



access
PSYCHOLOGY
FOUNDATION

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2023,
and 2022



ACCESS PSYCHOLOGY FOUNDATION
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DECEMBER 31, 2023, and 2022

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New York, NY
TEL: 240.270.4721

Independent Auditor's Report

To: The Board of Directors
Access Psychology
Foundation White Plains, New
York

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Access Psychology Foundation (APF), a Not-for-Profit Organization, which comprise the statement of financial position as of December 31, 2023, and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Access Psychology Foundation as of December 31, 2023, ad 2022, and the changes in its net assets and its cash flows for the years 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 (GAAS). 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 the Access Psychology Foundation 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 controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Access Psychology Foundation's ability to continue as a going concern which for FASB-reporting entities is one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 controls. 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 GAAS, 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Access Psychology Foundation Not-for-Profit Organization'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, which raise substantial doubt about Access Psychology Foundation Not-for-Profit Organization'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.



CLAUDE ETINOFF, CPA's, LLC
New York, NY

March 25, 2024

**ACCESS PSYCHOLOGY FOUNDATION
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2023, and 2022**

ASSETS

	<u>2023</u>	<u>2022</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ 362,767	\$ 365,550
Contributions receivable	584	7,792
Pledges receivable, net	50,000	70,000
Prepaid expenses and other assets	<u>3,519</u>	<u>2,554</u>
Total current assets	<u>416,870</u>	<u>445,896</u>
 OTHER ASSETS:		
Office equipment net of accumulated depreciation	1,903	2,537
Right of Use Asset - Occupancy lease, net	259,200	120,600
Cash and cash equivalents - Restricted	-	90,000
Pledges receivable, net	<u>202,953</u>	<u>179,557</u>
Total other assets	<u>464,056</u>	<u>392,694</u>
Total assets	<u>\$ 880,926</u>	<u>\$ 838,590</u>

The Notes to Financial Statements are an integral part of this statement.

**ACCESS PSYCHOLOGY FOUNDATION
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2023, and 2022**

LIABILITIES AND NET ASSETS

	2023	2022
CURRENT LIABILITIES:		
Accounts payable, trade	\$ 65,897	\$ 43,485
Accrued payroll liabilities	18,509	10,279
Other current liabilities	20,010	37,954
Estimated current portion of Occupancy lease debt	<u>60,300</u>	<u>60,300</u>
Total current liabilities	<u>164,716</u>	<u>152,018</u>
 LONG-TERM LIABILITY:		
Operating lease liability	259,200	120,600
Less: approximate current portion of lease liability	<u>(60,300)</u>	<u>(60,300)</u>
Total Long-term liability	<u>198,900</u>	<u>60,300</u>
Total liabilities	<u>\$ 363,616</u>	<u>\$ 212,318</u>
 COMMITMENTS AND CONTINGENCIES		
	\$ -	\$ -
 NET ASSETS		
 Without Donor Restrictions		
Undesignated	\$ 67,310	\$ 536,272
Designated by the Board for operating reserves	<u>450,000</u>	<u>-</u>
	\$ 517,310	\$ 536,272
With Donor Restrictions	<u>-</u>	<u>90,000</u>
Total net assets	<u>\$ 517,310</u>	<u>\$ 626,272</u>
 <hr/>		
Total liabilities and net assets	<u>\$ 880,926</u>	<u>\$ 838,590</u>

The Notes to Financial Statements are an integral part of this statement.

**ACCESS PSYCHOLOGY FOUNDATION
STATEMENT OF ACTIVITIES
AS OF DECEMBER 31, 2023**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support:			
Contributions of cash and other financial assets			
Contributions - Related parties	\$ 211,776	\$ -	\$ 211,776
Contributions - Individuals	21,637	70,197	91,834
Contributions - Corporation and foundations	91,900	-	91,900
Subtotal Contributions of cash and other financial assets	325,313	70,197	395,510
Contributions of nonfinancial assets In-Kind gifts and services	143,624	-	143,624
Investment returns, net	40,764	-	40,764
Fundraising Events	58,827	-	58,827
Net Assets Released from Restriction - satisfaction of program restrictions	160,197	(160,197)	-
Total revenues, gains, and other support:	\$ 728,725	\$ (90,000)	\$ 638,725
 EXPENSES			
Program Services			
Training Program	\$ 109,560	\$ -	\$ 109,560
Treatment Program	234,848	-	234,848
Schools, Agency Consultation Program	233,717	-	233,717
Internship Program	37,327	-	37,327
Subtotal Program Services	615,452	-	615,452
Supporting Services			
Management and General	87,574	-	87,574
Fundraising	44,661	-	44,661
Subtotal Supporting Services	132,235	-	132,235
Total expenses	\$ 747,687	\$ -	\$ 747,687
 CHANGE IN NET ASSETS	 \$ (18,962)	 \$ (90,000)	 \$ (108,962)
NET ASSETS, BEGINNING OF YEAR	536,272	90,000	626,272
NET ASSETS, END OF YEAR	\$ 517,310	\$ -	\$ 517,310

The Notes to Financial Statements are an integral part of this statement.

**ACCESS PSYCHOLOGY FOUNDATION
STATEMENT OF ACTIVITIES
AS OF DECEMBER 31, 2022**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains, and other support:			
Contributions of cash and other financial assets			
Contributions - Related parties	\$ 374,963	\$ -	\$ 374,963
Contributions - Individuals	284,985	-	284,985
Contributions - Corporation and foundations	<u>51,000</u>	<u>100,000</u>	<u>151,000</u>
Subtotal Contributions of cash and other financial assets	<u>710,948</u>	<u>100,000</u>	<u>810,948</u>
Contributions of nonfinancial assets In-Kind gifts and services	<u>310,466</u>	<u>-</u>	<u>310,466</u>
Investment returns, net	645	-	645
Fundraising Events	170,200	-	170,200
Net Assets Released from Restriction - satisfaction of program restrictions	<u>10,000</u>	<u>(10,000)</u>	<u>-</u>
 Total revenues, gains, and other support:	 <u>\$ 1,202,259</u>	 <u>\$ 90,000</u>	 <u>\$ 1,292,259</u>
 EXPENSES			
Program Services			
Training Program	\$ 80,964	\$ -	\$ 80,964
Treatment Program	253,281	-	253,281
Schools, Agency Consultation Program	70,963	-	70,963
Internship Program	<u>15,875</u>	<u>-</u>	<u>15,875</u>
Subtotal Program Services	<u>421,083</u>	<u>-</u>	<u>421,083</u>
Supporting Services			
Management and General	233,900	-	233,900
Fundraising	<u>55,790</u>	<u>-</u>	<u>55,790</u>
Subtotal Supporting Services	<u>289,690</u>	<u>-</u>	<u>289,690</u>
 Total expenses	 <u>\$ 710,773</u>	 <u>\$ -</u>	 <u>\$ 710,773</u>
 CHANGE IN NET ASSETS	 <u>\$ 491,486</u>	 <u>\$ 90,000</u>	 <u>\$ 581,486</u>
NET ASSETS, BEGINNING OF YEAR	<u>44,786</u>	<u>-</u>	<u>44,786</u>
NET ASSETS, END OF YEAR	<u>\$ 536,272</u>	<u>\$ 90,000</u>	<u>\$ 626,272</u>

The Notes to Financial Statements are an integral part of this statement.

ACCESS PSYCHOLOGY FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
AS OF DECEMBER 31, 2023

	PROGRAM SERVICES					SUPPORTING SERVICES			
	Training Program	Treatment Program	School Agency Consultation Program	Internship Program	Subtotal	Management and general	Fundraising	Subtotal	Total
Salaries and wages	\$ 44,921	\$ 65,994	\$ 72,565	\$ 12,183	\$ 195,663	\$ 11,092	\$ 15,075	\$ 26,167	\$ 221,830
Training and workshop expenses	17,476	97,313	900	9,247	124,936	-	-	-	124,936
Scholarships	11,950	-	107,550	-	119,500	-	-	-	119,500
Contract and professional services	16,885	22,040	25,327	8,441	72,693	7,509	4,221	11,730	84,423
Occupancy	12,060	21,105	21,105	3,015	57,285	3,015	-	3,015	60,300
Accounting fees	-	-	-	-	-	21,954	-	21,954	21,954
Insurance - Health	1,278	7,670	1,278	1,278	11,504	3,834	3,834	7,668	19,172
Payroll taxes	1,100	6,602	1,100	1,100	9,902	3,300	3,300	6,600	16,502
Office supplies and other operating expense	1,375	5,502	1,376	-	8,253	5,502	-	5,502	13,755
Information technology, software and app expenses	1,047	4,193	1,047	1,048	7,335	3,146	-	3,146	10,481
Shipping, postage and printing expense	-	-	-	-	-	10,232	-	10,232	10,232
Worker' compensation insurance	905	3,624	905	-	5,434	1,814	1,812	3,626	9,060
Special event expenses	-	-	-	-	-	-	8,238	8,238	8,238
Fundraising event expense	-	-	-	-	-	-	8,107	8,107	8,107
Membership and subscription fees	-	-	-	-	-	4,531	-	4,531	4,531
Insurance expense	-	-	-	-	-	3,987	-	3,987	3,987
Bank fees and service charges	-	-	-	-	-	3,196	-	3,196	3,196
Business meals	489	489	489	489	1,956	492	-	492	2,448
Advertising and marketing	-	-	-	-	-	1,721	-	1,721	1,721
Phone service expense	74	316	75	-	465	251	74	325	790
Legal fees	-	-	-	-	-	778	-	778	778
Depreciation and amortization	-	-	-	-	-	634	-	634	634
Gifts	-	-	-	526	526	-	-	-	526
Filing fees	-	-	-	-	-	299	-	299	299
Travel	-	-	-	-	-	287	-	287	287
Totals	\$ 109,560	\$ 234,848	\$ 233,717	\$ 37,327	\$ 615,452	\$ 87,574	\$ 44,661	\$ 132,235	\$ 747,687

The Notes to Financial Statements are an integral part of this statement.

ACCESS PSYCHOLOGY FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
AS OF DECEMBER 31, 2022

	<u>PROGRAM SERVICES</u>					<u>SUPPORTING SERVICES</u>			<u>Total</u>
	<u>Training Program</u>	<u>Treatment Program</u>	<u>School Agency Consultation Program</u>	<u>Internship Program</u>	<u>Subtotal</u>	<u>Management and general</u>	<u>Fundraising</u>	<u>Subtotal</u>	
Contract and professional services	\$ 35,016	\$ 140,309	\$ 35,016	\$ -	\$ 210,341	\$ 129,932	\$ -	\$ 129,932	\$ 340,273
Salaries and wages	18,416	73,667	18,416	-	110,499	36,833	36,833	73,666	184,165
Occupancy	12,060	12,060	12,060	12,060	48,240	12,060	-	12,060	60,300
Payroll taxes	1,455	8,729	1,455	1,455	13,094	4,364	4,364	8,728	21,822
Accounting fees	-	-	-	-	-	19,935	-	19,935	19,935
Insurance - Health	830	4,981	830	830	7,471	2,490	2,490	4,980	12,451
Office supplies and other operating expense	1,109	4,436	1,109	-	6,654	4,436	-	4,436	11,090
Scholarships	10,000	-	-	-	10,000	-	-	-	10,000
Worker' compensation insurance	773	3,094	773	-	4,640	1,548	1,547	3,095	7,735
Training and workshop expenses	276	3,467	275	275	4,293	1,840	1,533	3,373	7,666
Special event expenses	-	-	-	-	-	-	6,007	6,007	6,007
Legal fees	-	-	-	-	-	4,494	-	4,494	4,494
Information technology, software and app expense	444	1,778	444	444	3,110	1,334	-	1,334	4,444
Membership and subscription fees	-	-	-	-	-	3,376	-	3,376	3,376
Fundraising event expense	-	-	-	-	-	-	2,962	2,962	2,962
Insurance expense	-	-	-	-	-	2,791	-	2,791	2,791
Business meals	531	531	531	531	2,124	533	-	533	2,657
Shipping, postage and printing expense	-	-	-	-	-	2,049	-	2,049	2,049
Travel	-	-	-	-	-	1,906	-	1,906	1,906
Advertising and marketing	-	-	-	-	-	1,868	-	1,868	1,868
Bank fees and service charges	-	-	-	-	-	1,201	-	1,201	1,201
Depreciation and amortization	-	-	-	-	-	634	-	634	634
Phone service expense	54	229	54	-	337	182	54	236	573
Gifts	-	-	-	280	280	-	-	-	280
Filing fees	-	-	-	-	-	94	-	94	94
Totals	\$ 80,964	\$ 253,281	\$ 70,963	\$ 15,875	\$ 421,083	\$ 233,900	\$ 55,790	\$ 289,690	\$ 710,773

The Notes to Financial Statements are an integral part of this statement.

**ACCESS PSYCHOLOGY FOUNDATION
STATEMENTS OF CASH FLOWS
AS OF DECEMBER 31, 2023, and 2022**

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ (108,962)	\$ 581,486
Adjustments to reconcile net assets to net cash provided by operating activities:		
Depreciation	634	634
Loss on sale of investment	138	-
(Increase) in Assets:		
Accounts receivable	7,209	(7,792)
Pledges receivables	(3,397)	(249,557)
Increase in Liabilities:		
Accounts payable	22,412	43,485
Other accrued liabilities	(19,047)	37,954
Other Payroll liabilities	<u>8,230</u>	<u>10,277</u>
Net cash provided by operating activities	<u>\$ (92,783)</u>	<u>\$ 416,487</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of investments	-	25,750
Purchases of property and equipment	<u>-</u>	<u>(3,171)</u>
Net cash provided by investing activities	<u>-</u>	<u>22,579</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from debt borrowings		40,733
Repayments of debt borrowings	<u>-</u>	<u>(62,972)</u>
Net cash used in financing activities	<u>-</u>	<u>(22,239)</u>
Net increase in cash, cash equivalents, restricted cash, and restricted cash equivalents	(92,783)	416,827
Cash, cash equivalents, restricted cash, and restricted cash equivalents at beginning of year	<u>455,550</u>	<u>38,723</u>
Cash, cash equivalents, restricted cash, and restricted cash equivalents at end of year	<u>\$ 362,767</u>	<u>\$ 455,550</u>
SUPPLEMENTARY DISCLOSURE OF CASH FLOW INFORMATION:		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -

The Notes to Financial Statements are an integral part of this statement.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Activities

Access Psychology Foundation (APF), which began its operations in 2021, is located in White Plains, New York. The Access Psychology Foundation (APF) is a public, nonprofit organization committed to overcoming behavioral health disparities that exist among racially diverse and underserved populations.

APF brings mental health and wellness services to historically underrepresented communities by training a network of diverse therapists, treating individuals and families from communities of color, and collaborating with schools and organizations that serve minority populations. The APF is a not-for-profit corporation, and all contributions are tax deductible under the Internal Revenue Code of 1986, Section 501c (3).

APF is supported primarily through general contributions, pledges, In-Kind services, and special event fundraisers.

Basis of Accounting

The financial statements of APF have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (GAAP) and accordingly reflect all significant receivables, payables, and other liabilities.

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 presentation in conformity with accounting principles generally accepted in the United States of America (GAAP). Accordingly, such information should be read in conjunction with our audited financial statements for the year ended December 31, 2023, from which the summarized information was derived.

Functional Allocation of Expenses

The costs of providing the programs and other activities have been summarized on a functional basis in these financial statements. All direct expenses have been allocated to the programs, management and general and fundraising throughout the year as the expenses come in. In addition, various indirect expenses such as occupancy and utilities cost have been allocated to these areas based on the time spent in these areas by leased employees or space used within APF. APF has the following Program Services:

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued)**

Functional Allocation of Expenses (Continued)

Training Program

APF offers scholarships and grants to graduate students, licensed professionals, schools, and organizations from historically underrepresented populations to help them gain exposure to the field of evidence-based clinical psychology, and access high quality training and consultation in evidence-based treatments. As a result, we hope to diversify the field of psychology moving forward so that those seeking care can be seen by a clinician who most closely matches their unique need for cultural understanding.

Treatment Program

APF provides scholarships to individuals and families from historically underrepresented populations so they can obtain quality, evidence-based mental health treatment. Evidence-based treatments are those subjected to rigorous research trials demonstrating their effectiveness. Recipients of the individual treatment scholarships would otherwise not be able to afford mental health treatment, and do not have access to the high-quality, evidence-based care needed to address their personal concerns.

School/Agency Consultation

The Access Psychology Foundation (APF) offers competitive grants and scholarships to schools, agencies and organizations who educate and work with traditionally underserved communities, and diverse students and clientele to provide:

- Training for school staff in Cognitive Behavioral Therapy (CBT) and Dialectical Behavioral Therapy (DBT) to help all students, ranging from universal to targeted training.
- Workshops and seminars for organizations and companies to reduce stress, burnout and to improve work-life balance among their staff.
- Training for agency staff in evidence-based interventions for their clients.

Internship Program

To increase the number of therapists from underrepresented populations, APF hosts summer and semester internship programs for undergraduate college and high-school students of color.

APF has partnered with Cognitive & Behavioral Consultants, LLP (CBC) to offer this unique internship experience to students interested in psychology. CBC is a clinical practice and training center comprised of internationally recognized mental health professionals. Headquartered in White Plains, New York with satellite locations in Manhattan, CBC provides the highest quality of clinical and wellness services, training and consultation, and research.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued):**

Functional Allocation of Expenses (Continued)

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expense/Grants	Method of Allocation
Salaries and benefits	Time and effort
Education and awareness	Time and effort
Occupancy	Square footage
Professional services	Full Time Equivalent
Printing	Full Time Equivalent
Information technologies	Full Time Equivalent
Travel	Time and effort
Depreciation	Square footage

Services Received from Personnel of an Affiliate

Employees of an affiliated organization contribute significant amounts of time to our general and administrative services. These services are considered to be services received from personnel of an affiliate and are recorded as net asset transfers in the statements of activities and as consulting expense in the statements of functional expenses.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, checking accounts, savings accounts, money market accounts, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which equals market.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued):**

Investments

We record investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets. Net investment return/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses are reported as increases in net assets without donor restrictions in the reporting period in which the income and gains are recognized.

Property and Equipment

APF has a policy of capitalizing all expenditures for property and equipment greater than \$1,000. The fair market value of donated property and equipment is similarly capitalized. Depreciation of the property and equipment as reported has been computed by the straight-line method over the estimated useful lives as follows:

	Years
1. Computer Equipment	3-5
2. Vehicles	5
3. Medical Equipment	7-15
4. Office Equipment	5-40
5. Building	20-40

Compensated Absences

APF accrues accumulated unpaid vacation when earned by the leased employee.

In-Kind Contributions

In-kind contributions of property and equipment are recorded as contributions at the estimated fair value of the property contributed at the date of donation. GAAP requires recognition of professional services received if those services (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and typically need to be purchased if not provided by donation. The value of contributed time (unpaid volunteers) is not reflected in these statements since it is not susceptible to objective measurement of valuation.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued):**

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenue and expenses. Management evaluates, on an ongoing basis, the estimates and assumptions based on new information. Management represents that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Financial Statement Presentation

Net Assets

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor - (or certain grantor -) imposed restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated program expenditures.

Net Assets With Donor Restrictions – Net assets subject to donor - (or certain grantor -) imposed restrictions. Some donor-imposed restrictions are 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 are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. We report 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. We report conditional contributions restricted by donors as increases in net assets without donor restrictions if the restrictions and conditions expire simultaneously in the reporting period. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue when received and released from restrictions when the assets are placed in service.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued):**

Revenue and Revenue Recognition

APF records special events revenue equal to the fair value of direct benefit to donors and contributions income for the excess received when the event takes place. APF records the revenue from program services at the time the service was performed, and sales are recognized at the time the services were recognized.

APF recognizes contributions when cash, securities or other assets, an unconditional promise to give (pledges), or a notification of beneficial interest is received. Conditional pledges, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been met. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions.

When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. Contributions Receivables are due in less than one year and Management represents that such amounts are 100% collectible; therefore, no allowance is provided in the financial statements.

Financial Instruments and Credit Risk

Credit risk associated with accounts receivable, and pledges are considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from Board members, and foundations supportive of our mission. Investments are monitored by APF management and the Board of Directors. We believe that the investment policies and guidelines are prudent for the long-term welfare of the organizations.

Income Tax Status

APF is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and reported no unrelated business income for the year ended December 31, 2023. Management represents that there is no uncertain tax position or other provision for income taxes that should be recognized in these financial statements. In addition, APF qualifies to receive deductible charitable contributions pursuant to Section 170(b)(1)(A)(vi).

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Leases

Under ASC 842, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, APF assesses whether:

- The contract involves the use of an identified asset.
- APF has the right to obtain substantially all the economic benefits from use of the asset throughout the period of use; and
- APF has the right to direct the use of the asset.

In addition, under ASC 842, control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed, at inception or on reassessment of a contract that contains a lease component. APF allocates the consideration in the contract to each lease component on the basis of the relative stand-alone prices of the lease components and the aggregate stand-alone price of the non-lease components.

APF recognizes right-of-use (ROU) asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability, adjusted for any lease payments made at or before the commencement date, less any lease incentives received, plus any initial direct costs incurred and an estimate of the costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located.

The right-of-use asset is subsequently measured at cost less accumulated depreciation, accumulated impairment losses, if any, and adjusted for any remeasurement of the lease liability. The right-of-use assets are expensed as Occupancy cost on the statement of functional expenses and depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant, and equipment. Right-of-use assets are evaluated for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognized in the standalone statement of statement of activities.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the weighted-average discount rate, separately for operating and finance leases, calculated using the discount rate and remaining lease payments for each lease.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (Continued)**

Leases, (Continued)

In the initial phases of the project interest rate implicit in the lease or, if that rate cannot be readily determined, the weighted-average discount rate applicable to the entity for the nature of the asset taken on the lease. For leases with reasonably similar characteristics, APF, on a lease-by-lease basis, may adopt the weighted-average discount rate specific to the lease or for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where APF is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

APF recognizes the amount of the re-measurement of lease liability as an adjustment to the right-of-use asset. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, APF recognizes any remaining amount of the re-measurement in the standalone statement of income.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

**NOTE 2: CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH
EQUIVALENTS:**

We consider all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 2: CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS (Continued)

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the statements of financial position to the sum of the corresponding amounts within the statements of cash flows:

	2023	2022
Cash and cash equivalents	\$ 362,767	\$ 365,550
Cash and cash equivalents - restricted	-	90,000
TOTAL	\$ 362,767	\$ 455,550

In addition, APF maintains its cash accounts at local financial institutions. Accounts at the financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Cash and cash equivalents and restricted cash and cash equivalents at December 31, 2023, and 2022, exceeded federally insured limits by \$112,767 and \$205,505, respectively. APF has not experienced any losses in such accounts. Management represents it is not exposed to any significant credit risk on its cash balances.

NOTE 3: FAIR VALUE MEASUREMENTS:

APF reports fair value measures of its assets and liabilities using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The asset or liability's measurement within the fair value hierarchy is based on the lowest level of input that is significant to the measurement. The three levels of inputs used to measure fair value are as follows:

- Level 1. Quoted prices for identical assets or liabilities in active markets to which APF has access at the measurement date.
- Level 2. Inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly.
 - Level 2 inputs include:
 - quoted prices for similar assets or liabilities in active markets.
 - quoted prices for identical or similar assets in markets that are not active.
 - observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
 - inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 3: FAIR VALUE MEASUREMENTS: (Continued)

- Level 3. Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value if observable inputs are not available.

When available, APF measures fair value using level 1 inputs because they generally provide the most reliable evidence of fair value. For investments – investments are carried at fair value as described in Note 4, based on quoted prices in active markets for identical assets. All are considered Level 1 observable inputs. Fair values approximate carrying value for all assets and current liabilities, measured on a recurring basis, at December 31, 2023, and 2022. All are considered Level 1 observable inputs; the carrying amount approximates fair value because of the short maturities thereof.

NOTE 4: AVAILABILITY AND LIQUIDITY:

The following table shows the total financial assets held by APF and the amounts of those financial assets that could be readily made available within one year of the statement of financial position date to meet general expenditures.

APF's financial assets at December 31,

	2023	2022
Cash and cash equivalents	\$ 362,767	\$ 455,550
Contributions receivable	584	7,792
Pledges receivable, net	50,000	70,000
Prepaid expenses and other assets	3,519	2,554
Less: Net assets with donor restrictions -	-	(90,000)
Financial assets available to meet general expenditures over the next twelve months	\$ 416,870	\$ 445,896

APF manages its liquidity and reserves by operating within a prudent range of financial soundness and stability and maintaining adequate liquid assets to fund near-term operating needs. APF accomplishes this through programs and other fundraising activities.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 5: PROPERTY AND EQUIPMENT

Property and equipment consist of the following at December 31:

	2023	2022
Office Equipment	\$ 3,171	\$ 3,171
Accumulated Depreciation	(1,268)	(634)
Book Value	\$ 1,903	\$ 2,537

Depreciation expense in the amount of \$634 and \$634 is reported on the Statement of Functional Expenses for the year ended December 31, 2023, and 2022.

NOTE 6: NET ASSETS WITH DONOR RESTRICTION:

There were no net assets with donor restrictions on December 31, 2023. Net assets with donor restriction were available at December 31, 2022, from the following foundation(s):

STEVEN SCHWARTZBERG FOUNDATION	\$ 90,000.
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NOTE 7: EMPLOYEE BENEFIT PLAN:

APF has a tax-deferred 403(b) plan covering all employees. The assets are held for each employee in an individual account maintained by an investment firm. APF's match is 3% of each qualified employee's basic contribution. Plan contribution before non-vesting forfeiture incurred by APF was \$6,116 during the year ended December 31, 2023, there was no match made to the Benefit Plan for the period ending December 31, 2022.

NOTE 8: RIGHT OF USE OPERATING LEASES:

APF leases certain office facilities at various terms under long-term non-cancelable operating lease agreements. The leases expire at various dates through 2027 and provide for renewal options ranging from one year to five years. We include in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. Our operating lease provides for increases in future minimum annual rental payments. This operating lease agreement does not require us to pay real estate taxes, insurance, and repairs.

The weighted-average discount rate is based on the discount rate implicit in the lease. We have elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable. We have applied the risk-free rate option to the building and office equipment classes of assets. The following weighted average discount rate as of December 31, 2023, and 2022, is 4.2%, however, the related party has stated that the interest for the intent of ASC 842 should be zero.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 8: RIGHT OF USE OPERATING LEASES: (Continued)

Total right-of-use assets and lease liabilities at December 31, 2023, and 2022 are as follows:

Lease Assets - Classification in the Statement of Financial Position

	<u>2023</u>	<u>2022</u>
Operating right of use assets - Other assets	\$ <u>259,200</u>	\$ <u>120,600</u>

Lease Liabilities - Classification in Statement of Financial Position

Operating lease liability	\$ <u>259,200</u>	\$ <u>120,600</u>
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The line item in the statement of functional expenses which include the components of lease expense for the year ended December 31, 2023, and 2022, is \$60,300, respectively and is included in occupancy expense.

The future minimum lease payments under noncancelable operating and finance leases with terms greater than one year and following cash flow summarizes the line items in the statement of financial position which include amounts for the right of use – operating lease as of December 31, 2023, and 2022:

	<u>2023</u>	<u>2022</u>
2023	\$ -	\$ 60,300
2024	60,300	60,300
2025	66,300	-
2026	66,300	-
2027	<u>66,300</u>	<u>-</u>
	259,200	120,600
Interest	<u>-</u>	<u>-</u>
Total payments	\$ <u>259,200</u>	\$ <u>120,600</u>

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 9: PLEDGES RECEIVABLES:

We record unconditional pledges receivable that are expected to be collected within one year at net realizable value in the statement of financial position. Unconditional pledges receivables expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset.

In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. We determine the allowance for uncollectable pledges receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Pledges receivables are written off when deemed uncollectable.

The composition of pledges receivables at December 31, 2023, and 2022, are summarized as follows:

Gift Pledges	2023	2022
Operations	\$ 265,999	\$ 285,000
Less: Unamortized discount of present value	(13,046)	(35,443)
Total pledges receivable, net	\$ 252,953	\$ 249,557

The principal terms and interest rate terms vary from 2 – 5 years. The cash flows for the gift pledges are as follows:

	2023	2022
2023	\$ -	\$ 70,000
2024	50,000	52,246
2025	115,920	44,194
2026	44,379	42,413
2027	42,654	40,704
	\$ 252,953	\$ 249,557

NOTE 10: IN-KIND CONTRIBUTIONS:

For the years ended December 31, 2023, and 2022, contributed nonfinancial assets recognized within the statements of activities included:

1. Contributed educational services are provided by specially trained educators and counselors who assist in helping clients develop and enhance their skills through group workshops and webinars. Contributed educational services are used in program services and are recognized at fair value based on current rates for similar educational services.

**ACCESS PSYCHOLOGY FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023, and 2022**

NOTE 10: IN-KIND CONTRIBUTIONS: (Continued)

2. Contributed legal services are provided by attorneys who advise us on various administrative legal matters. Contributed legal services are used for management and general activities and are recognized at fair value based on current rates for similar legal services.
3. Contributed supplies, and advertising expenses are valued using estimated U.S. prices (principal market) of identical or similar expenses using pricing data under a “like-kind” methodology considering the supplies and advertising expenses being donated and used at the time of the contribution. Contributed supplies and advertising expenses are used as part of general and administrative services in the statement of functional expenses.

NOTE 11: Related Party Transactions

During the years ended December 31, 2023, and 2022, we purchased therapists’ services and other program and consulting services for the underrepresented populations including summer and semester internship programs for undergraduate college and high-school students of color from which Cognitive & Behavioral Consultants, LLP (CBC) provided the technical leadership and donated services as part of their consulting services. These services from the personnel of CBC, are included in contract and professional services expense in the statements of functional expenses and net asset transfers in the statements of activities.

NOTE 12: SUBSEQUENT EVENTS:

APF has evaluated subsequent events through March 25, 2024, which is the date the financial statements were available to be issued. APF is not aware of any material subsequent events.