

APA FAMILY SUPPORT SERVICES
Independent Auditor's Report
For the Years Ended June 30, 2024 and 2023

by
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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
APA Family Support Services

Opinion

I have audited the accompanying financial statements of APA Family Support Services (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of APA Family Support Services as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of APA Family Support Services and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 APA Family Support Services' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

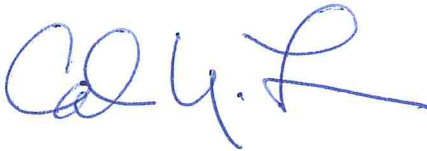
My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, I:

- 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 APA Family Support Services' 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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about APA Family Support Services' ability to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.



Calvin Y. Louie, CPA
San Francisco, California
March 25, 2025

APA FAMILY SUPPORT SERVICES
STATEMENTS OF FINANCIAL POSITION
As of June 30, 2024 and 2023

	2024	2023
Assets:		
Current Assets:		
Cash and cash equivalents	\$ 1,056,674	\$ 1,557,073
Short-term investments	1,626,800	959,462
Grants and contracts receivable	1,486,130	1,144,266
Total Current Assets	4,169,604	3,660,801
Property & Equipment:		
Furniture and equipment	380,668	380,668
Leasehold improvements	596,460	596,460
Building	792,608	792,608
Leasehold improvements - building	122,163	122,163
Land	597,933	597,933
Less: accumulated depreciation	(1,157,986)	(1,050,932)
Net fixed assets	1,331,846	1,438,900
Other assets:		
Prepaid expense	52,562	68,171
Refundable deposits		70
Right-of-use assets - operating lease, net	514,486	
Security Deposit	12,000	3,000
	579,048	71,241
Total Assets	\$ 6,080,498	\$ 5,170,942
Liabilities and Net Assets:		
Current Liabilities:		
Accounts payable	\$ 430,554	\$ 271,593
Accrued payroll and payroll taxes	96,950	89,728
Accrued employee benefits and vacation	189,820	175,915
Deferred revenue		222,778
Note payable - current portion	15,017	14,382
Operating lease liability - current portion	162,429	
	894,770	774,396
Long Term Liabilities:		
Note payable	480,263	495,231
Operating lease liability	355,516	
Total Long Term Liabilities	835,779	495,231
Net assets		
Without donor restrictions	4,349,949	3,901,315
With donor restrictions		
Total Net Assets	4,349,949	3,901,315
Total Liabilities & Net Assets	\$ 6,080,498	\$ 5,170,942

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

APA FAMILY SUPPORT SERVICES
STATEMENTS OF ACTIVITIES
For the Years Ended June 30, 2024 and 2023

	Without Donor Restrictions	With Donor Restrictions	2024	2023
Revenue:				
Grants & contracts	\$ 5,348,740		\$ 5,348,740	\$ 4,094,363
Other grants	199,500		199,500	198,150
Contributions	381,404		381,404	483,510
Investment income	116,175		116,175	43,802
Other income	7,679		7,679	40,923
Donated goods and services	395,400		395,400	611,100
Unrealized gains on investments	3,731		3,731	
Total revenue and support	<u>6,452,629</u>		<u>6,452,629</u>	<u>5,471,848</u>
Expenses:				
Programs	5,264,627		5,264,627	4,373,136
Management and general	680,215		680,215	563,884
Fundraising	59,153		59,153	72,314
Total expenses and losses	<u>6,003,995</u>		<u>6,003,995</u>	<u>5,009,334</u>
Change in net assets	<u>448,634</u>		<u>448,634</u>	<u>462,514</u>
Net Assets - beginning of year	<u>3,901,315</u>		<u>3,901,315</u>	<u>3,438,801</u>
Net assets, end of year	<u>\$ 4,349,949</u>		<u>\$ 4,349,949</u>	<u>\$ 3,901,315</u>

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

APA FAMILY SUPPORT SERVICES
STATEMENTS OF FUNCTIONAL EXPENSES
For the Years Ended June 30, 2024 and 2023

	Program Services	General and Management	Fundraising	2024	2023
Expenses					
Salaries	\$ 2,011,836	\$ 196,473	\$ 25,359	\$ 2,233,668	\$ 1,949,936
Employee benefits	289,398	28,262	3,648	321,308	283,629
Payroll tax	167,414	16,349	2,110	185,873	161,842
Grants to others	539,323			539,323	526,122
Depreciation		107,054		107,054	120,332
Insurance	26,332	46,921	332	73,585	63,900
Mortgage interest		18,464		18,464	17,828
Occupancy	285,308	100,597	12,984	398,889	328,079
Office expense	314,812	14,470	1,867	331,149	214,682
Other expense	1,681	1,516	196	3,393	10,752
Printing and publications	6,241	1,264		7,505	12,070
Accounting/auditing		31,380		31,380	47,588
Consulting	92,504	7,289		99,793	41,648
Publicity	458,915	21,309		480,224	671,350
Program expense	915,147	29,385		944,532	395,313
Special events		44,993	12,254	57,247	50,032
Staff development	86,518	3,165		89,683	45,477
Telephone	31,941	3,119	403	35,463	37,161
Travel	37,257	8,205		45,462	31,593
Total Functional Expenses	\$ 5,264,627	\$ 680,215	\$ 59,153	\$ 6,003,995	\$ 5,009,334

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

APA FAMILY SUPPORT SERVICES
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Increase (decrease) in net assets:	\$ 448,634	\$ 462,514
Adjustment to reconcile change in net assets to cash provided by operating activities:		
Depreciation expense	107,054	120,332
Receipt of contributed securities	(20,418)	
Decrease (increase) in Grant and contracts receivable	(341,864)	(552,108)
Decrease (increase) in Prepaid expenses and deposits	15,679	(20,213)
Decrease (increase) in Right-of-use assets	(514,486)	
Decrease (increase) in Security deposit	(9,000)	(3,000)
Increase (decrease) in Accounts payable	158,961	(55,497)
Increase (decrease) in Accrued payroll and taxes	7,222	(51,076)
Increase (decrease) in Accrued employee benefits and vacation	13,905	19,846
Increase (decrease) in Deferred revenue	(222,778)	222,778
Increase (decrease) in Fiscal sponsorship payable		(2,248)
Increase (decrease) in Lease liability	<u>517,945</u>	
Net cash provided by operating activities	160,854	141,328
 Cash flows from investing activities		
Purchases of marketable securities	(878,313)	(1,804,177)
Proceeds from maturities of marketable securities	<u>231,393</u>	<u>1,343,250</u>
Net cash used in investing activities	(646,920)	(460,927)
 Cash flows from financing activities		
Borrowing (repayment) of note payable	<u>(14,333)</u>	<u>(14,967)</u>
Net cash provided by financing activities	(14,333)	(14,967)
 Net increase (decrease) in cash	(500,399)	(334,566)
Cash and cash equivalents at beginning of year	<u>1,557,073</u>	<u>1,891,639</u>
Cash and cash equivalents at end of year	<u>\$ 1,056,674</u>	<u>\$ 1,557,073</u>

Supplement disclosure of cash flow information

Cash paid during the year for interest	\$ <u>18,464</u>	\$ <u>17,828</u>
 Schedule of Noncash Activities:		
Donated goods and services	\$ <u>395,400</u>	\$ <u>611,100</u>

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

1. General Information & Nature of Operation

APA Family Support Services' (APAFSS) mission is to provide culturally appropriate family support services to promote safety, wellness, and economic stability. We envision every family has a safe and equitable space to thrive.

Established in 1987 as Asian Perinatal Advocates and later incorporated in 1992, APAFSS evolved from its origins at San Francisco General Hospital under Dr. Don Wong. Initially, it focused on domestic violence, child abuse, and neglect. Over a decade ago, we rebranded as APAFSS to expand our services to all ethnic communities, including Pacific Islanders, Latinx, and African American underserved populations. Today, we operate eight branches across San Francisco with a diverse staff fluent in eight languages and dialects, providing comprehensive family support services.

Our organization receives vital support through grants and contracts from various entities, including the Department of Early Childhood (DEC), the Human Services Agency (HSA), the San Francisco Department of Public Health (DPH), the Department of Status of Women (DOSW), and the Mayor's Office of Housing and Community Development (MOHCD).

Main Programs of the Organization:

- a. **Family Resource Centers (FRCs):** Located in Chinatown, Excelsior, and Visitacion Valley, our centers offer parenting classes, parent-child interactive groups, peer support groups, resource workshops, differential response, family support day and summer programs, diaper banks, and food pantries.
- b. **Home Visitation and Domestic Violence Prevention:** Our bilingual and bicultural staff support pregnant moms and new parents by promoting infant and child health, fostering educational development and school readiness, and preventing child abuse and neglect. We also focus on preventing domestic violence through targeted interventions and support.
- c. **Enhanced Visitation (EV) and Differential Response (DR):** As designated agents by Child Protective Services (CPS), our Visitation Supervisors ensure appropriate parent-child interactions and provide necessary guidance and coaching. We also offer differential response services to support families in crisis.
- d. **Youth Development:** Building youth assets and strengths to improve academic performance and reduce risky behaviors through programs like the Mayor's Youth Employment and Education Program (MYEEP) and the Youth Education, Leadership, and Advocacy (YELA) Project.
- e. **Behavioral Program:** Offering intervention and mental health counseling to children and families and training the next generation through partnerships with ten universities in our counseling internship program.

Notes to Financial Statements
June 30, 2024 and 2023

- f. **Family Economic Success Program:** Providing financial and digital literacy classes, employment support, and workforce development programs to help families achieve financial independence.

Collaborative Leadership

Since 1998, APAFSS has led the Asian and Pacific Islander Family Resources Network (APIFRN), collaborating with more than 20 nonprofit agencies to address the unique needs of San Francisco's Asian Pacific Islander (API) communities. As an incubator for grassroots agencies, we also operate the API Parental Stress Line, a multilingual hotline offering free information and emotional support in various languages and dialects to monolingual API parents facing language barriers.

At Visitacion Valley, we lead the Visitacion Valley Strong Families (VVSF) initiative, forming a collaboration to provide vital services to the entire neighborhood.

2. Summary of Significant Accounting Policies

a. Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting. Accordingly, all significant receivables, payables and other liabilities are reflected in these financial statements.

b. Financial Statement Presentation

The financial statements are presented on the accrual basis of accounting, showing two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Support that is unrestricted by a grantor agency or a donor is reported as an increase in net assets without donor restrictions if the restriction expires, or the conditions are met in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. As of June 30, 2024, the Organization had no net assets with donor restrictions.

c. Contributed Services

Contributions of services are recognized when received if such services 1) create or enhance non-financial assets, 2) require specialized skills, and 3) are provided by individuals possessing those skills, and would typically need to be purchased if not donated.

Notes to Financial Statements
June 30, 2024 and 2023

d. Donated Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support 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 property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

e. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reporting amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues, support, and expenses. Significant estimates include grants and contract receivable, depreciation and functional allocation of expenses.

f. Cash and Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents.

g. Accrued Compensated Absences

The Organization accrues a liability for vested vacations to which employees are entitled depending on the length of service and other factors. The accompanying financial statements include accrued vacation benefits of \$189,820 and \$175,975 as of June 30, 2024 and 2023, respectively.

h. Fixed Assets

Fixed assets with an estimated useful life in excess of one year are capitalized at cost; donated assets are capitalized at estimated fair value at the date of receipt. Depreciation is computed using the straight-line method with estimated useful lives varying between three and five years. The Organization capitalizes fixed asset purchases in excess of \$5,000 per item.

i. Net Assets with Donor Restrictions

Net assets with donor restrictions represent contributions whose use by the Organization is limited by donor-imposed stipulations that can be fulfilled and removed by actions of the Organization pursuant to those stipulations or by the passage of time.

Notes to Financial Statements
June 30, 2024 and 2023

j. Functional Allocation of Expenses

Expenses are charged to programs and supporting services on the basis of periodic time and expense studies as well as estimates made by the Organization's management. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

k. Advertising

The Organization expenses advertising production costs as they are incurred.

l. Fair Value of Financial Instruments

The Organization's financial instruments, including cash and cash equivalents, grants and contracts receivable, prepaid expenses, accounts payable and accrued payroll and vacation, the carrying amounts approximate fair value due to their short maturities.

m. Allowance for doubtful accounts

The allowance for doubtful accounts reflects the Organization's best estimate of probable losses inherent in the Organization's pledge receivable portfolio determined on the basis of historical experience, specific allowances for known troubled accounts, as well as other data. There were no allowance for doubtful accounts for the years ended June 30, 2023 and 2022, respectively.

3. Fair Value Measurements

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, provides the framework for measuring and reporting financial assets and liabilities at fair value. ASC 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

The codification establishes a three-level disclosure hierarchy to indicate the level of judgment used to estimate fair value measurements:

Level 1 – quoted prices in active markets for identical assets or liabilities as of the reporting date;

Level 2 – quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in markets that are not active; and inputs other than quoted prices (such as interest rate and yield curves);

Notes to Financial Statements
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Level 3 – uses inputs that are unobservable, supported by little or no market activity and reflect significant management judgment.

The assets or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following schedule presents the Organization’s investments by level within the fair value hierarchy as of June 30, 2024 and 2023:

	Assets at Fair Value as of June 30, 2024			
	Level 1	Level 2	Level 3	Total
Certificates of deposit	\$ 1,392,239	\$	\$	\$ 1,392,239
Stocks	21,442			21,442
U.S. Treasury Securities	213,119			213,119
	\$ 1,626,800	\$	\$	\$ 1,626,800

	Assets at Fair Value as of June 30, 2023			
	Level 1	Level 2	Level 3	Total
Certificates of deposit	\$ 959,462	\$	\$	\$ 959,462
	\$ 959,462	\$	\$	\$ 959,462

4. Income Tax Status

The Organization is a not-for-profit organization; therefore, it is exempt from federal income tax under Section 501 (c)(3) of the U.S. Internal Revenue Code (the Code), and contributions to it are tax deductible as prescribed by the Code.

The Organization has been classified as an organization that is not a private foundation under Section 509 (a)(1) and has been designated as a “publicly supported” organization under Section 170 (b)(1)(A)(vi) of the Code.

As of July 1, 2007, the Organization adopted Accounting Standards Codification 740, Accounting for Uncertainty in Income Taxes. This standard addresses the accounting for

Notes to Financial Statements
June 30, 2024 and 2023

uncertainties in income taxes recognized in an entity's financial statements and prescribes a threshold of "more likely than not" for recognition and derecognition of tax positions taken or expected to be taken in the tax returns. The Accounting Standards Codification 740 also provides related guidance on measurement, classification, interest and penalties, and disclosure. There was no material impact to the Organization's financial statements as a result of the adoption of Accounting Standards Codification 740.

5. Operating Leases

The Organization recognizes and measures its leases in accordance with FASB ASC 842, Leases. The Organization determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. A contract contains a lease if there is an identified asset and the Organization has the right to control the asset. Lease terms include options to extend the lease when it is reasonably certain those options will be exercised. The Organization recognizes a lease liability and a right-of-use (ROU) asset at the commencement date of the lease. The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index rate. The Organization has elected to use the risk-free rate in lieu of determining an incremental borrowing rate as its discount rate for all leases which is the Treasury constant maturity rate as of the lease commencement date for yield-curve-rates of similar length to the lease term. The ROU asset is subsequently measured throughout the lease term at the present value of remaining lease payments, plus any unamortized initial direct costs. Lease cost for lease payments is recognized on a straight-line basis over the lease term.

On April 27, 2023, the Organization entered into a 36-month lease agreement for its office space at 292 Ocean Ave, San Francisco, commencing on July 1, 2023, ending on June 30, 2026. The lease required a security deposit of \$3,000, and the 36-month term includes monthly rents of \$1,500.

On November 3, 2023 the Organization entered into a 36-month lease agreement for its office space at 520 Grant Ave, San Francisco, commencing on December 1, 2023, ending on November 30, 2026. The lease required a security deposit of \$9,000, and the 36-month term includes monthly rents of \$9,000 to increase each year to reach a maximum of \$9,456.

Additionally, on May 14, 2024 the Organization signed a 60-month lease agreement for its office space at 1099 Sunnydale Avenue, San Francisco, commencing on December 1, 2023, ending on November 30, 2028. The 60-month term includes monthly rents of \$4,378 to increase each year to reach a maximum of \$4,927.

The Organization has elected not to recognize ROU assets and lease liabilities for short-term leases that have a lease term of twelve-months or less at lease commencement. The lease cost associated with short-term leases are recognized on a straight-line basis over the lease term.

Notes to Financial Statements
June 30, 2024 and 2023

The components of lease expense for the year ended June 30, 2024 was as follows:

Short-term leases	\$ 283,785
Operating leases	115,104
Total	<u>\$ 398,889</u>

Future minimum operating lease payments are as follows:

<u>Year Ending June 30</u>	<u>Total</u>
2025	\$ 181,028
2026	185,371
2027	103,986
2028	58,409
2029	24,636
Total	<u>553,430</u>
Less: amount representing interest	<u>(35,485)</u>
Present value of lease liabilities	<u>\$ 517,945</u>

The difference between right-of-use assets and lease liabilities is \$3,459, which represents the time value of the lease payment.

6. Net Assets with Donor Restrictions

There was no net assets with donor restrictions (See Summary of Significant Accounting Policies Item i for definition) as of June 30, 2024 or 2023.

7. Fixed Assets

At June 30, 2024 and 2023, the Organization held fixed assets in the forms of furniture & equipment, leasehold improvements, building and building improvements. Depreciation expense amounted to \$107,054 and \$120,332 in 2024 and 2023, respectively.

8. Donated Services and Facilities

Donated goods and services for the year ended June 30, 2024 and 2023 consisted of the following:

	<u>2024</u>	<u>2023</u>
Rent	\$ 18,000	\$ 18,000
Publicity	<u>377,400</u>	<u>593,100</u>
Total	<u>\$ 395,400</u>	<u>\$ 611,100</u>

Notes to Financial Statements
June 30, 2024 and 2023

9. Federal, State and Local Agency Support

Federal, State and Local Agency support consists of:

	2024	2023
Federal agency support	\$ 108,816	\$ 115,096
State and local agency support	5,239,924	3,979,267
Total Federal, State and local agency support	\$ 5,348,740	\$ 4,094,363

10. Concentration of Credit Risk

The Organization maintains bank accounts at various banks. Such accounts are either fully insured with no limit or up to \$250,000 per institution by the FDIC for the year ended June 30, 2024 and 2023. The Organization had an uninsured cash balance of \$16,196 at June 30, 2024. The uninsured cash balance at June 30, 2023 amounted to \$171,331.

11. Employee Benefit Plan

Effective July 11, 2014, the Organization adopted a 401K plan for all eligible employees. For the year 2024, the Organization provides a matching contribution equal to 2% of participating employee salary. The Organization incurred pension expense of \$49,292 and \$43,952 for the fiscal year ended June 30, 2024 and 2023, respectively.

12. Notes Payable

The Organization maintained a loan agreement with a bank for its building located in San Francisco. The note has an interest rate of 3.60% per year and will mature on June 9, 2031.

The future maturities of the note payable are as follows:

Year Ending June 30		
2025	\$	15,017
2026		15,573
2027		16,150
2028		16,747
2029		17,367
Thereafter		414,426
Total	\$	495,280

Notes to Financial Statements
June 30, 2024 and 2023

13. Liquidity and Availability of Financial Assets

The Organization's liquid financial assets available to meet cash needs for general expenditures within one year are summarized as follows at June 30:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 1,056,674	\$ 1,557,073
Short-term investments	1,626,800	959,462
Grants and contracts receivable	<u>1,486,130</u>	<u>1,144,266</u>
Total	<u>\$ 4,169,604</u>	<u>\$ 3,660,801</u>

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

14. Subsequent Events

The Organization is in negotiation to purchase a commercial space located on Mission Street in San Francisco, CA. The Organization paid a \$42,725 deposit in December 2024. Escrow has not closed as of the evaluation date.

Management evaluates events that occur subsequent to the balance sheet date, but before financial statements are issued for periods ending on such balance sheet dates, for possible adjustment to such financial statements or other disclosure. This evaluation generally occurs through the date at which the Organization's financial statements are issued. For the financial statements as of and for the year ending June 30, 2024, the evaluation date was on March 25, 2025.