

GIRLS INC. OF GREATER LOS ANGELES
FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

GIRLS INC. OF GREATER LOS ANGELES

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Girls Inc. of Greater Los Angeles

Opinion

We have audited the accompanying financial statements of Girls Inc. of Greater Los Angeles (a nonprofit organization), which comprise the statements 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 Girls Inc. of Greater Los Angeles 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Girls Inc. of Greater Los Angeles 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 Girls Inc. of Greater Los Angeles' 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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.

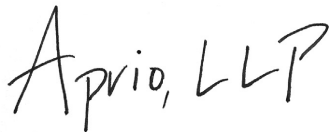
In performing an audit in accordance with generally accepted auditing standards, we:

- 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 Girls Inc. of Greater Los Angeles' 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 Girls Inc. of Greater Los Angeles' 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 Girls Inc. of Greater Los Angeles' June 30, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 4, 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 has been derived.

A handwritten signature in black ink that reads "Aprivo, LLP". The signature is written in a cursive, slightly slanted style.

Woodland Hills, California
April 20, 2026

**GIRLS INC. OF GREATER LOS ANGELES
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024**

ASSETS

| | <u>2025</u> | <u>2024</u> |
|---------------------------------------|-------------------------|-------------------------|
| Cash and cash equivalents | \$ 1,186,153 | \$ 950,342 |
| Investments - certificates of deposit | 253,954 | 353,265 |
| Receivables | <u>185,000</u> | <u>27,400</u> |
| Total assets | <u>\$ 1,625,107</u> | <u>\$ 1,331,007</u> |

LIABILITIES AND NET ASSETS

Liabilities:

| | | |
|--|----------------|---------------|
| Accounts payable | \$ 15,008 | \$ 11,647 |
| Accrued salaries and other related payroll expense | <u>141,770</u> | <u>99,421</u> |
| Total liabilities | 156,778 | 111,068 |

Net assets:

| | | |
|--------------------------------------|-------------------------|-------------------------|
| Without donor restrictions | <u>1,468,329</u> | <u>1,219,939</u> |
| Total liabilities and net assets | <u>\$ 1,625,107</u> | <u>\$ 1,331,007</u> |

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

GIRLS INC. OF GREATER LOS ANGELES
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2025
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024

| | Without Donor Restrictions | With Donor Restrictions | 2025 Total | 2024 Total |
|--|----------------------------------|----------------------------|---------------------|---------------------|
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| <u>Revenues and other support:</u> | | | | |
| Contributions | \$ 579,210 | \$ - | \$ 579,210 | \$ 482,445 |
| Grants | 439,000 | - | 439,000 | 280,003 |
| Program revenues | 99,798 | - | 99,798 | 97,700 |
| Special event income, net of cost of direct benefit to donors of \$270,543 and \$201,849, respectively | 392,590 | - | 392,590 | 461,096 |
| Interest income | <u>39,474</u> | <u>-</u> | <u>39,474</u> | <u>34,188</u> |
| Total revenues and other support | <u>1,550,072</u> | <u>-</u> | <u>1,550,072</u> | <u>1,355,432</u> |
| <u>Expenses:</u> | | | | |
| Program services | 888,310 | - | 888,310 | 704,751 |
| Supporting activities: | | | | |
| Fundraising | 38,144 | - | 38,144 | 46,575 |
| Management and General | <u>375,228</u> | <u>-</u> | <u>375,228</u> | <u>314,692</u> |
| Total expenses | <u>1,301,682</u> | <u>-</u> | <u>1,301,682</u> | <u>1,066,018</u> |
| Change in net assets | 248,390 | - | 248,390 | 289,414 |
| Net assets, beginning of year | <u>1,219,939</u> | <u>-</u> | <u>1,219,939</u> | <u>930,525</u> |
| Net assets, end of year | <u>\$ 1,468,329</u> | <u>\$ -</u> | <u>\$ 1,468,329</u> | <u>\$ 1,219,939</u> |

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

**GIRLS INC. OF GREATER LOS ANGELES
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024**

| | <u>Program Services</u> | <u>Fundraising</u> | <u>Management and General</u> | <u>Direct Benefit to Donors</u> | <u>2025 Total</u> | <u>2024 Total</u> |
|--|-----------------------------|--------------------|-----------------------------------|---|-----------------------|-----------------------|
| Bank charges | \$ - | \$ 1,461 | \$ 5,304 | \$ - | \$ 6,765 | \$ 4,843 |
| Dues and subscriptions | 10,209 | - | 13,477 | - | 23,686 | 24,716 |
| Employee benefits | 87,482 | 1,951 | 29,811 | - | 119,244 | 74,816 |
| Equipment | - | - | - | - | - | 415 |
| Event costs | - | - | - | 270,543 | 270,543 | 201,849 |
| Insurance | 11,706 | - | 3,902 | - | 15,608 | 10,805 |
| Marketing | 196 | 815 | 588 | - | 1,599 | 5,223 |
| Outside services | - | - | 2,155 | - | 2,155 | - |
| Payroll processing | 3,254 | - | 1,085 | - | 4,339 | 5,492 |
| Payroll taxes | 61,843 | - | 20,614 | - | 82,457 | 66,765 |
| Postage | - | - | 317 | - | 317 | 257 |
| Professional fees | - | - | 45,341 | - | 45,341 | 66,557 |
| Salaries and wages | 644,428 | 33,917 | 245,265 | - | 923,610 | 755,995 |
| Storage | 3,824 | - | - | - | 3,824 | 4,024 |
| Supplies and materials | 54,221 | - | 3,653 | - | 57,874 | 28,304 |
| Travel | 11,147 | - | 3,716 | - | 14,863 | 17,806 |
| Total expenses | 888,310 | 38,144 | 375,228 | 270,543 | 1,572,225 | 1,267,867 |
| Less expenses included with revenues on the Statements of Activities and Changes in Net Assets | - | - | - | (270,543) | (270,543) | (201,849) |
| Total functional expenses | <u>\$ 888,310</u> | <u>\$ 38,144</u> | <u>\$ 375,228</u> | <u>\$ -</u> | <u>\$ 1,301,682</u> | <u>\$ 1,066,018</u> |

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

**GIRLS INC. OF GREATER LOS ANGELES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

| | 2025 | 2024 |
|--|---------------------|-------------------|
| <u>Cash flows from operating activities</u> | | |
| Change in net assets | \$ 248,390 | \$ 289,414 |
| Adjustments to reconcile change in net assets to net cash provided by operating activities | | |
| (Increase) decrease in assets: | | |
| Receivables | (157,600) | (23,450) |
| Increase (decrease) in liabilities: | | |
| Accounts payable | 3,361 | 4,859 |
| Accrued salaries and other related payroll expenses | <u>42,349</u> | <u>1,609</u> |
| Net cash provided by operating activities | <u>136,500</u> | <u>272,432</u> |
| <u>Cash flows from investing activities</u> | | |
| Proceeds from maturities (purchases of) investments - certificates of deposit | <u>99,311</u> | <u>(126,005)</u> |
| Net cash provided by (used in) investing activities | <u>99,311</u> | <u>(126,005)</u> |
| Net increase in cash | 235,811 | 146,427 |
| Cash and cash equivalents, beginning of year | <u>950,342</u> | <u>803,915</u> |
| Cash and cash equivalents, end of year | <u>\$ 1,186,153</u> | <u>\$ 950,342</u> |

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

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 1

Nature of Organization

Organization:

Girls Inc. of Greater Los Angeles (the "Organization"), was incorporated in California on February 24, 2016. The Organization currently serves elementary and middle school-aged girls in South Los Angeles, Watts and Venice, providing programming focused on inspiring girls to be strong, smart and bold. The program benefits girls (including youth identifying as female), ages 5 to 13, who live in under-resourced Los Angeles neighborhoods, facing limited resources and opportunities they need to succeed.

The Organization is affiliated with Girls Incorporated national network of 78 affiliates that operate in over 1,500 centers and programming sites in 350 cities across North America and Canada. Girls Incorporated offers educational programs and activities in an equitable environment to help prepare girls for confident and responsible adulthood, economic independence, and personal fulfillment. See Note 8.

The Organization funds its operations through fundraising events, soliciting individual and corporate donors and grants.

Note 2

Summary of Significant Accounting Policies

Basis of Accounting:

The financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP").

New Accounting Pronouncements:

On July 1, 2024, the Organization early adopted Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") 2025-05, which amends the guidance in ASC 326, Financial Instruments – Credit Losses, related to current receivables arising from transactions accounted for under ASC 606, Revenue from Contracts with Customers. The amendments introduce (a) a practical expedient for estimating expected credit losses on eligible current receivables and (b) for entities other than public business entities, an accounting policy election to consider certain post-statement of financial position date collection information when measuring expected credit losses.

Upon adoption, the Organization elected the practical expedient to estimate expected credit losses for its current receivables by assuming that current conditions as of the statement of financial position date will remain unchanged over the remaining lives of those assets.

The Organization also elected the private company accounting policy that permits consideration of post-statement of financial position date cash collections on such assets through April 20, 2026, when measuring expected credit losses. Amounts collected on or before this cutoff date are not included in the allowance for credit losses as of the statement of financial position date. For remaining uncollected balances as of the cutoff date, the Organization applies the practical expedient to estimate expected credit losses.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 2

Summary of Significant Accounting Policies (Continued)

ASU 2025-05 is required to be applied prospectively to estimates of expected credit losses performed after the date of adoption. Accordingly, the Organization applied the new guidance prospectively beginning July 1, 2024, and has not restated prior-period amounts. The adoption of ASU 2025-05 had an immaterial impact on the Organization's allowance for credit losses on receivables as of July 1, 2024.

Use of Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Changes in estimates are recorded in the period in which they become known. Actual results could differ from these estimates.

Comparative Financial Information:

The financial statements include prior-year summarized comparative information in total, but not by net asset classification. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

Cash and Cash Equivalents:

The Organization considers all highly liquid financial instruments purchased with an original maturity of three months or less to be cash equivalents.

Concentration of Credit Risk Arising from Cash Deposits in Excess of Insured Limits:

The Organization maintains cash balances at two commercial banks, these balances can at times exceed the FDIC insured deposit limit of \$250,000 per financial institution. As of June 30, 2025 and 2024, the Organization's cash balances did exceed FDIC limits by approximately \$509,000 and \$398,000, respectively. The Organization has not experienced any losses in these accounts through the date when the financial statements were available to be issued.

Concentration of Credit Risk Arising from Investment Deposits in Excess of Covered Limits:

The Organization holds investments - certificates of deposit, which are eligible for protection by the Securities Investor Protection Corporation ("SIPC") in the event of a brokerage firm's liquidation. The SIPC provides coverage up to \$500,000 per customer, including a maximum of \$250,000 for cash claims. At June 30, 2025 and 2024, cash balances of these investments exceeded the protection limits by approximately \$174,000 and \$143,000, respectively. At June 30, 2025 and 2024, investment balances of these investments did not exceed the protection limits. The Organization has not experienced any losses in such accounts through the date when the statement of financial position was available to be issued.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 2

Summary of Significant Accounting Policies (Continued)

Investments:

The Organization records its investments in conformity with FASB Accounting Standard Codification ("ASC") No. 958-320 on Not-for-Profit Entities Investments - Debt and Equity Securities. Under this standard, investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their current market values in the statements of financial position. Unrealized gains and losses are included in the statements of activities and changes in net assets.

Net Assets:

Net assets, revenues, support, gains, losses, or other income are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported 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. These net assets may be used at the discretion of the Organization's management and the Board of Directors.
- *Net Assets With Donor Restrictions:* Net assets subject to stipulations imposed by donors and grantors. Some donor-imposed restrictions may be temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

The Organization reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. The Organization reports conditional contributions restricted by donors as increases in net assets without donor restrictions if the restrictions and conditions expire simultaneously in the reporting period.

There were no net assets with donor restrictions at June 30, 2025 and 2024.

Support and Revenue:

Donated investments and other non-cash donations are recorded as contributions at their fair value at the date of donation.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 2

Summary of Significant Accounting Policies (Continued)

Contributions may be solicited by special events for which the price charged is substantially greater than the cost of the items. These special events will generate both revenue from the exchange transaction and support from the excess price charged, which represents a contribution. According to FASB ASC Not-for-Profit Entities (Topic 958), the statements of activities and changes in net assets should report the gross amounts of revenues and expenses from such events when they are ongoing and major activities. The costs of direct donor benefits that are not program related and are provided to donors in transactions with an exchange portion should be reported as a separate supporting category and not as fundraising expenses.

The Organization recognizes revenue from exchange transactions when a customer obtains control of promised goods or services, in an amount that reflects the consideration the Organization expects to receive in exchange for those goods or services. Program revenue from participating schools is considered an exchange transaction and recognized over the periods to which the related program services are provided.

Receivables and Allowance for Credit Losses:

Receivables are stated at the amount the Organization expects to collect from outstanding balances. The Organization accounts for receivables at their original invoice amount, less an estimate made for credit losses. The Organization monitors receivable balances and estimates the allowance for lifetime expected credit losses in accordance with ASU No. 2016-13, Financial Instruments - Credit Losses. Estimates of expected credit losses are based on historical collection experience and other factors, including current market factors and forecasted economic conditions. The Organization has determined that there is no allowance for credit losses as of June 30, 2025 and 2024.

The Organization has elected to apply the practical expedient in accordance with ASU No. 2025-05, Financial Instruments—Credit Losses (Topic 826): Measurement of Credit Losses for Accounts Receivable and Contract Assets for Private Company And Certain Not-For-Profit Entities and assumes that the current conditions as of the statement of financial position date do not change over the remaining life of the asset. The Organization has also elected the accounting policy option to consider post-statement of financial position date cash collections when evaluating the allowance. The standard allows the Organization to select a post-statement of financial position date and the Company has elected to use April 20, 2026, for this purpose.

The election of the practical expedient and accounting policy was applied prospectively and did not have a material impact on the Organization's financial statements.

Donated Services:

The Organization reports donation support and expense for the estimated fair value of contributed services received where the services require specialized skills, are provided by individuals possessing these skills, and represent services that would have been purchased had they not been donated. The Organization generally pays for services requiring specific expertise. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs and fundraising activities and no amounts have been reflected in the financial statements for their donated time.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 2

Summary of Significant Accounting Policies (Continued)

Fair Value of Financial Instruments:

ASC 825, Financial Instruments, establishes a framework for the fair value of financial instruments. This guidance states that the requirement to disclose the level of the fair value hierarchy within which the fair value measurements are categorized in Level 1, 2, or 3 does not apply to nonpublic entities for items that are not measured at fair value in the statement of financial position but for which fair value is disclosed.

The carrying amounts of the Organization's financial instruments, including cash and cash equivalents, investments, receivables, accounts payable and accrued expenses approximate fair value.

Functional Expense Allocation:

The cost of providing the various programs and activities has been summarized on a functional basis in the statements of activities and changes in net assets. Expenses are directly charged to the program services and supporting activities other than those that benefit multiple functions. The financial statements report certain categories of expenses that are attributable to one or more program or supporting activities of the Organization. Those expenses have been allocated based on management's estimates of time spent or benefits derived.

Income Taxes:

The Organization is incorporated as a nonprofit organization and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as a publicly-supported organization. The Organization evaluates uncertainty in income tax positions based on a more-likely-than-not recognition standard. If that threshold is met, the tax position is then measured at the largest amount that is greater than 50% likely of being realized upon ultimate settlement. As of June 30, 2025 and 2024, there are no accruals for uncertain tax positions. If applicable, the Organization records interest and penalties as a component of income tax expense. Tax years from 2022 through the current year remain open for examination by federal and state tax authorities.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 3

Liquidity and Availability of Resources

The Organization's financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following as of June 30, 2025 and 2024:

| | 2025 | 2024 |
|--|--------------|--------------|
| Financial assets available for general expenditure within one year: | | |
| Cash and cash equivalents | \$ 1,186,153 | \$ 950,342 |
| Investments - certificates of deposit | 253,954 | 353,265 |
| Receivables | 185,000 | 27,400 |
| Total financial assets available for general expenditure within one year | \$ 1,625,107 | \$ 1,331,007 |

The Organization monitors its liquidity so that it is able to meet its operating needs and other contractual commitments. In addition to financial assets available for general expenditure within one year, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in short-term investments, typically certificates of deposit and a money market fund (included in cash equivalents). The balance in the money market was \$300,750 and \$384,671 at June 30, 2025 and 2024, respectively.

Note 4

Investments

Investments - certificates of deposit contains certificates of deposit with original maturity dates greater than three months. The certificates of deposit amounts are included in the statement of financial position at face value which is the fair value of the investments. If the Organization decides to withdraw funds from the certificates of deposit account before maturity, it would result in a reduction in accrued interest earned; however, no reduction in the principal portion of the certificates of deposit account would occur. Interest on the certificates of deposit was 4.87% and 4.68% for the years ended June 30, 2025 and 2024, respectively.

Note 5

Receivables

Receivables consist of the following at June 30:

| | 2025 | 2024 |
|--------------------------|------------|-----------|
| Program service fees | | |
| Contributions receivable | \$ 185,000 | \$ 2,500 |
| Program fee receivable | - | 24,900 |
| Total receivables | \$ 185,000 | \$ 27,400 |

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 6
Accrued Vacation

The Organization accrued a liability for all employee vacation time and compensated time off which has been earned but not paid. As of June 30, 2025 and 2024, the accrued vacation balance included in accrued salaries and other related payroll expense was \$49,962 and \$37,081, respectively.

Note 7
Retirement Plan

A defined contribution retirement plan is in effect for eligible employees of the Organization. Substantially all full-time employees are eligible to participate and may make elective salary deferrals. The Organization contributed \$25,009 and \$11,634 into the employees' retirement plan accounts during the years ended June 30, 2025 and 2024, respectively.

Note 8
Related Party Transactions

The Organization's Board members and their related entities donated a total of \$78,450 and \$71,835 to the Organization during the years ended June 30, 2025 and 2024, respectively.

The cost of affiliation with Girls Incorporated is an annual fee equivalent to approximately one percent (1%) of expenses, with a maximum of \$12,000. The Organization paid an affiliation fee of \$8,895 and \$7,080 during the years ended June 30, 2025 and 2024, respectively. In addition, the Organization received support from Girls Incorporated of \$34,604 and \$43,548 during the years ended June 30, 2025 and 2024, respectively.

Note 9
Risks and Uncertainties

Grants:

Grants require the fulfillment of certain conditions set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of funds to the grantors. Although that is a possibility, management deems the contingency remote, since by accepting the grants and their terms, management is acknowledging the requirements of the grantor at the time of receipt of the grant.

Litigation:

The Organization is involved in various legal actions arising in the normal course of operations. In management's opinion, the liabilities, if any, that may ultimately result from such legal actions are not expected to have a material adverse effect on the financial position, results of operations or liquidity of the Organization.

GIRLS INC. OF GREATER LOS ANGELES
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

Note 10

Subsequent Events

Management considered all events through April 20, 2026, the date the financial statements were available for release, in preparing the financial statements and the related disclosures. The Organization is not aware of any significant events that occurred subsequent to June 30, 2025, but prior to the issuance of this report, that would have a material impact on the financial statements.