Mahoney
CPAS AND ADVISORS

COMPAS, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
JUNE 30, 2025

COMPAS, INC.

FINANCIAL STATEMENTS

For the Year Ended June 30, 2025
(With Comparative Totals for 2024)

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Mahoney
CPAS AND ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
COMPAS, Inc.
Saint Paul, Minnesota

Opinion

We have audited the accompanying financial statements of COMPAS, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of COMPAS, Inc., as of June 30, 2025, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of COMPAS, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about COMPAS, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

(Continued)

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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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of COMPAS, Inc.'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 COMPAS, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited COMPAS, Inc.'s 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 13, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Mahoney Ulbrich Christiansen & Russ, PA

December 8, 2025

COMPAS, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2025
(With Comparative Totals for 2024)

	2025	2024
ASSETS		
Cash	$ 869,359	$ 176,824
Investments	113,235	104,807
Accounts receivable, net	42,123	88,410
Contributions and grants receivable	181,785	240,377
Prepaid expenses	13,074	9,089
Total current assets	1,219,576	619,507
Contributions receivable, less current portion, net	42,000	116,500
Website, net	15,618	23,766
Right of use asset, net	82,350	118,535
Total assets	$ 1,359,544	$ 878,308
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	$ 28,649	$ 51,714
Current portion of lease liability, net	41,488	39,278
Accrued payroll and related	19,101	19,135
Deferred revenue	11,610	30,104
Refundable advances	9,000	7,380
Total current liabilities	109,848	147,611
Lease liability, less current portion, net	51,340	92,828
Net assets		
Without donor restrictions	409,673	140,537
With donor restrictions	788,683	497,332
Total net assets	1,198,356	637,869
Total liabilities and net assets	$ 1,359,544	$ 878,308

See Accompanying Notes to Financial Statements.

COMPAS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2025
(With Comparative Totals for 2024)

	2025			
	Without donor restrictions	With donor restrictions	Total	2024
Support and revenue:				
Support				
Foundation and corporate contributions	$ 524,724	$ 612,396	$ 1,137,120	$ 561,951
Government grants	146,697	17,500	164,197	182,982
Individual contributions	174,816	-	174,816	104,366
In-kind contributions	10,277	-	10,277	15,466
Special events - contributions	20,450	-	20,450	71,250
Special events - ticket sales (net of direct donor benefits of $12,774 in 2025 and $6,061 in 2024)	4,430	-	4,430	4,784
Net assets released from time and purpose restrictions	338,545	(338,545)	-	-
Total support	1,219,939	291,351	1,511,290	940,799
Revenue				
Program service fees	804,906	-	804,906	781,092
Investment income, net	12,142	-	12,142	6,930
Miscellaneous revenue	13,017	-	13,017	793
Total revenue	830,065	-	830,065	788,815
Total support and revenue	2,050,004	291,351	2,341,355	1,729,614
Expenses:				
Program services				
Creative Classroom	553,950	-	553,950	550,484
Creative Community	844,375	-	844,375	681,653
Total program services	1,398,325	-	1,398,325	1,232,137
Management and general	267,629	-	267,629	251,841
Fundraising	114,914	-	114,914	101,909
Total expenses	1,780,868	-	1,780,868	1,585,887
Change in net assets	269,136	291,351	560,487	143,727
Net assets:				
Beginning of year	140,537	497,332	637,869	494,142
End of year	$ 409,673	$ 788,683	$ 1,198,356	$ 637,869

See Accompanying Notes to Financial Statements.

COMPAS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2025
(With Comparative Totals for 2024)

	2025							
	Creative Classroom	Creative Community	Total Program Services	Management and General	Fundraising	Direct Donor Benefits	Total	2024
Salaries and seasonal wages	$ 195,943	$ 274,524	$ 470,467	$ 46,536	$ 84,790	$ -	$ 601,793	$ 525,266
Payroll taxes	16,800	23,394	40,194	3,940	7,169	-	51,303	43,541
Employee benefits	18,527	26,842	45,369	13,633	7,607	-	66,609	59,811
Total salaries and related expenses	231,270	324,760	556,030	64,109	99,566	-	719,705	628,618
Contract artists	238,338	352,097	590,435	170	-	-	590,605	565,678
Supplies	41,935	57,353	99,288	334	784	-	100,406	76,473
Artist travel and training	21,480	55,007	76,487	2,525	-	-	79,012	47,416
Audit and accounting	-	-	-	87,043	-	-	87,043	84,210
IT services, technology and website	2,841	7,097	9,938	14,953	6,398	-	31,289	31,708
Other professional services	6,177	32,883	39,060	16,817	300	-	56,177	60,937
Occupancy	-	-	-	41,100	-	2,875	43,975	46,146
Telephone	-	-	-	6,244	-	-	6,244	6,261
Equipment rental and leases	2,049	3,337	5,386	4,597	243	-	10,226	4,410
Amortization of website	-	-	-	8,148	-	-	8,148	679
Printing and copying	515	849	1,364	313	4,971	-	6,648	5,296
Postage and shipping	149	177	326	2,656	-	-	2,982	2,701
Memberships and dues	290	1,277	1,567	855	-	-	2,422	4,122
Travel, meetings, food and beverage	3,997	3,469	7,466	803	67	8,649	16,985	7,288
Insurance	-	-	-	8,367	-	-	8,367	8,054
Marketing and advertising	200	50	250	250	-	-	500	-
Bank fees	12	-	12	3,229	1,843	-	5,084	3,939
Professional development	3,837	5,045	8,882	-	-	-	8,882	-
Miscellaneous expenses	860	974	1,834	5,116	742	1,250	8,942	8,012
Total expenses before removal of special event direct donor benefits	553,950	844,375	1,398,325	267,629	114,914	12,774	1,793,642	1,591,948
Special event direct donor benefits	-	-	-	-	-	(12,774)	(12,774)	(6,061)
Total expenses	$ 553,950	$ 844,375	$ 1,398,325	$ 267,629	$ 114,914	$ -	$ 1,780,868	$ 1,585,887
	31.1%	47.4%	78.5%	15.0%	6.5%	0.0%	100%	

See Accompanying Notes to Financial Statements.

COMPAS, INC.

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2025
(With Comparative Totals for 2024)

	2025	2024
Cash flows from operating activities:		
Change in net assets	$ 560,487	$ 143,727
Adjustments to reconcile the change in net assets to net cash from operating activities:		
Reduction of right of use asset	36,185	35,120
Unrealized gain on investments	(8,428)	(6,014)
Amortization of website	8,148	679
Changes in operating assets and liabilities:		
Accounts receivable	46,287	(21,071)
Contributions and grants receivable	133,092	(172,328)
Prepaid expenses	(3,985)	(2,532)
Accounts payable and accrued expenses	(23,065)	(13,455)
Operating lease liability	(39,278)	(37,128)
Accrued payroll and related	(34)	5,746
Deferred revenue	(18,494)	(19,814)
Refundable advances	1,620	7,380
Net cash flows from operating activities	692,535	(79,690)
Cash flows from investing activities:		
Purchase of website	-	(24,445)
Purchase of investments	-	(20,000)
Net cash from investing activities	-	(44,445)
Net increase (decrease) in cash	692,535	(124,135)
Cash, beginning of year	176,824	300,959
Cash, end of year	$ 869,359	$ 176,824

See Accompanying Notes to Financial Statements.

1. ORGANIZATION

COMPAS, Inc.'s (COMPAS) mission is to use the arts to unleash the creativity within all of us so we can create better lives and better communities.

COMPAS is a nationally-recognized leader in arts education, offering programs in performing, literary, musical, and visual arts genres. Each year COMPAS partners with over 250 schools, social service agencies, older adult residences, and other community organizations to enrich people's lives through the arts.

COMPAS has been cited for excellence by the Presidential Committee on the Arts and Humanities, the MN Department of Education, the NEA, and others. COMPAS was founded in 1974.

The foundation of every program is a highly skilled teaching artist working in a community to help people unleash their own creativity. COMPAS Arts Education programs include:

Creative Classroom: Students develop whole, problem-solving, creative minds when artists come into their classroom or after school program. COMPAS works with schools' realities to teach the arts and creativity in ways that meet classroom objectives, engage every learner, and prepare students for the future.

Creative Community: COMPAS integrates creativity into the programming of just about any community. Specialized skills and training let their teaching artists develop actively creative experiences unique to each site's needs and interests. Example activities:

- AnyPlace Arts: Wherever people gather (e.g. libraries, community centers, shelters), COMPAS stretches participants' creative muscle with engaging, age-and-skill-level appropriate participatory programming.
- Artful Aging™: Adults ages 55+ experience joy and satisfaction from hands-on, artistic activities. People discover new talents, rekindle old interests, develop new friendships & create stunning art.
- Arts in Healthcare: COMPAS strengthens community and wellness in Twin Cities' hospitals and agencies that serve people with mental and physical health concerns.
- Youth Arts: Youth create a brighter future through creative employment that also builds up the community with music and stunning public art.
- Access Arts: Adults with barriers to experiencing the arts are offered programs to strengthen skills and build community.

(Continued)

1. **ORGANIZATION (Continued)**

- Justice Arts: Adults and youth who are incarcerated in county jails build creative writing and poetry skills; develop a powerful tool for reflecting on their lives for understanding and healing; and have their works published in an Anthology that is available for all to read through area libraries.
- Professional Development: COMPAS expands the reach of creativity through artist-led seminars and workshops for educators and people who work with older adults.

Support and revenue for COMPAS consists primarily of contributions and grants from individuals, foundations, corporations, and governmental agencies, and fees for program services.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Financial Statement Presentation - COMPAS reports information regarding its financial position and activities in the following two categories of net assets based on the presence or absence of donor imposed restrictions: net assets without donor restrictions and net assets with donor restrictions.

- Net assets without donor restrictions represent the portion of net assets that are not subject to donor restrictions.
- Net assets with donor restrictions arise from contributions that are restricted by donors for specific purposes or time periods.

Fair Value Measurements - COMPAS determines fair value, when necessary, based on the assumptions that market participants would use when pricing the asset or liability. Valuation techniques require using inputs which are categorized using the following hierarchy:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - inputs that are observable, directly or indirectly, other than the quoted prices included in Level 1; and
- Level 3 - unobservable inputs.

Cash Equivalents - COMPAS considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash held in brokerage accounts is not considered a cash equivalent.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Investments - Investments in marketable securities are reported at fair value. Realized and unrealized gains and losses are reported as changes in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect investment balances and the amounts reported on the statement of financial position.

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Receivables - Accounts, contributions and grants receivable are stated at net realizable value. The carrying amount of receivables is reduced by a valuation allowance that reflects management's best estimate of amounts that will not be collected. Management considers the following factors when determining the collectability of accounts receivables: Past transaction history with the customer, current industry economic trends, reasonable and supportable forecasts in the future. Contributions and grants receivables are written off when management determines the receivable will not be collected. As of June 30, 2024, management has established an allowance of $5,100 against accounts receivable. Management has determined that no allowance was necessary for June 30, 2025, accounts receivable. Management has determined that no allowance was necessary for June 30, 2025 and 2024, contributions and grants receivable.

Furniture and Equipment - COMPAS capitalizes furniture and equipment at cost or at the estimated fair value if donated. Items costing less than $2,500 are expensed. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is recognized. The cost of maintenance and repairs is expensed as incurred and significant renewals and betterments are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives. Absent explicit donor restrictions regarding how long donated assets must be maintained, COMPAS reports expiration of donor restrictions when the donated or acquired assets are placed in service. All furniture and equipment is fully depreciated as of June 30, 2025.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Website - Website costs purchased or donated with a value of at least $2,500 and a useful life greater than one year is carried cost. Amortization is computed using the straight-line method over the estimated useful life of three years.

Contributions - Contributions are recognized when the donor makes an unconditional commitment to give to COMPAS. Conditional contributions are recorded when the conditions have been met and the conditional promise becomes unconditional. Contributions are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets with donor restrictions. Restricted contributions are reported without donor restrictions if the related restrictions are met in the same year the contribution is received. Conditional contributions received before conditions have been met are shown as refundable advances.

Contributed Materials and Services - Contributed materials are recorded as contributions at their estimated fair market value based on current rates for similar material in the period received. Contributed services are recorded as contributions at their estimated fair value based on current rates for similar services only if the services create or enhance a nonfinancial asset or if the services require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Fair value is estimated by management by reference to the appropriate market and type of goods and services donated. COMPAS utilizes donated goods and services in its programs and operations or according to any donor restrictions.

Volunteers provided services throughout the year that are not recognized as contributions in the financial statements since the specified criteria are not met (See note 9).

Government Grants - Government grants are accounted for as contributions and are considered conditional based upon the incurrence of eligible expenditures. Revenue is recognized when eligible expenditures, as defined in the grant agreement, are incurred. Funds received but not yet earned are shown as refundable advances.

Program Service Fees - Revenue from program services rendered is generated primarily through providing art instruction services to schools and other not-for-profit organizations, as well as management services to other not-for-profit organizations. Revenue generated from these activities is recognized over time as the services are provided. Unsecured credit is extended to these organizations in the normal course of business.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Functional Expenses - Expenses are recorded to program and support services directly when possible. Indirect expenses that benefit multiple functional areas have been allocated based on employee time.

Operating Leases - COMPAS recognizes a right-of-use asset and a lease liability related to any long-term operating lease. The right-of use asset represents COMPAS's right to use the leased asset over the term of the lease, initially measured as the sum of 1) the lease liability, 2) lease payments made at or prior to commencement of the lease, less incentives received, and 3) initial direct costs of the lease. The lease liability relates to COMPAS's obligation to make lease payments as defined in the lease, measured at its present value. Lease expense is recognized on the straight-line basis over the term of the lease. COMPAS has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments.

Income Taxes - COMPAS is exempt from income taxes under Internal Revenue Code Section 501(c)(3) and applicable Minnesota Statutes, except to the extent it has taxable income that is not related to its tax exempt purpose. COMPAS did not have any unrelated business income in 2025 and 2024. Management believes COMPAS has appropriate support for any tax positions taken, and accordingly, does not have any uncertain tax positions that are material to the financial statements.

Comparative Total Column - The financial statements include certain prior-year summarized comparative information in total but not by net asset class or functional expense. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the financial statements for the year ended June 30, 2024.

3. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure within one year of June 30, comprise the following:

	2025	2024
Cash	$ 869,359	$ 176,824
Investments	113,235	104,807
Accounts receivable, net	42,123	88,410
Contributions and grants receivable	181,785	240,377
	$ 1,206,502	$ 610,418

COMPAS receives significant contributions restricted by grantors and considers amounts restricted for programs ongoing, major, and central to its annual operations to be available to meet current needs for general expenditures over the next year. COMPAS operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

In addition, COMPAS has a $50,000 line of credit that is available for unanticipated liquidity needs.

4. INVESTMENTS

Investments at June 30, 2025 and 2024, are held in a brokerage account with a professionally managed brokerage firm and consist of the following funds. The following table set forth by level within the fair value hierarchy lists COMPAS's investments at fair value as of June 30, 2025:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and cash equivalents	$ 2,293	$ -	$ -
Mutual funds	73,884	-	-
Common stocks and ETFs	37,058	-	-
Investments at fair value	$ 113,235	$ -	$ -

(Continued)

4. **INVESTMENTS (Continued)**

The following table set forth by level within the fair value hierarchy lists COMPAS's investments at fair value as of June 30, 2024:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and cash equivalents	$ 8,006	$ -	$ -
Mutual funds	65,071	-	-
Common stocks and ETFs	31,730	-	-
Investments at fair value	$ 104,807	$ -	$ -

5. **CONTRIBUTIONS AND GRANTS RECEIVABLE**

Contributions and grants receivable are due for the year ended June 30:

2026	$ 181,785
2027	42,000
Total	$ 223,785

6. **LINE OF CREDIT**

COMPAS has a $50,000 line of credit from Bremer Bank. The revolving line of credit matures on January 14, 2026, and the interest rate is prime plus 0.75% (7.5% at June 30, 2025) but not less than 3.25%. Secured by assets of COMPAS. No balance was outstanding on the line of credit as of June 30, 2025 and 2024.

7. REVENUE FROM CONTRACTS WITH CUSTOMERS

The following table provides information about accounts receivable and deferred revenue as of June 30 2025, June 30, 2024, and July 1, 2023:

	June 30, 2025	June 30, 2024	July 1, 2023
Accounts receivable	$ 42,123	$ 88,410	$ 67,339
Deferred revenue	$ 11,610	$ 30,104	$ 49,918

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at June 30 are for the following:

	2025	2024
Purpose:		
Creative Classroom	$ 678,098	$ 220,835
Creative Community	58,785	233,783
Time:		
General operations	35,000	10,214
50th Anniversary gala	16,800	32,500
	$ 788,683	$ 497,332

Restrictions are classified according to their main restriction. Some of the restrictions have components of both time and purpose restrictions.

9. IN-KIND CONTRIBUTIONS

In-kind contributions of services, primarily used for management and administrative purposes, consist of legal services valued at $10,277 and $15,966 for the years ended June 30, 2025 and 2024. The donor provided the pro bono hours donated which was multiplied by their standard billing rates.

In 2024, $500 of supplies were donated, the supplies were valued at comparable items fair market value and are unrestricted. There were no supply donations in 2025.

10. LEASES

COMPAS's operating lease is a real estate lease for office space, the operating lease began April 2022. Lease payments started on September 1, 2022. The original lease term expires August 31, 2027. The lease term excludes a five-year extension, available at COMPAS's option, which COMPAS is not reasonably certain to exercise. Therefore, the payments associated with the extension are not included in the right-of-use (ROU) asset nor the lease liability recognized as of June 30, 2025.

COMPAS evaluated current contracts to determine which met the criteria of a lease. The ROU asset represents COMPAS's right to use the underlying asset for the lease term, and the lease liability represent COMPAS's obligation to make lease payments arising from the lease. The ROU asset and lease liability, arising from an operating lease, were calculated based on the present value of future lease payments over the lease term. The weighted-average discount rate applied to calculate lease liability as of June 30, 2025, was 2.79%. As of June 30, 2025, the weighted-average remaining lease term for the COMPAS's operating lease is approximately 2 years.

For the year ended June 30, 2025 and 2024, total operating lease cost was $39,274 under the lease. For the year ended June 30, 2025 and 2024, cash paid for the operating lease was $42,366 and $41,282. There were no noncash investing and financing transactions related to leasing.

10. **LEASES (Continued)**

Future maturities of lease liabilities are presented in the following table, for the fiscal years ending June 30:

2026	$	43,450
2027		44,534
2028		7,588
		95,572
Present value discount at 2.79%		(2,744)
Lease liability	$	92,828

11. **CONCENTRATIONS**

COMPAS places its cash with high quality financial institutions. At times, such deposits may exceed the insured limit of the institutions which exposes COMPAS to a credit risk. COMPAS has not experienced any losses as a result of these deposits. At June 30, 2024, deposits did not exceed the insured limit. At June 30, 2025, deposits exceeded the insured limit by $580,241.

Contributions from two contributors represent approximately 10% and 23% of total revenue for 2025.

12. **CONTINGENCIES**

Amounts received from various donors and governmental agencies are subject to audit and potential adjustment by these agencies. Any disallowed claims, including amounts already collected, will become a liability of COMPAS at the time any assessment for refund is made. It is management's belief that no material amounts received will be required to be returned in the future.

13. **SUBSEQUENT EVENTS**

Management has evaluated subsequent events through December 8, 2025, the date on which the financial statements were available for issue.