

ACCESS INDEPENDENCE, INC.

FINANCIAL STATEMENTS

JUNE 30, 2024

**With Comparative Totals for the
Year Ended June 30, 2023**



ACCESS INDEPENDENCE, INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Access Independence, Inc.
Winchester, Virginia

Opinion

We have audited the accompanying financial statements of Access Independence, Inc. (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2024, 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 Access Independence, Inc. as of June 30, 2024, and the changes in 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Access Independence, Inc. 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 Access Independence, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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 it 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, including omissions, 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 Access Independence, Inc.'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 any conditions or events, considered in the aggregate, that raise substantial doubt about Access Independence, Inc.'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 Access Independence, Inc.'s June 30, 2023 financial statements, and in our conclusion dated November 27, 2023, stated that based on our audit, we were not aware of any material modifications that should be made to the 2023 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended June 30, 2023 for it to be consistent with the audited financial statements from which it has been derived.

Barnes, Brock, Cornwell & Painter, PLLC

Chesapeake, Virginia
January 24, 2025

ACCESS INDEPENDENCE, INC.

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2024

With Comparative Totals for the Year Ended June 30, 2023

ASSETS		
	2024	2023
CURRENT ASSETS:		
Cash and cash equivalents	\$ 321,895	\$ 281,301
Cash held for others	865,823	583,419
Investments	538,997	452,199
Accounts receivable	4,341	4,763
Promises to give	26,500	23,200
Prepaid expenses	4,401	1,288
Inventory	-	13,413
Total current assets	\$ 1,761,957	\$ 1,359,583
PROPERTY AND EQUIPMENT:		
Equipment	\$ 92,956	\$ 91,732
Vehicles	42,185	42,185
Total	\$ 135,141	\$ 133,917
Less accumulated depreciation	(100,077)	(85,261)
Net property and equipment	\$ 35,064	\$ 48,656
OTHER ASSET - Operating lease right-of-use asset	\$ 149,027	\$ 193,782
Total assets	<u>\$ 1,946,048</u>	<u>\$ 1,602,021</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 2,641	\$ -
Accrued expenses	31,352	23,016
Refundable advances	7,947	9,688
Funds held for others	864,550	583,340
Current portion of right-of-use operating lease liability	45,874	44,755
Total current liabilities	\$ 952,364	\$ 660,799
LONG-TERM LIABILITY:		
Right-of-use operating lease liability, net of current portion	\$ 103,153	\$ 149,027
Total liabilities	<u>\$ 1,055,517</u>	<u>\$ 809,826</u>
NET ASSETS:		
Without donor restrictions	\$ 817,076	\$ 732,831
With donor restrictions	73,455	59,364
Total net assets	<u>\$ 890,531</u>	<u>\$ 792,195</u>
Total liabilities and net assets	<u>\$ 1,946,048</u>	<u>\$ 1,602,021</u>

See independent auditor's report and accompanying notes to the financial statements.

ACCESS INDEPENDENCE, INC.

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024
With Comparative Totals for the Year Ended June 30, 2023**

	Without Donor Restrictions	With Donor Restrictions	2024 Total	2023 Total
OPERATING REVENUE AND SUPPORT:				
Grant revenue	\$ 578,271	\$ -	\$ 578,271	\$ 556,602
Contributions	20,640	45,040	65,680	62,213
Government agencies	142,176	26,500	168,676	125,438
Contract services - participant assessments	46,771	-	46,771	48,627
Other income	4,292	-	4,292	3,847
Net assets released from restrictions	57,449	(57,449)	-	-
Total operating revenue and support	\$ 849,599	\$ 14,091	\$ 863,690	\$ 796,727
OPERATING EXPENSES:				
Program services:				
Direct services	\$ 324,298	\$ -	\$ 324,298	\$ 296,723
Outreach services	306,075	-	306,075	283,600
Support services:				
Management and general services	205,787	-	205,787	180,089
Fundraising	4,567	-	4,567	3,614
Total operating expenses	\$ 840,727	\$ -	\$ 840,727	\$ 764,026
CHANGES IN NET ASSETS BEFORE OPERATING ACTIVITIES	\$ 8,872	\$ 14,091	\$ 22,963	\$ 32,701
NON-OPERATING ACTIVITIES:				
Investment income	\$ 22,626	\$ -	\$ 22,626	\$ 11,652
Realized gain on sale of property and equipment	-	-	-	8,073
Realized gain on investments	10,646	-	10,646	-
Unrealized gain on investments	42,101	-	42,101	22,229
CHANGES IN NET ASSETS FROM NON-OPERATING ACTIVITIES	\$ 75,373	\$ -	\$ 75,373	\$ 41,954
CHANGES IN NET ASSETS	\$ 84,245	\$ 14,091	\$ 98,336	\$ 74,655
NET ASSETS, BEGINNING OF YEAR	732,831	59,364	792,195	717,540
NET ASSETS, END OF YEAR	\$ 817,076	\$ 73,455	\$ 890,531	\$ 792,195

See independent auditor's report and accompanying notes to the financial statements.

ACCESS INDEPENDENCE, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024
With Comparative Totals for the Year Ended June 30, 2023**

	PROGRAM SERVICES			SUPPORTING SERVICES				
	Direct Services	Outreach Services	Program Subtotal	Management and General	Fundraising	Supporting Subtotal	2024 Total	2023 Total
Salaries and wages	\$ 162,028	\$ 190,600	\$ 352,628	\$ 117,084	\$ 2,722	\$ 119,806	\$ 472,434	\$ 431,520
Payroll taxes	12,104	14,239	26,343	8,747	210	8,957	35,300	32,639
Employee benefits	33,574	39,498	73,072	24,687	987	25,674	98,746	95,869
Total salaries and related expenses	\$ 207,706	\$ 244,337	\$ 452,043	\$ 150,518	\$ 3,919	\$ 154,437	\$ 606,480	\$ 560,028
Advertising	4,344	3,041	7,385	1,216	88	1,304	8,689	7,818
Bank service charges	-	-	-	1,805	-	1,805	1,805	-
Board and volunteer	-	-	-	105	-	105	105	176
Building maintenance	2,473	1,740	4,213	699	11	710	4,923	6,157
Community outreach	-	7,770	7,770	-	-	-	7,770	5,480
Depreciation	7,409	5,186	12,595	2,074	148	2,222	14,817	13,470
Direct services	39,062	-	39,062	-	-	-	39,062	28,936
Dues and subscriptions	2,779	1,945	4,724	778	56	834	5,558	4,940
Computer/equipment	10,208	7,179	17,387	2,890	48	2,938	20,325	14,159
Insurance	-	-	-	12,986	-	12,986	12,986	7,880
Miscellaneous	-	-	-	6,503	-	6,503	6,503	1,347
Office supplies	4,861	3,417	8,278	1,376	21	1,397	9,675	13,804
Postage	2,260	1,589	3,849	639	8	647	4,496	4,270
Professional fees	704	-	704	12,184	-	12,184	12,888	12,435
Rent	29,956	21,064	51,020	8,477	140	8,617	59,637	58,295
Staff training/travel	6,376	4,481	10,857	1,803	29	1,832	12,689	13,681
Telephone	4,013	2,809	6,822	1,124	80	1,204	8,026	7,309
Utilities	2,147	1,517	3,664	610	19	629	4,293	3,841
Total expenses	\$ 324,298	\$ 306,075	\$ 630,373	\$ 205,787	\$ 4,567	\$ 210,354	\$ 840,727	\$ 764,026

See independent auditor's report and accompanying notes to the financial statements.

ACCESS INDEPENDENCE, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024
With Comparative Totals for the Year Ended June 30, 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING AND NON-OPERATING ACTIVITIES:		
Changes in net assets	\$ 98,336	\$ 74,655
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	14,817	13,470
Realized and unrealized gain on investments, net of fees	(9,573)	(22,560)
Realized gain on sale of property and equipment	-	(8,073)
(Increase) decrease in current assets:		
Accounts receivable	422	1,326
Promises to give	(3,300)	(1,500)
Prepaid expenses	(3,113)	(628)
Inventory	13,413	13,000
Increase (decrease) in liabilities:		
Accounts payable	2,641	(2,198)
Accrued expenses	8,336	8,585
Refundable advances	(1,741)	(2,520)
Funds held for others	(1,194)	365
NET CASH PROVIDED BY OPERATING AND NON-OPERATING ACTIVITIES	<u>\$ 119,044</u>	<u>\$ 73,922</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	\$ (1,225)	\$ (47,881)
Proceeds from sale of property and equipment	-	8,300
Purchase of investments	(122,225)	(38,404)
Proceeds from sale of investments	<u>45,000</u>	<u>5,000</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>\$ (78,450)</u>	<u>\$ (72,985)</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	\$ 40,594	\$ 937
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>281,301</u>	<u>280,364</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 321,895</u></u>	<u><u>\$ 281,301</u></u>

See independent auditor's report and accompanying notes to the financial statements.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 1 - ORGANIZATION:

Access Independence, Inc. (The "Organization"), a Virginia non-stock, nonprofit corporation, was established in 1985. The Organization's mission is to promote independent living by providing services that enhance the quality of life for people with disabilities living in the Commonwealth of Virginia's Northern Shenandoah Valley. The Organization serves the city of Winchester and the counties of Clarke, Frederick, Page, Shenandoah, and Warren. Access Independence provides an array of services which include, information and referral, peer consulting, independent living skills training, transition, and advocacy for persons with disabilities in an effort to obtain the highest possible levels of independence.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting and, as such, recognize income when earned and expenses when incurred.

Basis of presentation

These financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Organization as a whole and to present net assets, revenues, and expenses based on the existence or absence of donor-impaired restrictions. This has been accomplished by the classification of assets, liabilities, and net assets into two groups with donor restrictions and without donor restrictions.

These two groups are defined as follows:

- *Net assets without donor restrictions* - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.
- *Net assets with donor restrictions* - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

The Organization follows the provisions of the *Financial Accounting Standards Board Accounting Standards Codification (FASB ASC)*.

Cash and cash equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Promises to give

Unconditional promises to give are expected to be received within one year. At June 30, 2024 and 2023 promises from municipal governments was \$26,500 and \$23,200, respectively. Management has deemed no allowance for doubtful accounts is necessary.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Contributions

Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. When restrictions expire (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. In the absence of donor restrictions to the contrary, restrictions on contributions of property or equipment or on assets restricted to acquiring property or equipment expire when the property or equipment is placed in service.

Donated assets and services

The Organization recognizes in-kind contributions as revenue and expense in the period in which they are received. Donated supplies are valued by the donor at fair market value on the date of gift. No amounts have been reflected in the accompanying financial statements for volunteer services since they are not susceptible objective measurement or valuation; however, a number of volunteers donated significant amounts of their time performing services that would otherwise be performed by paid employees.

Investments

Investments in debt and equity securities with readily determinable fair values are reported at their fair values in the statement of financial position. Investment income or loss (including realized and unrealized gains and losses on investments and interest) is included as a component of net assets without donor restriction unless the income or loss is restricted by the donor.

Accounts receivable

Accounts receivable are written off using the direct write-off method in the year in which the account is determined to be uncollectible. If the allowance method of accounting for uncollectible accounts were used, it would not have a material effect on the financial statements.

Property and equipment

Property and equipment are recorded at cost. Expenditures for maintenance and repairs are expensed as incurred while renewals and betterments are capitalized. When items are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is included in income.

Depreciation has been provided for using straight-line method over the estimated useful lives of the assets. The estimated useful lives of the assets are as follows:

Equipment	5 - 7 years
Vehicles	5 years

Depreciation expense totaled \$14,817 and \$13,470 for the years ended June 30, 2024 and 2023, respectively.

Lease accounting

The Organization determines whether to account for its leases as operating or capital leases depending on the underlying terms of the lease agreement. This determination of classification requires significant judgment relating to certain information, including the estimated fair value and remaining economic life of the leased assets, minimum lease payments, and other lease terms.

See independent auditor's report. Notes continued on next page.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Functional allocation of expenses

The cost of providing the Organization's various programs and supporting services have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

<u>Expense:</u>	<u>Method of Allocations:</u>
Salaries and wages	Time and effort
Employee benefits	Time and effort
Payroll taxes	Time and effort
Advertising	Reasonable basis consistently applies
Building maintenance	Reasonable basis consistently applies
Depreciation	Reasonable basis consistently applies
Dues and subscriptions	Reasonable basis consistently applies
Computer/equipment	Reasonable basis consistently applies
Miscellaneous	Reasonable basis consistently applies
Office supplies	Reasonable basis consistently applies
Postage	Reasonable basis consistently applies
Professional fees	Reasonable basis consistently applies
Rent	Reasonable basis consistently applies
Staff training/travel	Reasonable basis consistently applies
Telephone	Reasonable basis consistently applies
Utilities	Reasonable basis consistently applies

Advertising costs

The Organization expenses the cost of advertising when incurred. For the years ended June 30, 2024 and 2023, advertising costs were \$8,689 and \$7,818, respectively.

Measure of operations

The statement of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate return from investments, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

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 of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

See independent auditor's report. Notes continued on next page.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. Internal Revenue Code Section 513(a) defines an unrelated trade or business of an unexempt Organization as any trade or business which is not substantially related to the exercise or performance of its exempt purpose. Currently the Organization has no obligation for any unrelated business income tax. The Organization believes it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements; however, any penalties and interest incurred as a result of uncertain tax positions would be recorded in general administration. The Organization's federal return of Organization Exempt from Income Tax (Form 990) for the fiscal year ending 2024, 2023, 2022, and 2021 are subject to examination by the IRS, generally for three years after they were filed.

NOTE 3 - CONCENTRATIONS OF CREDIT RISK:

Financial instruments, which potentially subject the Organization to concentrations of credit risk, consist principally of cash and accounts receivable.

The Organization places its cash and cash equivalents on deposit with financial institutions in the United States. All of a depositor's accounts at an insured depository institution, including all non-interest bearing transaction accounts will be insured by the Federal Deposit Insurance Corporation (FDIC) up to the standard maximum deposit insurance amount of \$250,000, for each deposit insurance ownership category. For the years ended June 30, 2024 and 2023, the Organization had demand deposits on hand in financial institutions that exceeded depositor's insurance provided by the applicable guaranty agency in the amounts of \$111,218 and \$44,807, respectively.

The Organization receives substantial support from governmental agencies. While there are no reasons to anticipate a change in the current funding arrangement, if a significant reduction in the level of support were to occur, it would have a significant impact on the operations of the Organization and services that are now being provided.

NOTE 4 - INVENTORY:

Inventory at June 30, 2023 consisted of modular metal ramps in the amount of \$13,413. There was no inventory at June 30, 2024.

NOTE 5 - NEW ACCOUNTING PRONOUNCEMENTS

In May 2014, FASB issued ASU No. 2014-09, *Revenue from Contracts with Customers* (Topic 606). ASU 2014-09 creates a single framework for recognizing revenue from contracts with customers that fall within its scope. The objective is to allow financial statement users to understand the nature, amount, timing, and uncertainty of revenue and cash flows resulting from contracts with customers.

In June 2018, the FASB issued ASU No. 2018-08, *Not-For-Profit Entities* (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. ASU 2018-08 provides clarifying guidance on accounting for the grants and contracts of not-for-profit Organizations as they relate to the new revenue standard (ASU 2014-09, *Revenue from Contracts with Customers*). The objective is to minimize diversity in the classification of grants and contracts that exists under current guidance.

See independent auditor's report. Notes continued on next page.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 6 - FAIR VALUE MEASUREMENTS:

The Organization adopted the provisions of FASB Statement No. 157, Fair Value Measurements, for its financial assets and liabilities that are re-measured and reported at fair value each reporting period. The adoption of this standard did not have any impact on the statements of activities or balance sheet, but does require additional disclosures.

FASB Statement No. 157, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). Classification of assets and liabilities within the hierarchy considers the market in which the assets and liabilities are traded and the reliability and transparency of the assumptions used to determine fair value. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The three levels of the fair value hierarchy are described as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 The asset and liability fair values are based on observable inputs that include quoted market prices for similar assets or liabilities; quoted market prices that are not in an active market; or other inputs that are observable and can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 Valuations based on inputs that are supported by little or no market activity and that are significantly to the fair value of the assets or liabilities.

The following table presents the Organization's assets that are measured at fair value on a recurring basis for each hierarchy level at June 30, 2024 and 2023.

Assets at Fair Value as of June 30, 2024

	Level 1	Level 2	Level 3	Total
Certificate of deposit	\$ 70,848	\$ -	\$ -	\$ 70,848
Bonds	38,086	-	-	38,086
Mutual funds	339,775	-	-	339,775
Exchange-Traded Funds	8,269	-	-	8,269
Common stocks	82,019	-	-	82,019
Total	<u>\$ 538,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 538,997</u>

Assets at Fair Value as of June 30, 2023

	Level 1	Level 2	Level 3	Total
Certificate of deposit	\$ 23,772	\$ -	\$ -	\$ 23,772
Bonds	83,757	-	-	83,757
Mutual funds	282,468	-	-	282,468
Exchange-Traded Funds	8,446	-	-	8,446
Common stocks	53,756	-	-	53,756
Total	<u>\$ 452,199</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 452,199</u>

See independent auditor's report. Notes continued on next page.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 7 - GRANT REVENUE:

The Organization participated in the following grants for the year ended June 30, 2024 and 2023:

<u>Independent Living Grant (Continuation Grant)</u>	<u>2024</u>	<u>2023</u>
Virginia Department of Aging and Rehabilitative Services (DARS) administers this grant for the purpose of providing funding to Centers for Independent Living for the provision of the core services: advocacy, transition, information and referral, peer counseling, and independent living skills training.	\$ 547,185	\$ 531,827
<u>Title VII, Part B</u>		
This grant is funded by the U.S. Department of Education, allocated by the State Independent Living Council (SILC) and is administered through the DARS. The purpose is to promote for system change, activities throughout the community which will increase access to independent living, and community based services options primarily involving housing and transportation.	27,740	24,775
<u>VACIL grants</u>		
Virginia Association of Centers for Independent Living (VACIL) administers this grant for the purpose of providing funding to Centers for Independent Living for the purpose to advocate for the integration and inclusion of people with disabilities.	3,346	-
Totals	<u>\$ 578,271</u>	<u>\$ 556,602</u>

NOTE 8 - LIQUIDITY:

The table below presents financial assets available for general expenditures within one year at June 30, 2024 and 2023, respectively:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 321,895	\$ 281,301
Investments	538,997	452,199
Accounts receivable	4,341	4,763
Promises to give	26,500	23,200
Total financial assets	<u>\$ 891,733</u>	<u>\$ 761,463</u>
Less amounts not available for general expenditures in one year, due to:		
Donor restrictions	73,455	59,364
Financial assets available to meet general expenditures within one year	<u>\$ 818,278</u>	<u>\$ 702,099</u>

The Organization receives significant contributions and promises to give restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

See independent auditor's report. Notes continued on next page.

ACCESS INDEPENDENCE, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

With Comparative Totals for the Year ended June 30, 2023

NOTE 9 - LINE OF CREDIT:

The Organization has a revolving line of credit with the Bank of Clarke County in the amount of \$75,000 with interest stated at Prime plus 1% with a floor of 4.25%, maturing March 2025. At June 30, 2024 and 2023, there was no amount outstanding.

NOTE 10 - NET ASSETS:

	<u>2024</u>	<u>2023</u>
Net assets with donor restrictions consisted of the following:		
Cash available for home modifications/assistive technology	\$ 46,955	\$ 36,164
Promises to give for subsequent periods	<u>26,500</u>	<u>23,200</u>
Total net assets with donor restrictions	<u>\$ 73,455</u>	<u>\$ 59,364</u>

Net assets released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by donors during June 30, 2024 and 2023 consisted of the following:

	<u>2024</u>	<u>2023</u>
Program services	<u>\$ 57,449</u>	<u>\$ 67,136</u>

NOTE 11 - OPERATING LEASE COMMITMENT:

The Organization leases office space for its main office under an operating lease entered into on December 1, 2022. The Organization entered an operating lease agreement with an unrelated party, commencing December 1, 2022 and ending February 28, 2028. Monthly rent for the space is \$4,692 and increases every year based on the schedule. Rent expense for the years ended June 30, 2024 and 2023 amounted to \$59,637 and \$58,295, respectively.

The following table displays the undiscounted cash flows due within:

	For the year ending <u>June 30,</u>	
	2025	\$ 45,874
	2026	47,098
	2027	48,511
	2028	<u>32,981</u>
Total undiscounted cash flows		\$ 174,464
Impact of present value discount		<u>(25,437)</u>
Amount reported on balance sheet		<u>\$ 149,027</u>

NOTE 12 - SUBSEQUENT EVENTS:

Management has evaluated subsequent events through January 24, 2025, which is the date the financial statements were available to be issued, No events have occurred subsequent to the balance sheet date and through January 24, 2025 that would require adjustment to, or disclosures in, the financial statements.

See independent auditor's report.