



FINANCIAL STATEMENTS

DECEMBER 31, 2023

WITH SUMMARY COMPARATIVE INFORMATION FOR 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
The Autism Community in Action:

Opinion

We have audited the accompanying financial statements of The Autism Community in Action (a nonprofit organization), which comprise the statement of financial position as of December 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Autism Community in Action as of December 31, 2023, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Autism Community in Action 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 Autism Community in Action'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 Autism Community in Action's internal controls. 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 Autism Community in Action'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 Autism Community in Action's 2022 financial statements and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 5, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Evergreen Alliance

Los Alamitos, California
June 28, 2024

**THE AUTISM COMMUNITY IN ACTION
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2023 AND 2022**

	December 31,	
	2023	2022
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 194,006	\$ 403,579
Contributions receivable, current	84,635	57,568
Accounts receivable	120,864	64,772
Other receivables	--	1,886
Prepaid expenses	23,210	10,790
Investments	472,570	511,861
Total Current Assets	895,285	1,050,456
PROPERTY AND EQUIPMENT, NET	20,265	14,607
OTHER ASSETS		
Contributions receivable, net of current portion	41,667	41,667
Beneficial interest in assets held by community foundation	157,241	141,192
Right-of-use intangible asset, net	824,892	--
Deposits	11,618	8,251
Total Other Assets	1,035,418	191,110
TOTAL ASSETS	\$ 1,950,968	\$ 1,256,173
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 54,479	\$ 18,229
Accrued employee related expenses	85,634	78,296
Lease liability, current portion	53,261	--
Deferred revenue	7,000	6,458
Total Current Liabilities	200,374	102,983
NON-CURRENT LIABILITIES		
Lease liability, net of current portion	831,068	--
COMMITMENTS (NOTE 10)		
TOTAL LIABILITIES	1,031,442	102,983
NET ASSETS		
Without donor restrictions:		
Undesignated	501,873	879,717
Board-designated endowment	157,241	141,192
Total without donor restrictions	659,114	1,020,909
With donor restrictions	260,412	132,281
TOTAL NET ASSETS	919,526	1,153,190
TOTAL LIABILITIES AND NET ASSETS	\$ 1,950,968	\$ 1,256,173

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

**THE AUTISM COMMUNITY IN ACTION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE TOTALS FOR 2022**

	Without Donor Restrictions	With Donor Restrictions	December 31,	
			2023	2022
REVENUE AND SUPPORT				
Contributions	\$ 934,494	\$ 369,731	\$ 1,304,225	\$ 997,892
In-kind contributions	154,026	--	154,026	216,681
Program revenue	169,531	--	169,531	97,928
Membership dues	24,598	--	24,598	30,392
Investment income, net	72,504	--	72,504	(32,228)
Other income	2,000	--	2,000	15,323
Net assets released from restrictions	<u>241,600</u>	<u>(241,600)</u>	<u>--</u>	<u>--</u>
	1,598,753	128,131	1,726,884	1,325,988
SPECIAL EVENTS				
Special events revenue	961,382	--	961,382	1,039,835
Special events revenue – in-kind	358,153	--	358,153	315,963
Special events expense	<u>(684,995)</u>	<u>--</u>	<u>(684,995)</u>	<u>(534,380)</u>
	634,540	--	634,540	821,418
PRODUCT SALES				
Product sales	11,620	--	11,620	12,607
Cost of sales	<u>(16,846)</u>	<u>--</u>	<u>(16,846)</u>	<u>(8,119)</u>
	<u>(5,226)</u>	<u>--</u>	<u>(5,226)</u>	<u>4,488</u>
TOTAL REVENUE AND SUPPORT	2,228,067	128,131	2,356,198	2,151,894
EXPENSES				
Program services	1,881,408	--	1,881,408	1,750,530
Supporting services:				
Management and general	260,827	--	260,827	185,680
Fundraising	<u>447,627</u>	<u>--</u>	<u>447,627</u>	<u>408,245</u>
TOTAL EXPENSES	<u>2,589,862</u>	<u>--</u>	<u>2,589,862</u>	<u>2,344,455</u>
CHANGE IN NET ASSETS	<u>(361,795)</u>	128,131	<u>(233,664)</u>	<u>(192,561)</u>
NET ASSETS AT BEGINNING OF YEAR	<u>1,020,909</u>	<u>132,281</u>	<u>1,153,190</u>	<u>1,345,751</u>
NET ASSETS AT END OF YEAR	<u>\$ 659,114</u>	<u>\$ 260,412</u>	<u>\$ 919,526</u>	<u>\$ 1,153,190</u>

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

**THE AUTISM COMMUNITY IN ACTION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE TOTALS FOR 2022**

				<u>December 31,</u>	
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2023</u>	<u>2022</u>
PERSONNEL EXPENSES					
Salaries and wages	\$ 821,067	\$ 120,095	\$ 245,049	1,186,211	\$ 1,063,699
Employee benefits and taxes	<u>144,159</u>	<u>28,248</u>	<u>51,897</u>	<u>224,304</u>	<u>202,500</u>
TOTAL PERSONNEL EXPENSES	965,226	148,343	296,946	1,410,515	1,266,199
OTHER EXPENSES					
Annual conference	316,182	--	--	316,182	282,878
Bad debt expense	--	10,000	--	10,000	1,800
Depreciation and amortization	44,188	6,084	12,496	62,768	10,809
Dues and subscriptions	31,369	4,401	13,047	48,817	36,768
Insurance	17,448	1,559	4,193	23,200	22,274
Interest (lease liability)	12,694	1,857	3,788	18,339	--
Meeting expenses	1,922	--	10,656	12,578	12,940
Merchant processing fees	--	34,523	--	34,523	34,041
Occupancy	49,156	7,327	20,436	76,919	102,760
Office supplies	11,708	1,848	5,557	19,113	13,040
Outreach and advertising	--	--	6,956	6,956	21,060
Parent and mentor support	126,473	--	--	126,473	193,179
Postage and shipping - educational	1,167	--	--	1,167	3,080
Postage and shipping - general	--	318	454	772	1,888
Printing - educational	32,068	--	--	32,068	1,057
Printing - general	--	--	1,932	1,932	2,814
Professional fees	68,328	35,540	55,106	158,974	104,930
Scholarships	150,930	--	--	150,930	159,918
Staff training and development	26,145	3,510	11,920	41,575	47,482
Telephone and internet	14,218	2,483	4,013	20,714	10,753
Travel	6,827	108	127	7,062	6,320
Website	5,303	--	--	5,303	5,201
Other	<u>56</u>	<u>2,926</u>	<u>--</u>	<u>2,982</u>	<u>3,264</u>
TOTAL OTHER EXPENSES	<u>916,182</u>	<u>112,484</u>	<u>150,681</u>	<u>1,179,347</u>	<u>1,078,256</u>
TOTAL EXPENSES	<u>\$ 1,881,408</u>	<u>\$ 260,827</u>	<u>\$ 447,627</u>	<u>\$ 2,589,862</u>	<u>\$ 2,344,455</u>

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

**THE AUTISM COMMUNITY IN ACTION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	December 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$(233,664)	\$(192,561)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Donated securities	(24,438)	(66,634)
Unrealized (gain) loss on investments	(63,572)	37,855
Depreciation and amortization	62,768	10,809
Change in operating assets and liabilities:		
Contributions receivable	(27,067)	17,309
Accounts receivable	(56,092)	(18,015)
Other receivables	1,886	31,954
Prepaid expenses	(12,420)	59,013
Right-of-use intangible asset, net	(876,447)	--
Deposit	(3,367)	--
Accounts payable and accrued expenses	36,250	1,419
Accrued employee related expenses	7,338	17,563
Lease liability	892,210	--
Deferred revenue	542	558
Net Cash Used In Operating Activities	(296,073)	(100,730)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of securities	895,075	(397,276)
Proceeds from sales of securities	(783,823)	--
Purchase of beneficial interest in assets held by community foundation	--	(50,725)
Purchases of property and equipment	(16,871)	(2,744)
Net Cash Provided By (Used In) Investing Activities	94,381	(450,745)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments of lease liability	(7,881)	--
Net Cash Used In Financing Activities	(7,881)	--
NET CHANGE IN CASH AND CASH EQUIVALENTS		
	(209,573)	(551,475)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		
	403,579	955,054
CASH AND CASH EQUIVALENTS AT END OF YEAR		
	\$ 194,006	\$ 403,579
SUPPLEMENTAL DISCLOSURES		
Cash paid for interest	NONE	NONE
Cash paid for income taxes	NONE	NONE
Noncash investing transactions	\$ 24,438	\$ 66,634
Noncash financing transactions	NONE	NONE

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

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 1 – Nature of Activities

The Autism Community in Action (TACA or the Organization) is a national non-profit established in 2000 in Orange County, California. What began as a local support group for families navigating their autism journey has grown to become one of the leading autism support organizations across the United States. TACA is a family-centered, health education, and advocacy organization whose mission is to provide education, support, and hope to families living with autism. TACA's vision is for every individual diagnosed with autism to lead an independent life. TACA offers a variety of virtual and in-person educational and support meetings each month across the US. Services provided include one-on-one mentoring for parents, social events for families in safe supportive environments, educational webinars and conferences, Autism workbook, answers to support inquiries and scholarships for people with autism. All the programs and services are provided at little or no cost to families. Together as a community, we are taking action to improve the outcomes of families and individuals for a better quality of life. The Organization's primary source of income is from donations from the public, corporations, and foundations, and various fundraisers held during the year.

NOTE 2 – Summary of Significant Accounting Policies

Basis of Presentation of Financial Statements

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with United States Generally Accepted Accounting Principles (US GAAP). The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Comparative Financial Information

The accompanying financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a full comparison of operations year over year. Accordingly, these comparative financial statements should be read in conjunction with our audited financial statements for the year ended December 31, 2022, from which the summarized information was derived.

Cash and Cash Equivalents

All cash and highly liquid financial instruments with an original maturity of three months or less when purchased, and which are neither held for nor restricted by donors for long-term purposes, are considered to be cash and cash equivalents.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 2 – Summary of Significant Accounting Policies (*continued*)

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. The Organization determines the allowance for doubtful contributions based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contributions are written off when deemed uncollectible. Conditional promises to give are not included as support until the conditions are substantially met. For the years ended December 31, 2023, and 2022, the Organization did not receive any conditional promises to give.

Accounts Receivable

Accounts receivable consist primarily of payments due from governmental agencies under various contracts and from certain event participants and sponsors, and are stated at the amount that management expects to collect from outstanding balances. Accounts receivable are written off when they are determined to be uncollectable.

Investments

Investments are reported at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair value in the statement of financial position, and changes in fair value are reported as investment income in the statement of activities.

Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statement of activities in the period in which the securities are sold. Interest and dividends are recorded when earned.

Property and Equipment

The Organization's policy is to capitalize asset additions over \$500. Property and equipment are stated at cost, with the exception of donated equipment, which is recorded at fair market value on the date received. Depreciation has been provided on the straight-line method over the useful lives of the assets, which are generally three to seven years. Expenditures for repairs and maintenance are expensed as incurred.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 2 – Summary of Significant Accounting Policies *(continued)*

Beneficial Interest in Assets Held by Community Foundation

The Organization's Board of Directors established an endowment fund whereby certain contributions would remain intact. In 2018, the Organization established the TACA Autism Endowment Fund under the Orange County Community Foundation (OCCF). The funds are invested in an allocated investment pool. Net income from the fund may be distributed annually to the Organization upon request. The Organization granted OCCF variance power over the funds at the time of the transfer, but since TACA is a nonprofit organization, which specified itself as the beneficiary, the Organization may recognize at fair value the beneficial interest in the assets held by OCCF. Also see Note 9.

Intangible Assets

Intangible assets are related to website development and related expenses are stated at cost. The cost of website development is for internal use software and is capitalized. Amortization is computed on the straight-line basis over the estimated useful life of the asset, which is currently three years.

Classification of Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions – Net assets available for use in general operations and not subject to donor or grantor restrictions.

Net Assets with Donor Restrictions – Net assets subject to donor or grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, for example contributed asset that may or will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, for example stipulating that resources be maintained in perpetuity. Law may extend those limits to investment returns from those resources and to other enhancements (diminishments) of those resources. Thus, laws extend to donor-imposed restrictions. The expirations of donor-imposed restrictions are recognized when a restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 2 – Summary of Significant Accounting Policies (continued)

Revenue Recognition

Revenue is recognized when earned. Program service fees and event sponsorships that are received in advance are deferred to the applicable period in which the related services are performed or event occurs. Contributions are recognized when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

In-Kind Goods and Services

During the years ended December 31, 2023, and 2022, contributed goods and services totaled \$154,026 and \$216,681, respectively. Contributed goods are recorded at fair value at the date of donation. Contribution goods included food, supplies and resource materials that were utilized as part of programmatic, general and administrative needs, and fundraising events. Contributed services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received. Donated services included autism-related professionals such as doctors, therapists, and lawyers who regularly speak at chapter meetings, conferences, legal clinics, and via webinars in support of the Organization's mission. During the years ended December 31, 2023, and 2022, the Organization received \$358,153 and \$315,963, respectively, in donated goods, services, and securities related to special events.

Donated Securities

The Organization recognizes contributions of donated securities at the fair market value on the date they are received. It is the Organization's policy to liquidate donated securities upon receipt. During the years ended December 31, 2023, and 2022, the Organization received \$24,438 and \$66,634 in donated securities, respectively, which are included in the total donated goods and services figures noted above.

Outreach and Advertising

The Organization uses advertising to promote its programs and fundraising among the audiences it serves. Outreach and advertising expenses are charged to operations when incurred. Outreach and advertising expense was \$6,956 and \$21,060 for the years ended December 31, 2023, and 2022, respectively.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 2 – Summary of Significant Accounting Policies *(continued)*

Income Tax Status

The Organization has received tax-exempt status from the Internal Revenue Service and California Franchise Tax Board under Section 501(c)(3) of the Internal Revenue Code and under Revenue and Taxation Code Section 23701d, respectively.

Since the Organization is exempt from federal and state income tax liability, no provision is made for current or deferred income taxes. The Organization uses the same accounting methods for tax and financial reporting. Management has considered its tax positions and believes that all of the positions taken in its federal and state exempt organization returns are more likely than not to be sustained upon examination. The Organization's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results could differ from such estimates and those differences could be material.

Financial Instruments and Credit Risk

Deposit concentrations are managed by placing cash with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits. To date, the Organization has not experienced losses in any of these accounts. Credit risk associated with contributions receivable is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from donors supportive of the mission. Investments are made by diversified investment managers whose performance is monitored by management and the Board of Directors. Although fair values of investments are subject to fluctuations on a year-to-year basis, management believes that the investment policies and guidelines are prudent for the long-term welfare of the Organization.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 2 – Summary of Significant Accounting Policies (continued)

Accounting Pronouncements Adopted

In February 2016, the FASB issued ASU 2016-02, *Leases*. ASU 2016-02 requires entities to recognize all leased assets on the statement of financial position with a corresponding liability resulting in a gross up of the statement of financial position. Entities are also required to present additional disclosures regarding the nature and extent of leasing activities. ASU 2016-02 became effective for nonpublic business entities for the annual reporting period beginning after December 15, 2021. The Organization did not hold a qualifying lease under ASU 2016-02 during the year ended December 31, 2022. As such, ASU 2016-02 was adopted during the year ended December 31, 2023.

Reclassifications

Certain amounts in the prior year have been reclassified in order to be consistent with the current year presentation. The reclassifications have no impact on previously reported net assets.

Subsequent Events

The Organization has evaluated subsequent events through June 28, 2024, which is the date the financial statements were available to be issued for the year ended December 31, 2023, noting no items requiring disclosure.

NOTE 3 – Liquidity and Availability

Financial assets available to meet cash needs for general expenditures within one year as of December 31:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 194,006	\$ 403,579
Contributions receivable, current	84,635	57,568
Accounts receivable	120,864	64,772
Other receivables	--	1,886
Investments	<u>472,570</u>	<u>511,861</u>
Total financial assets	872,075	1,039,666
Less: contractual or donor-imposed restrictions	(218,745)	(90,614)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 653,330</u>	<u>\$ 949,052</u>

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 3 – Liquidity and Availability *(continued)*

TACA regularly monitors liquidity required to meet its operating needs, while also striving to maximize the investment of its available funds. Excess funds are moved from the main operating bank account to the Schwab account and US Treasury Bills are purchased, which are fully backed by the US Government. If needed the investments can be redeemed prior to maturity.

Additionally, the Organization has a quasi-endowment fund held at a community foundation and the cumulative net income may be distributed annually upon request. See Note 9.

NOTE 4 – Contributions Receivable

Contributions receivable are summarized as follows at December 31:

	<u>2023</u>	<u>2022</u>
Unconditional promises expected to be collected in:		
Less than one year	\$ 84,635	\$ 57,568
Greater than one year	<u>41,667</u>	<u>41,667</u>
 Total	 <u>\$ 126,302</u>	 <u>\$ 99,235</u>

There was no allowance for doubtful accounts deemed necessary by management at December 31, 2023, or 2022, as all items are expected to be collected in full. There was no discount to net present value for amounts expected in greater than one year at December 31, 2023, or 2022, as management believes the discount would be immaterial to the financial statements as a whole. Bad debt expense was \$10,000 and \$1,800 for the years ended December 31, 2023, and 2022, respectively.

NOTE 5 – Accounts Receivable

Accounts receivables are summarized as follows at December 31:

	<u>2023</u>	<u>2022</u>
Amounts expected to be collected in less than one year	\$ 120,864	\$ 64,772

There was no allowance for doubtful accounts deemed necessary by management at December 31, 2023, or 2022.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 6 - Fair Value Measurements and Disclosures

The Organization reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell assets in an orderly transaction in the principal, most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the assets, including assumptions about risk. Input may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the assets based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available.

A three-tier hierarchy categorizes the inputs as follows:

- *Level 1* inputs are quoted prices (unadjusted) in active markets for identical assets that the Organization has the ability to access at the measurement date.
- *Level 2* inputs are inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly.
- *Level 3* inputs are unobservable inputs for the asset.

In some cases, the inputs used to measure the fair value of an asset might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to the entire measurement requires judgment, taking into account factors specific to the asset. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to an assessment of the quality, risk or liquidity profile of the asset.

**THE AUTISM COMMUNITY IN ACTION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023
WITH SUMMARY COMPARATIVE INFORMATION FOR 2022**

NOTE 6 – Fair Value Measurements and Disclosures (continued)

The following table presents assets that are measured at fair value on a recurring basis at December 31, 2023:

	<u>Fair Value</u>	<u>Fair Value Measurements at Reporting Date Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Investments				
Fixed income	\$ 446,188	\$ 446,188	\$ --	\$ --
Equities	5,906	5,906	--	--
Exchange traded funds	20,476	20,476	--	--
Beneficial interest in assets held by community foundation	<u>157,241</u>	<u>--</u>	<u>--</u>	<u>157,241</u>
Total	<u>\$ 629,811</u>	<u>\$ 472,570</u>	<u>\$ --</u>	<u>\$ 157,241</u>

The following table presents assets that are measured at fair value on a recurring basis at December 31, 2022:

	<u>Fair Value</u>	<u>Fair Value Measurements at Reporting Date Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Investments				
Fixed income	\$ 389,720	\$ 389,720	\$ --	\$ --
Equities	60,876	60,876	--	--
Exchange traded funds	61,265	61,265	--	--
Beneficial interest in assets held by community foundation	<u>141,192</u>	<u>--</u>	<u>--</u>	<u>141,192</u>
Total	<u>\$ 653,053</u>	<u>\$ 511,861</u>	<u>\$ --</u>	<u>\$ 141,192</u>

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NOTE 6 – Fair Value Measurements and Disclosures (continued)

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended December 31:

	<u>2023</u>	<u>2022</u>
Beginning balance	\$ 141,192	\$ 94,709
Contributions	--	50,725
Investment income, net	16,049	(3,006)
Administrative fees	<u>--</u>	<u>(1,236)</u>
Ending balance	<u>\$ 157,241</u>	<u>\$ 141,192</u>

NOTE 7 – Property and Equipment

Property and equipment are summarized as follows at December 31:

	<u>2023</u>	<u>2022</u>
Furniture	\$ 28,204	\$ 16,704
Equipment	5,047	22,047
Computer equipment	49,680	44,310
Leasehold improvements	<u>--</u>	<u>3,170</u>
	82,931	86,231
Less: accumulated depreciation and amortization	<u>(62,666)</u>	<u>(71,624)</u>
Total	<u>\$ 20,265</u>	<u>\$ 14,607</u>

Depreciation and amortization expense for the years ended December 31, 2023, and 2022, was \$11,212 and \$10,809, respectively.

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NOTE 8 – Intangible Assets

Intangible assets are summarized as follows at December 31:

	<u>2023</u>	<u>2022</u>
Patents	\$ 550	\$ 550
Website	<u> --</u>	<u>40,206</u>
	550	40,756
Less: accumulated amortization	<u>(550)</u>	<u>(40,756)</u>
Total	<u>\$ --</u>	<u>\$ --</u>

There was no amortization expense recognized for the years ended December 31, 2023, or 2022.

NOTE 9 – Quasi-Endowment

The Organization established the TACA Autism Endowment Fund (Endowment) and designated \$25,000 as the initial contribution. As required by accounting principles generally accepted in the United States (GAAP), net assets associated with endowment funds designated by the Board are classified and reported based on the existence or absence of donor-imposed restrictions. The endowment balance is included in the beneficial interest in assets held by community foundation on the statement of financial position.

The changes in the quasi- endowment net assets are as follows for the year ended December 31, 2023:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning	\$ 141,192	\$ --	\$ 141,192
Investment return, net	16,386	--	16,386
Administrative fees	<u>(337)</u>	<u> --</u>	<u>(337)</u>
Endowment net assets, ending	<u>\$ 157,241</u>	<u>\$ --</u>	<u>\$ 157,241</u>

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NOTE 9 – Quasi-Endowment (continued)

The changes in the quasi-endowment net assets are as follows for the year ended December 31, 2022:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning	\$ 94,709	\$ --	\$ 94,709
Contributions	50,725	--	50,725
Investment return, net	(3,006)	--	(3,006)
Administrative fees	(1,236)	--	(1,236)
Endowment net assets, ending	<u>\$ 141,192</u>	<u>\$ --</u>	<u>\$ 141,192</u>

NOTE 10 – Commitments

Line of Credit

The Organization had a \$60,000 revolving line of credit with a bank, secured by substantially all of the Organization’s assets. Borrowings under the line bear interest at 5.25%. The line of credit matured in March 2022. The Organization closed the line of credit in 2022.

Contractual Agreements

The Organization has entered into various contractual purchase agreements for services and guest rooms with various hotels in connection with the TACA 2024 National Conference and 2024 Ante Up for Autism gala. The Organization is committed to use a specific number of hotel rooms for the selected dates and is subject to certain fees if the usage is not obtained. Termination of the agreements may result in cancellation fees. Cancellation fees under these agreements vary depending on the date of cancellation. Agreements for the noted events to be held in the next year are as follows:

For the year ending December 31,

2024	\$ 217,001
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NOTE 11 – Leases

The Organization is committed under a real property lease for premises in Irvine, California, which began in July 2023. The lease expires December 2031. The right-of-use asset and corresponding liability associated with future lease payments at December 31, 2023, are shown below:

Right-of-Use Intangible Asset

A summary of lease asset activity for the year ended December 31, 2023:

Right-of-use intangible asset	\$ 876,448
Less: accumulated asset amortization	(51,556)
Total right-of-use intangible asset	<u>\$ 824,892</u>

Lease Liability

A summary of changes in the related lease liabilities for the year ended December 31, 2023:

Lease liability	\$ 892,210
Less: liability principal reduction	(7,881)
Total lease liability	<u>\$ 884,329</u>

The lease liability balance of \$884,329 consists of lease liability, current portion of \$53,261, and lease liability, net of current portion of \$831,068, at December 31, 2023.

Future Lease Payments

Future minimum lease payments are as follows:

<u>For the Year Ending December 31,</u>	
2024	\$ 89,736
2025	119,810
2026	123,453
2027	127,140
2028	142,866
Thereafter	<u>454,899</u>
Total	<u>\$ 1,057,904</u>

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NOTE 12 – Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods at December 31:

	<u>2023</u>	<u>2022</u>
Subject to expenditure for specified purpose:		
SD medical scholarships	\$ 6,001	\$ --
OC swim program	--	1,681
Medical scholarships	54,645	11,365
Spellers	30,000	--
OC Autism education and support	20,000	20,000
Doctor Think Tank	1,465	--
SoCal family events	12,000	--
Hawaii Chapter	10,000	--
Contributions receivable, the proceeds from which have been restricted by donors for:		
Newly diagnosed programs	75,000	75,000
Contributions receivable that are not restricted by donors, but which are unavailable for expenditure until due	<u>51,301</u>	<u>24,235</u>
 Total	 <u>\$ 260,412</u>	 <u>\$ 132,281</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or the passage of time or other events specified by donors.

	<u>2023</u>	<u>2022</u>
Expiration of time restrictions	\$ 23,135	\$ 24,877
Subject to expenditure for specified purpose:		
SD medical scholarships	6,000	--
OC swim program	1,680	--
Medical scholarships	123,250	155,418
Spellers	10,000	--
Newly diagnosed program	--	16,667
OC Autism education and support	20,000	--
Doctor Think Tank	8,535	5,522
Leadership conferences	20,000	--
Virtual support and education	25,000	--
SoCal family events	4,000	--
State of Georgia – family scholarships	<u>--</u>	<u>5,000</u>
 Total	 <u>\$ 241,600</u>	 <u>\$ 207,484</u>

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NOTE 13 – Concentrations

Contributions Receivable

Contributions receivable from one donor comprised 59% and 76% of the balance at December 31, 2023, and 2022, respectively.

Accounts Receivable

Accounts receivable from one donor and two donors comprised 17% and 54% of the balance at December 31, 2023, and 2022, respectively.

NOTE 14 – Donated Goods and Services

The Organization’s financial statements include the following in-kind contribution revenue for the year ended December 31:

	2023	2022
Donated goods	\$ 78,553	\$ 140,841
Donated services	409,188	325,169
Donated securities	24,438	66,634
Total	\$ 512,179	\$ 532,644

Donated goods and services received by the Organization during the year ended December 31, 2023, were provided without donor restrictions and were used to support ongoing program operations. The value of donated goods was estimated based on comparable sales of similar items at retail prices within the local market available to the Organization, and the value of donated services was estimated based on comparable services by qualified professionals within the local market available to the Organization.

In addition, 569 volunteers donated approximately 4,539 hours of their time in 2023 and 551 volunteers donated approximately 4,492 hours of their time in 2022 to the Organization and its programs.

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NOTE 15 – Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural and functional classification detail of expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and wages, employee benefits and taxes, depreciation and amortization, dues and subscriptions, insurance, interest (lease liability), meeting expenses, occupancy, office supplies, postage and shipping – general, professional fees, staff training and development, telephone and internet, travel, and other, which are allocated on the basis of estimates of time and effort.