1,083,700
Other receivable	899	1,435
Inventory	-	126,391
Prepaid expenses and deposits	103,680	91,859
Total current assets	<u>2,815,845</u>	<u>2,145,068</u>
 Land	 <u>82,300</u>	 <u>82,300</u>
 Property and equipment, net	 <u>34,624</u>	 <u>38,997</u>
Long-term assets:		
Investments- SLH Memorial Fund, net of cash portion	8,999	8,254
Investments - board-designated endowment, net of cash portion	<u>1,184,251</u>	<u>1,089,281</u>
Total non-current assets	<u>1,193,250</u>	<u>1,097,535</u>
 Total assets	 \$ <u>4,126,019</u>	 \$ <u>3,363,900</u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accounts payable	\$ 342,286	\$ 454,565
Accrued expenses	501,444	483,528
Line of credit	-	185,261
Deferred revenue	-	3,200
Total current liabilities	<u>843,730</u>	<u>1,126,554</u>
 Total liabilities	 <u>843,730</u>	 <u>1,126,554</u>
Net assets:		
Without donor restrictions	1,074,799	1,318,191
With donor restrictions	<u>2,207,490</u>	<u>919,155</u>
Total net assets	<u>3,282,289</u>	<u>2,237,346</u>
 Total liabilities and net assets	 \$ <u>4,126,019</u>	 \$ <u>3,363,900</u>

See accompanying independent auditors' report and notes to financial statements.

BSCS SCIENCE LEARNING
Statements of Activities
For the Year Ended December 31, 2024 With Summarized Comparative Totals for 2023

	Without donor restrictions	With donor restrictions	2024 Total	2023 (Summarized)
Contributions:				
Federal grants:				
Grants from National Science Foundation	\$ 3,474,808	\$ -	\$ 3,474,808	\$ 4,801,163
Grants from Department of Education	1,877,763	-	1,877,763	1,885,088
Foundation grants	610,252	2,778,142	3,388,394	2,750,083
Other grants and contributions	<u>711,572</u>	<u>253,285</u>	<u>964,857</u>	<u>71,691</u>
Total contributions	6,674,395	3,031,427	9,705,822	9,508,025
Total released from restrictions	<u>1,743,092</u>	<u>(1,743,092)</u>	<u>-</u>	<u>-</u>
Total contributions	<u>8,417,487</u>	<u>1,288,335</u>	<u>9,705,822</u>	<u>9,508,025</u>
Revenues from contracts				
Contract services	1,902,095	-	1,902,095	1,150,309
Royalty income	256,143	-	256,143	76,364
Workshop and consulting	115,053	-	115,053	26,105
Other income	6,640	-	6,640	29,968
Sales revenues, net	<u>1,055</u>	<u>-</u>	<u>1,055</u>	<u>(2,871)</u>
Total revenues from contracts	<u>2,280,986</u>	<u>-</u>	<u>2,280,986</u>	<u>1,279,875</u>
Other revenue				
Lease income	<u>8,000</u>	<u>-</u>	<u>8,000</u>	<u>-</u>
Total other revenue	<u>8,000</u>	<u>-</u>	<u>8,000</u>	<u>-</u>
Total revenues	<u>10,706,473</u>	<u>1,288,335</u>	<u>11,994,808</u>	<u>10,787,900</u>
Functional expenses:				
<i>Program services:</i>				
Federally funded projects	4,191,884	-	4,191,884	5,013,036
Foundation funded projects	2,024,277	-	2,024,277	2,074,436
Other funded projects	<u>863,700</u>	<u>-</u>	<u>863,700</u>	<u>948,981</u>
Total program services	<u>7,079,861</u>	<u>-</u>	<u>7,079,861</u>	<u>8,036,453</u>
<i>Supporting services</i>				
General and administrative	3,811,910	-	3,811,910	3,500,624
Fundraising and development	<u>188,804</u>	<u>-</u>	<u>188,804</u>	<u>69,503</u>
Total supporting services	<u>4,000,714</u>	<u>-</u>	<u>4,000,714</u>	<u>3,570,127</u>
Total expenses	<u>11,080,575</u>	<u>-</u>	<u>11,080,575</u>	<u>11,606,580</u>
Change in net assets from operating activities	<u>(374,102)</u>	<u>1,288,335</u>	<u>914,233</u>	<u>(818,680)</u>
Non-operating (expense) income:				
Interest income	62,088	-	62,088	37,402
Unrealized gain on investments	44,780	-	44,780	151,036
Realized gain (loss) on investments	34,446	-	34,446	(25,323)
Other income	142	-	142	-
Interest expense	<u>(10,746)</u>	<u>-</u>	<u>(10,746)</u>	<u>(20,243)</u>
Total other income	<u>130,710</u>	<u>-</u>	<u>130,710</u>	<u>142,872</u>
Change in net assets	<u>(243,392)</u>	<u>1,288,335</u>	<u>1,044,943</u>	<u>(675,808)</u>
Net assets at beginning of year	<u>1,318,191</u>	<u>919,155</u>	<u>2,237,346</u>	<u>2,913,154</u>
Net assets at end of year	<u>\$ 1,074,799</u>	<u>\$ 2,207,490</u>	<u>\$ 3,282,289</u>	<u>\$ 2,237,346</u>

See accompanying independent auditors' report and notes to financial statements.

BSCS SCIENCE LEARNING
Statements of Functional Expenses
For the Year Ended December 31, 2024 With Summarized Comparative Totals for 2023

	PROGRAM SERVICES				SUPPORT SERVICES			
	Federally Funded Projects	Foundation Funded Projects	Other Funded Projects	Total program services	General and administrative	Fundraising and Development	2024 Total	2023 Total
Salaries and wages	\$ 1,560,049	\$ 922,710	\$ 382,024	\$ 2,864,783	\$ 2,207,336	\$ 51,054	\$ 5,123,173	\$ 5,254,262
Fringe	822,504	426,675	194,938	1,444,117	611,799	22,364	2,078,280	1,971,084
Consultants	384,275	557,164	89,385	1,030,824	320,947	-	1,351,771	1,600,765
Subcontract	946,437	850	-	947,287	-	-	947,287	1,026,515
Travel	144,376	42,154	176,097	362,627	43,464	1,504	407,595	480,750
Materials and supplies	38,151	24,419	12,248	74,818	254,174	64	329,056	275,962
Miscellaneous	107,949	-	-	107,949	10,672	-	118,621	38,813
Insurance and taxes	-	-	-	-	110,509	-	110,509	93,316
Participant support	96,299	-	48	96,347	13,055	-	109,402	392,525
Accounting and legal	-	-	-	-	80,570	-	80,570	58,627
Computer expense	5,153	24,404	268	29,825	44,194	1,649	75,668	50,532
Dues and subscriptions	15,326	3,638	3,379	22,343	32,346	20,854	75,543	52,563
Repairs and maintenance	-	9	-	9	-	66,816	66,825	64,291
Printing and production	48,484	11,458	3,387	63,329	123	2,978	66,430	79,381
Postage and shipping	17,740	8,566	1,635	27,941	3,761	3,170	34,872	29,115
Fees	150	-	291	441	19,230	12,592	32,263	14,841
Utilities	-	-	-	-	20,611	-	20,611	23,490
Employee expense	-	-	-	-	16,849	3,540	20,389	21,706
Telephone	-	-	-	-	14,370	-	14,370	30,239
Training and recruitment	4,101	1,152	-	5,253	3,004	-	8,257	5,170
Depreciation	-	-	-	-	4,374	-	4,374	37,584
Publicity and dissemination	890	1,000	-	1,890	522	-	2,412	2,855
Storage and warehouse fees	-	78	-	78	-	2,219	2,297	2,194
Total expenses	\$ 4,191,884	\$ 2,024,277	\$ 863,700	\$ 7,079,861	\$ 3,811,910	\$ 188,804	\$ 11,080,575	\$ 11,606,580

See accompanying independent auditors' report and notes to financial statements.

BSCS SCIENCE LEARNING
Statements of Cash Flows
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Change in net assets	\$ 1,044,943	\$ (675,808)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation expense	4,374	37,584
Realized (gain) loss on investments	(34,446)	25,323
Unrealized gain on investments	(44,780)	(151,036)
Changes in operating assets and liabilities:		
Accounts receivable	(748,407)	283,722
Grants receivable	461,864	366,238
Other receivable	536	(453)
Inventory	126,391	(283)
Prepaid expenses and deposits	(11,821)	4,269
Accounts payable	(112,279)	(64,834)
Accrued expenses	18,060	(21,096)
Deferred revenue	(3,200)	3,200
Net cash provided by (used in) operating activities	<u>701,235</u>	<u>(193,174)</u>
Cash flows from investing activities:		
Purchase of investments	(2,150,275)	(622,212)
Reinvestments	(62,088)	(37,402)
Proceeds of sale of investments	1,511,080	872,242
Net cash (used in) provided by investing activities	<u>(701,283)</u>	<u>212,628</u>
Cash flows from financing activities:		
Payment on line of credit	(185,261)	(318)
Change in value of annuity payable	(144)	(144)
Net cash used in investing activities	<u>(185,405)</u>	<u>(462)</u>
Change in cash and cash equivalents	(185,453)	18,992
Total cash and cash equivalents, beginning of year	312,596	293,604
Total cash and cash equivalents, end of year	\$ <u><u>127,143</u></u>	\$ <u><u>312,596</u></u>
<u>Non-cash transactions:</u>		
Cash paid for interest	\$ <u><u>10,746</u></u>	\$ <u><u>20,243</u></u>

See accompanying independent auditors' report and notes to financial statements.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 1: Nature of Operations

BSCS Science Learning (BSCS) is a Colorado nonprofit Organization. Established in 1958 by a grant from the National Science Foundation to the education committee of the American Institute of Biological Sciences, it has been committed to interpreting the latest in scientific information for a variety of audiences, and to developing innovative curricula that allow students of all ages access to the best science education, providing professional development for educators and conducting research and evaluation in science education. BSCS seeks funds to design, develop, support, and evaluate new approaches to science teaching and learning for all grade levels.

Note 2: Summary of Significant Accounting Policies

This summary of significant accounting policies of BSCS is presented to assist in the understanding of BSCS's financial statements. The financial statements and notes are representations of BSCS's management, who are responsible for the integrity and objectivity of the financial statements. These accounting policies conform with U.S. generally accepted accounting principles (U.S. GAAP) and have been consistently applied in the preparation of the financial statements.

Basis of Presentation

The financial statements have been prepared in accordance with U.S. GAAP, which required BSCS to report information regarding its financial position and activities according to the following net asset classifications:

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 BSCS. These net assets may be used at the discretion of BSCS's 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 BSCS or by passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Basis of Accounting

BSCS's financial statements are prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. It is reasonably possible that the BSCS's estimates may change in the near term.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies, continued

Fair Value

The financial statements consist primarily of cash, cash equivalents, receivables, and payables. The amounts reported in the financial statements approximate fair values because of their short maturities.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, BSCS considers all demand deposit accounts and highly liquid investments with original maturities of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable are amounts BSCS expects to collect from outstanding balances from contracts. Based on management's assessment of credit history with customers having outstanding balances and current relationships with them, management has concluded that realization losses on balances at year-end will be immaterial. Therefore, no allowance for uncollectible accounts is considered necessary. Total accounts receivable from contracted services were \$874,690 and \$126,283 for years ended December 31, 2024 and 2023, respectively.

Grants Receivable

Grants receivable from grants and contracts include obligations from customers who pay for services rendered. Individual governmental and private grant arrangements that are evaluated and determined whether they are nonreciprocal, meaning the granting entity has not received a direct benefit of commensurate value in exchange of resources provided. Instead, revenues are recognized like a conditional contribution, when the barrier to entitlement is overcome. The barrier to entitlement is considered overcome when expenditures associated with each grant are determined to be allowable and all other significant conditions of the grant are met. Total grants receivable were \$621,836 and \$1,083,700 as of December 31, 2024 and 2023, respectively.

Inventory

Inventory is stated at the lower value of cost (first-in, first-out method) or net realizable value. The elements in costs of inventory include primarily classroom supplies and various kits for classroom instruction and experiments. Inventory is counted monthly and evaluated annually for obsolescence.

Long-lived Assets

BSCS reviews indefinite lived assets for impairment annually, and whenever market or business events indicate there may be a potential impact on that asset. If management determines that impairment has occurred, a loss is recognized based on the difference between the assets' carrying values over the estimated fair values. BSCS had no impairment of assets for the years ended December 31, 2024 and 2023.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies, continued

Land, Property and Equipment

It is BSCS's policy to capitalized property and equipment over \$5,000. Lesser amounts are expensed. Land, property and equipment are carried at cost if purchased; or at fair market value on the date received, if donated. Depreciation of property and equipment is depreciated on a straight-line basis over the useful life of the assets of 30 years for the building and 3 to 5 years for other property and equipment. Depreciation expense for the years ended December 31, 2024 and 2023 was \$4,374 and \$37,584, respectively.

Investments

Investments are carried at fair value determined by quoted prices on the last business day of the fiscal year. Donated investments are recorded at fair value at the date of receipt. Investment income may be either without donor restrictions or with donor restriction when earned.

Public Support and Contributions

The primary sources of revenue for BSCS are contracts from federal agencies and foundations. These sources of contributed income are reported as increases in net assets without donor restrictions unless use of related assets is limited by donor-imposed restrictions.

Grants and Contracts

Grants and contract revenue result from agreements, typically with government agencies, corporations, educational institutions, or foundations, that fund specific activities at BSCS. The grants and contracts are of two primary types: conditional contributions and contracts with customers. An agreement is a conditional contribution if its primary purpose is to enable BSCS to provide a service to, or conduct research for, science education or the general public rather than to serve the direct needs of the granting or contracting party. In other words, the agreement is a conditional contribution if any benefit to the granting or contracting party is indirect and insubstantial as compared to the public benefit. In contrast, if the grant or contract provides a benefit directly to the granting or contracting party, the agreement is a contract with a customer.

Public support and contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for future periods or for specific purposes are reported as increases in net assets with donor restrictions. When a restriction is fulfilled, (that is, when a stipulated time restriction ends or the purpose of restriction is accomplished), net assets with donor restrictions are reclassified and reported in the statements of activities as net assets without donor restrictions. However, if a restriction is fulfilled in the same period in which the contribution is received, the support is reported as net assets without donor restrictions.

Revenue Recognition

In accordance with ASC Sub-Topic 958-605, *Revenue Recognition*, BSCS must determine whether a contribution (or a promise) is conditional or unconditional for transactions deemed to be a contribution. A contribution is considered to be a conditional contribution if an agreement includes a barrier that must be overcome and either a right of release or a promise to transfer assets exist. Indicators of a barrier include a measurable performance-related barrier or other measurable barrier, a

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies, continued

Revenue Recognition, continued

stipulation that limits discretion by the recipient on the conduct of an activity, and stipulations that are related to the purpose of an agreement. Topic 958 prescribes that BSCS should not consider probability of compliance with the barrier when determining if such contributions are conditional and should be reported as conditional contribution liabilities until such conditions are met. At December 31, 2024 and 2023, BSCS did not have any conditional contribution liabilities.

Endowment Fund Income

Income from the endowment fund is to be used for general operations, unless otherwise designated by donor or board restrictions.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function of BSCS. The expenses that are allocated include salaries and benefits, supplies, repairs and maintenance, professional fees, depreciation and other operating expenses, which are allocated on the basis of estimates of time and effort spent by personnel in the various program and supporting services or use of supplies.

Income Taxes

BSCS is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code and classified as other than a private foundation. BSCS is, however, subject to income tax on any unrelated business income. As of December 31, 2024 and 2023, no unrelated business income was earned by BSCS.

BSCS has adopted the provisions of *Income Taxes*. In determining the recognition of uncertain tax positions, BSCS applies a more-likely-than-not recognition threshold and determines the measurement of uncertain tax positions considering the amounts and probabilities of the outcomes that could be realized upon ultimate settlement with taxing authorities. BSCS analyzed its positions taken on their Federal tax returns for the open tax years 2021 through 2023. Based on their analysis, BSCS determined that there were no uncertain tax positions and that BSCS should prevail upon examination by the taxing authorities.

New Adopted Accounting Principle

In June 2016, FASB issued ASU No. 2016-13, Financial Instruments – Credit Losses (*Topic 326*): Measurement of Credit Losses on Financial Instruments, as amended, also known as Current Expected Credit Losses (CECL). This ASU requires organizations to measure all expected credit losses for financial instruments held at the reporting date and replaces the previous allowance for doubtful accounts. The ASU is effective for annual periods beginning after December 15, 2022. BSCS adopted this ASU for the year ended December 31, 2023, using a modified-retrospective transition method, with a cumulative-effect adjustment to net assets, if necessary.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies, continued

Comparative Financial Data

The financial statements include certain prior year summarized comparative information in total but not by asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with BSCS's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

Note 3: Availability and Liquidity

The following represents BSCS's financial assets at December 31:

	<u>2024</u>	<u>2023</u>
Financial assets at year-end:		
Cash and cash equivalents	\$ 127,143	\$ 312,596
Accounts receivable	874,690	126,283
Grants receivable	621,836	1,083,700
Other receivables	899	1,435
Investments	<u>2,280,847</u>	<u>1,500,339</u>
Total financial assets	3,905,415	3,024,353
Less amounts unavailable for general expenditures within one year, due to:		
Investments	<u>2,280,847</u>	<u>1,500,339</u>
Total financial assets available to management to meet needs for general expenditures within one year	<u>\$ 1,624,568</u>	<u>\$ 1,524,014</u>

BSCS has grant and contract funding commitments to meet most expenses. BSCS seeks donations and other contributions to cover other general expenditures. BSCS regularly monitors liquidity necessary to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. BSCS has a line of credit which can be used as necessary for liquidity.

Note 4: Cash Exposure

BSCS maintains its cash balances at a financial institution which at times may exceed amounts covered by insurance provided by the Federal Deposit Insurance Corporation (FDIC), up to \$250,000 per institution per account holder. As of December 31, 2024 and 2023, there were funds deposited that were in excess of what would have been covered by federal insurance in the amount of \$-0- and \$241,463, respectively. BSCS has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk to cash.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 5: Property and Equipment

Property and equipment consist of the following at December 31:

	<u>2024</u>	<u>2023</u>
Building and improvements	\$ 1,254,520	\$ 1,254,520
Furniture and equipment	<u>237,681</u>	<u>237,681</u>
	1,492,201	1,492,201
Less: accumulated depreciation	<u>(1,457,577)</u>	<u>(1,453,204)</u>
Total property and equipment, net	<u><u>\$ 34,624</u></u>	<u><u>\$ 38,997</u></u>

Note 6: Investments and Fair Value Measurements

BSCS adopted the guidance for *Fair Value Measurements*. The guidance defines fair values, establishes a consistent framework for measuring fair value and expands disclosure requirements for fair value measurements. Under the guidance, assets and liabilities are grouped in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

- Level 1 – Valuation is based upon quoted prices for identical instruments traded in active markets.
- Level 2 – Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.
- Level 3 – Valuation is generated from model-based techniques that use significant assumptions not observable in the market. These unobserved assumptions reflect the Association's own estimates of assumptions that market participants would use in pricing the asset or liability. Valuation techniques include use of option pricing models, discounted cash flow models and similar techniques.

There have been no changes in the methodologies used at December 31, 2024 and 2023. The Level 2 investments of BSCS are not publicly traded but are based on quoted prices. The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while BSCS believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. The following tables set forth by level, within the fair value hierarchy.

BSCS's assets at fair value as of December 31, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash	\$ 1,087,597	\$ -	\$ -	\$ 1,087,597
Equity funds	840,459	-	-	840,459
Fixed income	337,409	-	-	337,409
Alternative assets	<u>-</u>	<u>15,382</u>	<u>-</u>	<u>15,382</u>
Total assets at fair value	<u><u>\$ 2,265,465</u></u>	<u><u>\$ 15,382</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,280,847</u></u>

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 6: Investments and Fair Value Measurements, continued

BSCS's assets at fair value as of December 31, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash	\$ 402,804	\$ -	\$ -	\$ 402,804
Equity funds	772,036	-	-	772,036
Fixed income	306,089	-	-	306,089
Alternative assets	-	19,410	-	19,410
Total assets at fair value	\$ <u>1,480,929</u>	\$ <u>19,410</u>	\$ <u>-</u>	\$ <u>1,500,339</u>

Note 7: Board-Designated Endowment

BSCS's endowment includes funds designated by the Board of Directors to function as quasi-endowment. As required by U.S. GAAP, net assets with an internal designation are classified as net assets without donor restrictions. These funds are invested in stocks, mutual funds, and cash equivalents, pursuant to BSCS's spending objectives of subjecting the fund to low investment risk and providing support for programs.

BSCS seeks to invest its portfolio and funds with the intent of outpacing the rate of inflation. It will pursue this primarily by employing appropriate asset allocation strategies for its funds, based on time horizon, cash flow expectation, and risk tolerance. For its endowments, BSCS seeks a growth with an income objective from a diversification of investments in U.S. and international equity funds as well as fixed income.

	<u>Board designated</u>	<u>Perpetually restricted</u>	<u>Total</u>
Balance, December 31, 2023	\$ 108,389	\$ 1,000,000	\$ 1,108,389
Investment income	<u>98,296</u>	<u>-</u>	<u>98,296</u>
Balance, December 31, 2024	\$ <u>206,685</u>	\$ <u>1,000,000</u>	\$ <u>1,206,685</u>
	<u>Board designated</u>	<u>Perpetually restricted</u>	<u>Total</u>
Balance, December 31, 2022	\$ -	\$ 971,989	\$ 971,989
Investment income	<u>108,389</u>	<u>28,011</u>	<u>136,400</u>
Balance, December 31, 2023	\$ <u>108,389</u>	\$ <u>1,000,000</u>	\$ <u>1,108,389</u>

Note 8: Line of Credit

BSCS has a revolving line of credit for \$200,000 with a financial institution, which is secured by its building. The interest rate on the outstanding balance is a variable rate relative to the bank's prime interest rate (7.50% at December 31, 2024 and 8.50% at December 31, 2023). The amount outstanding at December 31, 2024 and 2023 was \$-0- and \$185,261, respectively.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 9: Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following purposes at December 31:

	<u>2024</u>	<u>2023</u>
Programs for education and educators	\$ 2,203,524	\$ 912,478
SLH memorial fund	<u>3,966</u>	<u>6,677</u>
Total net assets with donor restrictions	\$ <u>2,207,490</u>	\$ <u>919,155</u>

Note 10: Charitable Gift Annuity

In November of 1997, BSCS entered into a charitable gift annuity agreement in the amount of \$10,000. As part of this agreement, BSCS has agreed to pay \$700 per year to the donor's daughter. As of December 31, 2024 and 2023, BSCS has recorded \$2,335 and \$2,467, respectively as an annuity payable included in accrued expenses on the statement of financial position.

Note 11: Recognition of Revenue from Contracts

BSCS recognizes revenue in accordance with U.S. GAAP, when all of the following conditions are satisfied:

- There is persuasive evidence that an arrangement exists;
- The product has been delivered or the services performed;
- The amount of fees to be paid by members and customers are fixed or determinable;
- The collection of fees is reasonably assured.

BSCS recognizes revenues based upon the satisfaction of the performance of services as determined in contracts with members and program participants. Determining whether and when these criteria have been satisfied involves exercising judgment and using estimates and assumptions that can have a significant impact on the timing and amount of revenue that BSCS recognizes.

BSCS derives revenues from workshop and consulting income, contract income for professional development and training in science areas, and royalty income. A single contract could have one or multiple performance obligations. For those contracts that have multiple performance obligations, if any, BSCS allocates the total transaction price to each performance obligation based on the relative standalone selling price, which is determined by BSCS's pricing objectives, taking into consideration market conditions and other factors.

Revenues are recognized when control of goods and services provided to the customer is in an amount that reflects the consideration BSCS expects to be entitled to in an exchange for those goods and services using the following steps: 1) identify the contract, 2) identify the performance obligation, 3) determine the transaction price, 4) allocate the transaction price to the performance obligations in the contract, and 5) recognize revenue as to when BSCS satisfies the performance obligation.

There are no variable considerations in contracts as there are no discounts, financial assistance, or refunds. For the years ended December 31, 2024 and 2023, BSCS received total revenues from contracts of \$2,280,986 and \$1,279,875, respectively. As of December 31, 2024 and 2023, BSCS had no remaining performance obligations under contracts entered during the year. Actual revenue recognition could differ from these amounts as a result of adjustments or other factors. Receivable

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 11: Recognition of Revenue from Contracts, continued

balances from contracts with customers for the years ended December 31, were as follows:

Receivables

	<u>2024</u>	<u>2023</u>
Beginning of year	\$ 126,283	\$ 410,005
End of year	\$ 874,690	\$ 126,283

Note 12: Lease Income

BSCS is the landlord in a lease agreement to lease office space on the first floor of their building to one tenant. The lease is an operating lease agreement with a term of 64 months. Base lease income began on the effective date and is increased 2.5% each anniversary date of the effective date. The lease expires in January 2030.

Lease income is included in the statements of activities as lease income. Cash receipts from operating leases are classified within cash flows from operating activities. Total lease income for the year ended December 31, 2024, was \$8,000.

The future minimum straight-line rental receipts are as follows at December 31:

2025	\$ 101,237
2026	101,237
2027	101,237
2028	101,237
2029	101,237
Thereafter	<u>33,746</u>
	<u>\$ 539,931</u>

Note 13: Retirement Plans

BSCS has adopted a 401(k) as of January 1, 2022, that covers substantially all employees who complete one year of employment with at least 1,000 hours of service and have reached 21 years old. Employees may elect to contribute a portion of their compensation as defined by the plan. Employees are 100% vested immediately. BSCS may make discretionary matching and profit-sharing contributions to the plan of qualified employees. For the years ended December 31, 2024 and 2023, BSCS made nonelective contributions in the amount of \$395,339 and \$380,526, respectively.

Note 14: Operating Leases

BSCS had operating lease agreements for a printer and a copier for the year ended December 31, 2023. BSCS assesses whether an arrangement qualifies as a lease (i.e., conveys the right to control the use of an identified asset for a period of time in exchange for consideration) at inception and only reassesses its determination if the terms and conditions of the arrangement are changed. Leases with an initial term of 12 months or less are not recorded on the balance sheet. Lease expense recognized in operating expense was \$66,606 for the year ended December 31, 2023. No further lease agreements were entered into after December 31, 2023.

BSCS SCIENCE LEARNING
Notes to Financial Statements
December 31, 2024 and 2023

Note 15: Concentrations

BSCS has certain concentrations in specific revenue categories; these concentrations represent 10% or more of total revenues. If a significant reduction in the level of these revenue sources occurs, it may have an effect on the BSCS's program and activities. BSCS receives a significant portion of its revenue and support from various grants and contract services. BSCS had the following concentrations for the years ended December 31:

	<u>2024</u>	<u>2023</u>
Grants from National Science Foundation (29% and 45%)	\$ 3,474,808	\$ 4,801,163
Foundation grants (28% and 25%)	3,388,394	2,750,083
Grants from Department of Education (16% and 17%)	1,877,763	1,885,088
Contract services (16% and 11%)	1,902,095	1,150,309

Note 16: Subsequent Events

BSCS has evaluated subsequent events and transactions for potential recognition or disclosure through the date at which the financial statements were available to be issued, which is the date of the independent auditors' report, and noted the following subsequent event that requires disclosure.

On January 27, 2025, the Office of Management and Budget (OMB) issued a memorandum implementing a temporary pause on all federal discretionary grants, affecting funding from the Department of Education (ED) and the National Science Foundation (NSF). This directive initially halted disbursements and the issuance of new awards for various educational and research initiatives.

Following legal challenges, a federal judge issued a temporary injunction, allowing continued disbursements for certain NSF projects. Additionally, on January 30, 2025, the OMB rescinded the pause for ED discretionary grants, permitting funding to resume. Despite these developments, uncertainty remains, particularly regarding the proposed 55% budget reduction for NSF and the suspension of certain research programs. BSCS receives federal support through Department of Education grants for educational initiatives and NSF grants for research activities. Any future instability in federal funding may impact the business model of BSCS and its finances. Management is actively monitoring developments and assessing contingency strategies, including securing alternative funding sources and adjusting project scopes. The organization will continue to evaluate the situation and update financial disclosures as necessary.

SUPPLEMENTARY INFORMATION

**BSCS Science Learning
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024**

<u>Federal grantor/pass-through grantor/program or cluster title</u>	<u>Assistance listing number</u>	<u>Name of grant- grant ID No.</u>	<u>Pass-through entity ID No.</u>	<u>Expenditures</u>	<u>Amounts passed to subrecipients</u>
Research and Development Cluster					
National Science Foundation:					
Supporting high school students and teachers with a digital, localizable, climate education experience	47.076	DRL-2100808		\$ 663,081	\$ 206,698
Empowering Informal Educators to Prepare Future Generations in Wireless Radio Communications with Mobile Resources	47.076	DRL-2053160		508,762	-
Exploring the Validity of Three Dimensional Assessments	47.076	DRL-2201438		293,244	-
Reducing Racially-Biased Beliefs by Fostering a Complex Understanding of Human Genetics Research in High-School Biology Students	47.076	DRL-2100864		265,932	-
Collaborative Research: Extending and Investigating the Impact of the High School Model-Based Educational Resource	47.076	DRL-1813538		237,818	-
Communities Supporting Teacher Learning: Using Video case Analysis of Teaching and Learning to Support Undergraduate Preservice Secondary Science Teachers	47.076	DUE-1725389		154,048	-
Collaborative Research: Improving the Teaching of Genetics in high School to avoid instilling misconceptions about Gender Differences	47.076	DRL-1956152		116,220	-
Collaborative Research: Exploring How Undergraduate Learning of Multifactorial Genetics Affects Belief in Genetic Determinisms	47.076	DUE-1914843		49,215	-
Towards a More Human€ Genetics Education: Exploring how Knowledge of Genetic Variation and Causation Affects Racial Bias among Adolescents	47.076	DRL-1660985		2,219	-
				2,290,539	206,698
Pass-Through Programs :					
Botanical Society of America					
Comparing the Efficacy of Collaborative Professional Development Formats for Improving Student Outcomes of a Student-Teacher-Scientist Partnership Program	47.076	DRL-2010556		406,608	-
Main Mathematics and Science Alliance					
Locally Adaptable Instructional Materials and Professional Learning Design for Place based Elementary Science	47.076	DRL-2009613	MMSA 21-504-03	275,534	-
University of Colorado Boulder					
Preparing Teachers to Design Tasks to Support, Engage, and Assess Science Learning in Rural Schools	47.076	DRL-2010086	1559232	214,022	-
Georgia Institute of Technology					
AGEP Engineering Alliances: A Model to Advance HI	47.076	PTE-1821298	D8754-S1	73,203	-
The Curators of the University of Missouri					
Build it Green!: Enhancing Middle School Science Education through an Energy Efficient Building Design Curriculum	47.076	PTE-2201204	C00076843-1	62,196	-
Hartnell Community College					
ESTEEM Stepping Stones. NSF title Building Capacity:Engaging Stem Transformative Experiences for Early momentum	47.076	DUE-1832446		44,199	-
California State University, East Bay Foundation Inc.					
A Networked Improvement Community Approach to School-wide Transformation, Teacher Agency, and Minoritized Students Climate Science Learning and Belonging	47.076	PTE-2049130	W1229-500	34,844	-
Georgia Institute of Technology					
Supporting Participation of Underrepresented Youth in Computing Using Tangible Computational Craft Kits	47.076	DRL-2030880	AWD-001828-G1	21,800	-
University of Minnesota					
Developing Teacher Leaders' Capacity to Promote Equitable Teaching and Learning in Secondary Science Classrooms	47.076	DRL-2343911	A011402703	21,621	-
Drexel University					
Conference: Culturally Sustaining Approaches to Science and Engineering Classroom Assessments	47.076	PTE-2341159	920243-BSCS	5,973	-
				1,160,000	-
Total National Science Foundation:				3,450,539	206,698
United States Department of Education:					
Scaling and Sustaining the STeLLA Professional Development Program	84.411B	U411B190029-EIR		1,426,343	-
Engaging Science Learning with OpenSciEd	84.411C	S411C230181		451,420	-
Assessing Students Progress on Energy Concept Using Three Dimensional Items	84.305A	R305A180512		22,911	-
Total United States Department of Education				1,900,674	-
Total Research and Development Cluster				5,351,213	206,698
Total Expenditures of Federal Awards				\$ 5,351,213	\$ 206,698

See the accompanying independent auditors' report and notes to the schedule of expenditures of federal awards

BSCS Science Learning
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Note 1: Basis of Presentation

The accompanying schedule of federal expenditures of federal awards (the Schedule) includes the federal grant activity of BSCS, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Because the Schedule presents only a selected portion of the operations of BSCS, it is not intended to and does not present the financial position, changes in net assets, or cash flows of BSCS.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where in certain types of expenditures are not allowable or limited to reimbursement.

BSCS has elected to not use the 10% de minimis cost rate as covered in the Uniform Guidance 2 CFR section 200.414 Indirect Costs.



**INDEPENDENT AUDITORS' 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***

Board of Directors
BSCS Science Learning

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 BSCS Science Learning (a nonprofit organization), which comprise the statement of financial position as of December 31, 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, and have issued our report thereon dated June 2, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered BSCS Science Learning'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 BSCS Science Learning's internal control. Accordingly, we do not express an opinion on the effectiveness of the BSCS Science Learning'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 the 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.

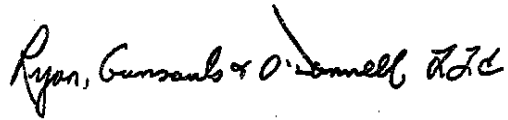
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether BSCS Science Learning'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.

A handwritten signature in black ink, reading "Ryan, Gursanb & O'Donnell, LLC". The signature is written in a cursive, flowing style.

Denver, Colorado
June 2, 2025



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors
BSCS Science Learning

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited BSCS Science Learning's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of BSCS Science Learning's major federal programs for the year ended December 31, 2024. BSCS Science Learning's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, BSCS Science Learning complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of BSCS Science Learning and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of BSCS Science Learning's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to BSCS Science Learning's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on BSCS Science Learning's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform

Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about BSCS Science Learning's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 BSCS Science Learning's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of BSCS Science Learning's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of BSCS Science Learning's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

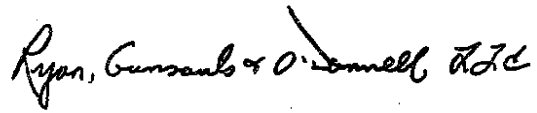
Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink, reading "Ryan, Gunsauls & O'Donnell LLC". The signature is written in a cursive, flowing style.

Denver, Colorado

June 2, 2025

**BSCS Science Learning
Summary Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024**

Section I – Summary of Auditors’ Results:

Financial statements:

- | | |
|---|---------------|
| • Type of auditors’ report issued: | Unmodified |
| • Internal control over financial reporting: | |
| Significant deficiency(ies) identified | None reported |
| Material weakness(es) identified? | No |
| • Noncompliance material to financial statements noted? | No |

Federal awards:

- | | |
|---|---------------|
| • Internal control over major program: | |
| Significant deficiency(ies) identified | None reported |
| Material weakness(es) identified? | No |
| • Type of auditors’ report issued on compliance for major program | Unmodified |
| • Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR section 200.516(a) | No |

- Identification of major program:

Assistance Listing Numbers
84.305A, 84.11B, 84.11C, 47.076

Name of Federal Program or Cluster
Research and Development Cluster

- | | |
|--|-----------|
| • Dollar threshold used to distinguish between type A and type B programs: | \$750,000 |
| • Auditee qualified as low-risk auditee? | Yes |

Section II – Financial Statement Finding:

None noted in current year audit.

Section III – Federal Award Findings and Questioned Costs:

None noted in current year audit.

**BSCS Science Learning
Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2024**

The following prior year audit findings have been resolved:

2023-001 – Preparation of the schedule of expenditures of federal awards (SEFA)

2023-002 – Timing of preparation of the SEFA