SOCIETY OF ST. VINCENT DE PAUL
COUNCIL OF SEATTLE/KING COUNTY

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

YEARS ENDED SEPTEMBER 30, 2025 AND 2024

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Contents

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Society of St. Vincent de Paul Council of Seattle/King County
Seattle, Washington

Opinion

We have audited the financial statements of the Society of St. Vincent de Paul Council of Seattle/King County (the Organization), which comprise the statements of financial position as of September 30, 2025 and 2024, and the related statements of activities and changes in net assets, 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 the Organization as of September 30, 2025 and 2024, 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 the Organization 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 of 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 the Organization's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

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INDEPENDENT AUDITORS' REPORT (Continued)

Auditor's Responsibilities for the Audits 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with 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 the 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, that raise substantial doubt about the 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 finding, and certain internal control-related matters that we identified during the audit.

Bland + Associates, P.C.

Omaha, Nebraska
June 16, 2026

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SOCIETY OF ST. VINCENT DE PAUL COUNCIL OF SEATTLE/KING COUNTY
STATEMENTS OF FINANCIAL POSITION

	September 30,	
ASSETS	**2025**	**2024**
CURRENT ASSETS		
Cash and Cash Equivalents	$ 2,284,375	$ 2,383,053
Marketable Securities	175,230	3,006,583
Accounts Receivable, Net Allowance for Credit Losses of $0 and $4,400, Respectively	324,004	269,920
Pledges Receivable, Net Allowance for Credit Losses of $0 and $5,000, Respectively	270,000	650
Inventories	484,792	480,748
Prepaid Expenses and Other	219,272	248,533
Total Current Assets	3,757,673	6,389,487
PROPERTY AND EQUIPMENT		
Land	5,159,080	5,159,080
Buildings	5,810,232	5,810,232
Leasehold Improvements	1,078,648	1,078,648
Vehicles	100,540	100,540
Furniture and Equipment	1,073,185	1,069,778
Construction in Progress	3,600	3,600
	13,225,285	13,221,878
Less Accumulated Depreciation	(5,467,716)	(5,250,445)
Total Property and Equipment	7,757,569	7,971,433
OTHER ASSETS		
Deferred Rental Income	2,141,846	2,103,847
Right-of-Use Assets	14,648	37,964
Total Other Assets	2,156,494	2,141,811
	$ 13,671,736	**$ 16,502,731**

	September 30,	
LIABILITIES AND NET ASSETS	**2025**	**2024**
CURRENT LIABILITIES		
Accounts Payable	$ 81,619	$ 132,312
Accrued Expenses	559,411	594,348
Deferred Revenue	54,585	51,200
Current Portion of Operating Lease Liability	10,868	22,557
Current Portion of Long-Term Debt	1,591,941	4,136,637
Total Current Liabilities	2,298,424	4,937,054
LONG-TERM LIABILITIES		
Operating Lease Liability, Less Current Portion	2,730	13,598
Total Long-Term Liabilities	2,730	13,598
Total Liabilities	2,301,154	4,950,652
COMMITMENTS AND CONTINGENCIES	-	-
NET ASSETS		
Without Donor Restrictions	11,113,646	11,187,796
Board Designated	142,670	211,842
Total Without Donor Restrictions	11,256,316	11,399,638
With Donor Restrictions	114,266	152,441
Total With Donor Restrictions	114,266	152,441
Total Net Assets	11,370,582	11,552,079
	$ 13,671,736	**$ 16,502,731**

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

SOCIETY OF ST. VINCENT DE PAUL COUNCIL OF SEATTLE/KING COUNTY
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

	Years Ended September 30, 2025					2024				
	Support Without Donor Restrictions	Board Designated Contributions	Total Support Without Donor Restrictions	Support With Donor Restrictions	Total	Support Without Donor Restrictions	Board Designated Contributions	Total Support Without Donor Restrictions	Support With Donor Restrictions	Total
OPERATING REVENUE, GAINS, AND OTHER SUPPORT										
In-Kind Contributions	$ 3,388,783	$ -	$ 3,388,783	$ -	$ 3,388,783	$ 3,602,711	$ -	$ 3,602,711	$ -	$ 3,602,711
Thrift Store Sales	2,490,957	-	2,490,957	-	2,490,957	2,813,309	-	2,813,309	-	2,813,309
Conditional Contribution Grants	1,479,764	-	1,479,764	-	1,479,764	1,621,188	-	1,621,188	-	1,621,188
Contributions	1,111,305	-	1,111,305	-	1,111,305	680,408	-	680,408	-	680,408
Service Fee Revenue	362,408	-	362,408	-	362,408	319,313	-	319,313	-	319,313
Fundraising Revenue	362,485	-	362,485	-	362,485	302,289	-	302,289	-	302,289
Rent Revenue	1,047,529	-	1,047,529	-	1,047,529	1,040,396	-	1,040,396	-	1,040,396
Investment Gain, Net	55,887	-	55,887	-	55,887	306,261	-	306,261	-	306,261
Net Assets Released From Restriction	38,175	-	38,175	(38,175)	-	155,070	-	155,070	(155,070)	-
Total Operating Revenue, Gains, and Other Support	10,337,293	-	10,337,293	(38,175)	10,299,118	10,840,945	-	10,840,945	(155,070)	10,685,875
OPERATING EXPENSES										
Program Services	5,845,072	-	5,845,072	-	5,845,072	8,962,083	-	8,962,083	-	8,962,083
General and Administrative	4,222,336	-	4,222,336	-	4,222,336	2,170,533	-	2,170,533	-	2,170,533
Fundraising	413,207	-	413,207	-	413,207	281,219	-	281,219	-	281,219
Total Operating Expenses	10,480,615	-	10,480,615	-	10,480,615	11,413,835	-	11,413,835	-	11,413,835
Change in Net Assets from Operating Activities	(143,322)	-	(143,322)	(38,175)	(181,497)	(572,890)	-	(572,890)	(155,070)	(727,960)
NONOPERATING ACTIVITIES										
Gain on Disposal	-	-	-	-	-	896,066	-	896,066	-	896,066
Transfer and Release of Designated Funds, Net	69,172	(69,172)	-	-	-	19,837	(19,837)	-	-	-
Change in Net Assets from Non-Operating Activities	69,172	(69,172)	-	-	-	915,903	(19,837)	896,066	-	896,066
CHANGES IN NET ASSETS	(74,150)	(69,172)	(143,322)	(38,175)	(181,497)	343,013	(19,837)	323,176	(155,070)	168,106
NET ASSETS - BEGINNING OF YEAR	11,187,796	211,842	11,399,638	152,441	11,552,079	10,844,783	231,679	11,076,462	307,511	11,383,973
NET ASSETS - END OF YEAR	**$ 11,113,646**	**$ 142,670**	**$ 11,256,316**	**$ 114,266**	**$ 11,370,582**	**$ 11,187,796**	**$ 211,842**	**$ 11,399,638**	**$ 152,441**	**$ 11,552,079**

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

SOCIETY OF ST. VINCENT DE PAUL COUNCIL OF SEATTLE/KING COUNTY
STATEMENTS OF FUNCTIONAL EXPENSES
For the Year Ended September 30, 2025

	Program Services						Supporting Services			
	Thrift Stores	**Food Bank**	**Centro Rendu**	**Conferences**	**Helpline & Case Management**	**Total Program Services**	**General and Administrative**	**Fundraising Expenses**	**Total Supporting Services**	**Total Expenses**
Salaries and Wages	$ 1,343,034	$ 95,229	$ 1,151,989	$ 66,336	$ 354,276	$ 3,010,864	$ 868,874	$ 277,338	$ 1,146,212	$ 4,157,076
Benefits and Taxes	292,405	22,877	204,095	15,525	60,795	595,697	135,208	49,312	184,520	780,217
Total Personnel	1,635,439	118,106	1,356,084	81,861	415,071	3,606,561	1,004,082	326,650	1,330,732	4,937,293
Cost of Merchandise Sold	30,233	77	33	133,178	4,021	167,542	2,270,566	-	2,270,566	2,438,108
In-Kind Direct Assistance	-	900,002	-	7,145	-	907,147	-	-	-	907,147
Direct Assistance	3,200	5,815	142,161	57,184	117,035	325,395	1,297	-	1,297	326,692
Professional Services	5,650	-	94,868	4,000	-	104,518	190,612	3,404	194,016	298,534
Communications and Technology	39,551	6,056	27,241	5,343	19,899	98,090	129,543	9,247	138,790	236,880
Depreciation and Amortization	-	-	-	-	-	-	217,271	-	217,271	217,271
Interest and Bank Fees	91,405	-	-	21	-	91,426	114,607	8,512	123,119	214,545
Insurance	49,033	22,493	38,846	4,283	11,969	126,624	33,662	8,493	42,155	168,779
Occupancy and Utilities	100,598	2,639	17,199	-	-	120,436	33,014	-	33,014	153,450
Maintenance and Repairs	67,088	6,416	5,327	3,324	806	82,961	68,921	-	68,921	151,882
Supplies, Printing, Postage	36,840	7,844	10,559	3,911	95	59,249	48,578	7,697	56,275	115,524
Other	8,595	4,276	1,707	23,496	170	38,244	1,012	48,904	49,916	88,160
Taxes and Fees	17,962	-	534	1,356	593	20,445	62,888	-	62,888	83,333
Refuse and Dump Fees	50,237	3,244	-	-	-	53,481	25,377	-	25,377	78,858
Vehicle and Transport	5,584	719	26,477	8,240	1,933	42,953	20,906	300	21,206	64,159
TOTAL FUNCTIONAL EXPENSES	**$ 2,141,415**	**$ 1,077,687**	**$ 1,721,036**	**$ 333,342**	**$ 571,592**	**$ 5,845,072**	**$ 4,222,336**	**$ 413,207**	**$ 4,635,543**	**$ 10,480,615**

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

SOCIETY OF ST. VINCENT DE PAUL COUNCIL OF SEATTLE/KING COUNTY
STATEMENTS OF FUNCTIONAL EXPENSES (Continued)
For the Year Ended September 30, 2024

	Program Services						Supporting Services			
	Thrift Stores	Food Bank	Centro Rendu	Conferences	Helpline & Case Management	Total Program Services	General and Administrative	Fundraising Expenses	Total Supporting Services	Total Expenses
Salaries and Wages	$ 1,615,650	$ 99,829	$ 1,095,260	$ -	$ 315,876	$ 3,126,615	$ 924,164	$ 174,327	$ 1,098,491	$ 4,225,106
Benefits and Taxes	315,740	19,203	177,662	-	50,827	563,432	136,373	30,383	166,756	730,188
Total Personnel	1,931,390	119,032	1,272,922	-	366,703	3,690,047	1,060,537	204,710	1,265,246	4,955,294
Cost of Merchandise Sold	2,734,443	11	1,354	7,236	2,367	2,745,411	-	-	-	2,745,411
In-Kind Direct Assistance	-	918,626	-	6,143	-	924,769	-	-	-	924,769
Professional Services	2,772	-	58,686	22,108	-	83,566	438,657	3,550	442,207	525,773
Interest and Bank Fees	303,037	-	-	-	-	303,037	82,103	8,398	90,501	393,538
Direct Assistance	5,240	34,672	115,557	73,577	134,629	363,675	538	4,885	5,423	369,098
Depreciation and Amortization	160,799	8,033	11,569	3,504	8,533	192,438	58,273	-	58,273	250,711
Communications and Technology	26,686	6,799	17,211	3,591	25,087	79,374	151,704	1,578	153,282	232,656
Taxes and Fees	21,186	-	-	-	3	21,189	175,435	-	175,435	196,624
Occupancy and Utilities	113,266	2,522	17,722	-	-	133,510	40,981	-	40,981	174,491
Insurance	31,389	15,694	47,083	31,389	15,935	141,490	7,849	7,848	15,697	157,187
Other	28,592	7,706	16,448	1,147	-	53,893	31,636	42,270	73,906	127,799
Maintenance and Repairs	65,741	7,730	6,541	345	2,495	82,852	42,585	-	42,585	125,437
Supplies, Printing, Postage	35,770	6,214	17,396	2,853	679	62,912	32,105	7,913	40,018	102,930
Refuse and Dump Fees	44,207	3,411	-	-	-	47,618	22,486	-	22,486	70,104
Vehicle and Transport	10,463	1,377	19,652	4,289	521	36,302	25,644	67	25,711	62,013
TOTAL FUNCTIONAL EXPENSES	**$ 5,514,981**	**$ 1,131,827**	**$ 1,602,141**	**$ 156,182**	**$ 556,952**	**$ 8,962,083**	**$ 2,170,533**	**$ 281,219**	**$ 2,451,751**	**$ 11,413,835**

SOCIETY OF ST. VINCENT DE PAUL COUNCIL OF SEATTLE/KING COUNTY
STATEMENTS OF CASH FLOWS

	Years Ended September 30, 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in Net Assets	$ (181,497)	$ 168,106
Adjustments to Reconcile Changes in Net Assets to Net Cash Used In Operating Activities:		
Depreciation and Amortization	217,271	250,711
Gain on Disposal of Property and Equipment	-	(896,066)
Change in Net Depreciation (Appreciation) on Investments	47,790	(164,440)
Amortization of Right-of-Use Asset	23,316	33,815
(Increase) Decrease in Assets:		
Accounts Receivable	(54,084)	(48,133)
Pledges Receivable, Net	(269,350)	2,500
Inventories	(4,044)	41,307
Prepaid Expenses and Other Assets	29,261	(67,325)
Deferred Rental Income, Net	(37,999)	(44,419)
Increase (Decrease) in Liabilities:		
Accounts Payable	(50,693)	47,078
Accrued Expenses	(34,937)	(34,729)
Deferred Revenue	3,385	(41,234)
Operating Lease Liability	(22,557)	(33,814)
Other Long-Term Liabilities	-	(475)
Net Cash Used In Operating Activities	(334,138)	(787,118)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(3,407)	(31,845)
Proceeds from Sale of Property and Equipment	-	2,213,436
Purchase of Investments	(695,007)	(2,004,618)
Proceeds from Sale of Investments	3,478,570	1,732,447
Net Cash Provided By Investing Activities	2,780,156	1,909,420
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment on Long-Term Debt	(4,144,696)	(525,793)
Additions of Long-Term Debt	1,600,000	-
Net Cash Used In Financing Activities	(2,544,696)	(525,793)
Net (Decrease) Increase in Cash and Cash Equivalents	(98,678)	596,509
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	2,383,053	1,786,544
CASH AND CASH EQUIVALENTS - END OF YEAR	**$ 2,284,375**	**$ 2,383,053**
SUPPLEMENTAL DISCLOSURE OF NONCASH OPERATING		
Exchange of Property and Equipment for Settlement of Debt	$ -	$ 1,846,481
SUPPLEMENTAL DISCLOSURE		
Cash Paid for Interest	$ 227	$ -

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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Society of St. Vincent de Paul Council of Seattle/King County (the Organization) is presented to assist in understanding the Organization’s financial statements. The financial statements and notes are representations of the Organization’s management who are responsible for the integrity and objectivity of the financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America (U.S. GAAP) and have been consistently applied in the preparation of the financial statements.

Reporting Entity

The Organization is a not-for-profit organization formed in 1920 to provide charitable and social services to the needy and suffering. The Organization maintains and operates retail thrift stores selling donated goods and a food bank serving the needy and homeless. The Organization provides assistance and guidance to 47 Roman Catholic parish-based volunteer groups (Conferences) which provide direct one-on-one assistance to people in need in their neighborhoods. The Organization operates in Seattle and King County in Washington State. The Organization has thrift stores located in Kenmore, Renton, and Kent. The administrative offices and food bank are located in Seattle’s Georgetown district. The Organization leases certain properties to external parties to supplement operations.

The Organization is managed by a Board of Directors that is comprised primarily of representatives of the Conferences. The Organization provides various means of support to the Conferences, including coordinating grant-funded basic needs relief, supplemental funding, food, and discounted thrift store items. The assets, liabilities, net assets, changes in net assets and cash flows of these Conferences are not included in the accompanying financial statements as they operate independently of the Organization with separate officers and bank accounts.

Summary of Operations

Thrift Stores program provides entry level employment and training for individuals and affordable clothing for low-income families. Additionally, this program supports the conferences program.

The food bank program responded to more than 36,600 food and clothing assistance requests. It also provides health screenings and a community connectors program to other agencies and to case management services. It distributed food valued at more than $880 thousand in the year (458,834 lbs of food).

Centro Rendu program was created as a response to unique needs, challenges and opportunities within the Latino immigrant community. It provides culturally and linguistically appropriate services for the whole family, such as adult basic education, high school completion programs, ESL, financial and computer literacy courses, youth intervention and

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Summary of Operations (Continued)

mentorship, early learning supports, family engagement and leadership development, basic needs, advocacy and access to legal services. It further responds to the family with culturally responsive case management services.

The conferences program helps support individuals and families with accompaniment or financial need. The society helps with clothing needs and other basic needs of anyone in impoverished circumstances. In addition, the society helps with the prevention of evictions, hunger, and utility shut off. This program involves personal visits to the person in need. Most of the resources are subsidized by the conferences fundraising efforts. The outreach neighborhood volunteer group provided assistance in cash valued at $2.5 million and in-kind of $682,000. Volunteers logged nearly 19,500 home visits and helped over 48,300 individuals.

The helpline program responds to approximately 40,000 requests every year resulting in more than 15,500 home visits to individuals and families in direct need across King County. The response helps to prevent evictions while also assisting callers with referral sources to the broader community. The case management program is an enhancement to the conferences work, it takes qualified individuals and helps them become self-sufficient through case management services. In the process, individuals may be assisted with basic living expenses (rent, utilities, food) and with training or education. Economic help is disbursed through an extended period of time. The program also includes working in communities adjacent to our store locations, partnering with other area nonprofits, local governing bodies, and schools to identify pressing needs within the community.

Basis of Presentation

The Organization maintains its accounts on the accrual basis of accounting.

The financial statements report net assets, revenues, gains, and losses based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

Net Assets Without Donor Restrictions - Net assets without donor restrictions are resources available to support operations. As reflected in the accompanying statements of financial position, the governing board of the Organization has designated a portion of the net assets without donor restrictions for particular uses. The only limits on the use of these net assets are the broad limits resulting from the nature of the Organization and its tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net Assets With Donor Restrictions - Net assets with donor restrictions are resources subject to donor-imposed stipulations that may or will be met by the actions of the Organization or over the passage of time.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

All revenues are reported as increases in net assets without donor restrictions in the statements of activities and changes in net assets unless the donor specified the use of the related resources for a particular purpose or in a future period. All expenses are reported as decreases in net assets without donor restrictions. When a restricted contribution initially is a conditional contribution and the restrictions are met within the same accounting period, the Organization's policy is to record the contribution as net assets without donor restrictions. The Organization reports all other donor-restricted contributions as activity of net assets with donor restrictions and a release when the restriction is met.

The financial statements have been prepared in accordance with U.S. GAAP assuming the Organization will continue as a going concern.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Accordingly, actual results could differ from those estimates.

Measure of Operations

In the statements of activities and changes in net assets, the Organization includes in its definition of operations all revenues and expenses that are an integral part of its programs and supporting activities.

Cash and Cash Equivalents

The Organization considers all highly liquid financial instruments with maturities of three months or less to be cash and cash equivalents.

Marketable Securities

The Organization classifies its marketable securities as "available-for-sale" and reports them at fair value. Both realized and unrealized gains and losses on marketable securities are reported in the change in net assets. Available-for-sale securities include money market accounts, mutual funds, common and preferred stocks, and pooled investment funds. Available-for-sale securities are reviewed periodically and assessed for impairment.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Marketable Securities (Continued)

The Organization's marketable securities are exposed to various 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 the Organization's marketable securities will occur in the near term and that such changes could materially affect the amounts as reported in the financial statements.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to a revenue valuation allowance based on the assessment of the current status of individual accounts.

Pledges Receivable

When a donor unconditionally promises to contribute funds in future periods, the Organization records the present value of the estimated future cash flows as a pledge receivable. The discounts on those amounts are computed using interest rates determined by management, applicable to the years in which the promises are receivable. Management considers the collectability of the receivable and records an allowance for credit losses.

Inventories

Inventories are stated at fair value, which is based on the estimated sales value at the date of donation.

Property and Equipment, Net

The Organization generally capitalizes long-lived assets with a cost (or estimated fair market value if donated) in excess of $2,500 and an estimated useful life greater than one year.

Property and equipment are depreciated using the straight-line method over their estimated useful lives. The estimated useful lives by type of asset are as follows:

	Years
Buildings	7 - 40
Leasehold Improvements	5 - 39
Vehicles	5 - 7
Furniture and Equipment	1 - 15

Construction in progress consists of construction related to a new accounting system. The project was ongoing during the year ended September 30, 2025.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Impairment of Long-Lived Assets

Long-lived assets are reviewed for potential impairment at such time when events or changes in circumstances indicate that the carrying amount of the asset may not be recoverable. An impairment loss would be recognized when the sum of the expected, undiscounted future net cash flows is less than the carrying amount of the asset. The Organization did not recognize any impairment losses during the years ended September 30, 2025 and 2024.

Deferred Revenue

The Organization receives funding for various programs in excess of what is spent or earned and in anticipation of services to be rendered. These amounts are recorded as deferred revenue in the statements of financial position.

Revenue Recognition

The Organization recognizes revenue when a customer obtains control of promised goods or services, in an amount that reflects the consideration which the Organization expects to receive in exchange for those goods or services. To determine revenue recognition for arrangements that the Organization determines are within the scope of Accounting Standards Update (ASU) 2017-09 "*Revenue from Contracts with Customers*" (Topic 606), the Organization performs the following five steps: (i) identify the contract with a customer, (ii) identify the performance obligations in the contract, (iii) determine the transaction price; (iv) allocate the transaction price to the performance obligations in the contract; and (v) recognize revenue when (or as) the Organization satisfies the performance obligation.

The Organization only applies the five-step model to contracts when it is probable that it will collect the consideration it is entitled to in exchange for the goods and services it transfers to the customer.

At contract inception, once the contract is determined to be within the scope of Topic 606, the Organization assesses the goods or services promised within each contract and determines those that are performance obligations. The Organization then assesses whether each promised good or service is distinct and recognizes as revenue the amount of the transaction price that is allocated to the respective performance obligation when (or as) the performance obligation is satisfied.

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give – 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

The Organization receives both conditional and unconditional contributions. For unconditional contributions, bequests, cash securities, and other assets, the Organization recognizes revenue when it receives the contribution or notification of a contribution. Non-exchange government grants and contracts stipulate certain performance requirements and/or the incurrence of allowable qualifying expenses as a condition of entitlement to the funds.

Unconditional promises to give with payment due in future years have an implied restriction to be used in the year the payment is due, and therefore, are reported as restricted until the payment is due, unless the contribution is clearly intended to support activities of the current fiscal year.

At times, the Organization receives contributions that are specifically designated for an individual Conference; such donations and related payments are recorded as a pass-through and therefore are excluded from the accompanying statements of activities and changes in net assets.

The Organization has immaterial related party receivables as they serve as a fiscal agent for 47 Conferences. The Conferences purchase goods and gift cards from the Organization for distribution to persons in need in their parish area.

As of October 1, 2024 and 2023, the Organization had $269,920 and $221,787 of accounts receivable and $51,200 and $92,434 in deferred revenue, respectively.

Donated Services and Contributed Nonfinancial Assets

Contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased If not provided by donation. There were no donated services reported in 2025 and 2024.

Contributions of nonfinancial assets included in the statements of activities and changes in net assets are comprised of the following as of September 30,:

	2025	2024
Merchandise	$ 2,289,850	$ 2,508,391
Food	880,961	926,826
Other	217,972	167,494
	$ 3,388,783	$ 3,602,711

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services and Contributed Nonfinancial Assets (Continued)

The Organization recognized contributed nonfinancial assets within revenue, including merchandise, food, and other. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions

Contributions of food and thrift store merchandise (in-kind contributions) are recorded at their estimated sales value at the time of donation. It is the Organization's policy to sell all thrift merchandise in the various thrift stores to help fund the various programs of the Organization. Contributed food is not monetized as it is donated through the food bank. Substantially all contributed food was donated by four organizations during the year ended September 30, 2025 and three organizations during the year ended September 30, 2024 making up 89% and 82% of donated food, respectively. One of the organizations is a federal agency and contributed 36% and 38% during the years ended September 30, 2025 and 2024, respectively.

Functional Allocation of Expenses

The statements of activities and changes in net assets and functional expenses present expenses by function and natural classification. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. For expenses benefiting multiple functional areas, the Organization allocates costs across programs and other supporting services based on square footage, store sales, or program expense ratio. General and administrative expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Organization. Fundraising costs are expensed as incurred, even though they may result in contributions received in future years.

Advertising Costs

The Organization uses advertising to promote its programs among the audience it serves. Advertising costs are expensed as incurred. Advertising expense for the year ended September 30, 2025 and 2024 were $17,139 and $33,266, respectively and is included in other expenses on the statements of functional expenses.

Income Tax

The Organization has received exemption from income taxes under Section 501(c)(3) of the Internal Revenue Code and is not classified as a private foundation. As such, no provision for income taxes is reflected in the financial statements. The Organization files Form 990, *Return of Organization Exempt from Income Tax*, in the U.S. Federal and state jurisdictions. As of September 30, 2025 and 2024, the Organization has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Tax years subsequent to 2022 remain subject to examination by major tax jurisdictions.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Tax (Continued)

The Organization has concluded that there are no significant uncertain tax positions requiring disclosure, and there are no material amounts of unrecognized tax benefits.

Retirement Plan

The Organization provides retirement benefits to eligible employees through a plan (the Plan) established under section 403(b) of the Internal Revenue Code. Effective October 1, 2021, the Plan was amended to allow the Organization to make matching discretionary contributions in addition to employee contributions. The Organization made matching contributions totaling $29,971 and $26,003 during the years ended September 30, 2025 and 2024, respectively.

Self-Insurance

The Organization is a member of the First Nonprofit Unemployment Savings Program, LLC (the Trust). The Trust facilitates member agencies' payment of its obligations under the State Unemployment Insurance Statutes. The Organization has funds on deposit of $44,754 and $64,369 at September 30, 2025 and 2024, respectively, with the Trust to fund these obligations. Participation in the Trust provides for stop loss coverage to limit the Organization's unemployment cost exposure. These funds on deposit are included in prepaid expenses and other within the statements of financial position. Any potential claims that may exist cannot be reasonably estimated at September 30, 2025 and 2024; therefore, no accrual has been recorded within the statements of financial position.

Organizational Risk

The Organization receives funding through grants and contracts from governmental bodies at federal, state, and local levels. These contracts require the Organization to provide services to governmental constituents under varying payment arrangements, primarily the reimbursement of allowable costs. A reduction in governmental allotments for social services could have a significant impact on the Organization.

Subsequent Events

Management has evaluated subsequent events through June 16, 2026, which is the date the financial statements were available to be issued. The Organization entered into an extension agreement to extend the maturity date of outstanding debt from March 31, 2026 to June 30, 2026. All other material terms of the debt agreement remain substantially unchanged.

NOTE B – CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Organization to credit risk consist of cash, receivables, and investments. The Organization maintains cash balances in financial institutions in which balances sometimes exceed the federally insured limits. The Organization has not experienced any losses on such accounts.

NOTE C – LIQUIDITY AND AVAILABILITY

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position, comprise the following:

	2025	2024
Cash and Cash Equivalents	$ 2,284,375	$ 2,383,053
Marketable Securities	175,230	3,006,583
Accounts Receivable	324,004	269,920
Pledges Receivable	270,000	650
Less those unavailable for general expenditure within one year, due to contractual or donor-imposed restrictions:		
Board designated net assets:		
Direct Assistance Trust	(142,670)	(211,842)
Donor restricted net assets:		
Foundation Contributions Restricted by Purpose	(76,855)	(114,737)
Individual, Religious, Business Contributions Restricted by Purpose	(34,261)	(34,554)
Time Restricted	(3,150)	(3,150)
	$ 2,796,673	$ 5,295,923

The Organization receives contributions and promises to give from donors restricted for certain programs. The Organization considers such restricted contributions to be central to its annual operations, and as such, makes restricted program donations available to meet cash needs for general expenditures.

The Organization manages liquidity and reserves using three guiding principles: to operate within a prudent range of financial soundness and stability, maintain adequate liquid assets to fund near-term operating needs, and maintain sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

While the Organization does not intend to spend board designated assets without donor restriction, except for the purpose designated, the amounts could be made available for current operations, if necessary.

NOTE D – MARKETABLE SECURITIES

The Organization's investments at September 30, 2025 consisted of the following:

	Cost	Gross Unrealized Gain	Gross Unrealized Loss	Fair Value
Cash	$ 175,230	$ -	$ -	$ 175,230
	$ 175,230	$ -	$ -	$ 175,230

The Organization's investments at September 30, 2024 consisted of the following:

	Cost	Gross Unrealized Gain	Gross Unrealized Loss	Fair Value
Cash	$ 5,529	$ -	$ -	$ 5,529
Mutual Funds	2,767,870	63,250	(4,241)	2,826,879
Unit Investment Trust	168,609	5,566	-	174,175
	$ 2,942,008	$ 68,816	$ (4,241)	$ 3,006,583

NOTE E – FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below.

- Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

- Level 2 - Inputs to the valuation methodology include:

    - Quoted prices for similar assets or liabilities in active markets;

    - Quoted prices for identical or similar assets or liabilities in inactive markets;

    - Inputs other than quoted prices that are observable for the asset or liability;

    - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

NOTE E – FAIR VALUE MEASUREMENTS (Continued)

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

Cash and cash equivalents – The fair value of cash and cash equivalents is classified as Level 1 as these funds are valued using quoted market prices.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value and to transact at that price. The mutual funds held by the Organization are deemed to be actively traded.

Unit investment trust: Valued using bid valuations from similar instruments in actively quoted markets.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of September 30, 2025.

	Level 1	Level 2	Level 3	Total
Cash	$ 175,230	$ -	$ -	$ 175,230
	$ 175,230	$ -	$ -	$ 175,230

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of September 30, 2024.

	Level 1	Level 2	Level 3	Total
Cash	$ 5,529	$ -	$ -	$ 5,529
Mutual Funds	2,826,879	-	-	2,826,879
Unit Investment Trust	-	174,175	-	174,175
	$ 2,832,408	$ 174,175	$ -	$ 3,006,583

NOTE F – INVENTORIES

Inventories consist of the following as of September 30,:

	2025	2024
Donated Goods:		
Thrift Merchandise	$ 429,964	$ 410,681
Food Bank	32,602	51,720
Other	723	433
Purchased Goods	21,503	17,914
Total Inventory	$ 484,792	$ 480,748

NOTE G – LONG-TERM DEBT

The following table represents outstanding long-term debt as of September 30. The Organization pays monthly principal and interest payments, with balloon payments due at maturity on all debts.

	2025	2024
Note payable to a financial institution, payable in monthly installments of $8,390, including interest at 4.4%, maturing March 2025. This note was paid in full.	$ -	$ 772,523
Note payable to a financial institution, payable in monthly installments of $8,877, including interest at 4.4%, maturing December 2024. This note was paid in full.	-	1,105,618
Note payable to a financial institution, payable in monthly installments of $12,206, including interest at 4.4%, maturing December 2024. This note was paid in full.	-	1,397,520
Note payable to a financial institution, payable in monthly installments of $7,520, including interest at 4.4%, maturing March 2025. This note was paid in full.	-	860,976
Note payable to a financial institution, interest only monthly payments, including interest at 6%, maturing March 2026.	1,591,941	-
	1,591,941	4,136,637
Less Current Portion	1,591,941	4,136,637
Total Long-Term Debt	$ -	$ -

NOTE G – LONG-TERM DEBT (Continued)

As noted in Note A, subsequent to year end, the Organization entered into an extension agreement with the lender related to its note payable which had an ending balance of $1,591,941 as of September 30, 2025. The agreement extends the maturity date from March 31, 2026 to June 30, 2026.

NOTE H – LEASES

The Organization leases equipment under various noncancellable agreements expiring through January 2027. The leases stipulate payments for operating expenses, considered variable lease payments, which are not determinable at the lease commencement and are not included in the measurement of the lease assets and liabilities. The lease agreements do not include any material residual value guarantees or restrictive covenants.

	2025	2024
Operating lease cost	$ 42,335	$ 49,455
Variable lease cost	8,796	578
Total lease cost	$ 51,131	$ 50,033

Supplemental information related to leases is as follows for the year ended September 30,

	2025	2024
Cash paid for amounts included in measurement of lease liabilities:		
Operating cash outflows – payments on operating leases	$ 27,503	$ 34,623
Right-of-use assets obtained in exchange for new lease obligations:	-	-
Operating leases		
Weighted-average remaining lease term- operating	2.08 years	1.61 years
Weighted-average discount rate- operating	1.28%	1.63%

Future undiscounted cash flows for each of the next five years and thereafter and a reconciliation to the lease liabilities recognized on the statements of financial position are as follows as of September 30, 2025:

Years Ending September 30,	Operating Leases
2026	$ 10,996
2027	2,736
Total Lease Payments	13,732
Less: imputed interest	(134)
Total present value of lease liabilities	$ 13,598

NOTE I – LEASE INCOME

The Organization leases property to tenants under operating leases expiring at various dates through 2089. The leases include rent escalation or advance payment clauses and various options to extend the leases from one year up to 20 years. Total lease income to be received over the terms of these leases has been recognized in the accompanying financial statements on a straight-line basis in accordance with U.S. GAAP. The difference between lease income recognized and cash amounts due under these leases has been recorded as deferred rental income, net, in the accompanying statements of financial position. The cost of the leased land and buildings and related accumulated depreciation approximated $4,190,000 and $990,000 respectively at September 30, 2025 and 2024. The related buildings and leasehold improvements are fully depreciated.

Minimum lease rentals to be received are as follows:

Years ending September 30,		
2026	$	1,116,739
2027		1,123,418
2028		1,130,230
2029		1,137,178
2030		1,144,266
Thereafter		56,820,411
	$	62,472,242

NOTE J – SPECIAL EVENTS

The Organization sponsors a major fundraising event annually. The gross revenues and direct expenses were as follows for the years ended September 30:

		2025		2024
Gross Revenues	$	158,155	$	239,104
Direct Expenses	$	19,485	$	20,000

NOTE K – BOARD DESIGNATED NET ASSETS

The Organization holds board designated assets without donor restrictions for the following purposes as of September 30:

		2025		2024
Direct Assistance	$	142,670	$	211,842
	$	142,670	$	211,842

NOTE L – NET ASSETS WITH DONOR RESTRICTIONS

Restrictions on net assets consist of the following as of September 30:

	2025	2024
Foundation Contributions Restricted by Purpose	$ 76,855	$ 114,737
Individual, Religious, and Business Contributions Restricted by Purpose	34,261	34,554
Time Restricted Pledges	3,150	3,150
	$ 114,266	$ 152,441

NOTE M – CONDITIONAL GRANTS RECEIVABLE

The Organization receives federal, state, and local grants for specific purposes that are subject to review and audit by the grantor agencies. Entitlements to these resources are generally conditional upon compliance with the terms and conditions of grant agreements and applicable regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a review or audit may become a liability of the Organization. These contracts require the Organization to provide services to governmental constituents under varying payment arrangements including a fixed contract amount and reimbursed costs.

As of September 30, 2025, the Organization recognized conditional contributions of $1,479,764 and had conditional grants outstanding of $1,772,885. For the year ending September 30, 2025, three funders (City of Seattle, King County and School's Out Washington) represented 86% of conditional grants receivables. As of September 30, 2024, the Organization recognized conditional contributions of $1,621,188 and had conditional grants outstanding of $2,410,407. For the year ending September 30, 2024, two funders (King County and School's Out Washington) represented 82% of the conditional contributions.

NOTE N – RECLASSIFICATIONS

Certain reclassifications were made to the 2024 financial statements to conform to the 2025 presentation.