

ASSISTANCE LEAGUE
OF SADDLEBACK VALLEY, INC.

ACCOUNTANTS REVIEW REPORT
AND
FINANCIAL STATEMENTS

YEARS ENDED MAY 31, 2025 AND 2024

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.

INDEX TO FINANCIAL STATEMENTS

MAY 31, 2025 and 2024

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DALE R. HOWE

Independent Accountant's Review Report

The Board of Directors
Assistance League of Saddleback Valley, Inc.:

I have reviewed the accompanying financial statements of the Assistance League of Saddleback Valley, Inc., which comprise the statements of financial position as of May 31, 2025 and 2024 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 company 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, I 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

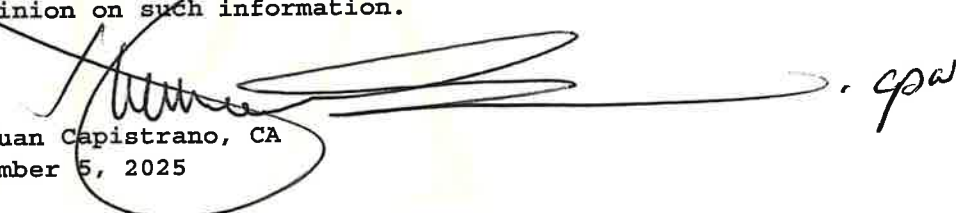
My responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am 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. I believe that the results of my procedures provide a reasonable basis for our report.

Accountant's Conclusion

Based on my review, I am 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.

Other Matter

The accompanying supplemental consolidating statement of activities is presented for purposes of additional analysis and is not a required part of the basic 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 supplementary information has been subjected to the review procedures applied in my review of the basic financial statements. I am not aware of any material modifications that should be made to the supplementary information. I have not audited the supplementary information and, do not express an opinion on such information.


San Juan Capistrano, CA
September 5, 2025

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
STATEMENTS OF FINANCIAL POSITION
MAY 31, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

ASSETS	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents (Note 2)	\$ 560,111	\$ 569,226
Inventories (Note 3)	4,105	2,864
Prepaid Expenses	33,552	24,227
Property and Equipment (Note 4)	<u>-</u>	<u>-</u>
TOTAL ASSETS	\$ <u>597,768</u>	\$ <u>596,317</u>
LIABILITIES		
Accounts Payable	\$ 9,981	\$ 11,341
Credit Cards Payable	4,906	6,330
Deferred Dues Revenue	11,345	10,110
Other Deferred Revenue	<u>14,385</u>	<u>15,645</u>
TOTAL LIABILITIES	40,617	43,426
NET ASSETS (Note 6)		
Without Donor Restrictions	468,941	459,681
With Donor Restrictions	<u>88,210</u>	<u>93,210</u>
TOTAL NET ASSETS	<u>557,151</u>	<u>552,891</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>597,768</u>	\$ <u>596,317</u>

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 STATEMENTS OF ACTIVITIES
 YEAR ENDED MAY 31, 2025
 (WITH COMPARATIVE TOTALS FOR 2024)

	-----Year Ended May 31, 2025-----			Year Ended 5/31/24
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Totals</u>
SUPPORT AND REVENUES				
Fundraising:				
Special Events and Other Fund- raising Activities Revenue (Note 8)	\$319,142	\$ -	\$319,142	\$286,271
Less: Direct Costs	(76,944)	-	(76,944)	(93,250)
Net Revenue from Special Events and Other Fundraising Activities	242,198	-	242,198	193,021
Contributions & Grants	39,515	-	39,515	120,916
Noncash Contributions (Note 7)	1,250	-	1,250	100
Membership	8,492	-	8,492	9,522
Interest Income	1,764	-	1,764	48
Net Assets Released from Restrictions:				
Expiration of Time Restrictions	-	-	-	-
Satisfaction of Program Restrictions	5,000	(5,000)	-	-
Total Support and Revenues	<u>298,219</u>	<u>(5,000)</u>	<u>293,219</u>	<u>323,607</u>
EXPENSES				
Program Services:				
Operation School Bell	166,583	-	166,583	167,888
Links to Learning	39,814	-	39,814	40,823
Camp Pendleton Outreach	15,792	-	15,792	19,792
Science Field Study	6,000	-	6,000	6,000
Operation Baby Love	5,020	-	5,020	6,481
Adopt-A-Family	4,198	-	4,198	4,814
My Own Case	994	-	994	-
Senior Outreach	779	-	779	796
Community Connections	774	-	774	2,997
Total Program Services	<u>\$239,954</u>	<u>\$ -</u>	<u>\$239,954</u>	<u>\$249,591</u>

``SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT''

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 STATEMENTS OF ACTIVITIES (CONT'D)
 YEAR ENDED MAY 31, 2025
 (WITH COMPARATIVE TOTALS FOR 2024)

	-----Year Ended May 31, 2025-----			Year Ended 5/31/24
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Totals</u>
Supporting Services:				
Fundraising:				
Special Events and Other Fund- raising Activities Indirect Costs (Note 8)	\$ 25,988	\$ -	\$ 25,988	\$ 25,578
Management and General	16,767	-	16,767	16,658
Membership Development	<u>6,250</u>	<u>-</u>	<u>6,250</u>	<u>6,910</u>
Total Supporting Services	<u>49,005</u>	<u>-</u>	<u>49,005</u>	<u>49,146</u>
Total Expenses	<u>288,959</u>	<u>-</u>	<u>288,959</u>	<u>298,737</u>
 CHANGE IN NET ASSETS	 9,260	 (5,000)	 4,260	 24,870
NET ASSETS AT BEGINNING OF YEAR	<u>459,681</u>	<u>93,210</u>	<u>552,891</u>	<u>528,021</u>
NET ASSETS AT END OF YEAR	\$ <u>468,941</u>	\$ <u>88,210</u>	\$ <u>557,151</u>	\$ <u>552,891</u>

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 STATEMENTS OF FUNCTIONAL EXPENSES
 YEAR ENDED MAY 31, 2025
 (WITH COMPARATIVE TOTALS FOR 2024)

-----Program Services-----Supporting Services-----

	Operation School Bell	Links to Learning	Operation Babylove	Other Programs	Total Program Services	Special Events	Mgmt and General	Membership Development	Total Supporting Services	Year Ended	Year Ended
										5/31/25	5/31/24
Program Supplies	\$164,830	\$39,814	\$ 4,145	\$27,523	\$236,312	\$ -	\$ -	\$ -	\$ -	\$236,312	\$246,355
Occupancy:											
Accounting/Legal	-	-	-	-	-	-	3,295	-	3,295	3,295	3,195
Insurance	99	-	296	197	592	395	987	-	1,382	1,974	1,974
Rent	428	-	427	513	1,368	2,137	5,043	-	7,180	8,548	8,421
Taxes, Fees & Lic	-	-	-	-	-	846	846	-	1,692	1,692	1,298
Utilities	123	-	123	147	393	613	1,448	-	2,061	2,454	2,452
Assistees Marketing	-	-	-	-	-	-	-	-	-	-	94
Computer Expenses	120	-	-	43	163	555	653	-	1,208	1,371	735
Credit Card Fees	-	-	-	-	-	5,078	-	-	5,078	5,078	5,163
Decorations	-	-	-	-	-	3,096	-	-	3,096	3,096	1,030
Prizes	-	-	-	-	-	2,194	-	-	2,194	2,194	3,915
Education	-	-	-	-	-	-	264	-	264	264	354
Entertainment/Auctioneer	-	-	-	-	-	9,188	-	-	9,188	9,188	10,274
Equipment/Audio Visual	-	-	-	-	-	6,955	-	-	6,955	6,955	6,376
National Dues	-	-	-	-	-	-	-	3,900	3,900	3,900	3,935
New Member Expense	-	-	-	-	-	-	-	390	390	390	760
Outside Services	-	-	-	-	-	1,666	-	-	1,666	1,666	1,798
Postage	-	-	-	-	-	859	-	88	947	947	1,167
President Expenses	-	-	-	-	-	-	-	288	288	288	364
Printing/Invitations	-	-	-	-	-	1,470	-	-	1,470	1,470	1,984
Public Relations	983	-	29	114	1,126	2,186	2,012	-	4,198	5,324	1,927

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 STATEMENTS OF FUNCTIONAL EXPENSES (CONT'D)
 YEAR ENDED MAY 31, 2025
 (WITH COMPARATIVE TOTALS FOR 2024)

	-----Program Services-----				-----Supporting Services-----			Year	Year
Operation	School	Links to	Operation	Total	Mgmt	Membership	Supporting	Total	Total
Bell	Learning	Babylove	Programs	Program	and	Development	Services	Expense	Expense
Reservations	\$	-	\$	-	\$	-	\$	53,891	\$69,353
Room Rental	-	-	-	-	760	-	-	760	814
Roster/By Laws	-	-	-	-	-	689	-	689	689
Staging Services	-	-	-	-	-	-	8,500	8,500	7,500
Strategic Planning	-	-	-	-	-	-	-	-	172
Supplies & Misc.	-	-	-	654	111	756	1,521	1,521	1,792
Technology	-	-	-	-	160	-	160	160	1,230
Web Software	-	-	-	-	1,188	-	1,188	1,188	1,188
Year Book	-	-	-	-	-	139	139	139	134
TOTAL EXPENSES	\$166,583	\$39,814	\$5,020	\$28,537	\$239,954	\$100,283	\$16,767	\$6,250	\$363,254
Less Expenses Included	-	-	-	-	-	-	-	-	-
With Revenue on State-	-	-	-	-	-	-	-	-	-
ment of Activities	-	-	-	-	-	(74,295)	-	(74,295)	(87,706)
Total Expenses per	\$166,583	\$39,814	\$5,020	\$28,537	\$239,954	\$25,988	\$16,767	\$6,250	\$288,959
Statement of	-	-	-	-	-	-	-	-	-
Activities	-	-	-	-	-	-	-	-	-

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 STATEMENTS OF CASH FLOWS
 YEAR ENDED MAY 31, 2025
 (WITH COMPARATIVE TOTALS FOR 2024)

CASH FLOWS FROM OPERATING ACTIVITIES:

	<u>2025</u>	<u>2024</u>
Change in net assets	\$ 4,260	\$ 24,870
Adjustments to reconcile change in net assets to net cash provided/(used) by operating activities:		
(Increase)/Decrease in Prepaid Expenses	(9,325)	2,686
Increase/(Decrease) in Deferred Revenue	(25)	3,262
Increase/(Decrease) in Accounts Payable	(1,360)	409
(Increase)/Decrease in Inventories	(1,241)	2,835
Increase/(Decrease) in Credit Cards Payable	<u>(1,424)</u>	<u>(3,825)</u>
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	(9,115)	30,432
 CASH FLOWS FROM INVESTING ACTIVITIES:	 <u>-</u>	 <u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	<u>-</u>	<u>-</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(9,115)	30,432
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>569,226</u>	<u>538,794</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ <u>560,111</u>	\$ <u>569,226</u>

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

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

- *Operation School Bell: Provides new clothing and school supplies for needy children in the Capistrano and Saddleback Valley School Districts and USMCAS Camp Pendleton for children in K-12 grades.
- *Links to Learning: Is designed to provide an opportunity to enhance and/or develop new or different approaches to teaching which will stimulate creative thought and/or expand existing curriculum to school age children.
- *Camp Pendleton Outreach: Provides books and Easter baskets to preschool children of Marine families at Camp Pendleton
- *Science Field Study: Funds are granted to the local school district field study program to subsidize transportation costs for science.
- *Operation Baby Love: Provides layettes for newborns of low-income families.
- *Adopt-A-Family: Provides food, clothing and gifts to families in need.
- *My Own Case: Hand-Written notes of encouragement provided to Foster children, in suitcases, as they transition to a new placement.
- *Senior Outreach: Delivers meals to homebound senior citizens.
- *Community Connections: Provides meal kits, hygiene products and school supplies as needed.

The chapter's support and revenues come primarily from contributions and other fundraising efforts including special events.

Basis of Accounting

The financial statements of the chapter have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1 - continued

Basis of Presentation

The financial statements are presented in accordance with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Not-for-Profit Entities. Under ASC 958, the chapter is required to report information regarding its financial position and activities in two classes of net assets:

- Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or law.
- Net assets with donor restriction are net assets subject to donor-imposed restrictions that can be fulfilled by actions of the chapter pursuant to those restrictions or that expire by the passage of time. Contributions restricted by donors whose restrictions are met in the same reporting periods are recorded as without restrictions. Net assets whose use is limited by donor-imposed restrictions are recorded as net assets with restrictions and are released from restrictions when donor stipulations have been met.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Change in Accounting Principle

On August 18, 2016 FASB issued Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958)-Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The chapter has implemented ASU 2016-14 and has adjusted the presentation in these financial statements accordingly.

Also, in fiscal year 2020, the organization adopted Accounting Standards Update (ASU) NO.2018-08 Not-for-Profit Entities: Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made (Topic 605) and ASU No. 2014-09 Revenue from Contracts with Customers (Topic 606). Analysis of various provisions of these updates resulted in no significant changes in the way the Organization recognizes revenue, and therefore no changes to the previously issued audited financial statements were required on a retrospective basis.

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1 - continued

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the chapter's financial statements for the year ended May 31, 2024 from which the summarized information was derived.

Fair Value Measurements

The chapter follows guidance issued by the FASB on fair value measurements, which established 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. This guidance 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

For purposes of financial reporting, the chapter has determined that the fair values of its financial instruments, which include cash equivalents, accounts receivable and accounts payable, approximate the carrying values at May 31, 2025 and 2024, based on their short maturities and/or the terms available to the chapter in financial markets.

Cash and Cash Equivalents

Cash and cash equivalents include 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.

Promises to Give

Unconditional promises to give are recognized as contributions in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefit received. Promises to give are recorded at net realizable value if they are expected to be collected within one year and at net present value if they are expected to be collected in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1 - continued

Inventories

The chapter maintains an inventory of layettes for use in their Operation Baby Love program, which is stated at its estimated fair market value. The chapter also maintains an inventory of new clothing and gift cards for use in its Operation Camp Pendleton program.

Concentrations of Credit and Market Risk

Financial instruments that potentially expose the chapter to concentrations of credit and market risk consist primarily of cash, cash equivalents and investments. Cash and cash equivalents are maintained at high-quality financial institutions and accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At May 31, 2025 the chapter does not have any uninsured balances at any financial institutions. The chapter has not experienced any losses on its cash or cash equivalents.

Property and Equipment

Property and equipment are stated at cost or at the fair value at the date of donation in the case of donated assets. The chapter provides for depreciation of property and equipment by use of the straight-line method over the estimated useful lives as follows:

Furniture and Equipment	5 to 7 years
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Contributions of long-lived assets, or of cash or other assets that must be used to acquire long-lived assets, are reported as increases in temporarily restricted net assets. Restrictions are considered met, and an appropriate amount reclassified to unrestricted net assets, over the useful life of the long-lived assets as determined by the chapter's depreciation policy.

Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities, other assets or an unconditional promise to give is received. Conditional promises to give—that is, those with a measurable performance or other barrier and right of return—are not recognized until the conditions on which they depend have been met. Membership dues collected prior to the fiscal year to which they apply are deferred and recognized as revenue over the period to which the dues relate.

All contributions are considered to be available for use unless specifically restricted by the donor. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, these net assets are reclassified to contributions 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 support without restrictions.

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 1 - continued

Contributions

All contributions are considered to be available for use unless specifically restricted by the donor. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, these net assets are reclassified to contributions 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 support without restrictions.

Donated Materials and Services

Significant materials and services may be donated to the chapter by various individuals, corporations and other organizations. Donated materials and services are reflected in the accompanying financial statements at their fair values at the date of donation.

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. During the year ended May 31, 2025 these volunteers donated approximately 15,506 hours with an estimated value of \$622,411. This value was computed using an estimated hourly rate of \$34.90 based upon the average hourly earnings of nonagricultural workers for the time period of June 1, 2024 through May 31, 2025, as determined by the U.S. Department of Labor's Bureau of Labor Statistics, plus 15% for estimated fringe benefits. Therefore, the value of a volunteer hour is estimated to be \$40.14 for the fiscal year ended May 31, 2025.

Tax Status

The chapter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the chapter qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). The chapter is also exempt from state income taxes under Section 23701(D) of the Revenue and Taxation Code of the State of California.

The chapter has applied the provisions of the FASB's ASC 740-10, Accounting for Uncertainty in Income Taxes. Under ASC 740-10, nonpublic enterprises, including nonprofit organizations, are required to record a tax liability when substantial uncertainties exist as to whether certain income is exempt from federal, state and local income tax. As of May 31, 2025, the chapter had no substantial uncertain income tax positions.

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 NOTES TO FINANCIAL STATEMENTS
 MAY 31, 2025

NOTE 1 - continued

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.

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 statements 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.

NOTE 2 - CASH AND CASH EQUIVALENTS

Cash and cash equivalents at May 31, 2025 consist of the following:

Checking Accounts:		
Bank of America	\$ 265,452	
Chase Bank	<u>100</u>	
Total Checking Accounts		\$ 265,552
Savings Accounts:		
Bank of America - Savings	52,456	
Chase Bank	<u>242,103</u>	
Total Savings Accounts		<u>294,559</u>
Total Cash and Cash Equivalents		\$ <u>560,111</u>

NOTE 3 - INVENTORIES

Inventory at May 31, 2025 consist of the following:

Gift cards for use in Operation		
School Bell	\$ 456	
New clothing and gift cards for use in its Camp Pendleton Outreach	840	
New layettes for use in its Operation Baby Love program	<u>2,809</u>	
Total Inventory		\$ <u>4,105</u>

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 NOTES TO FINANCIAL STATEMENTS
 MAY 31, 2025

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following at May 31, 2025

Furniture and equipment	\$ 24,542
Less accumulated depreciation	<u>24,542</u>
Total Property and Equipment, Net	\$ <u> -</u>

NOTE 5 - LEASES

The chapter leases office space under an operating lease that is month-to-month. The base rent is \$668.62 per month, with approximate 1.5% annual increases, effective on March 1st of each year. Either party may terminate this lease at any time after giving the other party written notice of termination.

NOTE 6 - NET ASSETS

At May 31, 2025 net assets were restricted by donors or designated by the chapter as follows:

Net assets without donor restrictions:	
Board designated reserve for building improvements	\$ 32,048
Undesignated	<u>436,893</u>
Total net assets without donor restrictions	468,941
Net assets with donor restrictions:	
Operation School Bell	<u>88,210</u>
Total net assets with donor restrictions	<u>88,210</u>
Total Net Assets	\$ <u>557,151</u>

NOTE 7 - NONCASH CONTRIBUTIONS

During the year ended May 31, 2025 the chapter received noncash contributions of materials, services, and free use of facilities that have been reflected in the financial statements of the chapter as follows:

Program supplies	\$ <u>1,250</u>
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ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
 NOTES TO FINANCIAL STATEMENTS
 MAY 31, 2025

NOTE 8 - SPECIAL EVENTS AND OTHER FUNDRAISING ACTIVITIES

The chapter conducts various special events and other fundraising activities to help fund current operations. The revenue and related expenses from such events and other fundraising activities for the year ending May 31, 2025, are as follows:

<u>Event/Activity</u>	<u>Revenue</u>	<u>Direct Costs</u>			<u>Net Revenue</u>
		<u>Cost of Sales</u>	<u>Cost of Direct Benefits to Attendees</u>	<u>Other Costs</u>	
Xmas Tree Luncheon	\$ 313,419	\$ -	\$ 74,295	\$ 25,988	\$ 213,136
CABI Clothing	1,000	-	-	-	1,000
Ornaments	1,621	307	-	-	1,314
See's Candies	3,076	2,342	-	-	734
Dining Event	<u>26</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26</u>
 Total events and activities	 <u>\$ 319,142</u>	 <u>\$ 2,649</u>	 <u>\$ 74,295</u>	 <u>\$ 25,988</u>	 <u>\$ 216,210</u>

NOTE 9 - LIQUID RESOURCE MANAGEMENT

The Chapter regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the chapter considers all expenditures related to its ongoing program activities as well as the conduct of services undertaken to support those activities to be general expenditures.

As of May 31, 2025, the following financial assets could readily be made available within one year of balance sheet date to meet general expenditures.

Cash and Cash Equivalents	\$ 560,111
Accounts and Interest Receivable	-
Contributions for General Expenditures Due in One Year or Less	-
Investments Not Encumbered by Donor Restrictions	<u>-</u>
 Financial Assets Available for General Expenditures over Next 12-Months	 <u>\$ 560,111</u>

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2025

NOTE 9 - LIQUID RESOURCE MANAGEMENT - continued

To build upon its past achievements and ensure future sustainability, the chapter has a long-standing policy that requires the governing board to maintain unrestricted net assets sufficient for one year's operating expenses.

Assets held for the chapter's board designated building reserve have been excluded from the total above, although those assets could be undesignated by the governing board to meet cash needs if necessary. However, assets received with donor restrictions to be used in the next fiscal year for operating purposes are considered to be available for general expenditure spending as of May 31, 2025.

In addition to the financial assets available to meet general expenditures over the next 12-months noted above, the chapter has other current assets and deferred revenue that will likely be converted to cash or available for general expenditures during the normal course of next year's operations. Such current assets include the chapter's program and prepaid expenses.

NOTE 10 - SUBSEQUENT EVENTS

Assistance League of Saddleback Valley, Inc. has evaluated events subsequent to May 31, 2025 to assess the need for potential recognition or disclosures in the financial statements. Such events were evaluated through September 5, 2025, the date these financial statements were available to be issued. Based upon this evaluation, it was determined that no other subsequent events occurred that require recognition or additional disclosure in the financial statements.

NOTE 11 - FUNCTIONALIZED EXPENSES

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include education, marketing communications, office and occupancy, which are allocated based on a percentage of use.

SUPPLEMENTAL SCHEDULE

ASSISTANCE LEAGUE OF SADDLEBACK VALLEY, INC.
SUPPLEMENTAL CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2025

	<u>Chapter</u>	<u>Assistees</u>	<u>Total</u>
SUPPORT AND REVENUES			
Fundraising:			
Special Events and Other Fundraising			
Activities Revenue (Note 8)	\$ 316,495	\$ 2,647	\$ 319,142
Less: Direct Costs	<u>(76,637)</u>	<u>(307)</u>	<u>(76,944)</u>
Net Revenue from Special Events and Other Fundraising Activities	239,858	2,340	242,198
Contributions and Grants	37,274	2,241	39,515
Noncash Contributions (Note 7)	1,250	-	1,250
Membership	7,116	1,376	8,492
Interest Income	1,764	-	1,764
Net Assets Released from Restrictions:			
Expiration of Time Restrictions	-	-	-
Satisfaction of Program Restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Total Support and Revenues	<u>287,262</u>	<u>5,957</u>	<u>293,219</u>
EXPENSES			
Program Services:			
Operation School Bell	166,583	-	166,583
Links to Learning	39,814	-	39,814
Camp Pendleton Outreach	15,792	-	15,792
Science Field Study	6,000	-	6,000
Operation Baby Love	5,020	-	5,020
Adopt-A-Family	3,798	400	4,198
My Own Case	994	-	994
Senior Outreach	482	297	779
Community Connections	<u>-</u>	<u>774</u>	<u>774</u>
Total Program Services	238,483	1,471	239,954
Supporting Services:			
Fundraising:			
Special Events and Other Fundraising			
Activities Indirect Costs (Note 8)	25,988	-	25,988
Management and General	14,819	1,948	16,767
Membership Development	<u>5,360</u>	<u>890</u>	<u>6,250</u>
Total Supporting Services	<u>46,167</u>	<u>2,838</u>	<u>49,005</u>
Total Expenses	<u>284,650</u>	<u>4,309</u>	<u>288,959</u>
CHANGE IN NET ASSETS	2,612	1,648	4,260
NET ASSETS AT BEGINNING OF YEAR	<u>491,317</u>	<u>61,574</u>	<u>552,891</u>
NET ASSETS AT END OF YEAR	<u>\$ 493,929</u>	<u>\$ 63,222</u>	<u>\$ 557,151</u>

"SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT"