

**The San Jose Public Library Foundation**  
(A California Nonprofit Organization)

Audited Financial Statements &  
Independent Auditor's Report  
December 31, 2024



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Morgan Hill, CA 95037

**The San Jose Public Library Foundation**  
(A California Nonprofit Organization)

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
The San Jose Public Library Foundation  
San Jose, California

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of The San Jose Public Library Foundation (a California Nonprofit Organization) (the "Foundation") 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 accompanying financial statements present fairly, in all material respects, the financial position of the Foundation 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 Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAGAS), 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 Foundation 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 the Foundation's ability to continue as a going concern for one year after the date that the financial statements are 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 opinions. 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 GAAS 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 GAAS and GAGAS, 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 Foundation'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 Foundation'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.

***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Expenditures of Federal Awards and the federal award compliance section, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are 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 State of America. In our opinion, the information 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 16, 2025 on our consideration of the Foundation'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 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 Foundation'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 Foundation's internal control over financial reporting and compliance.

C & A LLP

June 16, 2025  
Morgan Hill, California

## ***Financial Statements***

**The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Statement of Financial Position

December 31, 2024

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**ASSETS**

Cash and cash equivalents	\$ 708,477
Investments	7,578,364
Promises to give	971,226
Other assets	36,903
Property and equipment, net	48,522
Endowment cash	<u>211,857</u>

Total Assets	<u>\$ 9,555,349</u>
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**LIABILITIES**

Accounts payable	\$ 153,421
Accrued expenses	96,453
Grants payable	<u>695,000</u>
Total Liabilities	<u>944,874</u>

**NET ASSETS**

Without donor restrictions:	
Designated by the board for operating reserves	844,991
Undesignated	<u>253,685</u>
Total without donor restrictions	<u>1,098,676</u>
With donor restrictions:	
Endowment:	
Perpetual in nature	211,857
Purpose restrictions	<u>7,299,942</u>
Total net assets with donor restrictions	<u>7,511,799</u>
Total Net Assets	<u>8,610,475</u>

Total Liabilities and Net Assets	<u>\$ 9,555,349</u>
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*The accompanying notes are an integral part of these financial statements.*

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

## Statement of Activities

For the Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUE AND SUPPORT</b>			
Contributions and grants:			
Donations, contributions and miscellaneous grants	\$ 533,980	\$ 1,128,418	\$ 1,662,398
Grants from the City of San Jose	139,340	3,519,355	3,658,695
In-kind contributions	35,760	14,803	50,563
Event Income	87,625	-	87,625
Net investment return	482,300	16,850	499,150
Net assets released from restrictions:			
Satisfaction of program restrictions	11,655,304	(11,655,304)	-
 Total Revenue and Support	 12,934,309	 (6,975,878)	 5,958,431
<b>EXPENSES</b>			
Program expenses:			
Educate	267,079	-	267,079
Engage	4,131,442	-	4,131,442
Empower	7,221,474	-	7,221,474
Total program expenses	11,619,995	-	11,619,995
Management and general expenses	930,492	-	930,492
Fundraising	489,371	-	489,371
 Total Expenses	 13,039,858	 -	 13,039,858
 Change in Net Assets	 (105,549)	 (6,975,878)	 (7,081,427)
 Total Net Assets - Beginning	 1,204,225	 14,487,677	 15,691,902
 Total Net Assets - Ending	 \$ 1,098,676	 \$ 7,511,799	 \$ 8,610,475

*The accompanying notes are an integral part of these financial statements.*

**The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Statement of Functional Expenses

For the Year Ended December 31, 2024

	Program Services				Management and		Total Expenses
	Educate	Engage	Empower	Total	General	Fundraising	
Salaries	\$ 187,874	\$ 1,008,111	\$ 44,359	\$ 1,240,344	\$ 534,921	\$ 258,327	\$ 2,033,592
Payroll Taxes	16,639	122,047	3,929	142,615	47,376	22,878	212,869
Employee Benefits	20,693	55,851	4,886	81,430	58,919	28,454	168,803
Grants to Library	29,449	271,613	-	301,062	-	-	301,062
Grants to Others	-	2,293,476	7,010,937	9,304,413	-	-	9,304,413
Outside Services	-	216,771	65,099	281,870	145,277	55,203	482,350
Conferences and Meetings	-	-	-	-	9,308	19,884	29,192
Promotional Activities	-	1,834	-	1,834	-	24,175	26,009
Donor Appreciation	1,425	-	-	1,425	-	21,216	22,641
Licenses, Fees and Taxes	3,561	80,629	841	85,031	26,019	4,897	115,947
In-Kind Expenses	6,438	625	1,519	8,582	33,130	8,851	50,563
Office	-	18,168	15,300	33,468	17,870	-	51,338
Printing and Postage	-	234	-	234	6,772	38,175	45,181
Insurance	-	8,650	-	8,650	18,505	-	27,155
Travel	-	6,457	109	6,566	22,107	-	28,673
Computer Software and Supplies	-	26,581	69,229	95,810	-	-	95,810
Tuition and Scholarships	-	14,775	5,266	20,041	-	-	20,041
Rent	-	2,130	-	2,130	-	7,311	9,441
Depreciation	-	-	-	-	10,288	-	10,288
Other	1,000	3,490	-	4,490	-	-	4,490
<b>Totals</b>	<b>\$ 267,079</b>	<b>\$ 4,131,442</b>	<b>\$ 7,221,474</b>	<b>\$ 11,619,995</b>	<b>\$ 930,492</b>	<b>\$ 489,371</b>	<b>\$ 13,039,858</b>

*The accompanying notes are an integral part of these financial statements.*

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

Statement of Cash Flows

For the Year Ended December 31, 2024

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## CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ (7,081,427)
Adjustments to reconcile change in net assets to net cash provided by/used for operating activities:	
Depreciation expense	10,288
Realized and unrealized (gain) loss on investments	43,420
Net investment returns	(510,328)
Investment (income) losses from endowments, net	(16,850)
Changes in operating assets and liabilities:	
Promises to give, net	(451,591)
Other assets	(7,055)
Accounts payable	84,211
Accrued expenses	(2,716)
Grants payable	(62,675)
Net cash provided by (used for) operating activities	<u>(7,994,723)</u>

## CASH FLOWS FROM INVESTING ACTIVITIES:

Purchases of property and equipment	(49,170)
Transfers to investments	(933,570)
Transfers from investments	7,339,722
Net cash provided by (used for) investing activities	<u>6,356,982</u>

Net change in cash and cash equivalents (1,637,741)

Cash and cash equivalents - beginning of year 2,346,218

Cash and cash equivalents - end of year \$ 708,477

## Supplemental disclosure:

In-kind contributions - space and services	\$ 35,760
In-kind contributions - equipment	14,803
Total in-kind contributions	<u>\$ 50,563</u>

*The accompanying notes are an integral part of these financial statements.*

## **The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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### **NOTE 1 - PRINCIPAL ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES**

The San Jose Public Library Foundation (the “Organization” or the “Foundation”) is a 501(c)(3) corporation founded in 1987. The Foundation was established to develop resources that enhance the public library system in San Jose, California. The San José Public Library Foundation supports educational programs and resources through the public library, schools, and community-based organizations, to create an educated, equitable, empowered and engaged community. The Foundation identifies three programs in its financial statements: Educate, Engage and Empower, as follows:

#### *Educate*

The Foundation supports a variety of education and enrichment programs that serve residents of all ages, from infants to senior adults, making every library a center for lifelong learning.

#### *Engage*

The Foundation enhances the library's role as the heart of the community, strengthening its function as a dependable and vibrant neighborhood gathering place, a trusted hub for sharing ideas, resources, and information.

#### *Empower*

The Foundation's programs fortify community members with the knowledge and skills to actively participate in democracy, bolstering their ability to move along life's path or to chart a new course entirely.

### **Basis of Presentation**

The financial statements are presented using the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP) for not-for-profit entities (FASB Topic 958, ASU 2016-14).

### **Cash and Cash Equivalents**

The Foundation considers all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition, as applicable. During the year, the Foundation granted \$6,789,881 to the Boys and Girls Clubs of Silicon Valley which was a direct transfer from the Foundation’s mutual fund held at Charles Schwab.

### **Receivables and Credit Policies**

Accounts receivable consist primarily of noninterest-bearing amounts due for program support services. Management has determined the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Accounts receivable are written off when deemed uncollectable. As of December 31, 2024, there were no accounts receivable nor an allowance for accounts receivable.

## **The San Jose Public Library Foundation**

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Notes to Financial Statements

For the Year Ended December 31, 2024

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### **Investments**

The Foundation records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

### **Promises to Give and Grant Receivable**

The Foundation records unconditional promises to give and grants receivable that are expected to be collected within one year at net realizable value. Unconditional promises to give and grants expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. The Foundation determines the allowance for uncollectable promises to give and grants receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give and grant receivable are written off when deemed uncollectable. As of December 31, 2024, the Foundation did not record an allowance for uncollectable accounts.

### **Property and Equipment**

The Foundation records property and equipment additions at cost, or if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets of 3 years. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently. Management did not review the carrying values of property and equipment for impairment because they were immaterial to the financial statements as of December 31, 2024.

### **Grants Payable**

The Foundation provides funding to various community-based organizations and local education agencies in San Jose based on grant agreements, donor restrictions and needs assessments as evaluated by management and the board. There were no discounts applied to the grants since they will be paid within one year from the date of the financial statements.

### **Refundable Advances**

When applicable, a transfer of assets (i.e. cash received) that is related to a conditional contribution is accounted for as a refundable advance in the accompanying statement of financial position until the conditions have been substantially met or explicitly waived by the donor or grantor. Changes in refundable advances result from timing differences between payments received from donors and the satisfaction of the conditions within the contracts and grant agreements. Revenue is recognized when qualified expenses are incurred and conditions under the contract or grant agreement are met.

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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## Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

### *Net Assets Without Donor Restrictions*

Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve. The reserve is intended to be used for emergencies and non-recurring situations and not to replace a permanent loss of funding or ongoing budget gaps. The board can approve the use of the reserve when cash flows are inadequate to meet monthly operating needs, and it is the policy of the board to take steps to replenish the operating reserve within a reasonable period-of-time. The following is a summary of the changes in the board designated endowment for the year ended December 31, 2024:

#### **Board Designated Endowments:**

Beginning balance	\$ 776,638
Investment gains (losses), net	<u>68,353</u>
Total Endowments	<u><u>\$ 844,991</u></u>

### *Net Assets With Donor Restrictions*

Net assets subject to donor-imposed (or certain grantor-imposed) restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. 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.

## **Revenue Recognition - Contracts with Customers Accounted for in Accordance with ASC 606**

The Foundation recognizes revenue when it satisfies a performance obligation by transferring a promised good to, or performing a service for, a customer. The amount of revenue recognized reflects the consideration the Foundation expects to receive in exchange for satisfying distinct performance obligations. If a performance obligation does not meet the criteria to be considered distinct, the Foundation combines it with other performance obligations until a distinct bundle of goods or services exists. Performance obligations are satisfied over time and the related revenue is recognized as services are rendered. The Foundation management expects that the period between when the Foundation transfers goods and services to their customers and when the customers pay for those goods and services will be one year or less. Therefore, the Foundation elected the practical expedient not to adjust the promised amount of consideration for the effects of a significant financing component.

### *Program Fees*

The Foundation provides services to individuals, groups and entities that ultimately furthers the mission of the Foundation, yet provides reciprocal value to these groups. Services include education, engagement, and empowerment programs. When applicable, the Foundation has a right to consideration from individuals, groups and entities in an amount that corresponds directly with the value provided upon the Foundation's date of completed performance. Individuals, groups and entities simultaneously receive and consume the benefits provided by the Foundation's performance obligations throughout the each period

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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as services are provided. Therefore, the Foundation recognizes revenues as the services are provided. There was no program fee revenue reported during the year and there were no unsatisfied performance obligations as of December 31, 2024.

### *Administration Fees*

The Foundation charges an administration fee of up to 15% of amounts contributed to administer certain grants and contributions. The fee is earned and recognized as revenue once the grant has been awarded or the contribution has been promised and all conditions have been met. Typically, the fee is included in the total amount awarded or promised as with or without donor restrictions, as appropriate, and then a reduction of the total grant or contribution is shown in the statement of activities to account for the admin fee as revenue without donor restrictions. Some agreements separately identify the administrative portion of the grant or contribution. In these scenarios, the revenue is classified as with or without donor restrictions as appropriate and the administrative fee is separately classified as without donor restrictions. Not all agreements, awards and contracts include an administration fee and each contract is evaluated to determine the appropriate accounting treatment. For the year ended December 31, 2024 the Foundation reported \$139,340 of administrative fees in unrestricted contributions.

### **Revenue Recognition Accounted for in Accordance with ASC 605: Topic 958 Not for Profit Entities**

#### *Grants*

Grants awarded by federal, state or local agencies, or passed through to the Foundation from another donor that received similar grants, are generally considered nonreciprocal transactions restricted by the awarding agency for certain purposes. Revenue is recognized when qualified expenses are incurred and conditions under the grant agreement are met. The following summarizes the Foundation's grant revenue for the year ended December 31, 2024:

Grants	\$ 3,601,779
Administration Fees	139,340
Total Grants	<u>\$ 3,741,119</u>

#### *Contribution Revenue*

The Foundation receives support from individuals, local governments, corporations, groups, and other entities in support of its mission. Contribution revenue is recognized at fair value on the earlier of the receipt of cash or an unconditional promise to give. From time to time, the Foundation receives promises to give that have certain conditions such as meeting specific performance-related barriers or limiting the Foundation's discretion on use of the funds. Other contributions may have revocable features to the promises to give. Such conditional promises to give are recognized when the conditions are substantially met.

### **Donated Services and In-Kind Contributions**

Volunteers contribute significant amounts of time to the Foundation's program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. The Foundation records donated professional services at the respective fair values of the services received, when applicable. The Foundation reported revenue of \$50,563 for in-kind contributions during the year ended December 31, 2024.

## **The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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### **Advertising Costs**

Advertising costs are expensed as incurred and during the year ended December 31, 2024, the Foundation incurred marketing expenses of \$1,834.

### **Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

### **Income Taxes**

The Foundation is organized as a California nonprofit corporation and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3) and Section 23701(d) of the California Code, qualifies for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and has been determined not to be private foundations under IRC Sections 509(a)(1) and (3). The Foundation is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. Management has determined that the Foundation's unrelated business income tax was minimal and immaterial to the financial statements as of December 31, 2024.

### **Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the Foundation to make estimates and assumptions that affect the reported amounts of 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, and those differences could be material.

### **Concentrations**

For the year ended December 31, 2024, the Foundation received grants from the City of San Jose totaling 61% of total revenues.

### **Financial Instruments and Credit Risk**

The Foundation manages deposit concentration risk by placing cash in accounts with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. As of the date of these financial statements, the Foundation has not experienced losses in any of these accounts. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from entities that are supportive of the Foundation's mission. Investments are made by diversified investment managers/brokers whose performance is monitored by management and the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, management believes that its investment strategies are prudent for the long-term welfare of the Foundation. As of December 31, 2024 the carrying amount of the Foundation's total cash

## The San Jose Public Library Foundation

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Notes to Financial Statements

For the Year Ended December 31, 2024

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in banks was \$708,477 and the bank balance of the Foundation's accounts with banks was \$712,423, which was \$150,000 in excess of Federal Depository Insurance Corporation (FDIC) coverage. FDIC covers up to \$250,000 per bank for each entity.

### Subsequent Events

Management has evaluated all subsequent events from the statement of financial position date of December 31, 2024, through the date the financial statements were available to be issued. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles. Management has determined that there are no non-recognized subsequent events that require additional disclosure.

### NOTE 2 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash and cash equivalents	\$	708,477
Investments		7,578,364
Promises to give		971,226
Restricted endowments		211,857
Less:		
Net assets with donor restrictions		(7,299,942)
Endowment		(211,857)
Grants payable		(695,000)
Accounts payable		(153,421)
Accrued expenses		(96,453)
Total	\$	<u>1,013,251</u>

As part of its liquidity management plan, the foundation invests cash with a broker. Endowment funds consist of donor-restricted endowments. Income from donor-restricted endowments are restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

### NOTE 3 - INVESTMENTS

Management is required to make certain estimates in the preparation of the financial statements. Among those significant estimates is the valuation of investments without readily determinable fair values, if applicable. The Foundation did not have investments without readily determinable fair values as of December 31, 2024.

### Risk Factors

#### *Liquidity risk*

Liquidity risk represents the risk that the Foundation may not be able to rapidly adjust the size of its portfolio holdings in times of high volatility and financial stress at a reasonable price. If the Foundation were compelled to dispose of an illiquid investment at an inopportune time, the result may be a sale at a

## The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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substantial discount to fair value. The Foundation utilizes brokers to invest in mutual funds that hold short and long-term stocks and bonds. Under adverse market or economic conditions, the secondary market for certain of these alternative investments could further contract. As a result, the Foundation could find it more difficult to sell these securities or may only be able to sell these securities at amounts lower than if such securities were more widely traded.

### *Currency and foreign exchange risk*

The Foundation did not hold investments denominated in currencies other than the U.S. dollar.

### *Interest rate and credit risk*

The Foundation's investment portfolio is subject to interest rate and credit risks for certain securities whose valuation would be impacted by changes in interest rates. The portfolio is also subject to the risk of the issuer of the security becoming unable to pay interest or repay principal when it is due.

### *Market price risk*

The value of securities held by the Foundation may decline in response to certain economic events, including those events impacting entities whose securities are owned and included in the investment portfolio. Events impacting valuation may include (but are not limited to) economic changes, market fluctuations, regulatory changes, global and political instability, and currency, interest rate, and commodity price fluctuations. The Foundation attempts to manage this risk through diversification, ongoing due diligence of fund managers, and monitoring of relevant economic conditions.

### *Concentration risk*

Investments were managed by a broker and were classified as summarized in Note 4.

## **NOTE 4 - FAIR VALUE MEASUREMENTS AND DISCLOSURES**

The Foundation reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

### *Level 1*

Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

### *Level 2*

Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

## The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

### Level 3

Unobservable inputs for the asset or liability. In these situations, the Foundation develops inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Foundation's assessment of the quality, risk, or liquidity profile of the asset or liability. The Foundation invests securities that are traded in the financial markets. Those securities are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates, and market-rate assumptions, and are classified within Level 1.

The following table presents assets and liabilities measured at fair value on a recurring basis as of December 31, 2024:

Description	Total	Fair Value Measurements at Report Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Un-observable Inputs (Level 3)
<b>Investments:</b>				
Schwab Broad High Yield Corporate Bond ETF	\$ 12,144	\$ 12,144	\$ -	\$ -
Schwab US Broad Market ETF	267,216	267,216	-	-
Schwab Global Infrastructured ETF	3,816	3,816	-	-
Schwab Broad USD Investment Grade Corporate Bc	47,967	47,967	-	-
Schwab Floating Rate Bond ETF	7,225	7,225	-	-
Schwab US Treasury Bond ETF	73,191	73,191	-	-
Schwab TIPS Bond ETF	6,811	6,811	-	-
Schwab US Micro Cap ETF	44,754	44,754	-	-
Schwab Corporate Bond Emerging ETF	46,964	46,964	-	-
Schwab Core Emerging Market ETF	63,935	63,935	-	-
Schwab Vanguard International bond ETF	136,350	136,350	-	-
Schwab Vanguard Emerging Market ETF	41,821	41,821	-	-
Schwab Vanguard Developed Markets ETF	239,669	239,669	-	-
Schwab Vanguard Mortgage Backed ETF	33,552	33,552	-	-
Schwab cash and bank sweep at cost	6,764,806	-	-	-
<b>Total investments</b>	<b>7,790,221</b>	<b>1,025,415</b>	<b>-</b>	<b>-</b>
<b>Less: restricted endowment</b>	<b>(211,857)</b>	<b>(211,857)</b>	<b>-</b>	<b>-</b>
<b>Total investments, net of endowments</b>	<b>\$ 7,578,364</b>	<b>\$ 813,558</b>	<b>\$ -</b>	<b>\$ -</b>

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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## NOTE 5 - ENDOWMENT

The purpose of the Foundation's Endowment Fund (the Fund) is to support children's programs, resources, and materials at the Almaden Branch of the San Jose Public Library. Children are defined as being age birth to 14 years old. All direct children's program costs, including materials, supplies, equipment, program personnel, capital projects, renovations, communications, may be paid by the Fund.

The Foundation's Board of Directors has interpreted the California Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At December 31, 2024 there were no such donor stipulations. As a result of this interpretation, the foundation retains in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization
- The investment policies of the organization

As of December 31, 2024, the Foundation had the following endowment composition:

Endowment beginning balance	\$	193,007
Contributions		2,000
Investment return, net		16,850
Endowment ending balance	\$	<u>211,857</u>

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Foundation has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At December 31, 2024, funds with original gift values of \$201,061 and fair values of \$211,857 were reported in net assets with donor restrictions.

### Investment and Spending Policies

The Foundation has adopted investment and spending policies for the Pat Dando Legacy Endowment Fund that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary

# The San Jose Public Library Foundation

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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capital to fund the spending policy, and to cover the costs of managing the Endowment investments. The Pat Dando Legacy Endowment Fund investment strategy has been designed to achieve returns sufficient to cover reasonable spending plus inflation, while minimizing volatility. It is acknowledged that volatility is inherent in any long-term growth strategy. Short-term volatility will be tolerated to the extent it is consistent with the volatility of a comparable market index. A significant portion of the funds will be invested to seek growth of principal over time. An investment horizon of at least 10 years will be used to compensate for the volatility and market cycles of this long-term portfolio. It is recognized that equity investments have provided premium returns and growth over the long term compared with fixed income investments, although fixed income investments typically provide more stable value and lower volatility.

It is the Foundation's intent to spend a portion of the Pat Dando Legacy Endowment Fund's fair value each year, with the balance to remain invested in accordance with the Fund's investment policy. The target annual spending rate is up to 5% of the trailing 12-quarter moving average based on quarter-end fair values (generally, market values). The 12-quarter average reduces the impact on spending caused by market volatility. This calculation is to be performed annually using the 12 quarters ending September 30 of the current year to establish the projected amount for the subsequent year. Because each sub-fund within the overall Endowment Fund will have its own unique investment performance based on the timing of its cash flows, the spending calculation will be performed for each individual sub-fund within the overall Endowment Fund. An evaluation of actual spending year to date will be done prior to the literal transfer of funds for the current year, typically in the July-August timeframe. The amount subsequently transferred will not exceed the 5% authorized spend rate. The annual portfolio rebalancing will typically occur at this time as well. The Finance Committee of the Foundation may vary from this timing based on actual and projected spending as well as market conditions.

Changes in Endowment net assets for the year ended December 31, 2024 were as follows:

**Restricted Endowments:**

Original donor restricted contribution and amounts required to be maintained in perpetuity by donor	\$ 201,061
Accumulated investment gains (losses), net	20,796
Distributions	<u>(10,000)</u>
Total Endowment Net Assets	<u>\$ 211,857</u>

**NOTE 6 - PROMISES TO GIVE**

Unconditional promises to give of \$971,226 was estimated to be collected within one year of December 31, 2024. Therefore, no discounts or allowances for uncollectible amounts have been applied to these balances.

**The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Notes to Financial Statements

For the Year Ended December 31, 2024

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**NOTE 7 - NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions consisted of the following as of December 31, 2024:

**Net Assets with Donor Restrictions**

Endowments:

Restricted by donors for children's programs,  
resources and materials at the Almaden Branch  
of the San Jose Public Library \$ 211,857

Subject to Expenditure for Specified Purpose:

Educate 4,132,744  
Engage 745,735  
Empower 2,421,463

Total Net Assets with Donor Restrictions \$ 7,511,799

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or other events specified by the donors as follows for the year ended December 31, 2024:

**Net Assets Released from Restrictions**

Subject to Expenditure for Specified Purpose:

Educate \$ 4,366,929  
Engage 54,110  
Empower 7,234,265

Total Net Assets Released from Restrictions \$ 11,655,304

**NOTE 8 - RETIREMENT PLAN**

The Foundation maintains a 401(k) profit-sharing plan which covers substantially all employees meeting certain age and service requirements. The Foundation matches employee 401(k) contributions up to a certain percentage. Contributions to the profit-sharing plan are discretionary. The Foundation reserves the right to amend or terminate the plan at any time. The employer matching contributions totaled \$42,988 for the year ended December 31, 2024.

***Supplementary Information***  
***Federal Award***  
***Compliance Section***

**The San Jose Public Library Foundation**  
 (A California Nonprofit Organization)  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended December 31, 2024

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Program Name		Assistance Listing Number	Pass-through Identifying Number	Program Expenditures
US Department of Treasury:				
Passed through the City of San Jose				
Coronavirus State and Local Fiscal Recovery Funds	(1)	21.027	222X	\$ 1,604,906
Total Federal Programs				<u>\$ 1,604,906</u>

(1) Audited as major program

*There were no federal grants passed-through to subrecipients during the fiscal year*

# **The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Notes to Federal Awards Compliance Section

For the Year Ended December 31, 2024

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## **NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of The San Jose Public Library Foundation (the Foundation) under programs of the federal government for the year ended December 31, 2024. 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 Regulations, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Foundation, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Foundation.

## **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 OMB Compliance Supplement, *Cost Principles for Nonprofit Foundations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Foundation has elected not to use the 10 percent de-minimis indirect cost rate as allowed under Uniform Guidance.

## **NOTE 3 - RELATIONSHIP TO THE FINANCIAL STATEMENTS**

The amounts reported in the accompanying schedule agree, in all material respects, to amounts reported within the Foundation's financial statements. Federal award revenues are reported principally in the Foundation's financial statements as grant revenues.

## **NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying schedule agree or can be reconciled with the amounts reported or to be reported in the federal financial reports.

## **NOTE 5 - PASS-THROUGH ENTITIES' IDENTIFYING NUMBER**

When federal awards were received from a pass-through entity, the Schedule of Expenditures of Federal Awards shows, if available, the identifying number assigned by the pass-through entity.

***Other Independent  
Auditor's Reports***



**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***

Board of Directors  
The San Jose Public Library Foundation  
San Jose, California

We have audited, 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, the financial statements of The San Jose Public Library Foundation (the “Foundation”), 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 16, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Foundation’s internal control over financial reporting (internal control) as a basis for designing the 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 Foundation’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Foundation’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 Foundation’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 over financial reporting 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 and significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Foundation’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 Foundation'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 Foundation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C & A LLP

June 16, 2025  
Morgan Hill, California



**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE**

Board of Directors  
The San Jose Public Library Foundation  
San Jose, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited The San Jose Public Library Foundation’s (the “Foundation”) 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 the Foundation’s major federal programs for the year ended December 31, 2024. The Foundation’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, The San Jose Public Library Foundation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended December 31, 2024.

***Basis for Opinion on Each Major Federal Programs***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Foundation 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 programs. Our audit does not provide a legal determination of The San Jose Public Library Foundation’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 the Foundation’s federal programs.



### ***Auditor's 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 The San Jose Public Library Foundation'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 GAAS, *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 The San Jose Public Library Foundation's compliance with the requirements of each major federal programs.

In performing an audit in accordance with GAAS, *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 The San Jose Public Library Foundation'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 The San Jose Public Library Foundation'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 The San Jose Public Library Foundation'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 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 Auditor's 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.

*C & A LLP*

June 16, 2025  
Morgan Hill, California

## ***Findings and Recommendations***

**The San Jose Public Library Foundation**

(A California Nonprofit Organization)

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2024

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**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued:

**Unmodified**

Internal control over financial reporting:

Material weaknesses?

\_\_\_\_ Yes      x   No

Significant deficiencies identified not

considered to be material weaknesses?

\_\_\_\_ Yes      x   None Reported

Noncompliance material to financial statements noted?

\_\_\_\_ Yes      x   No

**Federal Awards**

Internal control over major programs:

Material weaknesses?

\_\_\_\_ Yes      x   No

Significant deficiencies identified not

considered to be material weaknesses?

\_\_\_\_ Yes      x   None Reported

Type of auditor's report issued on compliance  
over major programs:

**Unmodified**

Any audit findings disclosed that are required  
to be reported in accordance with 2 CFR 200.516(a)

\_\_\_\_ Yes      x   No

Identification of major programs:

AL Numbers

21.027

Name of Federal Program

Coronavirus State/Local Fiscal Recovery Funds

Dollar threshold used to distinguish between  
Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

\_\_\_\_ Yes      x   No

**Section II - Financial Statement Findings**

No findings noted.

**Section III - Federal Award Findings and Questioned Costs**

No findings noted.

**The San Jose Public Library Foundation**  
(A California Nonprofit Organization)  
Status of Prior Year Findings and Recommendations  
For the Year Ended December 31, 2024

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No findings noted.