

LA COMIDA DE CALIFORNIA
INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS
For the Year Ended June 30, 2023

STOREK, CARLSON & STRUTZ LLP
Certified Public Accountants

CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITORS' REPORT	1-2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7-11
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	12-13

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
LA COMIDA DE CALIFORNIA

Opinion

We have audited the accompanying financial statements of La Comida de California (a nonprofit organization), which comprise the statement of financial position as of June 30, 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 present fairly, in all material respects, the financial position of La Comida de California as of June 30, 2023, 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 La Comida de California 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 opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 La Comida de California'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 and Government 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 and Government Auditing, 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 risk, 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 La Comida de California's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about La Comida de California'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.

Storek, Carlson & Strutz LLP

STOREK, CARLSON & STRUTZ, LLP
April 21, 2025
Campbell, CA

LA COMIDA DE CALIFORNIA
STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

(See Independent Auditors' Report)

ASSETS

	<u>2023</u>
Cash and cash equivalents	\$ 643,456
Accounts receivable	125,074
Prepaid expenses	16,411
Investments	<u>1,756,405</u>
Total Current Assets	2,541,346
PROPERTY AND EQUIPMENT, net	<u>10,495</u>
TOTAL ASSETS	\$ <u>2,551,841</u>

LIABILITIES

Accounts payable and other accrued expenses	\$ <u>46,440</u>
TOTAL LIABILITIES	<u>46,440</u>

NET ASSETS

Net assets without donor restrictions:	
Undesignated:	<u>2,505,401</u>
Total net assets without donor restrictions	<u>2,505,401</u>
TOTAL NET ASSETS	<u>2,505,401</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>2,551,841</u>

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

LA COMIDA DE CALIFORNIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

(See Independent Auditors' Report)

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT			
Program Revenues:			
Reimbursements for Senior Nutrition Program:			
County of Santa Clara	\$ 894,522	\$ -	\$ 894,522
City of Palo Alto	55,956	-	55,956
Non-senior meal fees	576	-	576
Total Program Revenue and Support	951,054	-	951,054
Contributions	75,836	-	75,836
Investment earnings, net	84,011	-	84,011
TOTAL REVENUES AND OTHER SUPPORT	1,110,901	-	1,110,901
EXPENSES			
Program expenses	761,763	-	761,763
Supporting services:			
General and administrative	157,881	-	157,881
Fundraising	-	-	-
Total supporting services	157,881	-	157,881
TOTAL EXPENSES	919,644	-	919,644
CHANGE IN NET ASSETS	191,257	-	191,257
NET ASSETS, Beginning of year	2,314,144	-	2,314,144
NET ASSETS, End of year	\$ 2,505,401	\$ -	\$ 2,505,401

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

LA COMIDA DE CALIFORNIA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023

(See Independent Auditors' Report)

	Program	Supporting Services			Total Expenses
		Administrative	Fundraising	Total	
Salaries and wages	\$ 317,683	\$ 79,421	\$ -	\$ 79,421	\$ 397,104
Payroll taxes	25,503	6,376	-	6,376	31,879
Salaries and taxes	343,186	85,797	-	85,797	428,983
Food	210,992	-	-	-	210,992
Employee Benefit	53,807	13,452	-	13,452	67,259
Accounting service	-	53,276	-	53,276	53,276
Usage Costs	50,058	-	-	-	50,058
Paper products	47,515	-	-	-	47,515
Workers compensation	13,340	-	-	-	13,340
Insurance	9,124	-	-	-	9,124
Office expense	7,757	340	-	340	8,097
Promotion	5,319	-	-	-	5,319
Laundry	4,361	-	-	-	4,361
Telephone	3,645	-	-	-	3,645
Depreciation expense	2,828	-	-	-	2,828
Payroll service	-	2,801	-	2,801	2,801
Large Equipment	2,324	-	-	-	2,324
Staff Mileage	1,959	-	-	-	1,959
Transport	1,769	-	-	-	1,769
Recruiting	-	1,762	-	1,762	1,762
Small equipment	1,281	-	-	-	1,281
Entertainment	746	-	-	-	746
Supplies	604	-	-	-	604
Bank charges	-	454	-	454	454
Van service	450	-	-	-	450
Miscellaneous operating expen	353	-	-	-	353
Cleaning and Maintainance	249	-	-	-	249
Volunteer expenses	97	-	-	-	97
TOTAL EXPENSES	\$ 761,764	\$ 157,882	\$ -	\$ 157,882	\$ 919,646
	<u>82.83%</u>	<u>17.17%</u>	<u>0.00%</u>	<u>17.17%</u>	<u>100.00%</u>

The accompany notes are an integral part of these financial statemnts.

LA COMIDA DE CALIFORNIA

STATEMENT OF CASH FLOW

JUNE 30, 2023

(See Independent Auditors' Report)

	<u>2023</u>
Cash flow (to) from operating activities:	
Increase (decrease) in net assets	\$ 191,257
Adjustments to reconcile change in net assets to net cash from (to) operating activities:	
Depreciation	2,828
Unrealized and realized gain on investments	(19,637)
Changes in assets and liabilities:	
Accounts receivable	(71,241)
Prepaid expenses	(4,862)
Accounts payable and accrued expenses	<u>10,631</u>
Net cash flow (to) from operating activities	<u>108,976</u>
Cash flow (to) from investing activities:	
Purchase of investments	(293,426)
Proceeds from sale of investments	245,978
Purchase of equipment	<u>-</u>
Net cash flow (to) from investing activities	<u>(47,448)</u>
Cash flow (to) from financing activities:	<u>-</u>
Net increase in cash and cash equivalents	61,528
Cash and cash equivalents at beginning of year	<u>581,929</u>
Cash and cash equivalents at end of year	<u>\$ 643,457</u>

SUPPLEMENTAL INFORMATION:

There was no interest expense or income tax paid for the year ended June 30, 2023.

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

LA COMIDA DE CALIFORNIA
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

(See Independent Auditors' Report)

NOTE 1 - OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

(a) La Comida de California ("La Comida") was founded in Palo Alto in 1997 as a California nonprofit organization to provide warm, inexpensive, and nutritious meals to Palo Alto area seniors each weekday, providing a nurturing environment in which they can commune and build friendships. La Comida also provides volunteer opportunities in the community and referrals for services, as needed.

La Comida receives the majority of its revenue from cost-reimbursement type contracts with the County of Santa Clara and the City of Palo Alto.

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

(c) La Comida reports its financial results under the guidance of FASB ASU 2016-14, *Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities*, and reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of La Comida, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

La Comida has net assets with donor restrictions for \$5,320 as of June 30, 2023.

(d) The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of support, revenue and expenses during the period. Accordingly, actual results could differ from those estimates. La Comida's significant estimates include the determination of investments, the expected useful lives of property and equipment, and the determination of functional expense allocations.

(e) La Comida continues to follow Financial Accounting Standards Board *Accounting Standards Update (ASU) 2018-13, Fair Value Measurement*, which clarifies that fair value is an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. As such, fair value is a market-based measurement that should be determined based on assumptions that market participants would use in pricing an asset or liability. As a basis for considering such assumptions, ASU 2018-13 establishes a three-tier value hierarchy, which prioritizes the inputs used in the valuation methodologies in measuring fair value as follows:

Level 1: Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2: Other inputs that are directly or indirectly observable in the marketplace.

Level 3: Unobservable inputs that are supported by little or no market activity.

La Comida's carrying amounts of its assets and liabilities approximate fair value under Level 1 for the years ended June 30, 2023.

(f) La Comida considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

LA COMIDA DE CALIFORNIA
NOTES TO FINANCIAL STATEMENTS (Continued)

JUNE 30, 2023

(See Independent Auditors' Report)

NOTE 1 - OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Noncash (in-kind) donations are recorded as contributions and as expenses at their fair value at the date of donation. For the year ended June 30, 2023, La Comida did not receive any noncash donations.

(h) Property and equipment, which are capitalized based on expenditure's nature. Depreciation is computed using the straight-line method with useful lives from 3 to 10 years. Expenditures representing general repairs and maintenance are expensed in the year incurred.

(i) The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of support, revenue and expenses during the period. Accordingly, actual results could differ from those estimates. La Comida's significant estimates include the determination of functional expense allocations.

(j) The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities. The Statement of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Directly identifiable expenses are charged to programs and supporting services.

Fundraising activities are performed primarily by La Comida employees and volunteers. Special events that are major and/or ongoing are reported as gross proceeds with related expenses reported separately. Joint costs incurred in fundraising activities are allocated between program and support services in the statement of functional expenses based on management's estimates.

(k) La Comida has obtained tax-exempt status from the Internal Revenue Service under Section 501(c)(3) of the Internal Revenue Code and from the Franchise Tax Board under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for federal income tax or California franchise tax has been made. La Comida has been classified as a publicly supported charitable organization, which is not a private foundation under IRS Code Section 509(a).

La Comida continues to follow FASB ASC Topic 740, with respect to measurement of uncertainties in income taxes recognized in financial statements by prescribing a "more likely than not" recognition threshold of tax positions taken or expected to be taken in a tax return. La Comida does not believe its financial statements include any uncertain tax positions that would have a materially adverse effect on its financial condition.

NOTE 2 - RECEIVABLES

Accounts receivable are reported at the amount management expects to collect on balances outstanding at year-end. Management closely monitors accounts receivable and reviews the collectability of the outstanding balances. An allowance for doubtful accounts was not considered necessary at June 30, 2023.

NOTE 3 - INVESTMENTS

Investments are stated at fair value and consisted of the following at June 30, 2023:

Mutual and Exchange Traded Funds	(Level 1)
Bond Funds	\$ 77,958
Equity Funds	1,504,075
Municipal Bonds	<u>174,372</u>
	<u>\$ 1,756,405</u>

LA COMIDA DE CALIFORNIA
NOTES TO FINANCIAL STATEMENTS (Continued)

JUNE 30, 2023

(See Independent Auditors' Report)

NOTE 3 - INVESTMENTS (continued)

Investment returns for the year ended June 30, 2023 were summarized as follows:

Interest and dividend income	\$ 64,374
Net realized and unrealized gain (loss)	<u>19,637</u>
	84,011
Less investment fees	<u>-</u>
Net investment income	<u>\$ 84,011</u>

NOTE 4 - PROPERTY AND EQUIPMENT

Property, equipment and accumulated depreciation are comprised of the following amounts on June 30, 2023:

Equipment	\$ 20,505
Vehicles	<u>6,000</u>
	26,505
Less accumulated depreciation	<u>(16,010)</u>
Total property and equipment, net	<u>\$ 10,495</u>

NOTE 5 - CONCENTRATIONS OF CREDIT RISK

La Comida maintains its cash and cash equivalent balances in one financial institution insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor. Although its cash balances may at times exceed FDIC limits, management has placed La Comida's cash and cash equivalents in quality financial institutions and believes that no significant credit risk exists with respect to these accounts.

NOTE 6 - LEASE COMMITMENTS AND CONTINGENCIES

La Comida entered into a non-exclusive space use agreement with PASHPI Stevenson House LP with respect to La Comida's use of their kitchen and dining area for its lunchtime meal service during weekdays, excluding holidays from 7:30am to 4:30pm. The terms were from July 1, 2017 to December 31, 2022, with monthly use fee of \$2,740. On January 20, 2023, the term of this agreement was extended from January 1, 2023 to December 31, 2027, with a use fee of \$3,550 per month. La Comida may terminate the agreement before the end of term by providing in writing at least 6 months in advance.

Usage costs including utility expenses were \$50,058 for the year ended June 30, 2023.

LA COMIDA DE CALIFORNIA

NOTES TO FINANCIAL STATEMENTS (Continued)

JUNE 30, 2023

(See Independent Auditors' Report)

NOTE 7 - LIQUIDITY AND AVAILABILITY OF RESOURCES

In accordance with Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, management is required to disclose the liquidity management of a nonprofit organization. La Comida's policy is to structure its financial assets to be available for general expenditures, liabilities, and other obligations that come due.

La Comida manages its cash available to meet general expenditures through the following three guiding principles:

- a) Operating within a prudent range of financial soundness and stability;
- b) Maintaining adequate liquid assets; and
- c) Maintaining sufficient reserves to provide reasonable assurance that long-term agreements or other commitments and obligations under endowments with donor restrictions will continue to be met, thereby ensuring the sustainability of La Comida.

The Board of Directors meet several times each year to review the financial statements and approve expenditures.

The following describes La Comida's financial assets that are available within one year of June 30, 2023 to fund general expenditures:

Financial assets	
Cash and cash equivalents	\$ 643,456
Investments	<u>1,756,405</u>
Total financial assets	2,399,861
Less amounts unavailable for general expenditure within one year	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 2,399,861</u></u>

NOTE 8 - REVENUE RECOGNITION

La Comida continues to follow Financial Accounting Standards Board Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers*, whenever it is applicable. Main revenue for La Comida is its reimbursement contract with the Santa Clara County. The contract is on a cost-reimbursement basis which requires La Comida to incur specific qualifying expenses and perform specific services to be entitled to the promised resources. La Comida recognizes the revenue after the qualifying expenses are incurred and services are performed each month when an invoice is generated and submitted to the county, along with the required cost reporting reports.

La Comida also continues to follow ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* (the Update). This requires an entity to determine whether a transaction is conditional, which affects the timing of the revenue. Absence any condition, a contribution is recognized immediately and classified as either net assets with donor restrictions or net assets without donor restrictions.

LA COMIDA DE CALIFORNIA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2023

(See Independent Auditors' Report)

NOTE 9 - RIGHT-OF-USE ASSETS

Effective July 1, 2022, LA Comida adopted Accounting Standards Codification Topic 842 (ASC 842), Leases. ASC 842 requires all leases to be recognized on the statement of financial position, including all operating leases. La Comida has adopted ASC 842 using the modified retrospective approach and has elected the package of practical expedients under the transition guidance to not reassess prior conclusions related to lease identification, lease classification, and initial direct costs for existing leases. Comparative information has not been restated and continues to be reported under the accounting standards in effect for the prior period. La Comida has also elected to use the practical expedient for short-term leases under ASC 842, which allows La Comida to not recognize lease assets and lease liabilities for leases with terms of 12 months or less. La Comida has applied the practical expedient to all eligible leases as of the adoption date of July 1, 2022.

La Comida had no material long-term operating leases as of July 1, 2022, and, as a result of the adoption of ASC 842, the La Comida did not recognize any operating leases' related right-of-use assets and corresponding lease liabilities on the statement of position as of July 1, 2022. Additionally, there were no new material operating leases added during fiscal year 2022-23. Therefore, the adoption of ASC 842 had no impact on the La Comida's financial statements. The La Comida's lease accounting policies and disclosures have been updated to conform to the requirements of ASC 842.

NOTE 9- SUBSEQUENT EVENTS

La Comida entered into a space use agreement with First United Methodist Church of Palo Alto on November 15, 2023 with respect to La Comida's use of Fellowship Hall, and the adjacent kitchen and sink and second floor restrooms, elevator and stairs to Reach Fellowship Hall. The terms are from December 4th, 2023 until May 1, 2024 and may be extended month-to-month. La Comida agrees to pay FUMCPA a use fee of \$3,500 monthly.

La Comida's management has evaluated subsequent events and transactions through April 21, 2025, the date at which the financial statements were available to be issued, for potential recognition or disclosure in the financial statements.

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
LA COMIDA DE CALIFORNIA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of La Comida de California (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 21, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered La Comida de California's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of La Comida de California's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As a part of obtaining reasonable assurance about whether La Comida de California's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

La Comida de California's Response to Findings

Government Auditing Standards require the auditor to perform limited procedures on La Comida de California's response to the findings identified in our audit and described in the accompanying schedule of findings. La Comida de California's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Storek, Carlson & Strutz LLP

STOREK, CARLSON & STRUTZ LLP
Campbell, CA
April 21, 2025