

ASSISTANCE LEAGUE® OF LOS GATOS - SARATOGA

FINANCIAL STATEMENTS

AND

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

May 31, 2023
(with comparative totals for 2022)

ASSISTANCE LEAGUE® OF LOS GATOS - SARATOGA

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Boman Accounting Group, Inc.

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Assistance League of Los Gatos - Saratoga
Los Gatos, California

We have reviewed the accompanying financial statements of the Assistance League of Los Gatos - Saratoga (a California non-profit public benefit corporation) which comprise the statement of financial position as of May 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

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

We are required to be independent of Assistance League of Los Gatos - Saratoga and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with Generally Accepted Accounting Principles in the United States of America.

Prior Year Financial Statements

The prior year summarized information has been derived from the Organization's financial statements, and in our report dated September 21, 2022, we stated that we were not aware of any material modifications that should be made to the 2022 financial statements in order for them to be in conformity with the Generally Accepted Accounting Principles in the United States of America.

Boman Accounting Group, Inc

Boman Accounting Group, Inc.
Campbell, CA
September 17, 2023

ASSISTANCE LEAGUE OF LOS GATOS-SARATOGA
(A California Non-profit Public Benefit Corporation)
STATEMENT OF FINANCIAL POSITION

May 31, 2023
(With Comparative Totals for 2022)

	2023	2022
ASSETS		
Current Assets		
Cash and equivalents (Note 5)	\$ 51,201	\$ 71,516
Grants and other receivables	1,010	-
Inventory (Note 6)	2,776	-
Investments (Note 7)	127,840	131,314
Prepaid Expenses	7,878	345
	190,705	203,175
Other Assets		
Deposit	500	-
Total Assets	\$ 191,205	\$ 203,175
 LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts Payable	\$ 3,128	\$ 312
Deferred Dues Revenue (Note 8)	8,460	6,205
Total current liabilities	11,588	6,517
 Net assets		
Without donor restrictions	179,617	196,658
Total net assets	179,617	196,658
Total Liabilities and Net Assets	\$ 191,205	\$ 203,175

See accompanying notes and accountant's review report

ASSISTANCE LEAGUE OF LOS GATOS-SARATOGA
(A California Non-profit Public Benefit Corporation)
STATEMENT OF ACTIVITIES

For the Year Ended May 31, 2023
(With Comparative Totals for 2022)

	Year Ended May 31, 2023			2022 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
Revenues, gains and other support				
Special events/Fundraising (Note 10)	\$ 41,452	\$ 1,150	\$ 42,602	\$ 61,091
Special Events Revenue				
Less cost of direct benefit to attendees	-	-	-	(5,706)
Net revenue from special events	41,452	1,150	42,602	55,385
Program service income	5,566	-	5,566	-
Grants	3,195	14,000	17,195	18,800
Contributions	779	350	1,129	2,548
Noncash contributions (Note 11)	11,000	-	11,000	7,131
Membership	6,611	-	6,611	6,569
Investment income (Note 7)	2,270	-	2,270	717
	70,873	15,500	86,373	91,150
Net assets released from restriction (Note 9)	15,500	(15,500)	-	-
Total revenues, gains and other support	86,373	-	86,373	91,150
Expenses and losses				
Program Services				
Operation School Bell ®				
Clothes for Kids	21,317	-	21,317	17,703
Literacy programs	11,396	-	11,396	13,390
Scholarships	11,574	-	11,574	7,261
STEAM	5,329	-	5,329	16,124
Program development	5,232	-	5,232	5,447
Family programs	28,551	-	28,551	20,895
Senior programs	6,335	-	6,335	-
WVCS	5,353	-	5,353	-
Total program service expenses	95,087	-	95,087	80,820
Supporting Services				
Management and general	1,067	-	1,067	3,205
Membership development	6,105	-	6,105	4,198
Special events	1,154	-	1,154	5,063
Total supporting services expenses	8,327	-	8,327	12,466
Total expenses and losses	103,414	-	103,414	93,286
Change in net assets	(17,041)	-	(17,041)	(2,136)
Net assets at beginning of year	196,658	-	196,658	198,794
Net assets at end of year	\$ 179,617	\$ -	\$ 179,617	\$ 196,658

See accompanying notes and independent accountant's review report

ASSISTANCE LEAGUE OF LOS GATOS-SARATOGA
(A California Non-profit Public Benefit Corporation)
STATEMENT OF FUNCTIONAL EXPENSES

For the year ended May 31, 2023
(With Comparative Totals for 2022)

	Program Services								Supporting Services					2023 Total Expenses	2022 Total Expenses
	Operation School Bell ®								Total Program Services	Management and General	Membership Development	Special Events	Total Support Services		
	Clothes for Kids	Literacy Programs	Scholar- ships	STEAM	Program Development	Family Programs	Senior Programs	WVCS							
Expenses:															
Accounting	\$ 2,133	\$ 952	\$ 1,158	\$ 533	\$ 1,017	\$ 1,990	\$ 629	\$ -	\$ 8,412	\$ 132	\$ -	\$ 116	\$ 248	\$ 8,660	\$ 6,945
Education	-	68	-	-	-	-	-	-	68	-	-	-	-	68	796
Food, entertainment and supplies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,706
Insurance	108	48	59	27	51	101	32	-	426	6	-	6	12	438	1,262
Mailing fundraiser (Note 10)	-	-	-	-	-	-	-	-	-	-	-	938	938	938	464
Member training and recruiting	-	-	-	-	-	-	-	-	-	-	1,743	-	1,743	1,743	229
Miscellaneous	-	-	-	-	-	-	-	-	-	211	379	-	591	591	203
NAL dues/fees and donations	-	-	-	-	-	-	-	-	-	-	3,890	-	3,890	3,890	4,080
NAL convention/meetings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	837
Office supplies	-	-	-	-	-	-	-	-	-	552	-	-	552	552	384
Postage	88	39	48	22	42	82	26	-	347	63	13	5	81	428	385
Printing	-	-	-	-	-	-	-	-	-	-	80	-	80	80	250
Program supplies	17,324	9,546	9,406	4,331	3,327	24,825	5,157	5,353	79,269	-	-	-	-	79,269	67,962
Public relations	252	113	137	63	120	235	75	-	995	16	-	13	29	1,024	400
Rent (Note 12)	1,263	564	685	316	603	1,178	372	-	4,981	77	-	68	145	5,126	4,859
Special event - Gala expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,697
Utilities	149	66	81	37	72	140	44	-	589	10	-	8	18	607	533
Total expenses	21,317	11,396	11,574	5,329	5,232	28,551	6,335	5,353	95,087	1,067	6,105	1,154	8,327	103,414	98,992
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,706
Total expenses	\$ 21,317	\$ 11,396	\$ 11,574	\$ 5,329	\$ 5,232	\$ 28,551	\$ 6,335	\$ 5,353	\$ 95,087	\$ 1,067	\$ 6,105	\$ 1,154	\$ 8,327	\$ 103,414	\$ 93,286

See accompanying notes and independent accountant's review report

ASSISTANCE LEAGUE OF LOS GATOS-SARATOGA
(A California Non-profit Public Benefit Corporation)
STATEMENT OF CASH FLOWS

For the year ended May 31, 2023
(With Comparative Totals for 2022)

	2023	2022
Cash flows from operating activities:		
Change in net assets	\$ (17,041)	\$ (2,136)
Noncash items included in revenues and expenses:		
Interest received on certificates of deposit	(2,233)	-
Increase (Decrease) in cash resulting from changes in:		
Accounts receivable	(1,010)	-
Inventory	(2,776)	1,567
Prepaid expenses	(7,533)	3,420
Deposit	(500)	-
Accounts payable	2,816	292
Deferred revenue	2,255	(610)
	<u>(26,022)</u>	<u>2,533</u>
Net cash provided by (used in) operating activities	<u>(26,022)</u>	<u>2,533</u>
 Cash flows from investing activities:		
Purchase of investments	(42,000)	(716)
Redemption of investments	47,707	-
	<u>5,707</u>	<u>(716)</u>
Net cash provided by (used in) investing activities	<u>5,707</u>	<u>(716)</u>
 Net Change in cash and cash equivalents	<u>(20,315)</u>	<u>1,817</u>
Beginning cash and cash equivalents	<u>71,516</u>	<u>69,699</u>
Ending cash and cash equivalents	<u><u>\$ 51,201</u></u>	<u><u>\$ 71,516</u></u>
 Supplemental disclosure of cash flow information		
Cash paid for interest	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying notes and independent accountant's review report

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 1 – Nature of Operations:

Assistance League of Los Gatos - Saratoga (the Chapter) is a California nonprofit public benefit corporation and is a chartered chapter of National Assistance League®. The accompanying financial statements include the activities of Assistance League of Los Gatos - Saratoga and its auxiliary - Assisteens®. The Chapter is an all-volunteer, nonprofit organization whose mission is volunteers transforming the lives of children and adults through community programs.

Note 2 – Program Services:

Operation School Bell – This is a multi-part outreach program geared to elementary and middle school children in Campbell Union, Moreland and Luther Burbank School Districts.

Literacy – To encourage a love of reading in students, volunteers visit elementary school classrooms once a month to read aloud and then donate new books to the class library. The program provides quality new and gently used books as well for personal use. The Chapter has two book give-away programs: in December each child receives one book to take home and in May each student receives two books for summer reading. In 2022-2023 fiscal year, with volunteers, the Chapter provided 256 classroom books and 1,834 take-home books to 608 students from 32 classrooms in 8 schools. The Literacy Plus tutoring program for K, 1st and 2nd grade students twice a week throughout the school year, was suspended due to Pandemic restrictions in 2020, and has not yet restarted.

Clothes for Kids – This program works with area school districts to provide jackets, uniforms, hygiene kits, and shoes and socks to students living at or below the poverty line referred by school personnel, and fill emergency uniform and clothing needs of students as needed. In 2022-2023 fiscal year, with 21 volunteers, the Chapter provided 450 students in 18 schools with 450 jackets, 302 pairs of shoes, as well as many clothes, uniforms and backpacks.

Scholarship – Elementary and middle school students, selected by school staff, are provided financial assistance to attend Science Camp in support of the 5th and 6th grade science curricula. In 2022-2023 fiscal year, 56 students in 4 schools received science camp assistance. In addition, five scholarships (\$1,000 each) were awarded to STEM students at West Valley College through the Mission College and West Valley Community Foundation.

STEAM (Science, Technology, Education, Art and Math) – This program provides kindergarten through 5th grade students the opportunity to do hands-on engineering projects. In 2022-2023 fiscal year, 15 volunteers provided hand-on Robotic Programming activities to 335 students in 14 TK–2nd grade classes in 2 schools, The Chapter also provided inquiry-Innovation Day materials to 728 students in 14 classes.

Senior Program – In conjunction with Saratoga Adult Daycare Center, teams of Chapter plan, shop for and prepare nutritious lunches two days a week for the clients and also provide valuable social interaction.

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 2 – Program Services (Continued):

Family Programs – New moms and their babies identified by Santa Clara County Public Health nurses are provided with Baby Bundles containing layette items, toys, board books, clothing, and diapers. Families also receive holiday and birthday gifts to ensure that all children in the family receive at least one gift. 263 of these gifts were provided in 2022-2023 fiscal year. The Chapter also provided other essential baby needs at nurse requests. The Family Store, where a variety of items that may be "purchased" using points earned by the mothers for attending medical appointments and parenting classes, was suspended due to Pandemic restrictions in 2020, and has not yet restarted.

WVCS Park-it Market – This pilot program was begun in June 2021, in cooperation with West Valley Community Services. In 2022-2023 fiscal year, the Chapter procured and packaged 488 kits (3,268 household and hygiene items) serving 3,123 clients in the "Park-it Market" distribution.

Pivotal Foster Care – This pilot program was begun in June 2021 to provide additional support to foster youth. 45 bags were prepared for 45 students in the Pivotal program in 2022-2023 fiscal year.

Teen Philanthropic Programs – The teen philanthropic programs include activities with seniors, city beautification projects, providing holiday gifts for children in need, and other community projects. The Asssisteens Program was suspended in 2020 due to the Pandemic, and has not yet restarted.

Note 3 – Summary of Significant Accounting Policies:

Basis of Accounting – The financial statements of Assistance League of Los Gatos - Saratoga have been prepared on the accrual basis of accounting in accordance with Generally Accepted Accounting Principles.

Basis of Presentation – The Chapter follows standards of accounting and financial reporting for voluntary health and welfare organizations. The Chapter reports its financial position and operating activities in two classes of net assets: net assets without donor restrictions and net assets with donor restrictions:

- *Net assets without donor restrictions* – include those net assets which are available to support all activities of the Chapter without restrictions and include those net assets whose use is not restricted by donors, even though their use may be limited in other respect, such as by contract or board designation.
- *Net assets with donor restrictions* – include contributions received from donors that are restricted for specific purposes or for subsequent periods. When a donor restriction expires, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 3 – Summary of Significant Accounting Policies (Continued):

Adoption of Accounting Standards Update – In February 2016, FASB issued ASU No. 2016-02, Leases (Topic 842), which requires the Organization that lease assets (lessees) to recognize the assets and related liabilities for the rights and obligations created by the leases on the statement of financial position for leases with terms exceeding 12 months. ASU No. 2016-02 defines a lease as a contract or part of a contract that conveys the right to control the use of identified assets for a period of time in exchange for consideration. The lessee in a lease will be required to initially measure the right-of-use asset and the lease liability at the present value of the remaining lease payments, as well as capitalize initial direct costs as part of the right-of use asset. ASU No. 2016-02 is effective for public business entities with fiscal years beginning after December 15, 2019, and for nonprofit Assistance League of Los Gatos - Saratoga with fiscal years beginning after December 15, 2021, with early adoption permitted. For FY2022-2023, The Chapter determines that all the leases the chapter has signed are short-term leases, which are exempt from ASU No. 2016-02, Leases (Topic 842).

Fair Value Measurements – Financial instruments included in the Chapter's statements of financial position as of May 31, 2023 include cash and cash equivalents, accounts receivable, accounts payable and other liabilities, the carrying amounts represent a reasonable estimate of the corresponding fair values.

Use of Estimates – The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents – Cash and cash equivalents consists of cash and highly liquid investment. For purposes of reporting cash flows, the Chapter considers all investments with a maturity of 90 days or less highly liquid investments.

Concentrations of Credit and Market Risk – Financial instruments that potentially expose the Chapter to credit and market risk consist primarily of cash, cash equivalents and certificates of deposit. Cash, cash equivalents and certificates of deposit are maintained at commercial banks and other major financial institutions. These accounts are insured up to \$250,000 per depositor by an agency of the federal government. At times, such amounts might exceed Federal Deposit Insurance Corporation (“FDIC”) limits. The Chapter monitors these investments and has not experienced significant credit losses. It is the management of the Chapter’s opinion that it is not exposed to any significant credit risks.

Grants and Other Receivables – The Chapter considers grants and other receivables to be fully collectible; accordingly, no allowance for doubtful accounts is required.

Inventory – Inventory is stated at cost and is determined by the first-in, first-out method. Inventory consists of books at May 31, 2023.

Investments – The Chapter invested in four Certificate of Deposit investment (level 2 inputs) - one with three 11-month maturity date and one with an 18-month maturity date. Investment income is reported as unrestricted revenue.

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 3 – Summary of Significant Accounting Policies (Continued):

Revenue Recognition – The Chapter recognizes revenue in accordance with the Accounting Standards Codification (“ASC”) 606 Revenue from Contracts with Customers, as amended. ASC 606 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The Chapter does not have such revenue for the year ended May 31, 2023.

Membership Dues – Membership dues are recognized evenly over the period of membership, as the Chapter satisfies its performance obligation and members receive and consume membership benefits over that time frame. Any membership dues collected prior to the fiscal year to which they apply are reported as deferred revenue and recognized as revenue over the periods to which the dues relate.

Contributions – Contributions are recognized when the donor makes a promise to the Chapter, that is, in substance, unconditional. Contributions are recorded as with or without donor restrictions depending on the existence and nature of donor restrictions. Contributions that are considered conditional promises to give which contain barriers and a right of return or right of release are not recognized until the conditions on which they depend are met, at which time, the gift is recognized as either grants and contribution support with or without restriction. When the restriction is met on a contribution received, the amount is shown as a reclassification of net assets with donor restrictions to net assets without donor restrictions and is reported in the statement of activities as net assets released from restrictions.

In-Kind Contributions – Donated equipment, rent and goods are recorded at their estimated fair value as of the date of the donation. Contributed services, which require a specialized skill and which the Chapter would have paid for if not donated, are recorded at the estimated fair value at the time the services are rendered. The Chapter also receives donated services that do not require specific expertise, but which nonetheless are central to the Chapter's operations. In accordance with Generally Accepted Accounting Principles, the value of these services is not reflected in the financial statements.

Functional Allocation of Expenses – The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising – The Chapter's policy is to expense marketing costs as the costs are incurred. There were no advertising expense for the year ended May 31, 2023 and May 31, 2022.

Income Taxes – The Chapter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state income taxes under Section 23701(d) of the California Revenue Taxation Code. Accordingly, no provision for income taxes has been made in the accompanying statements. In addition, the Chapter qualifies for the charitable contribution deduction under Section 170(b)(1)(A) of the Internal Revenue Code and has been classified as an organization that is not a private foundation under Section 509(a)(1) of the Internal Revenue Code.

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 3 – Summary of Significant Accounting Policies (Continued):

Uncertainty in Income Taxes – Generally Accepted Accounting Principles provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken by the Chapter in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination.

Comparative Financial Information – The financial statements include certain prior year summarized comparative information in total but not by net asset class or functional expense categories. Such information does not include sufficient detail to constitute a presentation in conformity with Generally Accepted Accounting Principles. Accordingly, such information should be read in conjunction with the Chapter's financial statements for the year ended May 31, 2022 from which the summarized information was derived.

Subsequent Events – Management of the Chapter has evaluated events and transactions subsequent to May 31, 2023 for potential recognition or disclosure in the financial statements. Subsequent events have been evaluated through September 17, 2023, the date the financial statements became available to be issued. The Chapter determined no material subsequent events require recognition or disclosure in the financial statements for the year ended May 31, 2023.

Note 4 – Liquidity and Availability of Funds:

As part of the liquidity management, the Chapter structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

Cash in excess of daily requirements is invested in short and/or long-term Certificates of Deposit (CDs). As of May 31, 2023, all CDs are short-term.

Deposits consist of a deposit for facility rent for July 2023 event, which is refunded when the event is completed without damage of the facility. The deposit is available within one year.

To build upon its past achievements and ensure future sustainability, the Chapter has a longstanding policy that requires the governing board to maintain net assets without restrictions enough for one year's operating expenses. Assets received with donor restrictions during the current year are applied to expenditures incurred during the current year, unless a specific time period is established by the donor.

The following is a quantitative disclosure which describes assets and liquid resources that are available as of May 31, 2023 and 2022 to fund general expenditures and other obligations within one year:

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 4 – Liquidity and Availability of Funds (Continued):

	2023	2022
Cash and cash equivalents	\$ 51,201	\$ 71,516
Grant and other receivables	1,010	-
Investments	127,840	131,314
Deposits	500	-
Total financial assets	180,551	202,830
Less financial assets unavailable for general expenditures within one year, due to:		
Long-term certificates of deposit	\$ -	\$ (30,686)
Amount available for general expenditures within one year	\$ 180,551	\$ 172,144

Note 5 – Cash and Cash Equivalents:

Cash and cash equivalents at May 31, 2023 and 2022 consist of the following:

	2023	2022
Bank Accounts		
General Checking, US Bank	\$ 41,065	\$ 71,516
Certificates of Deposit, US Bank (60-Day)	10,036	-
Undeposited Funds	100	-
Total Cash and Cash Equivalents	\$ 51,201	\$ 71,516

Note 6 – Inventory:

Inventory at May 31, 2023 and 2022 consist of the following:

	2023	2022
Books - Operation School Bell program (Literacy)	\$ 2,776	\$ -
Total Inventory	\$ 2,776	\$ -

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 7 – Investments:

Investments are stated at fair value at May 31, 2023 and 2022 consist of the following:

	2023	2022
Certificate of Deposits – 11-18-month terms (unrestricted); Level 2 investments		
US Bank	\$ 12,042	\$ 17,633
JPMorgan Chase	115,798	113,681
Total Investments	\$ 127,840	\$ 131,314

Investment income consists of \$2,270 in interest income for May 31, 2023.

Note 8 – Deferred Revenue:

The activity and balances for membership dues from members and other deferred revenue at May 31, 2023 and 2022 are shown in the following table:

	2023	2022
Beginning Balance	\$ 6,205	\$ 6,815
Revenue recognized	(6,205)	(6,815)
Payments received for future obligation	8,460	6,205
Balance at May 31,	\$ 8,460	\$ 6,205

Note 9 – Net Assets with Donor Restrictions:

Net assets with donor restrictions at May 31, 2023 and 2022 consist of the following:

	Beginning Balances, June 01, 2022	Additions	Released	Ending Balances, May 31, 2023
<i>Subject to expenditure for a specific purpose:</i>				
Operation School Bell - Clothes for kids	\$ -	\$ 9,250	\$ (9,250)	\$ -
Operation School Bell - Scholarship	-	1,000	(1,000)	-
Operation School Bell - Literacy	-	5,150	(5,150)	-
Family program	-	100	(100)	-
Total purpose restrictions	-	15,500	(15,500)	-
<i>Time restrictions:</i>				
General operations	-	-	-	-
Total net assets with donor restrictions	\$ -	\$ 15,500	\$ (15,500)	\$ -

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 10 – Fundraising Events and 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, 2023 are as follows:

Event/Activity	Revenue	Direct Costs		Other Costs	Net Revenue
		Cost of Merchandise Sold	Cost of Direct Benefit to Attendees		
Scrip sales	\$ 1,301	\$ -	\$ -	\$ -	\$ 1,301
Direct mail appeal	41,301	-	-	938	40,363
Total fundraising events and activities	<u>\$ 42,602</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 938</u>	<u>\$ 41,664</u>

Note 11 – Noncash Contributions:

During the year ended May 31, 2023 and 2022, the Chapter received noncash contributions of materials that have been reflected in the financial statements of the Chapter as follows:

	2023	2022
Operation School Bell - Literacy program	\$ 1,860	\$ 500
Family program	8,669	6,631
Senior lunch program	50	-
WVCS	421	-
Total Noncash Contributions	<u>\$ 11,000</u>	<u>\$ 7,131</u>

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, 2023, these volunteers donated approximately 11,417 hours with an estimated value of \$363,061. This value was computed using an estimated hourly rate of \$31.80 based upon the average hourly earnings of nonagricultural workers in the United States for the fiscal year ended December 31, 2022 as determined by the U.S. Department of Labor's Bureau of Labor Statistics, plus 15% estimated fringe benefits.

Note 12 – Rent:

The Chapter rents a storage unit on a month-to-month basis. Storage rent was \$280 per month and increased to \$323 per month, effective May 1, 2023. There are no lease agreements in place.

ASSISTANCE LEAGUE OF LOS GATOS - SARATOGA
Notes to Financial Statements
May 31, 2023
(With Comparative Totals for 2022)

Note 12 – Rent (Continued):

The Chapter also rented a hall for \$2,000 a year for membership meetings during FY2022-2023. There is no lease agreement in place.

Rent expense for the year ended May 31, 2023 and 2022 were \$5,126 and \$4,859, respectively.