



# **Assistance League of Downey**

## **Financial Statements**

**As of and for the year ended May 31, 2025**

**(with independent accountant's review report included)**

**Assistance League of Downey**  
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**Independent Accountant's Review Report**

To the Board of Directors and Management  
Assistance League of Downey  
Downey, CA

We have reviewed the accompanying financial statements of Assistance League of Downey (the "Chapter"), which comprise the statement of financial position as of May 31, 2025, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

***Accountant's Responsibility***

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Chapter and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

***Accountant's Conclusion***

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



GuzmanGray  
Costa Mesa, CA  
October 13, 2025

**Assistance League of Downey  
Statement of Financial Position  
As of May 31, 2025**

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ASSETS

CURRENT ASSETS

|                           |    |                |
|---------------------------|----|----------------|
| Cash and cash equivalents | \$ | 397,101        |
| Inventory                 |    | 34,667         |
| Total Current Assets      |    | <u>431,768</u> |

|                             |  |                |
|-----------------------------|--|----------------|
| PROPERTY AND EQUIPMENT, NET |  | <u>905,127</u> |
|-----------------------------|--|----------------|

|              |    |                  |
|--------------|----|------------------|
| TOTAL ASSETS | \$ | <u>1,336,895</u> |
|--------------|----|------------------|

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

|                                       |    |               |
|---------------------------------------|----|---------------|
| Accounts payable and accrued expenses | \$ | 3,906         |
| Deferred dues                         |    | 12,820        |
| Total Current Liabilities             |    | <u>16,726</u> |

NET ASSETS

Without Donor Restrictions:

|                  |  |                  |
|------------------|--|------------------|
| Undesignated     |  | 1,090,169        |
| Board-designated |  | 230,000          |
| Total Net Assets |  | <u>1,320,169</u> |

|                                  |    |                  |
|----------------------------------|----|------------------|
| TOTAL LIABILITIES AND NET ASSETS | \$ | <u>1,336,895</u> |
|----------------------------------|----|------------------|

See Independent Accountant's Review Report and Notes to the Financial Statements.

**Assistance League of Downey  
Statement of Activities and Changes in Net Assets  
For the Year Ended May 31, 2025**

|                                         |                 | <u>Without Donor<br/>Restrictions</u> |
|-----------------------------------------|-----------------|---------------------------------------|
| <b>REVENUE AND OTHER SUPPORT:</b>       |                 |                                       |
| Thrift shop revenue                     |                 |                                       |
| Donated merchandise                     | \$ 78,503       |                                       |
| Sales of contributed merchandise        | 219,131         |                                       |
| Less: cost of sales                     | <u>(74,728)</u> |                                       |
| Net thrift shop revenue                 |                 | \$ 222,906                            |
| Special events revenue                  |                 |                                       |
| Gross special events revenue            | 52,262          |                                       |
| Less: cost of direct benefits to donors | <u>(20,456)</u> |                                       |
| Net special events revenue              |                 | 31,806                                |
| Program services revenue                |                 | 15,166                                |
| Contributions                           |                 | 4,084                                 |
| Membership                              |                 | 22,475                                |
| Event rental                            |                 | 58,677                                |
| Interest income                         |                 | 638                                   |
| Other                                   |                 | <u>840</u>                            |
| <b>TOTAL REVENUE AND OTHER SUPPORT</b>  |                 | <u>356,592</u>                        |
| <b>EXPENSES:</b>                        |                 |                                       |
| Program Services:                       |                 |                                       |
| H.O.M.E.                                | 82,913          |                                       |
| Dental                                  | 238             |                                       |
| Operation School Bell                   | 11,378          |                                       |
| Christmas Distribution                  | 1,279           |                                       |
| Others                                  | <u>18,665</u>   |                                       |
| Total Program Services                  |                 | 114,473                               |
| Support Services                        |                 |                                       |
| Thrift shop                             | 103,644         |                                       |
| Management & general                    | 99,119          |                                       |
| Membership development                  | <u>8,770</u>    |                                       |
| Total Support Services                  |                 | <u>211,533</u>                        |
| <b>TOTAL EXPENSES</b>                   |                 | <u>326,006</u>                        |
| <b>CHANGE IN NET ASSETS</b>             |                 | 30,586                                |
| NET ASSETS, BEGINNING OF YEAR           |                 | <u>1,289,583</u>                      |
| <b>NET ASSETS, END OF YEAR</b>          |                 | <u><u>\$ 1,320,169</u></u>            |

See Independent Accountant's Review Report and Notes to the Financial Statements.

**Assistance League of Downey  
Statement of Functional Expenses  
For the Year Ended May 31, 2025**

|                                                                                                       | PROGRAM SERVICES |        |           |           |           |            | SUPPORT SERVICES |            |            |            |                |            |
|-------------------------------------------------------------------------------------------------------|------------------|--------|-----------|-----------|-----------|------------|------------------|------------|------------|------------|----------------|------------|
|                                                                                                       |                  |        |           |           |           | Total      |                  |            |            | Total      | Cost of Direct |            |
|                                                                                                       | H.O.M.E.         | Dental | Operation | Christmas | Others    | Program    | Thrift Shop      | Management | Membership | Support    | Benefits to    | Total      |
|                                                                                                       | \$ -             | \$ -   | \$ -      | \$ -      | \$ -      | \$ -       | \$ 74,728        | \$ -       | \$ -       | \$ 74,728  | \$ -           | \$ 74,728  |
| Cost of sales                                                                                         |                  |        |           |           |           |            |                  |            |            |            |                |            |
| Occupancy :                                                                                           |                  |        |           |           |           |            |                  |            |            |            |                |            |
| Repairs and maintenance                                                                               | 35,633           | -      | -         | -         | -         | 35,633     | 8,250            | 40,306     | -          | 48,556     | -              | 84,189     |
| Utilities                                                                                             | 4,882            | -      | -         | -         | -         | 4,882      | 17,963           | 15,755     | -          | 33,718     | -              | 38,600     |
| Insurance                                                                                             | 9,918            | -      | -         | -         | -         | 9,918      | 7,196            | 2,703      | -          | 9,899      | -              | 19,817     |
| Security                                                                                              | 3,375            | -      | -         | -         | -         | 3,375      | 1,574            | 4,578      | -          | 6,152      | -              | 9,527      |
| Property tax                                                                                          | 288              | -      | -         | -         | -         | 288        | 3,431            | 2,374      | -          | 5,805      | -              | 6,093      |
| Salaries and benefits                                                                                 | 275              | -      | -         | -         | -         | 275        | 42,940           | 901        | -          | 43,841     | -              | 44,116     |
| Supplies                                                                                              | 1,439            | -      | 11,378    | 1,279     | -         | 14,096     | -                | 164        | 446        | 610        | 474            | 15,180     |
| Depreciation                                                                                          | 21,427           | -      | -         | -         | 6,857     | 28,284     | 972              | -          | -          | 972        | -              | 29,256     |
| Food and entertainment                                                                                | -                | -      | -         | -         | 166       | 166        | -                | 12,532     | -          | 12,532     | 18,680         | 31,378     |
| Scholarships                                                                                          | -                | -      | -         | -         | 10,161    | 10,161     | -                | -          | -          | -          | -              | 10,161     |
| Professional services                                                                                 | -                | -      | -         | -         | -         | -          | 8,755            | 14,961     | -          | 23,716     | -              | 23,716     |
| Telephone and internet                                                                                | 4,532            | -      | -         | -         | -         | 4,532      | 1,365            | 3,093      | -          | 4,458      | -              | 8,990      |
| National dues                                                                                         | -                | -      | -         | -         | -         | -          | -                | -          | 5,940      | 5,940      | -              | 5,940      |
| Postage and printing                                                                                  | -                | -      | -         | -         | -         | -          | 770              | 76         | 151        | 997        | 968            | 1,965      |
| Public relations and advertising                                                                      | -                | -      | -         | -         | -         | -          | 497              | -          | 426        | 923        | -              | 923        |
| National conference and meetings                                                                      | -                | -      | -         | -         | -         | -          | -                | -          | 239        | 239        | -              | 239        |
| Miscellaneous                                                                                         | 1,144            | 238    | -         | -         | 1,481     | 2,863      | 9,931            | 1,676      | 1,568      | 13,175     | 334            | 16,372     |
|                                                                                                       | 82,913           | 238    | 11,378    | 1,279     | 18,665    | 114,473    | 178,372          | 99,119     | 8,770      | 286,261    | 20,456         | 421,190    |
| Less: expenses included with revenues<br>on the statement of activities<br>and changes in net assets: |                  |        |           |           |           |            |                  |            |            |            |                |            |
| Cost of sales                                                                                         | -                | -      | -         | -         | -         | -          | (74,728)         | -          | -          | (74,728)   | -              | (74,728)   |
| Cost of direct nenefits to donors                                                                     | -                | -      | -         | -         | -         | -          | -                | -          | -          | -          | (20,456)       | (20,456)   |
| TOTAL EXPENSES                                                                                        | \$ 82,913        | \$ 238 | \$ 11,378 | \$ 1,279  | \$ 18,665 | \$ 114,473 | \$ 103,644       | \$ 99,119  | \$ 8,770   | \$ 211,533 | \$ -           | \$ 326,006 |

See Independent Accountant's Review Report and Notes to the Financial Statements.

**Assistance League of Downey**  
**Notes to Financial Statements**  
**For the Year Ended May 31, 2025**

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|                                                                                          |                   |
|------------------------------------------------------------------------------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES                                                     |                   |
| Change in net assets                                                                     | \$ 30,586         |
| Adjusted to reconcile change in net assets to net cash provided by operating activities: |                   |
| Depreciation                                                                             | 29,256            |
| (Increase) decrease in operating assets:                                                 |                   |
| Inventory                                                                                | (3,774)           |
| Prepaid expenses                                                                         | 1,275             |
| Increase in operating liabilities:                                                       |                   |
| Accounts payable and accrued expenses                                                    | 920               |
| Deferred dues                                                                            | 370               |
| NET CASH PROVIDED BY OPERATING ACTIVITIES                                                | <u>58,633</u>     |
| CASH FLOWS FROM INVESTING ACTIVITY                                                       |                   |
| Purchase of property and equipment                                                       | <u>(18,669)</u>   |
| NET CASH USED IN FINANCING ACTIVITY                                                      | <u>(18,669)</u>   |
| NET CHANGE IN CASH                                                                       | 39,964            |
| CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR                                         | <u>357,137</u>    |
| CASH AND CASH EQUIVALENTS, END OF YEAR                                                   | <u>\$ 397,101</u> |
| SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION                                         |                   |
| Interest paid                                                                            | <u>NONE</u>       |
| Income tax paid                                                                          | <u>NONE</u>       |

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**1. ORGANIZATION**

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Assistance League of Downey is a nonprofit corporation and is a chartered chapter of National Assistance League. The accompanying financial statements include the activities of Assistance League of Downey and its auxiliary Assisteens® (collectively, the Chapter). The Chapter provides the following programs:

- H.O.M.E. – Housing of Medical Emergencies project is a service provided to the families of patients undergoing rehabilitation at Rancho Los Amigos Medical Center. A ten-unit facility adjacent to the Medical Center is owned, operated and maintained by Assistance League of Downey and houses family members or out-patients coming from outside the area enabling them to participate in the rehabilitation program.
- Dental Program – Provides low-cost dental care to children in grades K-12 in the Downey Unified School District following an annual elementary school screening by the Downey Dental Academy and/or referral by the school nurse. These are children who do not qualify for MediCal nor are they covered by private insurance.
- Operation School Bell – Provides school clothing, a voucher for shoes, a grooming kit and a backpack to needy students from the Downey Unified School District who have been referred by their principals or the school nurse.
- Christmas Distribution – Distribution of new gifts to agencies providing help to the needy.
- Hug-A-Bear – A program for providing teddy bears to local police and firefighters for distribution following traumatic situations involving children.
- Scholarship – The student Volunteer Scholarship Program is a philanthropic project that shall provide selected graduating seniors at Downey Unified School District high schools with \$1,000 scholarships

The Chapter's revenue and support come primarily from contributions, program service revenue and other fundraising efforts including special events and operation of a thrift shop.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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**Basis of Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

**Net Asset Presentation**

The Chapter reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. Net assets and revenue are classified based on the existence or absence of donor-imposed restrictions.

*Net assets without donor restrictions*

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Chapter. The Chapter's board may designate assets without restrictions for specific operational purposes from time to time.

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

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**Net Asset Presentation (Continued)**

*Net assets with donor restrictions*

Net assets subject to stipulations imposed by donors and grantors. Some donor 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 restrictions are perpetual in nature, where the donor stipulates that such resources be maintained in perpetuity.

*Net assets released from donor restrictions*

Net assets are released by incurring expenses satisfying the restriction or occurrence of the other events specified by donors.

**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.

**Cash and Cash Equivalents**

Cash and cash equivalents include petty cash, cash held in checking and money market accounts, time deposits, certificates of deposit and all highly liquid investments with original maturities of three months or less. As of May 31, 2025, certificates of deposit totaled \$103,791.

**Inventories**

The Chapter maintains an inventory of used clothing and household items donated by Chapter members and others for resale by a thrift shop operated by the Chapter, which is stated at its estimated fair value.

**Property and Equipment**

The Chapter capitalizes furniture and equipment over \$1,000. Lesser amounts are expensed. Purchased furniture and equipment is capitalized at cost. Donations of furniture and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire furniture and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Chapter reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Chapter reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. The Chapter provides for depreciation and amortization of property and equipment by use of the straight-line method over the estimated useful lives as follow:

|                            |                |
|----------------------------|----------------|
| Buildings and improvements | 10 to 35 years |
| Furniture and equipment    | 3 to 10 years  |

**Fair Value of Financial Instruments**

The carrying amounts of financial instruments, including cash and cash equivalents, accounts payable, and accrued expenses, approximate fair value due to their short-term nature.

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

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**Fair Value Measurements**

The Chapter follows guidance issued by the FASB on fair value measurements, which establishes a framework for measuring fair value, clarifies the definition of fair value within that framework, and expands disclosures about the use of fair value measurements. This guidance applies whenever fair value is the applicable measurement and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair values into Levels 1, 2, and 3.

Level 1 inputs consist of unadjusted quoted prices in active markets for identical instruments and have the highest priority. Level 2 inputs include quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, or inputs other than quoted prices that are directly or indirectly observable. Level 3 inputs are unobservable and are given the lowest priority.

**Revenue Recognition**

The Chapter applies the five-step model to contracts when it is probable that the Chapter will collect the consideration it is entitled. To determine revenue recognition for arrangements within the scope of ASC Topic 606, *Revenue from Contracts with Customers*, the Chapter performs the following five steps: (1) identify the contract with the customer; (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to the performance obligations in the contract; and (5) recognize revenue when or as the Chapter satisfies a performance obligation. The Chapter then recognizes as revenue the amount of the transaction price that is allocated to the respective performance obligation when or as the performance obligation is satisfied.

Revenue streams that fall under ASC Topic 606 are as follows:

- *Thrift Shop Revenue*

Revenues from thrift shop sales are recognized at the point of sale. The Chapter does not offer returns or refunds on thrift shop sales and does not estimate variable consideration; judgments are not significant for this stream.

- *Special Events*

The Chapter organizes special fundraising events to raise funds to support their mission. Revenues earned from raffles or ticket sales include an exchange element, which represents the fair value of goods and services provided to participants. In accordance with ASC Topic 606, the exchange portion is recognized as revenue when the related event occurs and the performance obligations are satisfied.

- *Program Services Revenue*

Revenues from program services are recognized in the period to which they pertain. Amounts received in advance of the period earned are deferred.

- *Membership*

Dues from membership are recognized as revenue for the period to which they pertain. Amounts received in advance of the period earned are deferred.

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

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**Revenue Recognition (Continued)**

- *Event Rental*

Revenues from event rental are recognized in the period the event occurred.

The Chapter recognizes the following in accordance with FASB ASC 958-605, *Not-for-Profit Entities – Revenue Recognition*.

- *Special Events*

Revenue earned from donations include a contribution element, which represents the amounts received in excess of the fair value of goods and services. The contribution portion is recognized when contribution is received or unconditionally promised.

- *Contributions*

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions received that are designated for future periods or restricted by the donor for specific purposes are reported as increases in net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as increases in net assets without donor restrictions.

- *Donated Materials and Services*

Significant materials and services are donated to the Chapter by various individuals, corporations and other Chapters, and are reflected in the accompanying financial statements at their fair values at the date of donation. Contributed merchandise is monetized through sale in the Chapter's thrift shop, and the proceeds are used to support program services. No donor-imposed restrictions applied to these assets. The fair value of contributed merchandise is measured at the estimated selling price for similar items in the Chapter's principal resale market, adjusted for condition and salability. Significant inputs used in the valuation are observable prices for comparable secondhand goods.

In addition, a significant portion of the Chapter's functions and programs are conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the services do not require specialized skills. As of May 31, 2025, these volunteers donated approximately 16,200 hours with an estimated value of \$645,408. The estimated value of these donated services was computed using an hourly rate of \$39.84. The hourly rate used is based on data provided by the Independent Sector, which is a coalition of nonprofits, foundations and corporate giving programs.

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

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**Functional Allocation of Expenses**

The Chapter allocates its expenses on a functional basis among their various programs and support services. Expenses that can be identified with a specific program or support services are allocated directly according to their natural expenditure classification. Salaries and wages, payroll taxes and employee benefits are based on time and effort. Certain costs such as postage and delivery, printing and copying, publicity and advertising, contract services, professional fees, bank service charges, meetings and conferences, insurance, travel, supplies, and other costs are allocated based on estimated usage for programs and support services. Costs related to space include occupancy, repairs and maintenance, telephone and depreciation are allocated based on departmental headcount.

**Exempt Chapter Status and Income Taxes**

The Chapter is exempt from California franchise tax and Federal income tax under the provisions of Section 23701(d) of the California Revenue Code and Section 501(c)(3) of the Internal Revenue Code. The Internal Revenue Service has classified the Chapter as a public charity. Income for certain activities not directly related the Chapter's tax-exempt purpose is subject to taxation as unrelated business income.

**3. FAIR VALUE MEASUREMENTS**

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The following is measured at fair value on a recurring basis as of May 31, 2025, using quoted prices in active market (Level 1), significant other observable inputs (Level 2), and significant unobservable inputs (Level 3):

|                        | Level 1     | Level 2           | Level 3     | Total             |
|------------------------|-------------|-------------------|-------------|-------------------|
| Certificate of Deposit | \$ -        | \$ 103,791        | \$ -        | \$ 103,791        |
|                        | <u>\$ -</u> | <u>\$ 103,791</u> | <u>\$ -</u> | <u>\$ 103,791</u> |

**4. INVENTORIES**

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Inventory as of May 31, 2025 consists of used clothing and household items held for sale at the Chapter's thrift shop.

**5. PROPERTY AND EQUIPMENT - NET**

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Property and equipment as of May 31, 2025 consist of:

|                                |                    |
|--------------------------------|--------------------|
| Land                           | \$ 603,348         |
| Buildings and improvement      | 1,651,863          |
| Furniture and equipment        | <u>69,963</u>      |
|                                | 2,325,174          |
| Less: Accumulated depreciation | <u>(1,420,047)</u> |
|                                | <u>\$ 905,127</u>  |

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**5. PROPERTY AND EQUIPMENT – NET, continued**

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Depreciation expense for the year ended May 31, 2025 amounted to \$29,256, as presented in the statement of functional expenses.

**6. NET ASSETS**

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The Board of Directors (the “Board”) has designated certain net assets without donor restrictions to be set aside for specific purposes. While these amounts are not donor-restricted, the Board has established the following reserves to ensure financial stability and support the Chapter’s mission as of May 31, 2025:

|                         |                     |
|-------------------------|---------------------|
| Undesignated            | <u>\$ 1,090,169</u> |
| Board-designated        |                     |
| Operating reserve       | \$ 50,000           |
| Capital reserve         | 80,000              |
| Program service reserve | <u>100,000</u>      |
|                         | <u>\$ 230,000</u>   |

The operating reserve are funds set aside to cover 6 to 9 months of operating expenses in the event of unexpected revenue shortfalls or emergencies. The capital reserve are funds designated for building repairs, equipment replacement, and property acquisitions. The program service reserve are funds reserved to cover one full year of operating costs and program budget.

**7. DONATED MATERIALS**

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During the year ended May 31, 2025, the Chapter received contributions of merchandise for its Thrift Shop amounting to \$78,503.

**8. SPECIAL EVENTS**

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The summary of balances arising from special events as of May 31, 2025 is as follows:

|                                           | Special Events   |                    |                  |
|-------------------------------------------|------------------|--------------------|------------------|
|                                           | Revenue          | Expense            | Net              |
| Celebrate the Seasons                     | \$ 18,306        | \$ (5,686)         | \$ 12,620        |
| Assistees® Auxiliary – Tea & Fashion Show | 5,975            | (2,946)            | 3,029            |
| Casino Night                              | 27,931           | (11,824)           | 16,107           |
| Other                                     | 50               | -                  | 50               |
|                                           | <u>\$ 52,262</u> | <u>\$ (20,456)</u> | <u>\$ 31,806</u> |

**Assistance League of Downey  
Notes to Financial Statements  
For the Year Ended May 31, 2025**

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**9. CONCENTRATIONS AND CREDIT RISK**

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The Chapter maintains interest and noninterest bearing cash accounts at a financial institution located in Southern California. The Federal Deposit Insurance Corporation (FDIC) insurance limit is \$250,000 per depositor per institution. As of May 31, 2025, the Chapter has uninsured cash balances of \$16,492. Cash equivalent balances deposited and maintained by financial institutions differ from cash equivalents presented in the statement of financial position due to timing differences. The Chapter has not experienced any losses in such accounts, and management believes the Chapter is not exposed to significant credit risks.

**10. LIQUIDITY AND AVAILABILITY**

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

|                                                                                        |                   |
|----------------------------------------------------------------------------------------|-------------------|
| Financial assets, at year end:                                                         |                   |
| Cash and cash equivalents                                                              | \$ 397,101        |
| Less:                                                                                  |                   |
| Deferred revenue                                                                       | (12,820)          |
| Board-designated                                                                       | (230,000)         |
|                                                                                        | <u>(242,820)</u>  |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 154,281</u> |

The Board and management prepare a budget each year based on their knowledge of prior year transactions and potential transactions. Once a month, the Board and management review the Chapter's financial statements to determine the Chapter's liquidity position and future prospects.

**11. SUBSEQUENT EVENTS**

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Management has evaluated events and transactions that would require recognition or disclosure through October 13, 2025, which was the date the financial statements were available to be issued, and determined that there have been no events that have occurred that would require adjustments for recognition or disclosed in the financial statements.