

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

**Financial Statements
For the Years Ended December 31, 2023 and 2022
With Independent Auditor's Report**



MITCHELL TITUS
ACHIEVING EXCELLENCE TOGETHER

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE
Financial Statements
For the Years Ended December 31, 2023 and 2022

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Depression and Bipolar Support Alliance

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Depression and Bipolar Support Alliance, which comprise the statements of financial position as of December 31, 2023 and 2022, 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 Depression and Bipolar Support Alliance as of December 31, 2023 and 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 audits 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 Depression and Bipolar Support Alliance, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 Depression and Bipolar Support Alliance's ability to continue as a going concern for one year after the date that the financial statements are issued or are available to be issued.

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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 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 control. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these 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 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 Depression and Bipolar Support Alliance'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 Depression and Bipolar Support Alliance'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 audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

Mitchell Titus, LLP

June 3, 2024

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Statements of Financial Position

As of December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
<i>Current assets</i>		
Cash and cash equivalents	\$ 715,492	\$ 774,836
Accounts receivable	47,998	27,732
Contributions receivable (Note 5)	334,992	279,848
Prepaid expenses	59,979	205,985
Total current assets	<u>1,158,461</u>	<u>1,288,401</u>
Property and equipment, net (Note 4)	<u>263,728</u>	<u>380,169</u>
<i>Other assets</i>		
Deposits (Note 8)	20,000	20,000
Investments (Note 3)	1,491,362	1,745,162
Total other assets	<u>1,511,362</u>	<u>1,765,162</u>
Total assets	<u><u>\$ 2,933,551</u></u>	<u><u>\$ 3,433,732</u></u>
LIABILITIES AND NET ASSETS		
<i>Current liabilities</i>		
Accounts payable and accrued expenses	\$ 122,023	\$ 85,242
Accrued payroll and vacation	100,118	110,639
Operating lease liability (Note 8)	131,175	124,280
Deferred revenue	102,015	6,705
Total current liabilities	<u>455,331</u>	<u>326,866</u>
<i>Noncurrent liabilities</i>		
Operating lease liability (Note 8)	<u>138,304</u>	<u>269,479</u>
Total liabilities	<u>593,635</u>	<u>596,345</u>
NET ASSETS		
Without donor restrictions	1,865,459	2,381,156
With donor restrictions (Note 6)	474,457	456,231
Total net assets	<u>2,339,916</u>	<u>2,837,387</u>
Total liabilities and net assets	<u><u>\$ 2,933,551</u></u>	<u><u>\$ 3,433,732</u></u>

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

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Statements of Activities

For the Years Ended December 31, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT						
<i>Contributions (Note 11)</i>						
Corporations	\$ 776,500	\$ 137,500	\$ 914,000	\$ 777,650	\$ 210,100	\$ 987,750
Foundations	85,500	407,000	492,500	106,500	122,500	229,000
Government	100,625	91,687	192,312	-	142,067	142,067
Individuals	822,848	-	822,848	823,835	-	823,835
Chapter and BMPN fees	30,401	-	30,401	27,005	-	27,005
Contract revenue	122,911	-	122,911	268,907	-	268,907
Program service revenue	66,250	-	66,250	69,625	-	69,625
Net investment income (loss) (Note 3)	126,256	-	126,256	(226,983)	-	(226,983)
Donated goods and services (Note 10)	-	-	-	3,600	-	3,600
Other	91	-	91	1,347	-	1,347
Total revenue and gains	2,131,382	636,187	2,767,569	1,851,486	474,667	2,326,153
Net assets released from restrictions (Note 7)	617,961	(617,961)	-	843,024	(843,024)	-
Total revenue, gains and other support	2,749,343	18,226	2,767,569	2,694,510	(368,357)	2,326,153
EXPENSES						
<i>Program services</i>						
Education and information	808,169	-	808,169	983,943	-	983,943
Grass roots and peer services	1,452,973	-	1,452,973	1,522,181	-	1,522,181
Total program services	2,261,142	-	2,261,142	2,506,124	-	2,506,124
<i>Supporting services</i>						
Management and general	453,530	-	453,530	514,003	-	514,003
Fundraising	550,368	-	550,368	438,624	-	438,624
Total supporting services	1,003,898	-	1,003,898	952,627	-	952,627
Total expenses	3,265,040	-	3,265,040	3,458,751	-	3,458,751
Change in net assets	(515,697)	18,226	(497,471)	(764,241)	(368,357)	(1,132,598)
NET ASSETS						
Beginning of year	2,381,156	456,231	2,837,387	3,145,397	824,588	3,969,985
End of year	\$ 1,865,459	\$ 474,457	\$ 2,339,916	\$ 2,381,156	\$ 456,231	\$ 2,837,387

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

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Statement of Functional Expenses

For the Year Ended December 31, 2023

	Program Services			Supporting Services			Total Expenses
	Education and Information	Grass Roots and Peer Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	
Salaries and benefits	\$ 526,817	\$ 848,665	\$ 1,375,482	\$ 279,125	\$ 324,313	\$ 603,438	\$ 1,978,920
Lease expense (Note 8)	19,142	20,997	40,139	11,813	9,916	21,729	61,868
Advertising	21,016	4,103	25,119	1,769	2,087	3,856	28,975
Awards, scholarships and grants	389	-	389	-	-	-	389
Bank fees and taxes	-	-	-	13,337	-	13,337	13,337
Consultants and outside services	123,306	381,865	505,171	1,197	93,508	94,705	599,876
Depreciation (Notes 4 and 8)	35,091	55,134	90,225	19,699	21,818	41,517	131,742
Food and beverage	10,435	239	10,674	503	185	688	11,362
Insurance	7,372	11,582	18,954	4,138	4,583	8,721	27,675
Interest (Note 8)	3,651	4,005	7,656	2,253	1,892	4,145	11,801
Memberships	1,975	7,862	9,837	1,002	44,466	45,468	55,305
Miscellaneous	-	184	184	1,121	24	1,145	1,329
Postage, shipping and fulfillment	3,406	5,295	8,701	633	6,423	7,056	15,757
Printing	1,687	7,031	8,718	132	12,838	12,970	21,688
Professional fees	1,748	13,080	14,828	90,970	-	90,970	105,798
Supplies and computer software	18,159	47,759	65,918	9,711	10,387	20,098	86,016
Telephone	6,123	14,232	20,355	3,437	3,807	7,244	27,599
Travel and meetings	12,645	22,508	35,153	12,031	13,751	25,782	60,935
Website design and maintenance	15,207	8,432	23,639	659	370	1,029	24,668
Total expenses included in statement of activities	\$ 808,169	\$ 1,452,973	\$ 2,261,142	\$ 453,530	\$ 550,368	\$ 1,003,898	\$ 3,265,040

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

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Statement of Functional Expenses

For the Year Ended December 31, 2022

	Program Services			Supporting Services			Total Expenses
	Education and Information	Grass Roots and Peer Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	
Salaries and benefits	\$ 645,619	\$ 851,542	\$ 1,497,161	\$ 308,928	\$ 273,005	\$ 581,933	\$ 2,079,094
Lease expense (Note 9)	21,856	25,462	47,318	10,986	9,609	20,595	67,913
Advertising	48,407	2,961	51,368	6,809	9,091	15,900	67,268
Awards, scholarships and grants	1,964	783	2,747	-	-	-	2,747
Bank fees and taxes	-	-	-	13,970	-	13,970	13,970
Consultants and outside services	98,749	432,032	530,781	4,734	26,753	31,487	562,268
Depreciation (Notes 4 and 9)	44,586	56,272	100,858	16,910	15,783	32,693	133,551
Equipment leasing and maintenance	154	195	349	58	55	113	462
Food and beverage	3,803	1,025	4,828	5,617	50	5,667	10,495
Insurance	8,660	10,929	19,589	3,284	3,065	6,349	25,938
Interest (Note 9)	5,149	6,023	11,172	2,588	2,264	4,852	16,024
Memberships	1,565	4,345	5,910	474	54,527	55,001	60,911
Miscellaneous	108	1,301	1,409	1,775	308	2,083	3,492
Postage, shipping and fulfillment	2,663	4,494	7,157	3,973	9,015	12,988	20,145
Printing	17,712	9,369	27,081	-	8,082	8,082	35,163
Professional fees	6,176	4,817	10,993	114,533	-	114,533	125,526
Supplies and computer software	28,078	50,330	78,408	8,744	8,470	17,214	95,622
Telephone	9,591	17,418	27,009	3,637	3,395	7,032	34,041
Travel and meetings	19,806	33,742	53,548	6,245	15,152	21,397	74,945
Website design and maintenance	19,297	9,141	28,438	738	-	738.00	29,176
Total expenses included in statement of activities	\$ 983,943	\$ 1,522,181	\$ 2,506,124	\$ 514,003	\$ 438,624	\$ 952,627	\$ 3,458,751

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

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Statements of Cash Flows

For the Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (497,471)	\$ (1,132,598)
<i>Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities</i>		
Realized and unrealized (gain) loss on investments	(79,499)	253,355
Depreciation	131,742	133,551
<i>Net (increase) decrease in assets</i>		
Accounts receivable	(20,266)	(15,624)
Contributions receivable	(55,144)	216,147
Prepaid expenses	146,006	40,670
<i>Net increase (decrease) in liabilities</i>		
Accounts payable and accrued expenses	36,781	29,072
Accrued payroll and vacation	(10,521)	17,651
Change in operating lease liabilities	(124,280)	(117,632)
Deferred revenue	95,310	(3,525)
	<u>(377,342)</u>	<u>(578,933)</u>
Net cash (used in) provided by operating activities		
	<u>(377,342)</u>	<u>(578,933)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(15,301)	(16,022)
Purchase of investments	(208,206)	(1,102,623)
Proceeds from sale of investments	541,505	1,372,977
	<u>317,998</u>	<u>254,332</u>
Net cash provided by (used in) investing activities		
	<u>317,998</u>	<u>254,332</u>
Net (decrease) increase in cash and cash equivalents	(59,344)	(324,601)
CASH AND CASH EQUIVALENTS		
Beginning of year	774,836	1,099,437
End of year	<u>\$ 715,492</u>	<u>\$ 774,836</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during the year for interest	<u>\$ 11,801</u>	<u>\$ 16,024</u>

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

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Activities and Organization

Depression and Bipolar Support Alliance (DBSA) is a national nonprofit corporation established in 1985. DBSA is the leading peer-focused mental health organization whose mission is to improve the lives of people living with mood disorders. DBSA has national partners with more than 80 local affiliate chapters, with additional online support groups and reaches more than 1.5 million people with support, educational resources, and tools to help those living with mood disorders lead productive and fulfilling lives. Additionally, through advocacy efforts, DBSA amplifies peers' voices and works toward systemic change in the delivery of mental health care. Funding is derived primarily from contributions, program service and contract revenue. DBSA is a national organization whose headquarters are located in Chicago, Illinois.

To achieve DBSA's mission, its work is grounded within four organizational pillars:

Empowering Wellness

Through education, resources, outreach and advocacy, DBSA and its 80+ affiliate chapters promote hope and understanding among individuals living with depression and bipolar disorders.

Cultivating Connections

Among our stakeholders, such as individuals living with mood disorders, their families and caregivers, and clinicians, DBSA is committed to creating powerful and impactful communities of shared experiences and support.

Inspiring Understanding

DBSA inspires understanding by focusing its education and advocacy efforts on dismantling stereotypes, ending discrimination, and changing the way individuals communicate about mood disorders.

Catalyzing Transformation

DBSA's advocacy efforts are focused on amplifying the voices of those living with mood disorders and working toward systemic change in the delivery and quality of mental health care.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting. Using this method, revenue and expenses are recognized in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Basis of Presentation

Information regarding the financial position and activities of DBSA is reported in two classes of net assets: net assets without donor restrictions and net assets with donor restrictions, based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- *Without donor restrictions* - Net assets without donor restrictions are not subject to donor-imposed stipulations but may be subject to board designations. They include all activities of DBSA, except for those amounts that are restricted by external donors.
- *With donor restrictions* - Net assets with donor restrictions are subject to donor-imposed stipulations that can be removed through the passage of time (time restrictions) or actions of DBSA (purpose restrictions). Net assets with donor restrictions may also be imposed by donors who require that the principal of these classes of net assets be invested in perpetuity and only the investment income be expended. DBSA has no net assets with donor restrictions stipulated to be invested in perpetuity.

Cash Equivalents

DBSA considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents, excluding those amounts contained in the investment account.

Concentration of Credit Risk

DBSA maintains cash balances in financial institutions that at certain times exceed the insured limits provided by the Federal Deposit Insurance Corporation. However, DBSA has not experienced any losses on these accounts and management does not believe it is exposed to any significant risk.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Investments

Investments are recorded at fair value in the statements of financial position. Interest and dividends, as well as realized and unrealized gains and losses on investments, are included in the statements of activities. Interest and dividends and gains and losses on investments are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations.

Uncollectible Accounts

DBSA considers its accounts and contributions receivable to be fully collectible. Accordingly, no allowance for uncollectible accounts is required. If amounts become uncollectible, they are charged to operations when that determination is made. This direct write-off method does not materially differ from the allowance method required by U.S. GAAP.

Property and Equipment

Property and equipment additions over \$500 are recorded at historical cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from three to seven years as follows:

<u>Description</u>	<u>Years</u>
Computer equipment and software	3 – 5
Furniture and fixtures	5 – 7
Website	3

Maintenance and repairs, which neither materially add to the value of the property nor appreciably prolong its life, are charged to expense as incurred. Gains or losses on dispositions of property and equipment are included in the statements of activities.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

Contributions and Contributions Receivable

Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. Promises to give payable over more than one year are recorded at present value. Contributions of cash and other assets are recorded as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or when both stipulations have occurred. 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. However, if a restriction is fulfilled in the same time period in which the contribution is received, DBSA reports the support as without donor restrictions.

Contributed Services

DBSA recognizes the fair value of donated services received if such services a) create or enhance nonfinancial assets or b) require specialized skills that are provided by individuals possessing those skills that would typically need to be purchased if not contributed.

Revenue Recognition

DBSA receives income from contracts, program services, and chapter and Balanced Mind Parent Network (BMPN) fees. Contract and program service revenue is recognized at a point in time when services are rendered in accordance with the corresponding contract. Chapter fees are recognized at a point in time when payment is received. BMPN fees are recognized over time as resources are continually available for usage.

Program revenue and payments under cost reimbursable contracts received in advance are deferred to the period in which the related performance obligation is satisfied.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification details of expenses by function. Expenses that are easily identifiable and directly associated with a particular program or supporting service are allocated directly to that functional category. Certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Functional Allocation of Expenses *(continued)*

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries, taxes, and benefits	Time and effort
Occupancy	Time and effort
Telephone	Full-time equivalent and usage
Equipment leasing and maintenance	Full-time equivalent and usage
Insurance	Full-time equivalent and usage
Office supplies and computer maintenance	Full-time equivalent and usage
Shipping and postage non-program	Full-time equivalent and usage
Subscriptions/memberships	Full-time equivalent and usage
Depreciation	Full-time equivalent and usage

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue, gains, and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

DBSA is a nonprofit corporation that has been granted a tax-exempt status as a public charity under Section 501(c)(3) of the Internal Revenue Code for all business income related to the organization's tax-exempt purpose. DBSA had no unrelated business activities during the years ended December 31, 2023 or 2022.

Evaluation of Tax Positions

The financial statement effects of a tax position taken or expected to be taken are recognized in the financial statements when it is more-likely-than-not, based on the technical merits, that the position will be sustained upon examination. As of December 31, 2023 and 2022, DBSA had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 1 **NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

Reclassifications

Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements. These reclassifications have no effect on DBSA's financial position or results of operations.

Subsequent Events

DBSA has evaluated subsequent events for potential recognition and/or disclosures through June 3, 2024, the date the financial statements were available to be issued.

NOTE 2 **LIQUIDITY AND AVAILABILITY**

The target minimum operating reserve is equal to a minimum of four months of average recurring operating costs per the current annual budget; however, DBSA's goal is to maintain additional financial assets beyond four months of reserves to meet 90 days of operating expenses based on the current annual budget. As part of DBSA's liquidity management plan, the operating reserve is to be funded and available in cash and cash equivalents, and cash in excess of daily operating requirements is invested in money market funds, certificates of deposit and other short-term investments. Operating reserves can be utilized with the approval of the Finance Committee of the Board of Directors and should not be used to replace a permanent loss of funds or eliminate an ongoing budget gap.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 2 LIQUIDITY AND AVAILABILITY *(continued)*

DBSA's goal is to replenish utilized funds within 12 months to restore the reserve fund. The following table reflects DBSA's financial assets as of December 31, 2023 and 2022, reduced by amounts that are not available for general use within one year. Financial assets are considered unavailable when non-liquid or not convertible to cash within one year or because donors have restricted the use of funds. The table below presents financial assets available for general expenditures within one year:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 715,492	\$ 774,836
Contributions receivable, current	334,992	279,848
Accounts receivable	47,998	27,732
Investments	<u>1,491,362</u>	<u>1,745,162</u>
Total financial assets	<u>2,589,844</u>	<u>2,827,578</u>
Investments with liquidity horizons greater than one year	-	-
Net assets with donor restrictions	<u>(474,457)</u>	<u>(436,231)</u>
Financial assets not available to be used within one year	<u>(474,457)</u>	<u>(436,231)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,115,387</u>	<u>\$ 2,391,347</u>

NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS

U.S. GAAP provides a uniform framework for the definition, measurement, and disclosure of fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. U.S. GAAP also establishes a fair value hierarchy that requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Valuations based on quoted prices for identical assets or liabilities in active markets;

Level 2: Valuations based on quoted prices for similar assets or liabilities or identical assets or liabilities in less active markets, such as dealer or broker markets; and

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS *(continued)*

Level 3: Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable, such as pricing models, discounted cash flow models and similar techniques not based on market, exchange, dealer, or broker-traded transactions.

The estimated fair values of investments as of December 31, 2023, measured on a recurring basis, are as follows:

Description	Total	December 31, 2023		
		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
Money market	\$ 294,122	\$ 294,122	\$ -	\$ -
<i>Equity funds</i>				
Large cap growth	53,323	53,323	-	-
Large cap blend	91,036	91,036	-	-
Small cap growth	15,797	15,797	-	-
Value equities	150,098	150,098	-	-
Emerging market equities	52,272	52,272	-	-
International equities	76,323	76,323	-	-
Small cap blend	16,204	16,204	-	-
Real estate	57,807	57,807	-	-
<i>Fixed income</i>				
High-yield bond	43,329	43,329	-	-
Intermediate-term bond	448,174	448,174	-	-
Short-term bond	178,759	178,759	-	-
International bond	14,118	14,118	-	-
Investments at fair value	1,491,362	\$ 1,491,362	\$ -	\$ -
Certificates of deposit	-			
Total investments	\$ 1,491,362			

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS *(continued)*

The estimated fair values of investments as of December 31, 2022, measured on a recurring basis, are as follows:

Description	Total	December 31, 2022		
		Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
Money market	\$ 459,848	\$ 459,848	\$ -	\$ -
<i>Equity funds</i>				
Large cap growth	55,639	55,639	-	-
Large cap blend	139,420	139,420	-	-
Small cap growth	15,397	15,397	-	-
Value equities	180,656	180,656	-	-
Emerging market equities	54,156	54,156	-	-
International equities	92,869	92,869	-	-
Small cap blend	14,797	14,797	-	-
Real estate	62,911	62,911	-	-
<i>Fixed income</i>				
High-yield bond	54,247	54,247	-	-
Intermediate-term bond	394,914	394,914	-	-
Short-term bond	204,893	204,893	-	-
International bond	15,415	15,415	-	-
Investments at fair value	1,745,162	\$ 1,745,162	\$ -	\$ -
Certificates of deposit	-			
Total investments	\$ 1,745,162			

DBSA invests in various investment securities that are exposed to several risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term. The changes could materially affect the amounts reported in the statements of financial position.

Investment income (loss) for the years ended December 31, 2023 and 2022, was comprised of the following:

	2023	2022
Interest and dividends	\$ 55,647	\$ 36,248
Realized gains (losses)	(8,493)	40,182
Unrealized gains (losses)	87,992	(293,538)
Fees	(8,890)	(9,875)
Net investment income	\$ 126,256	\$ (226,983)

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31:

	<u>2023</u>	<u>2022</u>
Operating lease ROU asset	\$ 537,083	\$ 537,083
Computer equipment and software	241,341	232,587
Furniture and fixtures	36,788	36,788
Website	53,069	53,069
	868,281	859,527
<i>Less: Accumulated depreciation</i>	<i>(604,553)</i>	<i>(479,358)</i>
Net property and equipment	<u>\$ 263,728</u>	<u>\$ 380,169</u>

Depreciation expense was \$131,742 and \$133,551 for the years ended December 31, 2023 and 2022, respectively.

NOTE 5 CONTRIBUTIONS RECEIVABLE

Pledges receivable are due as follows at December 31:

	<u>2023</u>	<u>2022</u>
Due within one year	\$ 334,992	\$ 279,848
Due within two to five years	-	-
Total contributions receivable	<u>\$ 334,992</u>	<u>\$ 279,848</u>

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 6 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes:

	<u>2023</u>	<u>2022</u>
<i>Purpose restricted</i>		
Addressing mental health disparities in Black communities	\$ -	\$ 75,000
Addressing mental health disparities in historically marginalized communities	-	50,000
2024 online support groups - marginalized groups	25,000	-
MDD Clinical Trial Awareness for IQVIA	5,000	-
Enhancing consumer network programs in Illinois through peer support for Black communities	2,457	28,592
Expansion of services to reach diverse audiences	-	53,960
Black and LGBTQ+ support groups	5,000	-
FDA engagement 2023	-	100
Foundation giving - time restriction	235,000	10,000
IAB support	-	35,000
PGx Testing Advocacy Initiative for Myriad Genetics	10,000	-
Increasing access to peer support services in black communities	-	75,000
Mental health education and wellness tools for youth	-	12,500
National Association of Peer Supporters Annual Conference	17,000	-
PCORI senior engagement	-	41,025
Peer support services within California mental health system	-	6,400
Sustaining DBSA National Online Support Group Program and DEI Efforts	75,000	-
Metabolic Therapy Clinical Trial Wellness Scale	50,000	-
Veteran peer specialist program	50,000	68,654
Total net assets with donor restrictions	<u>\$ 474,457</u>	<u>\$ 456,231</u>

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 7 NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions for the following purposes:

	<u>2023</u>	<u>2022</u>
Addressing mental health disparities in Black communities	\$ -	\$ 28,206
Addressing Mental Health Disparities Through Peer Support: Engaging Asian American/Pacific Islander, Black and Rural Communities	75,000	-
Addressing mental health disparities in historically marginalized communities	50,000	-
Capacity building for apprenticeship program	-	46,000
Enhancing consumer network programs in Illinois through peer support for Black communities 2021	-	22,260
Enhancing consumer network programs in Illinois through peer support for Black communities 2022	28,592	66,050
Enhancing consumer network programs in Illinois through peer support for Black communities 2023	89,230	-
Expansion of services to reach diverse audiences	53,959	102,829
FDA engagement 2022	-	50,000
FDA engagement 2023	100	-
Foundation giving - time restriction	10,000	-
IAB support	35,000	50,000
Increasing access to peer support services in black communities 2022 Leadership Summit	75,000	85,000
	-	25,000
Mental health education and wellness tools for youth	-	32,053
Limbox project STAND Research Study Recruitment	12,500	-
Foundation giving - time restriction	50,000	-
On-line support groups	-	20,080
PCORI senior engagement	41,025	-
Peer support services within California mental health system	6,400	-
Senior strength depression initiative	-	7,500
Support mental health disparities through peer support in black communities	22,500	51,829
Sustaining chapters and support of group networks	-	75,000
Teen mental health program	-	15,000
Veteran peer specialist program	68,655	75,529
Virtual support to individuals and caregivers	-	90,688
Total net assets released from restrictions	<u>\$ 617,961</u>	<u>\$ 843,024</u>

NOTE 8 LEASE COMMITMENTS

During 2014, DBSA entered into an operating lease for office space, which began in January 2015 and expires in December 2025. Lease payments were abated for the first six full months of the lease and again for five months during the second year of the lease. Rental payments range from \$9,720 to \$11,745 over the life of the lease. The lease required an initial security deposit of \$60,000.

After the 20th and 37th months of the lease term, the security deposit decreased to \$40,000 and \$20,000, respectively. During 2017, \$20,000 of the security deposit was credited to DBSA, leaving a remaining balance of \$20,000 at December 31, 2023 and 2022.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 8 LEASE COMMITMENTS *(continued)*

DBSA's lease has fixed rental payments that were originally based upon annual rent increases determined by changes in the Consumer Price Index. DBSA makes separate payments to the lessor based on the lessor's real estate taxes assessed on the property, as well as a portion of the common area maintenance and operations associated with the property. DBSA has elected the practical expedient not to separate lease and non-lease components for the building lease.

During 2023 and 2022, DBSA recognized rent expenses associate with the lease as follows:

	<u>2023</u>	<u>2022</u>
<i>Operating lease cost</i>		
Fixed rent expense	\$ 136,080	\$ 133,656
Variable rent expense (reduction)	42,206	50,880
Short-term lease cost	-	-
Net lease cost	<u>\$ 178,286</u>	<u>\$ 184,536</u>
Lease cost - operating expenses	\$ 59,305	\$ 65,555
Lease cost - depreciation	107,180	102,957
Lease cost - interest	11,801	16,024
Net lease cost	<u>\$ 178,286</u>	<u>\$ 184,536</u>

During the years ended December 31, 2023 and 2022, cash and non-cash activities associated with DBSA's lease are as follows:

	<u>2023</u>	<u>2022</u>
<i>Cash paid for amounts in the measurement of lease liabilities</i>		
Operating cash flows from operating leases	<u>\$ 168,955</u>	<u>\$ 182,250</u>
<i>Non-cash investing and financing activities</i>		
New operating lease liabilities	<u>\$ -</u>	<u>\$ -</u>

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 8 LEASE COMMITMENTS *(continued)*

Future minimum rent payments due under the lease are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2024	\$ 138,516
2025	<u>140,940</u>
Total	279,456
Less: Effects of discounting	<u>(9,977)</u>
Lease liabilities recognized	<u>\$ 269,479</u>

As of December 31, 2023, the remaining lease term for the building operating lease is two years.

In general, DBSA does not have access to the rate implicit in the lease. Therefore, DBSA utilizes rates associated with the U.S. Federal reserve comparative to the term or remaining term of the lease. The discount rate associated with the operating lease is 3.5%.

NOTE 9 EMPLOYEE BENEFIT PLANS

DBSA maintains a tax-deferred plan qualified under Section 401(k) of the Internal Revenue Code. Under the terms of the plan, an eligible employee may contribute up to 100% of eligible compensation, not to exceed IRS limitations. During 2023 and 2022, DBSA matched 100% of the first 1% contributed by an employee. Thereafter, DBSA matches 50% of employee contributions up through the next 5%, with the total employer contribution not to exceed 3.5%. Contributions were \$16,034 and \$44,996 for the years ended December 31, 2023 and 2022, respectively.

NOTE 10 DONATED GOODS AND SERVICES

Donated goods and services recognized during the years ended December 31, 2023 and 2022, consisted of consultants for executive coaching and team building in the amount of \$0 and \$3,600, respectively.

Donated services expensed for the years ended December 31, 2023 and 2022, are included in fundraising and management and general expenses, respectively, in the accompanying statements of activities.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

Notes to Financial Statements

For the Years Ended December 31, 2023 and 2022

NOTE 11 CONCENTRATION OF CONTRIBUTIONS

During 2023 and 2022, there was no concentration of contributions.

NOTE 12 VOLUNTEER SERVICES

A significant amount of volunteer services is contributed to DBSA to support its program and supporting services. These volunteer activities include participating on the Board of Directors and numerous other committees. The value of these services has not been included in the financial statements because the criteria for recognition have not been satisfied.

NOTE 13 RELATED PARTY

During the years ended December 31, 2023 and 2022, contributions from Board members and employees totaled \$126,578 and \$100,197, respectively.

