

*Name changed to Diablo Valley Giving Partners effective June 1, 2026.

**Audited Financial Statements
and Other Information**



May 31, 2025

Quigley & Miron

**Assistance League of Diablo Valley
Audited Financial Statements and Other Information
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Independent Auditor's Report

Board of Directors
Assistance League of Diablo Valley
Walnut Creek, California

Opinion

We have audited the accompanying financial statements of Assistance League of Diablo Valley (ALDV), a nonprofit organization, which comprise the statement of financial position as of May 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Assistance League of Diablo Valley as of May 31, 2025, and the changes in its net assets and cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of ALDV and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

Other Information—Detail of Chapter and Assisteens® Activities

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The *Detail of Chapter and Assisteens® Activities* is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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 ALDV's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

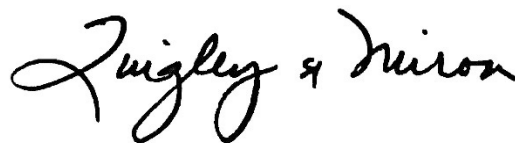
In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of ALDV's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about ALDV's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited Assistance League of Diablo Valley's May 31, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated March 3, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended May 31, 2024 is consistent, in all material respects, with the audited financial statements from which it has been derived.



Assistance League of Diablo Valley
Statement of Financial Position
May 31, 2025
(with comparative totals for 2024)

	<u>2025</u>	<u>2024</u>
Assets		
Cash and cash equivalents—Note 3	\$ 190,660	\$ 247,720
Investments—Note 5	1,656,084	1,545,213
Grants and contributions receivable—Note 6	107,495	105,503
Inventory—Note 7	174,361	128,499
Prepaid expenses and other assets	87,643	58,608
Property and equipment, net—Note 8	249,307	259,696
Total Assets	<u>\$ 2,465,550</u>	<u>\$ 2,345,239</u>
Liabilities and Net Assets		
Accounts payable and accrued liabilities	\$ 68,566	\$ 9,773
Salaries and employee benefits payable	2,072	1,172
Scholarships payable—Note 9	272,575	229,000
Deferred dues	31,805	31,215
Total Liabilities	<u>375,018</u>	<u>271,160</u>
Net Assets		
Without donor restrictions—Note 10	1,942,334	1,887,648
With donor restrictions—Note 11	148,198	186,431
Total Net Assets	<u>2,090,532</u>	<u>2,074,079</u>
Total Liabilities and Net Assets	<u>\$ 2,465,550</u>	<u>\$ 2,345,239</u>

See notes to the financial statements.

Assistance League of Diablo Valley
Statement of Activities
Year Ended May 31, 2025
(with summarized comparative totals for 2024)

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
Operating Activities				
Revenue and Public Support				
Thrift shop revenue				
Contributions of merchandise	\$ 597,041	\$	\$ 597,041	\$ 573,866
Sales of donated merchandise	595,584		595,584	570,804
Less value of merchandise sold	(595,584)		(595,584)	(570,804)
Thrift Shop Revenue, Net	597,041		597,041	573,866
Fundraising events—Note 12				
Gross revenue	15,527		15,527	10,824
Less cost of direct benefits to donors	(562)		(562)	(180)
Fundraising Events, Net	14,965		14,965	10,644
Membership dues	33,708		33,708	35,351
Interest and dividend income	62,880		62,880	68,342
Grants and contributions	265,108	61,703	326,811	281,138
In-kind contributions—Note 13	16,721		16,721	13,984
Net assets released from restrictions	99,936	(99,936)		
Total Revenue, Public Support, and Releases from Restrictions	1,090,359	(38,233)	1,052,126	983,325
Expenses				
Program services				
Operation School Bell®	411,681		411,681	417,886
Scholarships	279,111		279,111	233,128
Community Needs	168,735		168,735	144,740
Total Program Services	859,527		859,527	795,754
Supporting services				
Management and general	109,853		109,853	94,297
Thrift shop	87,444		87,444	90,211
Membership and fund development	21,385		21,385	22,180
Total Expenses	1,078,209		1,078,209	1,002,442
Change in Net Assets from Operations	12,150	(38,233)	(26,083)	(19,117)
Nonoperating Activities				
Investment return, net	42,536		42,536	29,240
Total Nonoperating Activities	42,536		42,536	29,240
Change in Net Assets	54,686	(38,233)	16,453	10,123
Net Assets at Beginning of Year	1,887,648	186,431	2,074,079	2,063,956
Net Assets at End of Year	\$ 1,942,334	\$ 148,198	\$ 2,090,532	\$ 2,074,079

See notes to financial statements.

Assistance League of Diablo Valley
Statement of Functional Expenses
Year Ended May 31, 2025
(with summarized comparative totals for 2024)

	Program Services				Supporting Services					2025 Total	2024 Total
	Operation School Bell®	Scholarships	Community Needs	Total Program Services	Management and General	Thrift Shop	Membership and Fund Development	Fundraising Events	Total Supporting Services		
Salaries and benefits	\$ 8,642	\$ 6,822	\$ 2,729	\$ 18,193	\$ 27,289	\$	\$	\$	\$ 27,289	\$ 45,482	\$ 50,488
Value of merchandise sold						595,584			595,584	595,584	570,804
Direct program supplies	373,753		147,768	521,521						521,521	505,801
Scholarships		263,444		263,444						263,444	218,206
Occupancy											
Utilities	3,876	2,278	4,436	10,590	8,623	24,727			33,350	43,940	30,433
Repairs and maintenance	5,106	2,535	5,108	12,749	9,698	13,593			23,291	36,040	42,095
Rent	3,578	3,353	6,889	13,820	15,754	3,772			19,526	33,346	28,576
Insurance	2,064	409	1,091	3,564	1,723	6,612			8,335	11,899	11,827
Property tax					1,197	5,582			6,779	6,779	6,643
Merchandising and fundraising					6,438	26,316	1,630		34,384	34,384	27,226
Professional services					21,785				21,785	21,785	18,539
Depreciation	14,229			14,229		6,040			6,040	20,269	20,483
National dues							15,800		15,800	15,800	16,760
Other insurance					6,499				6,499	6,499	5,013
Office supplies	215	270	473	958	4,040	304			4,344	5,302	6,316
Public relations					4,120	396			4,516	4,516	4,091
Membership and hospitality							3,920		3,920	3,920	4,586
Other expenses					1,694		6		1,700	1,700	1,392
Education and seminars	218		241	459	818		30		848	1,307	3,619
Cost of direct benefit to donors								562	562	562	180
Bank and card fees					175	102			277	277	348
Total Expenses by Function	411,681	279,111	168,735	859,527	109,853	683,028	21,386	562	814,829	1,674,356	1,573,426
Less expenses included in revenue on statement of activities											
Value of merchandise sold						(595,584)			(595,584)	(595,584)	(570,804)
Cost of direct benefits to donors								(562)	(562)	(562)	(180)
Totals	\$ 411,681	\$ 279,111	\$ 168,735	\$ 859,527	\$ 109,853	\$ 87,444	\$ 21,386	\$	\$ 218,683	\$ 1,078,210	\$ 1,002,442

See notes to financial statements.

Assistance League of Diablo Valley
Statement of Cash Flows
Year Ended May 31, 2025
(with comparative totals for 2024)

	<u>2025</u>	<u>2024</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 16,453	\$ 10,123
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	20,269	20,483
Donated investments	(2,051)	(2,033)
Investment gain	(46,002)	(31,393)
Changes in operating assets and liabilities:		
Grants and contributions receivable	(1,992)	17,186
Inventory	(45,862)	12,060
Prepaid expenses and other assets	(29,035)	(14,453)
Accounts payable and accrued liabilities	58,793	4,108
Salaries and employee benefits payable	900	(1,351)
Scholarships payable	43,575	(23,500)
Deferred dues	590	(1,275)
Net Cash Provided by (Used in) Operating Activities	15,638	(10,045)
Cash Flows from Investing Activities		
Purchases of property and equipment	(9,880)	
Proceeds from sales and maturities of investments	1,476,515	1,216,120
Purchases of investments	(1,539,333)	(1,280,071)
Net Cash Used in Investing Activities	(72,698)	(63,951)
Net Decrease in Cash and Cash Equivalents	(57,060)	(73,996)
Cash and Cash Equivalents at Beginning of Year	247,720	321,716
Cash and Cash Equivalents at End of Year	\$ 190,660	\$ 247,720
Supplemental Disclosures		
Income taxes paid	<u>\$</u>	<u>\$</u>
Interest paid	<u>\$</u>	<u>\$</u>

See notes to financial statements.

Assistance League of Diablo Valley
Notes to Financial Statements
May 31, 2025
(with comparative totals for 2024)

Note 1—Organization

Assistance League of Diablo Valley (ALDV) is a chapter of National Assistance League, a national nonprofit organization. In 2024-25, over 460 dedicated member volunteers, including the Assisteens® Auxiliary, volunteered over 46,500 hours and touched the lives of 10,000 people in Contra Costa County communities through its 15 philanthropic programs.

Caring and Commitment in Action

ALDV received total revenue and public support of approximately \$1,085,000 with revenue from Assistance League Thrift Shop of approximately \$595,000.

ALDV provides the following programs:

Operation School Bell®

Clothing—Provides new clothing for school children in need, referred to ALDV by local school districts.

R.E.A.D (Read, Enrich, Achieve, Discover)—Volunteers (ALDV members) read to second grade students and donate books to students, school classrooms and libraries.

Listen—Listeners (ALDV members) give teacher-selected 2nd grade students the opportunity to practice reading in order to improve their reading skills.

Elementary Arts Discovery—Art discovery lessons presented in elementary classrooms by trained ALDV members on selected artistic themes.

The Kids on the Block—Children throughout Contra Costa County learn about disabilities, cultural differences, and social problems from this international award-winning, educational support puppet program.

Sunshine Boxes—Provides shelf stable food for the weekend to identified students in selected schools in Contra Costa County.

During the year ended May 31, 2025 ALDV provided the following through Operation School Bell® programs:

- **Clothing** provides new clothes for 3,460 students in grades K-12 for a total of over \$233,000. Clothing total includes funds for 156 unhoused youth at a cost of \$24,600.
- **R.E.A.D.** read monthly to 890 second graders who each also received an end of the year book for a total of \$18,800
- **Listen** purchased books, valued at \$2,500, for the 75 second graders who received weekly one-on-one tutoring.
- **Elementary Arts Discovery** engaged 125 school children in educational art units
- **The Kids on the Block** performed educational puppet shows to 1,000 children in grades K through 3.
- **Sunshine Boxes** donated 500 boxes of weekend food each month from August to May, to families in need, totaling \$128,000
- **Head Start** readers read to 86 preschool children once a week. Each student received a book and books were donated to the classroom library for a cost of \$5,900.
- **Scholarships** awarded \$267,500 in seven scholarship categories to 69 students to further their education.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 1—Organization—Continued

Community Needs

Community Programs—Allows ALDV to meet a range of community needs.

Assault Survivor Kits®—Victims of sexual assault, whose clothing has been damaged or taken as evidence, are provided with essential clothing and hygiene supplies.

Baby Bags—New clothing and supplies are provided to babies of mothers determined to be in need or at risk by Contra Costa County Social Services.

Food Boxes—Groceries are provided to CalWorks families who have run out of food at month-end.

On My Way Kits—Provide necessary living supplies for foster youth transitioning from standard foster care to supported independence or emancipation.

Receiving Center Backpacks—Backpacks with emergency clothing and other supplies are provided to children waiting for placement in the foster care system.

Senior Year Sponsorships—Funds for senior year activities are provided to graduating foster youth.

Telecare—Daily reassurance calls are made to homebound clients. Gifts and holiday parties are provided annually.

Outreach—Provides a flexible, rapid response strategy that addresses specific community needs and on a one-time basis.

During the year ended May 31, 2025 ALDV provided the following through Community Needs programs:

- **Food Boxes** donated 420 boxes of food for a cost of \$36,750 for families on CalWorks.
- **On My Way Kits** provided 30 backpacks for foster youth attaining independence at a cost of \$11,600.
- **Receiving Center Backpacks** provided backpacks with emergency supplies for 260 foster children and teens in crisis for a cost of \$16,400.
- **Senior Year Sponsorships** awarded \$19,200 to 28 foster youth through high school senior year sponsorships.
- **TeleCare** made over 3,900 reassurance phone calls to homebound clients.
- **Assault Survivor Kits®** supplied emergency clothing to 250 survivors of assault and 40 victims of sexual trafficking for a cost of \$15,700.
- **Outreach** supplied holiday meals for low income families for a cost of \$550.
- **Baby Bags** assembled 696 baby bags for infants at risk of developmental delays for a cost of \$23,700.

Scholarships

Community College—Scholarships for community college students transferring to a four-year college or university.

Foster Youth—Scholarships for foster youth.

High School—Scholarships for high school seniors.

Specially Funded—Scholarships for specific, specially funded purposes by external contributions.

During the year ended May 31, 2024, ALDV awarded \$267,500 in scholarships to 69 young adults through their Scholarships programs.

Fundraising

ALDV's 16 philanthropic programs in Contra Costa County are supported by Assistance League Thrift Shop, located at 1621 Golden Gate Way in Lafayette; Support Kids, a direct mail fundraiser; GoFundMe; and business and community partnerships, grants, and contributions.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 1—Organization—Continued

Assistees 60 members had two holiday parties for disadvantaged children, wrote cards to homebound seniors and created decorations with residents at a local senior care facility. They prepared snack packs, hygiene kits, and warmth packs (with warm clothing) for homeless and at-risk youth. They worked at our thrift shop on Saturdays, helped our R.E.A.D. program label books and prepped materials for our Baby Bags, Sunshine Boxes and Receiving Center Backpacks programs.

Note 2—Summary of Significant Accounting Policies

Financial Statement Presentation—The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. ALDV recognizes grants and contributions as revenue in the period received. Contributions and net assets are classified on the existence or absence of donor-imposed restrictions. The net assets of ALDV and changes therein are classified and reported as follows:

Net assets without donor restrictions—Net assets that are not subject to donor-imposed stipulations and that may be expended for any purpose in performing the primary objectives of ALDV. These net assets may be used at the discretion of ALDV's management and the board of directors.

Net assets with donor restrictions—Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; such restrictions that may or will be met either by actions of ALDV and/or the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity. Generally, the donors of such assets permit ALDV to use all or part of the income earned on related investments for general or specific purposes.

Donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restriction. When a time restriction expires or a purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions. It is the policy of ALDV to record contributions that are restricted by the donor as an increase in net assets without donor restrictions if the restriction expires in the reporting period recognized.

Measure of Operations—The statement of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of community outreach programs, scholarship funding, and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Income Taxes—ALDV is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (Code) and Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes is included in the financial statements. In addition, ALDV has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Code.

Accounting standards require an organization to evaluate its tax positions and provide for a liability for any positions that would not be considered 'more likely than not' to be upheld under a tax authority examination. Management has evaluated its tax positions and has concluded that a provision for a tax liability is not necessary at May 31, 2025 and 2024. Generally, ALDV's information returns remain open for examination for a period of three (federal) or four (state of California) years from the date of filing.

Cash and Cash Equivalents—ALDV considers highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 2—Summary of Significant Accounting Policies—Continued

Investments—Investments in securities are initially recorded at cost, if purchased, or fair market value, if received as a contribution. Subsequent to acquisition, investments in securities are reported at fair value. Investment income, gains and losses are reported as unrestricted income unless use of the earnings is restricted by the donor. Interest and dividend income earned on investments is recognized on an accrual basis and reported as interest and dividend income under revenue and public support in the statement of activities.

Grants and Contributions Receivable—Grants and contributions receivable are recognized as increases in assets, 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 grants and contributions receivable are recognized when the conditions on which they depend are substantially met.

Concentration of Credit Risk—Financial instruments which potentially subject ALDV to concentrations of credit risk consist of cash and cash equivalents, investments in securities, and receivables.

ALDV places its cash and cash equivalents with high credit quality financial institutions where the funds are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. Cash held in investment accounts at investment custodians is insured by the Securities Investors Protection Corporation (SIPC) up to \$250,000 and the investments in securities are insured up to \$500,000. Conservative investment guidelines established by the Board of Directors govern ALDV investments in securities to achieve diversification of the portfolio. SIPC insurance protects the custody function of the investment custodian; it does not provide protection against fluctuations in market value. At times, in the normal course of business, such cash balances are in excess of the FDIC/SIPC insurance limits.

While ALDV is subject to credit risk to the extent any financial institution with which it conducts business is unable to fulfill contractual obligations on its behalf, ALDV's management has assessed the credit risk associated with its cash deposits and investments at May 31, 2025 and 2024 and believes it is not exposed to any significant credit risk with its cash and cash equivalents and investments.

Grants and contributions receivable are due from a variety of organizations and individuals well known to ALDV, with favorable past payment histories. ALDV's management has assessed the credit risk associated with these grants and contributions receivable and has determined that a reserve against credit losses is not necessary.

Inventory—ALDV maintains an inventory of new clothing for use in its Operation School Bell® program which is stated at the lower of cost or market (determined by the first-in, first-out method). ALDV also maintains an inventory of used clothing and household items donated for resale by a thrift shop operated by ALDV, which is stated at its estimated fair value.

Property and Equipment—Land, building, and equipment are stated at cost when purchased, or estimated fair market value at the date of gift or bequest. ALDV depreciates its property and equipment using the straight-line-method over the following estimated useful lives.

Building and improvements	10 to 39 years
Furniture and equipment	5 to 10 years

ALDV follows the practice of capitalizing all expenditures for property in excess of \$2,500.

Deferred Dues—Membership dues and other fees collected prior to the fiscal year to which they apply are deferred and recognized over the period to which the dues and fees relate.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 2—Summary of Significant Accounting Policies—Continued

Contracts with Customers—Accounting standards require an organization to recognize revenue arising from contracts with customers at the time the customer obtains control of a contracted goods or service. Other major provisions include capitalization of certain contract costs, consideration of time value of money in the transaction price and allowing estimates of variable consideration to be recognized before contingencies are resolved in certain circumstances. The guidance also requires enhanced disclosures regarding the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity’s contracts with customers.

Revenue Recognition—ALDV’s revenue recognition policies are as follows:

Thrift shop revenue—Thrift shop revenue is recognized upon receipt of payment for products sold.

Fundraising events—ALDV conducts special fundraising events in which a portion of the gross proceeds paid by the participants represents payment for the direct cost of benefits received by the participants at the event. ALDV values such benefits at the actual cost.

Membership dues—Membership dues are recognized as revenue during the period of membership.

Interest and dividend income—Interest and dividend income earned on investments is recognized on an accrual basis and is reported as interest and dividends under revenue and public support in the statement of activities.

Grants and Contributions—All grants and contributions are considered without donor restrictions unless specifically restricted by the grantor/donor. Grants and contributions received that are designated for future periods or restricted by the donor for specific purposes are reported as 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.

Recently Adopted Accounting Principle—In June 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-13, *Credit Losses (Topic 326)*. This standard requires organizations to measure all expected credit losses for financial instruments held at the reporting date based on historical experience, current conditions, and reasonable supportable forecasts. The standard affects organizations that hold financial assets and net investments in leases that are not accounted for at fair value reported in net income, including loans, debt securities, trade receivables, net investments in leases, off-balance-sheet credit exposures, reinsurance receivables, and any other financial assets not excluded from scope that have the contractual right to receive ALDV has adopted ASU No. 2020-07 for the year ended May 31, 2024 on a retrospective basis, which resulted in no change to revenue previously reported and no effect on revenue reported for the year ended May 31, 2024.

In-Kind Contributions—ALDV records in-kind rent, goods, contributed securities, and services at their fair market value at the date of contribution. In-kind contributions of services are recognized if they (a) create or enhance nonfinancial assets, or (b) require specialized skills that are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 2—Summary of Significant Accounting Policies—Continued

Allocation of Functional Expenses—The costs of providing the various program and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between program services and supporting services benefitted. Occupancy and depreciation are allocated on the basis of square footage. Salaries and benefits are allocated on the basis of estimates of time and effort. All other functional expenses are charged directly to the function they benefit.

Use of Estimates—The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Comparative Totals for 2024—The accompanying financial statements include certain prior-year summarized comparative financial information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation to conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with ALDV's audited financial statement for the year ended May 31, 2024, from which the summarized information was derived.

Note 3—Cash and Cash Equivalents

Cash and cash equivalents at May 31, 2025 and 2024 consist of the following:

	<u>2025</u>	<u>2024</u>
Chapter checking account	\$ 172,092	\$ 233,406
Chapter money market account	14,766	10,030
Chapter strategic advisor account	3,802	4,284
Total Cash and Cash Equivalents	<u>\$ 190,660</u>	<u>\$ 247,720</u>

Note 4—Availability and Liquidity

ALDV's goal is generally to maintain financial assets to meet one year of operating expenses (approximately \$715,000). As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts, certificates of deposit, mutual funds, and equities.

The following represents the availability and liquidity of ALDV's financial assets at May 31, 2025 and 2024 to cover operating expenses for the next fiscal year:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 99,957	\$ 116,694
Investments	1,656,084	1,545,213
Grants and contributions receivable	21,000	98
Current Availability of Financial Assets	<u>\$ 1,777,041</u>	<u>\$ 1,662,005</u>

To build upon its past achievements and ensure future sustainability, ALDV has a long-standing policy that requires the board to maintain net assets without donor restrictions sufficient for one year's operating expenses.

Assets held for ALDV's board designed building reserve have been excluded from the total above, although those assets could be undesignated by the board to meet cash needs if necessary.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 4—Availability and Liquidity—Continued

In addition to the financial assets available noted above, ALDV has other assets that will likely be converted to cash during the normal course of the next fiscal year’s operations. Such assets include ALDV’s program and thrift shop inventories.

Note 5—Investments and Fair Value

In determining the fair value of investments, ALDV utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible. ALDV determines fair value based on assumptions that market participants would use in pricing an asset or liability in the principal or most advantageous market. When considering market participant assumptions in fair value measurements, the following fair value hierarchy distinguishes between observable and unobservable inputs, which are characterized in one of the following levels:

Level 1—Unadjusted quoted prices in active markets for identical assets or liabilities accessible to ALDV at the measurement date.

Level 2—Valuations based on observable inputs (other than Level 1), such as quoted prices for similar assets at the measurement date, quoted prices in markets that are not active, or other inputs that are observable, either directly or indirectly.

Level 3—Valuations based on inputs that are unobservable and significant to the overall fair value measurement, and involve management judgment.

ALDV may utilize a practical expedient for the estimation of the fair value of investments in investment companies for which the investment does not have a readily determinable fair value. The practical expedient used by ALDV to value is the Net Asset Value (NAV) per share, or its equivalent. In some instances, the NAV may not equal the fair value that would be calculated under fair value accounting standards. ALDV had no assets or liabilities classified at NAV as a practical expedient during the years ended May 31, 2025 and 2024.

Investments measured on a recurring basis at May 31, 2025 consist of the following:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificates of deposit	\$ 1,072,423	\$	\$ 1,072,423	\$
Equities	340,250	340,250		
Mutual funds	243,411	243,411		
Totals	<u>\$ 1,656,084</u>	<u>\$ 583,661</u>	<u>\$ 1,072,423</u>	<u>\$</u>

Investments measured on a recurring basis at May 31, 2024 consist of the following:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificates of deposit	\$ 1,023,834	\$	\$ 1,023,834	\$
Equities	290,135	290,135		
Mutual funds	231,244	231,244		
Totals	<u>\$ 1,545,213</u>	<u>\$ 521,379</u>	<u>\$ 1,023,834</u>	<u>\$</u>

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 5—Investments and Fair Value—Continued

Investment return for the years ended May 31, 2025 and 2024 consists of the following:

	<u>2025</u>	<u>2024</u>
Realized and unrealized gains	\$ 46,002	\$ 31,393
Investment management fees	(3,466)	(2,153)
Investment Return, Net	42,536	29,240
Interest and dividend income	62,880	68,342
Total Investment Return	<u>\$ 105,416</u>	<u>\$ 97,582</u>

Note 6—Grants and Contributions Receivable

Grants and contributions receivable at May 31, 2025 and 2024 consist of the following:

	<u>2025</u>	<u>2024</u>
Estimated value of remaining Chapter Office lease payments	\$ 102,446	\$ 130,386
Less unamortized discount	(15,951)	(24,981)
Chapter Office Lease Grant Receivable, Net	86,495	105,405
Other	21,000	98
Totals	<u>\$ 107,495</u>	<u>\$ 105,503</u>

Grants and contributions receivable at May 31, 2025 and 2024 are due as follows:

	<u>2025</u>	<u>2024</u>
Receivable due in less than one year	\$ 47,579	\$ 26,677
Receivable due in one year to five years	59,916	78,826
Totals	<u>\$ 107,495</u>	<u>\$ 105,503</u>

In February 1989, ALDV entered into a 40-year operating lease with the City of Walnut Creek, requiring rent of one dollar per year for the use of ALDV's 3,717 square foot Chapter Office located at the Community Resource Center. The lease grants ALDV the right to renew the lease for three additional terms of five years each, with the first extension expected to be exercised in February 2029. At May 31, 2025 and 2024, the present value of the building and land lease was \$86,495 and \$105,405, respectively, based on an annual estimated lease expense of \$27,940 and a discount rate of 9.32%.

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 7—Inventory

Inventory at May 31, 2025 and 2024 consists of the following:

	<u>2025</u>	<u>2024</u>
Operation School Bell® inventory	\$ 95,350	\$ 57,357
Thrift shop inventory	69,718	68,261
Assault Survivor Kits inventory	5,899	1,199
Common Threads Inventory	1,491	
Baby Bags inventory	1,424	311
R.E.A.D. inventory	479	
Receiving Center inventory		1,371
Totals	<u>\$ 174,361</u>	<u>\$ 128,499</u>

Note 8—Property and Equipment, Net

Net property and equipment at May 31, 2025 and 2024 consists of the following:

	<u>2025</u>	<u>2024</u>
Building and improvements	\$ 670,952	\$ 661,072
Land	113,505	113,505
Furniture, fixtures and equipment	69,141	69,141
Total Property and Equipment	853,598	843,718
Less accumulated depreciation	(604,291)	(584,022)
Total Property and Equipment, Net	<u>\$ 249,307</u>	<u>\$ 259,696</u>

Total depreciation expense recorded for the years ended May 31, 2025 and 2024 was \$20,269 and \$20,483, respectively.

Note 9—Scholarships Payable

Future scholarships payable at May 31, 2025 and 2024 amounted to \$272,575 and \$229,000, respectively, payable within one year.

Note 10—Net Assets without Donor Restrictions

Net assets without donor restrictions for the years ended May 31, 2025 and 2024 are as follows:

	<u>2025</u>	<u>2024</u>
Undesignated	\$ 1,892,334	\$ 1,837,648
Board-designated for future capital needs	50,000	50,000
Total Net Assets Without Donor Restrictions	<u>\$ 1,942,334</u>	<u>\$ 1,887,648</u>

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 11—Net Assets with Donor Restrictions

Net assets with donor restrictions for the years ended May 31, 2025 and 2024 are as follows:

	<u>2025</u>	<u>2024</u>
Subject to purpose restrictions:		
Scholarships	\$ 23,290	\$ 57,040
Assisteens® Program	9,413	11,758
Operation School Bell®—Clothing Program	6,000	12,200
R.E.A.D. Program	2,000	
Telecare		28
	<hr/>	<hr/>
Total Subject to Purpose Restrictions	40,703	81,026
Subject to time restrictions:		
Chapter Office in-kind lease	86,495	105,405
Sunshine Boxes	15,000	
Operation School Bell®—Common Threads	5,000	
Operation School Bell®—Clothing Program	1,000	
	<hr/>	<hr/>
Total Subject to Time Restrictions	107,495	105,405
	<hr/>	<hr/>
Total Net Assets with Donor Restrictions	\$ 148,198	\$ 186,431

Net assets released from donor restrictions for the years ended May 31, 2025 and 2024 are as follows:

	<u>2025</u>	<u>2024</u>
Satisfaction of purpose restrictions:		
Scholarships	\$ 57,040	\$ 40,040
Operation School Bell®—Clothing Program	12,200	6,343
Assisteens® Program	11,758	14,320
Telecare	28	
Sunshine Boxes		27,000
R.E.A.D. Program		3,000
Operation School Bell®—Common Threads		2,908
On My Way		600
	<hr/>	<hr/>
Total Satisfaction of Purpose Restrictions	81,026	94,211
Satisfaction of time restrictions:		
Chapter Office in-kind lease	18,910	17,234
	<hr/>	<hr/>
Total Net Assets Released from Donor Restrictions	\$ 99,936	\$ 111,445

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 12—Fundraising Events

ALDV conducts various fundraising events and activities to help fund current operations. Fundraising event activity for the years ended May 31, 2025 and 2024 consists of the following:

	<u>Revenues</u>	<u>Cost of Direct Benefits to Attendees</u>	<u>Event Revenue, Net</u>
2025:			
Rental income	\$ 5,650	\$	\$ 5,650
Assisteens® fashion show	5,060	(562)	4,498
Other miscellaneous	1,615		1,615
Assisteens® other fundraisers	1,126		1,126
Harper Greer	1,016		1,016
Raise Right	767		767
Restaurant fundraisers	293		293
Totals	<u>\$ 15,527</u>	<u>\$ (562)</u>	<u>\$ 14,965</u>
2024:			
Assisteens® fashion show	\$ 3,800	\$ (180)	\$ 3,620
Macy's fashion show	2,224		2,224
Assisteens® other fundraisers	1,700		1,700
Bingo	1,644		1,644
Restaurant fundraisers	826		826
Other miscellaneous	630		630
Totals	<u>\$ 10,824</u>	<u>\$ (180)</u>	<u>\$ 10,644</u>

Note 13—In-Kind Contributions

For the years ended May 31, 2025 and 2024, in addition to in-kind contributions of merchandise to the thrift shop of \$597,041 and \$573,866, respectively, ALDV recognized the following in-kind contributions:

	<u>2025</u>	<u>2024</u>
Rent	\$ 9,030	\$ 10,706
Direct program supplies—Chapter	5,310	840
Contributed securities	2,051	2,033
Office supplies	330	40
Repairs and maintenance		365
Total In-Kind Contributions	<u>\$ 16,721</u>	<u>\$ 13,984</u>

Assistance League of Diablo Valley
Notes to Financial Statements—Continued

Note 13—In-Kind Contributions—Continued

Rent is valued at an estimated market rental rate for comparable facilities, at the rate of \$7.52 per square foot annually. Contributed securities are valued at fair market value at time of donation. Direct program supplies, merchandising and fundraising, office supplies, gift cards, repairs and maintenance, and public relations are valued at actual cost incurred by the donor. The organization uses the in-kind direct program supplies, merchandising and fundraising, office supplies, gift cards, repairs and maintenance, and public relations as part of its programs and management and general activities. The in-kind contributions have no donor-imposed restrictions unless otherwise noted.

Note 14—Subsequent Events

Management has evaluated subsequent events through October 1, 2025, which is the date the financial statements were available to be issued, and it was concluded that no subsequent events have occurred that would require adjustment to the financial statements or disclosure in the notes to the financial statements.

Assistance League of Diablo Valley
Other Information—Detail of Chapter and Assisteens® Activities
Year Ended May 31, 2025
(with summarized comparative totals for 2024)

	Chapter	Assisteens®	Eliminations	2025 Total	2024 Total
Operating Activities					
Revenue and Public Support					
Thrift shop revenue					
Contributions of merchandise	\$ 597,041	\$	\$	\$ 597,041	\$ 573,866
Sales of donated merchandise	595,584			595,584	570,804
Less value of merchandise sold	(595,584)			(595,584)	(570,804)
Thrift Shop Revenue, Net	597,041			597,041	573,866
Fundraising events revenue – Note 13					
Gross revenue	9,341	6,186		15,527	10,824
Less cost of direct benefits to donors		(562)		(562)	(180)
Fundraising Events, Net	9,341	5,624		14,965	10,644
Membership dues	31,564	2,144		33,708	35,351
Interest and dividends	62,880			62,880	68,342
Grants and contributions	324,619	6,692	(4,500)	326,811	281,138
In-kind contributions – Note 12	16,721			16,721	13,984
Total Revenue and Public Support	1,042,166	14,460	(4,500)	1,052,126	983,325
Expenses					
Program services					
Operation School Bell®	411,681			411,681	417,886
Community Needs	154,719	14,016		168,735	144,740
Scholarship	279,111			279,111	233,128
Total Program Services	845,511	14,016		859,527	795,754
Supporting services					
Management and general	109,853			109,853	94,297
Thrift shop	91,944		(4,500)	87,444	90,211
Membership and fund development	18,596	2,789		21,385	22,180
Total Expenses	1,065,904	16,805	(4,500)	1,078,209	1,002,442
Change in Net Assets from Operations	(23,738)	(2,345)		(26,083)	(19,117)
Nonoperating Activities					
Investment return, net	42,536			42,536	29,240
Total Nonoperating Activities	42,536			42,536	29,240
Change in Net Assets	18,798	(2,345)		16,453	10,123
Net Assets at Beginning of Year	2,071,734	2,345		2,074,079	2,063,956
Net Assets at End of Year	\$ 2,090,532	\$	\$	\$ 2,090,532	\$ 2,074,079

See notes to financial statements.