Mental Health Association of Orange County

Financial Statements

June 30, 2025
(with Comparative Totals for 2024)

WINDES
AUDIT | TAX | ADVISORY

CONTENTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Mental Health Association of Orange County
Santa Ana, California

Opinion

We have audited the accompanying financial statements of Mental Health Association of Orange County (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Mental Health Association of Orange County (the Association) as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association 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.

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 the Association's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 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, 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 the Association'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 the Association'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 the Association's June 30, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 11, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it is has been derived.

Windes, Inc.

Long Beach, California
January 13, 2026

MENTAL HEALTH ASSOCIATION OF ORANGE COUNTY

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

ASSETS

	June 30,	
	2025	2024
ASSETS		
Cash and cash equivalents	$ 910,691	$ 665,984
Grants and program receivables	701,818	883,068
Prepaid expenses and other assets	105,653	136,766
Furniture and equipment, net	5,606	7,475
Operating lease right-of-use assets	2,199,614	3,007,839
TOTAL ASSETS	$ 3,923,382	$ 4,701,132

LIABILITIES AND NET ASSETS

	2025	2024
LIABILITIES		
Accounts payable	$ 309,106	$ 213,929
Accrued expenses	337,539	352,675
Operating lease liabilities	2,222,621	3,045,186
Total Liabilities	2,869,266	3,611,790
CONTINGENCIES (NOTE 10)		
NET ASSETS		
Without donor restrictions	1,040,022	1,070,248
With donor restrictions	14,094	19,094
Total Net Assets	1,054,116	1,089,342
TOTAL LIABILITIES AND NET ASSETS	$ 3,923,382	$ 4,701,132

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

MENTAL HEALTH ASSOCIATION OF ORANGE COUNTY

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

	Without Donor Restrictions	With Donor Restrictions	Total 2025	Total 2024
SUPPORT AND REVENUE				
Grant revenues	$ 8,026,286	$ -	$ 8,026,286	$ 8,493,058
Contributions	183,038	-	183,038	251,147
Program revenues	130,169	-	130,169	124,981
Thrift sales	-	-	-	12,030
In-kind contributions	82,745	-	82,745	442,119
Other income	5,791	-	5,791	29,130
Net assets released from restrictions	5,000	(5,000)	-	-
Total Support and Revenue	8,433,029	(5,000)	8,428,029	9,352,465
EXPENSES				
Program services	7,476,998	-	7,476,998	7,769,008
Support services				
Management and general	920,469	-	920,469	1,411,158
Fundraising	65,788	-	65,788	69,164
Total Expenses	8,463,255	-	8,463,255	9,249,330
CHANGE IN NET ASSETS	(30,226)	(5,000)	(35,226)	103,135
NET ASSETS, BEGINNING OF YEAR	1,070,248	19,094	1,089,342	986,207
NET ASSETS, END OF YEAR	$ 1,040,022	$ 14,094	$ 1,054,116	$ 1,089,342

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

MENTAL HEALTH ASSOCIATION OF ORANGE COUNTY

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

	2025				2024
	Program Services	Management and General	Fundraising	Total Expenses	Total Expenses
SALARIES AND RELATED EXPENSES					
Salaries and wages	$ 3,873,100	$ 408,825	$ 40,000	$ 4,321,925	$ 4,461,220
Payroll taxes	304,718	32,164	3,147	340,029	343,352
Employee benefits	487,462	16,719	1,115	505,296	586,703
Total Salaries and Related Expenses	4,665,280	457,708	44,262	5,167,250	5,391,275
OTHER EXPENSES					
Rent and utilities	978,819	145,259	2,970	1,127,048	1,261,234
Professional fees	807,181	173,225	6,854	987,260	1,022,055
Direct client expenses	178,138	157	1,750	180,045	231,441
Repairs and maintenance	189,293	4,598	94	193,985	140,179
Office expenses	184,223	29,691	2,722	216,636	250,502
Telephone	110,299	16,751	71	127,121	131,870
Travel	47,070	590	87	47,747	48,633
Insurance	206,903	726	1,014	208,643	185,669
Equipment leases	40,864	3,993	19	44,876	44,207
Dues and subscriptions	14,027	1,168	337	15,532	22,076
Printing	5,095	542	2,002	7,639	5,057
Staff training	4,329	1,639	-	5,968	23,394
Interest	-	11,227	1,540	12,767	15,242
Community Service Awards	14,743	46	-	14,789	17,929
Other	3,872	15,397	2,066	21,335	14,579
Depreciation	-	1,869	-	1,869	1,869
In-kind expense - legal services	-	55,883	-	55,883	393,195
In-kind expense - program	26,862	-	-	26,862	48,924
Total Other Expenses	2,811,718	462,761	21,526	3,296,005	3,858,055
TOTAL EXPENSES	$ 7,476,998	$ 920,469	$ 65,788	$ 8,463,255	$ 9,249,330

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

MENTAL HEALTH ASSOCIATION OF ORANGE COUNTY

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

	For the Year Ended June 30,	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (35,226)	$ 103,135
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	1,869	1,869
Amortization of operating lease right-of-use assets	808,225	(734,235)
Changes in operating assets and liabilities:		
Grants and program receivables	181,250	(210,865)
Prepaid expenses and other assets	31,113	49,597
Accounts payable	95,177	95,093
Accrued expenses	(15,136)	69,558
Operating lease liabilities	(822,565)	684,365
Net Cash Provided By Operating Activities	244,707	58,517
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of furniture and equipment	-	(9,344)
Net Cash Used In Investing Activities	-	(9,344)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in line of credit	-	(50,000)
Net Cash Used In Financing Activities	-	(50,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	244,707	(827)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	665,984	666,811
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 910,691	$ 665,984
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Cash paid during the year for:		
Interest	$ 12,767	$ 15,242

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

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR 2024)

NOTE 1 – Organization

The Orange County Association for Mental Health, dba Mental Health Association of Orange County (the Association), is a California nonprofit corporation formed to improve the quality of life for Orange County residents impacted by mental illness. This mission is achieved through direct services, advocacy, education, and information dissemination.

NOTE 2 – Summary of Significant Accounting Policies

Basis of Accounting

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

Basis of Presentation

Net assets, revenue, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified according to two classes of net assets: without donor restrictions and with donor restrictions, which are described as follows:

> *Without Donor Restrictions* – Net assets that are not subject to donor-imposed restrictions. The Association's board of directors (the Board) has discretionary control over these resources. Designated amounts represent those net assets that the Board has set aside for a particular purpose.
>
> *With Donor Restrictions* – Net assets subject to donor-imposed stipulations that will be met either by actions of the Association or the passage of time. As the restrictions are satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities and changes in net assets as net assets released from restrictions. Other donor stipulations are perpetual in nature, where the donor stipulates that the corpus be maintained intact in perpetuity. At June 30, 2025 and 2024, there were no assets with perpetual donor restrictions.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Grantor or donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with grantor or donor restrictions are reclassified to net assets without donor restrictions. Grants and donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restrictions.

Comparative Totals

The financial statements include certain prior-year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended June 30, 2024, from which the summarized comparative information was derived.

Use of Estimates

The Association uses estimates and assumptions in preparing these financial statements in accordance with U.S. GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingencies at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could vary from those estimates.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Association considers all cash on hand and highly liquid investments with maturities of 90 days or less when purchased to be cash and cash equivalents.

Concentration of Credit Risk

The Association maintains cash and cash equivalent balances with financial institutions. At times during the year, such balances may exceed federally insured limits. The Association has not experienced any losses and believes it is not exposed to any significant related credit risk.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Grants and Program Receivables

Grants and program receivables are stated at the amount management expects to collect from outstanding balances. Grant revenues earned, but not received, are recorded as a receivable. Receivables are considered past due when payment has not been received by the due date stated on the invoice. Balances that remain outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for uncollectible receivables and a credit to grants and program receivables. Management considers all receivables to be fully collectible at June 30, 2025 and 2024 and, as such, an allowance for uncollectable receivables is not considered necessary.

Furniture and Equipment

Furniture and equipment are carried at cost if purchased or, if donated, at the fair market value at the date of donation. Depreciation is provided on the straight-line method over the estimated useful lives of the assets, which range from three to seven years. Additions and improvements that increase the capacity or lengthen the useful lives of the assets are capitalized. Repair and maintenance costs are expensed as incurred.

Impairment of Long-Lived Assets

The Association reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. Impairment losses, if any, are recognized when estimated future cash flows derived from such assets are less than their carrying values. No impairment losses were recognized on long-lived assets during the years ended June 30, 2025 and 2024.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Revenue Recognition

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

A summary of significant revenue recognition policies is as follows:

Grants and Contributions

The Association recognizes contributions when cash and cash equivalents, securities, other assets, or unconditional promises to give are received. Grants and contributions that are not restricted by the grantor or donor are reported as increases in net assets without donor restrictions. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

A portion of the Association's revenue is derived from cost-reimbursable government grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Association has incurred expenditures or met performance requirements, in compliance with the specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures or meeting performance requirements are reported as deferred revenue in the statement of financial position. There were no deferred revenue balances at June 30, 2025 or 2024.

Management applies for grant funding each year and the Association is party to conditional grant terms through June 2027.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Program Revenues

Program revenues include fees received for mental health services offered by the Association, including an annual mental health conference for mental health services practitioners and other attendees. Program revenues are recognized at the time the service is provided. Any amounts collected, but unearned, are classified as deferred revenue and recognized as income in the applicable period.

Program receivables represent the Association's right to receive payments for performance completed to date under a contract for services provided to customers and are recorded when the right to payments becomes unconditional. Contract liabilities represent payments received in advance of performance under these contracts. There were no contract liabilities as of June 30, 2025 and 2024, or as of July 1, 2024.

Donated Services and Goods

Contribution of services shall be recognized if the services received require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services that do not meet the criteria shall not be recognized.

Donated goods are recorded as contributions at their estimated fair value at the date of donation. Unless the donor has restricted the donated goods to a specific purpose, such donations are reported as increases in net assets without donor restrictions.

Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents, grants and program receivables, prepaid expenses and other assets, accounts payable, and accrued expenses approximate fair value due to their short-term nature.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Functional Allocation of Expenses

The costs of providing the Association's various programs and activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services that are benefited based on management estimates.

Income Taxes

The Association is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. Contributions to the Association are deductible for tax purposes under Section 170(c)(2) of the Internal Revenue Code. The Association is involved in no activities that are subject to unrelated business tax. As a result, no provision for income taxes has been recorded in these financial statements.

The Association recognizes the financial statement benefit of tax positions, such as the filing status of tax-exempt, only after determining that the relevant tax authority would more likely than not sustain the position following an audit. The Association is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal and California state purposes is generally three and four years, respectively.

Leasing Arrangements

The Association determines if an arrangement contains a lease at inception based on whether the Association has the right to control the asset during the contract period and other facts and circumstances.

The Association's policy for determining its lease discount rate used for measuring lease liabilities is to use the rate implicit in the lease whenever that rate is readily determinable.

If the rate implicit in the lease is not readily determinable, then the Association has elected to use the risk-free discount rate, as permitted by U.S. GAAP, determined using a period comparable with that of the lease term.

NOTE 2 – Summary of Significant Accounting Policies (Continued)

Leasing Arrangements (Continued)

The Association has elected a policy to account for short-term leases, defined as any lease with a term less than 12 months, by recognizing all components of the lease payment in the statement of activities and changes in net assets in the period in which the obligation for the payments is incurred.

Subsequent Events

Management has evaluated subsequent events from the statement of financial position date through January 13, 2026, the date the accompanying financial statements were available to be issued for the year ended June 30, 2025, and determined there were no additional items to disclose.

NOTE 3 – Liquidity and Availability

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

	June 30,	
	2025	2024
Cash and cash equivalents	$ 910,691	$ 665,984
Grants and program receivables	701,818	883,068
	1,612,509	1,549,052
Less donor-imposed restrictions	(14,094)	(19,094)
	$ 1,598,415	$ 1,529,958

The Association maintains and manages adequate operating funds per policies set by the Board. The Association has a line of credit with an available borrowing limit of $750,000 (See Note 6).

NOTE 4 – Grants and Program Receivables

Grants and program receivables consist of the following:

	June 30, 2025	June 30, 2024
County	$ 632,883	$ 778,660
Other	68,935	104,408
	$ 701,818	$ 883,068

NOTE 5 – Furniture and Equipment

Furniture and equipment consist of the following:

	June 30, 2025	June 30, 2024
Furniture and equipment	$ 77,092	$ 77,092
Less accumulated depreciation	(71,486)	(69,617)
Furniture and equipment, net	$ 5,606	$ 7,475

Depreciation expense totaled $1,869 for both years ended June 30, 2025 and 2024.

NOTE 6 – Line of Credit

The Association has a line of credit agreement with a bank whereby it may borrow up to $750,000. The interest rate is based on the Wall Street Journal Prime Rate plus 1 index point. At June 30, 2025 and 2024, the line of credit bears an interest rate of 8.50% and 9.50%, respectively, and is incurred on outstanding balances and payable on a monthly basis. All assets of the Association are collateral for the line of credit. The line of credit commitment expires July 29, 2026. There was no outstanding balance on the line of credit at June 30, 2025 and 2024.

NOTE 7 – Retirement Plan

The Association has a retirement plan for employees consisting of a tax-sheltered annuity plan. Under the provisions of the plan, employees may make voluntary contributions of up to 15% of their salary, and the Association may make a matching contribution of up to 3% of the employee's salary. For the years ended June 30, 2025 and 2024, the Association made contributions to the plan of $25,661 and $46,019, respectively.

NOTE 8 – Lease Arrangements

The Association has various operating leases for vehicles and office and program facilities in Anaheim, Costa Mesa, Garden Grove, Lake Forest, and Santa Ana, California with various terms ranging from three to seven years.

Some leases include options to renew or cancel the lease, which may impact the lease term. The exercise of these options is at the sole discretion of the Association, and only lease options that the Association believes are reasonably certain to exercise are included in the measurement of the operating lease right-of-use assets and operating lease liabilities.

The arrangements provide for minimum lease payments. Variable payments are not determinable at the lease commencement and are not included in the measurement of the operating lease right-of-use assets and operating lease liabilities. The lease agreements do not include any material residual value guarantees or restrictive covenants.

The following summarizes the line items in the statement of financial position which include amounts for operating leases as of June 30, 2025 and 2024:

	June 30,	
	2025	2024
Operating lease right-of-use assets	$ 2,199,614	$ 3,007,839
Operating lease liabilities	$ 2,222,621	$ 3,045,186

NOTE 8 – Lease Arrangements (Continued)

Operating lease costs that are included in “rent and utilities” in the statement of functional expenses were $1,064,389 and $1,204,652 for the years ended June 30, 2025 and 2024, respectively.

The following table summarizes the supplemental cash flow information related to operating leases for the years ended June 30, 2025 and 2024:

	For the Year Ended June 30, 2025	For the Year Ended June 30, 2024
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	$ 1,049,983	$ 1,201,426
Noncash investing and financing activities:		
Right-of-use assets obtained in exchange for new operating lease liabilities	$ -	$ 33,927

The weighted-average remaining lease term and discount rate for the operating leases were as follows as of June 30, 2025 and 2024:

	June 30, 2025	June 30, 2024
Weighted-average remaining lease term	3.93 years	4.23 years
Weighted-average discount rate	4.18%	3.97%

NOTE 8 – Lease Arrangements (Continued)

The maturities of operating lease liabilities as of June 30, 2025 are as follows:

Year Ending June 30,		
2026	$	736,398
2027		544,286
2028		447,944
2029		349,995
2030		293,432
Thereafter		56,167
Total minimum lease payments		2,428,222
Less amount representing interest		(205,601)
	$	2,222,621

NOTE 9 – Net Assets With Donor Restrictions

The activity of net assets with donor restrictions is as follows:

	Balance at June 30, 2024	Contributions	Releases	Balance at June 30, 2025
Net assets restricted for time or purpose:				
Electronic records	$ 14,094	$ -	$ -	$ 14,094
Homeless programs	5,000	-	(5,000)	-
	$ 19,094	$ -	$ (5,000)	$ 14,094

NOTE 10 – Contingencies

Contract Contingencies and Economic Dependency

The Association provides services to the area of Orange County, California. For the years ended June 30, 2025 and 2024, the Association received 95% and 91%, respectively, of its support from grants from various agencies and municipalities. The grants have various objectives and compliance requirements. Management is satisfied that all objectives and requirements have been met.

Legal Contingency

On January 13, 2020, the City of Santa Ana (the City) sued the Association and the owner of the real property from which the Association operated its homeless center. The City's complaint asserted purported causes of action for public nuisance based on certain contentions by the City. The case proceeded to trial in June 2023 and on November 16, 2023, a mistrial was declared. The Association's contract to operate the homeless center ended in December 2024, at which time the program was ended and the building vacated. In August 2025, all parties approved a written settlement agreement, agreeing to release of claims and liability and that each party would bear their own fees and costs associated with the case. The case was dismissed with neither party admitting liability on September 9, 2025.

NOTE 11 – In-Kind Contributions

The Association received donated goods for use in its programs and operations. The values of these contributions have been determined based on the market value for comparable goods or services, average costs for similar goods or services based on national averages, and other means deemed appropriate based on the nature and use of the contributions. There were no donor-imposed restrictions associated with the donated goods or services.

NOTE 11 – In-Kind Contributions (Continued)

During the years ended June 30, 2025 and 2024, in-kind contributions included in the accompanying statement of activities and changes in net assets and statement of functional expenses consist of the following:

Type	Valuation	Activity	2025	2024
In-kind Materials				
Food, clothes, household items, and personal items	Market Value	Mental health services and related programs	$ 26,862	$ 48,924
In-kind Services				
Legal fees and related costs	Market Value	Administrative services	55,883	393,195
		Total In-Kind Contributions	$ 82,745	$ 442,119