

**MONTANA CASA/GAL
ASSOCIATION**

FINANCIAL REPORT

For the Years Ended
December 31, 2024 and 2023

MONTANA CASA/GAL ASSOCIATION

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
Montana CASA/GAL Association

We have reviewed the accompanying financial statements of Montana CASA/GAL Association (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility 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; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Montana CASA/GAL Association and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountant's Conclusion

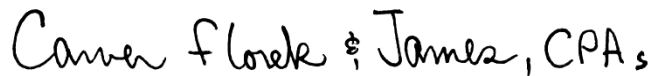
Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Report on 2023 Financial Statements

The December 31, 2023 financial statements were audited by us and we expressed an unmodified opinion on them in our report dated July 24, 2024. We have not performed any auditing procedures since that date.

Report on Restatement Adjustment to 2023 Financial Statements

As part of our review of the 2024 financial statements, we also reviewed the adjustments as described in Note 8 that were applied to restate the December 31, 2023 financial statements. Based on our review, we are not aware of any material modifications that should be made to the adjustments described in Note 8 that were applied to restate the December 31, 2023 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads "Carver Florek & James, CPAs". The script is cursive and fluid.

Carver Florek & James, CPAs
Missoula, Montana
June 25, 2025

MONTANA CASA/GAL ASSOCIATION
STATEMENTS OF FINANCIAL POSITION
As of December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
	(Reviewed)	(Audited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 343,615	\$ 224,502
Grants and pledges receivable, current	119,281	144,808
Inventory	-	35
Other assets	395	395
TOTAL CURRENT ASSETS	<u>463,291</u>	<u>369,740</u>
OTHER ASSETS		
Grants and pledges receivable, long-term	-	65,000
TOTAL OTHER ASSETS	<u>-</u>	<u>65,000</u>
TOTAL ASSETS	<u>\$ 463,291</u>	<u>\$ 434,740</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 7,474	\$ 2,527
Pass-through funding to local programs	41,748	44,437
Payroll taxes payable	2,491	2,529
Compensated absences payable	768	3,762
TOTAL CURRENT LIABILITIES	<u>52,481</u>	<u>53,255</u>
NET ASSETS		
Without donor restrictions	385,509	333,610
With donor restrictions	25,301	47,875
TOTAL NET ASSETS	<u>410,810</u>	<u>381,485</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 463,291</u>	<u>\$ 434,740</u>

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

MONTANA CASA/GAL ASSOCIATION
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2024

	Without Donor Restrictions	Reviewed With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Contributions	\$ 42,076	\$ -	\$ 42,076
Grant revenue	257,697	-	257,697
Interest income	3,519	-	3,519
Net assets released from restrictions	22,574	(22,574)	-
TOTAL REVENUE AND SUPPORT	<u>325,866</u>	<u>(22,574)</u>	<u>303,292</u>
EXPENSES			
Program services	248,786	-	248,786
Management and general	25,181	-	25,181
Fundraising	-	-	-
TOTAL EXPENSES	<u>273,967</u>	<u>-</u>	<u>273,967</u>
CHANGE IN NET ASSETS	51,899	(22,574)	29,325
NET ASSETS - BEGINNING OF YEAR	<u>333,610</u>	<u>47,875</u>	<u>381,485</u>
NET ASSETS - END OF YEAR	\$ <u>385,509</u>	\$ <u>25,301</u>	\$ <u>410,810</u>

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

MONTANA CASA/GAL ASSOCIATION
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

		Audited	
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Contributions	\$ 98,739	\$ -	\$ 98,739
Grant revenue	388,415	-	388,415
Net assets released from restrictions	12,125	(12,125)	-
TOTAL REVENUE AND SUPPORT	<u>499,279</u>	<u>(12,125)</u>	<u>487,154</u>
EXPENSES			
Program services	282,383	-	282,383
Management and general	53,890	-	53,890
Fundraising	-	-	-
TOTAL EXPENSES	<u>336,273</u>	<u>-</u>	<u>336,273</u>
CHANGE IN NET ASSETS	163,006	(12,125)	150,881
NET ASSETS - BEGINNING OF YEAR (restated - Note 8)	<u>170,604</u>	<u>60,000</u>	<u>230,604</u>
NET ASSETS - END OF YEAR	<u>\$ 333,610</u>	<u>\$ 47,875</u>	<u>\$ 381,485</u>

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

MONTANA CASA/GAL ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2024

Reviewed

DESCRIPTION	Program	Management and General	Fundraising	Total
Wages and salaries	\$ 103,687	\$ -	\$ -	\$ 103,687
Taxes and benefits	15,113	4,577	-	19,690
Office expense	6,776	2,506	-	9,282
Insurance	1,492	954	-	2,446
Miscellaneous	1,333	-	-	1,333
Staff development	28,363	-	-	28,363
Travel and meals	1,431	954	-	2,385
Professional fees	1,539	13,851	-	15,390
Occupancy	7,261	-	-	7,261
Local program marketing	60,588	-	-	60,588
Program	21,203	-	-	21,203
Bad Debt	-	2,339	-	2,339
TOTAL EXPENSES	\$ 248,786	\$ 25,181	\$ -	\$ 273,967
	90.81%	9.19%	0.00%	100.00%

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

MONTANA CASA/GAL ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2023

Audited

DESCRIPTION	Program	Management & General	Fundraising	Total
Wages and salaries	\$ 56,686	\$ 28,870	\$ -	\$ 85,556
Taxes and benefits	11,164	3,839	-	15,003
Office expense	9,692	1,190	-	10,882
Insurance	1,657	1,255	-	2,912
Miscellaneous	101	571	-	672
Staff development	5,797	8,355	-	14,152
Travel and meals	8,611	3,928	-	12,539
Professional fees	38,653	5,882	-	44,535
Occupancy	6,416	-	-	6,416
Local program marketing	4,261	-	-	4,261
Program	139,345	-	-	139,345
TOTAL EXPENSES	\$ 282,383	\$ 53,890	\$ -	\$ 336,273
	83.97%	16.03%	0.00%	100.00%

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

MONTANA CASA/GAL ASSOCIATION
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
	(Reviewed)	(Audited)
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 29,325	\$ 150,881
Adjustments to reconcile change in net assets to Net Cash Flows from Operating Activities		
Changes in operating assets and liabilities		
Change in:		
Grants and pledges receivable	90,527	(147,045)
Inventory	35	340
Other assets	-	4,172
Accounts payable	4,947	(327)
Pass-through funding to local programs	(2,689)	44,437
Payroll taxes payable	(38)	1,351
Compensated absences payable	(2,994)	411
Net Cash Flows from Operating Activities	<u>119,113</u>	<u>54,220</u>
CASH AND CASH EQUIVALENTS		
Beginning of year	<u>224,502</u>	<u>170,282</u>
End of year	<u>\$ 343,615</u>	<u>\$ 224,502</u>

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

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF THE ASSOCIATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Association

Montana CASA/GAL Association (the Association) supports and promotes local CASA/GAL (court appointed special advocates/guardians ad litem) programs in providing court appointed volunteer advocacy so every abused or neglected child in Montana can be safe, have a permanent home and the opportunity to thrive. Additionally, the Association's board created a functioning state level organization that is well suited to support the local programs while achieving its purpose of providing every abused or neglected child in Montana a caring consistent adult to advocate for his or her well-being. The Association currently serves children across the state of Montana.

Method of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America; whereby revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of Presentation

Accounting principles generally accepted in the United States of America require that the Association report information about its financial position and activities according to the following net asset classifications:

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 Association. These net assets may be used at the discretion of the Association's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. As of December 31, 2024 and 2023, all donor restrictions are temporary in nature; and will be met by actions of the Association or by the passage of time. The Association had \$25,301 and \$47,875 in net assets with donor restrictions as of December 31, 2024 and 2023 respectively.

Tax-Exempt Status

The Association is tax-exempt under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income taxes is required. The Association believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF THE ASSOCIATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Concentration of Risk

Significant donations and grants are received from several contributors. If any of these contributors were lost, a material impact to cash flows and operations would be realized. However, management believes expenses would be adjusted and other sources of revenue would be attained to mitigate the impact of such lost contributors.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Association considers all highly liquid investments whose original maturity is three months or less to be cash equivalents.

Uninsured Cash Balances

The Association maintains cash balances in various financial institutions. From time to time, those balances may exceed the FDIC insured limits.

Grants and Pledges Receivable

Grants and pledges receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance, if applicable, based on its assessment of the current status of individual accounts. As of December 31, 2024 and 2023, no valuation allowance has been established as management does not anticipate any material loss with respect to the remaining balance of grants and pledges receivable.

Property and Equipment

Any expenditure for an item costing \$2,000 or more and having a useful life of three (3) years or more is capitalized as a fixed asset and depreciated over its useful life.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF THE ASSOCIATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Compensated Absences

Employees are entitled to paid vacation depending on the length of service and other factors. Accrued vacation at December 31, 2024 and 2023 was \$768 and \$3,762, respectively.

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a 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 statement of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

In-Kind Donations

The Association seeks and receives the volunteer efforts of many members of the community in attaining its goals. Only services for which the donor has specialized skills and would ordinarily receive compensation are considered donations in-kind. All donated goods are considered gifts in kind and are valued at their fair market value at the time of donation. The value of donated services is determined by the donors as the usual fees they would receive for such services in the normal course of their business. Donated goods and services are recorded in the financial statements as unrestricted revenue and as a corresponding unrestricted functional expense or capitalized assets.

Advertising Costs

The cost of advertising is expensed as incurred.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF THE ASSOCIATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Functional Expenses

The cost of providing the various programs and other activities has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between program services, management and general, and fundraising expenses. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expense	Method of Allocation
Payroll and related expenses	Time & effort
Advertising	Historical usage
Office expenses and supplies	Historical usage
Occupancy costs	Historical usage
Staff development	Time & effort
Travel meals	Historical usage

2. AVAILABILITY AND LIQUIDITY

The following represents the Association's financial assets at December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 343,615	\$ 224,502
Grants and pledges receivable, current	<u>119,281</u>	<u>144,808</u>
Total financial assets	<u>462,896</u>	<u>369,310</u>
Less amounts not available to be used within one year:		
Net assets with donor restrictions (restated Note 8)	<u>(25,301)</u>	<u>(47,875)</u>
Financial assets available to meet general expenditures within one year	\$ <u><u>437,595</u></u>	\$ <u><u>321,435</u></u>

As part of the Association's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Association has other options to explore if, for some reason, available cash does not meet the needs of operations. The Association could apply for emergency grant funding, host a fundraising drive, or apply for a loan to cover unexpected expenditures. Management believes all of these to be viable strategies.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

3. GRANTS AND PLEDGES RECEIVABLE

Grants and pledges receivable represent promises to give which have been made by donors but have not yet been received by the Association. Grants and pledges which will not be received in the subsequent year have not been discounted, as the difference using the estimated rate of return approximates the recorded value. Total unconditional promises to give were as follows:

In one year or less	\$ 119,281
Between one year and five years	-
Total	<u>\$ 119,281</u>

4. PROPERTY AND EQUIPMENT

The composition of property and equipment at December 31, 2024 and 2023, is as follows:

Furniture and equipment	\$ 2,846
Accumulated depreciation	<u>(2,846)</u>
	<u>\$ -</u>

5. PERPETUAL TRUST

The Association is the beneficiary of a perpetual trust held by the Montana Community Foundation (MCF) that was established in 2021. The endowment fund is designed to hold the Association's contributions from which a permanent source of funds can be provided through its earnings. Variance power and legal ownership has been granted to the Montana Community Foundation. The Association received \$603 from the perpetual trust during the year ended December 31, 2024. The Association did not receive any money from the perpetual trust during the year ended December 31, 2023. Information regarding interpretation of relevant law and return objectives and risk parameters of the funds can be obtained from the Montana Community Foundation, 1 N. Last Chance Gulch Suite 1, Helena, MT 59601. Phone: (406) 443-8313.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

6. NET ASSETS

Net assets with donor restrictions were as follows for the years ended December 31, 2024 and 2023:

With donor restrictions:

	2024	2023
Montana Child Abuse and Neglect Prevention and Child Advocacy Project	\$ 25,301	\$ 47,875
Total net assets with donor restrictions	<u>\$ 25,301</u>	<u>\$ 47,875</u>

Net assets without donor restrictions were as follows for the years ended December 31, 2024 and 2023:

Without donor restrictions

	2024	2023
Board designated	\$ 1,280	\$ 1,280
Undesignated	384,229	332,330
Total net assets without donor restrictions	<u>\$ 385,509</u>	<u>\$ 333,610</u>

7. OPERATING LEASES

Effective January 1, 2022, the Association adopted the new lease accounting guidance in Accounting Standards Update No. 2016-02, Leases (Topic 842). The Association has elected the package of practical expedients permitted in ASC Topic 842. Accordingly, the Association accounted for its existing operating leases as operating leases under the new guidance, without reassessing (a) whether the contract contains a lease under ASC Topic 842, (b) whether classification of the operating lease would be different in accordance with ASC Topic 842, or (c) whether the unamortized initial direct costs before transition adjustments (as of December 31, 2023) would have met the definition of initial direct costs in ASC Topic 842 at lease commencement. The Association had no leases where the standard applies.

As of December 31, 2024, the Association has one lease with Sidecar for dedicated desks in Missoula. The Association entered into a 3-month lease on February 1, 2021 and month-to-month thereafter.

During 2024 and 2023, the amount paid for the dedicated desks was \$5,086 and \$4,951, respectively.

MONTANA CASA/GAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

8. PRIOR YEAR ADJUSTMENT

In the prior period, MCF endowment, beneficial interest in perpetual trust, was recorded as an asset of the Association in the amount of \$23,278. This is not an asset of the Association due to MCF holding all variance power. As a result of this restatement net assets as of January 1, 2023 was reduced by \$23,278 and change in net assets for the year ended December 31, 2023 was reduced by \$1,650.

9. SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 25, 2025 the date on which the financial statements were available for issue.