



**National Council of the United  
States, Society of St. Vincent de  
Paul, Inc. and Subsidiaries**

Consolidated Financial Statements  
and Supplementary Information  
Years Ended September 30, 2021 and 2020

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

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Consolidated Financial Statements and Supplementary Information  
Years Ended September 30, 2021 and 2020

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

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## Independent Auditor's Report

Board of Directors  
National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries

### *Opinion*

We have audited the consolidated financial statements of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries (collectively, the Society), which comprise the consolidated statements of financial position as of September 30, 2021 and 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Society as of September 30, 2021 and 2020, 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 Society 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 consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated 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



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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 there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated 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 consolidated 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 consolidated 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 Society'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Society'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.

BDO USA, LLP

March 24, 2022

## **Consolidated Financial Statements**

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**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

<i>September 30,</i>	2021	2020
<b>Assets</b>		
<b>Current Assets</b>		
Cash	\$ 3,196,323	\$ 2,764,186
Investments	8,570,414	6,678,986
Accounts receivable, net	53,155	51,973
Interest receivable	14,873	-
Grants receivable	645,286	378,577
Unbilled grant receivable	-	296,892
Inventory	293,334	324,163
Prepaid expenses and other current assets	336,809	171,017
<b>Total Current Assets</b>	<b>13,110,194</b>	<b>10,665,794</b>
<b>Property and Equipment, Net</b>	<b>1,990,707</b>	<b>2,144,521</b>
<b>Bequest and Trust Receivable and Other</b>	<b>118,288</b>	<b>90,413</b>
<b>Assets Held Under Split-Interest Agreements</b>	<b>89,811</b>	<b>73,442</b>
<b>Total Assets</b>	<b>\$ 15,309,000</b>	<b>\$ 12,974,170</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 847,404	\$ 968,093
Accrued salaries and payroll taxes	107,655	75,837
Escrow funds	532,193	532,140
Deferred revenue	66,327	29,629
Current maturities of long-term debt	383,258	456,308
<b>Total Current Liabilities</b>	<b>1,936,837</b>	<b>2,062,007</b>
<b>Long-term debt, less current maturities</b>	<b>1,097,622</b>	<b>2,998,326</b>
<b>Liabilities under split-interest agreements</b>	<b>68,809</b>	<b>61,688</b>
<b>Total Liabilities</b>	<b>3,103,268</b>	<b>5,122,021</b>
<b>Net Assets</b>		
Without donor restrictions	7,908,281	5,132,974
With donor restrictions	4,297,451	2,719,175
<b>Total Net Assets</b>	<b>12,205,732</b>	<b>7,852,149</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 15,309,000</b>	<b>\$ 12,974,170</b>

*See accompanying notes to consolidated financial statements.*

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF ACTIVITIES**

*Year ended September 30, 2021*

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Support and Revenues</b>			
Contributions	\$ 3,614,424	\$ 3,521,879	\$ 7,136,303
Council solidarity dues	1,762,825	-	1,762,825
Private grants and contracts	-	903,521	903,521
Federal grant revenue	-	969,173	969,173
Publication and other sales	1,014,018	-	1,014,018
In-kind contributions	956,934	936,611	1,893,545
Income from investments	920,626	160,129	1,080,755
Regions and other	55,533	-	55,533
Meeting income	317,949	-	317,949
Net assets released from restrictions	4,913,037	(4,913,037)	-
<b>Total Support and Revenues</b>	<b>13,555,346</b>	<b>1,578,276</b>	<b>15,133,622</b>
<b>Expenses</b>			
Program activities	9,025,221	-	9,025,221
Membership development	187,486	-	187,486
Management and general	1,913,024	-	1,913,024
Fundraising	879,217	-	879,217
<b>Total Expenses</b>	<b>12,004,948</b>	<b>-</b>	<b>12,004,948</b>
<b>Other income</b>	<b>1,147</b>	<b>-</b>	<b>1,147</b>
<b>Employee retention credits</b>	<b>297,268</b>	<b>-</b>	<b>297,268</b>
<b>Extinguishment of PPP loan</b>	<b>926,494</b>	<b>-</b>	<b>926,494</b>
<b>Change in Net Assets</b>	<b>2,775,307</b>	<b>1,578,276</b>	<b>4,353,583</b>
<b>Net Assets, beginning of year</b>	<b>5,132,974</b>	<b>2,719,175</b>	<b>7,852,149</b>
<b>Net Assets, end of year</b>	<b>\$ 7,908,281</b>	<b>\$ 4,297,451</b>	<b>\$ 12,205,732</b>

*See accompanying notes to consolidated financial statements.*



**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF ACTIVITIES**

*Year ended September 30, 2020*

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Support and Revenues</b>			
Contributions	\$ 2,924,685	\$ 1,935,420	\$ 4,860,105
Council solidarity dues	1,730,531	-	1,730,531
Private grants and contracts	-	1,766,566	1,766,566
Federal grant revenue	-	12,561,815	12,561,815
Publication and other sales	578,054	-	578,054
In-kind contributions	2,000	115,285	117,285
Income from investments	298,271	43,715	341,986
Regions and other	59,311	-	59,311
Meeting income	26,667	-	26,667
Net assets released from restrictions	17,955,262	(17,955,262)	-
<b>Total Support and Revenues</b>	<b>23,574,781</b>	<b>(1,532,461)</b>	<b>22,042,320</b>
<b>Expenses</b>			
Program activities	19,700,623	-	19,700,623
Membership development	113,850	-	113,850
Management and general	1,785,174	-	1,785,174
Fundraising	616,003	-	616,003
<b>Total Expenses</b>	<b>22,215,650</b>	<b>-</b>	<b>22,215,650</b>
<b>Change in Value of Split-Interest Agreements</b>	<b>(23)</b>	<b>-</b>	<b>(23)</b>
<b>Gain (Loss) on sale of property</b>	<b>147,875</b>	<b>132,953</b>	<b>280,828</b>
<b>Unrelated Business Income (Loss)</b>	<b>42,761</b>	<b>-</b>	<b>42,761</b>
<b>Change in Net Assets</b>	<b>1,549,744</b>	<b>(1,399,508)</b>	<b>150,236</b>
<b>Net Assets, beginning of year</b>	<b>3,583,230</b>	<b>4,118,683</b>	<b>7,701,913</b>
<b>Net Assets, end of year</b>	<b>\$ 5,132,974</b>	<b>\$ 2,719,175</b>	<b>\$ 7,852,149</b>

*See accompanying notes to consolidated financial statements.*

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES**

*Year ended September 30, 2021*

	Program Services			Supporting Services				Total
	Disaster	Council and Conference Assistance	Total Program	Membership Development	Management and General	Fundraising	Total Support	
<b>Personnel Cost</b>								
Salaries and payroll taxes	\$ 1,281,871	\$ 1,343,069	\$ 2,624,940	\$ 92,587	\$ 1,132,373	\$ 306,883	\$ 1,531,843	\$ 4,156,783
Pension	41,237	37,699	78,936	5,048	57,232	8,881	71,161	150,097
Staff insurance	111,752	144,306	256,058	17,348	149,083	46,070	212,501	468,559
<b>Total Personnel Costs</b>	<b>1,434,860</b>	<b>1,525,074</b>	<b>2,959,934</b>	<b>114,983</b>	<b>1,338,688</b>	<b>361,834</b>	<b>1,815,505</b>	<b>4,775,439</b>
Accounting	11,276	17,130	28,406	-	126,225	-	126,225	154,631
Administration	33,637	43,436	77,073	-	45,365	25,870	71,235	148,308
Advertising	-	10,938	10,938	-	1,808	12,520	14,328	25,266
Bad debt	40,983	-	40,983	-	-	-	-	40,983
Computer maintenance	-	111,225	111,225	2,384	15,562	26,839	44,785	156,010
Depreciation and amortization	2,790	93,494	96,284	59,471	14,036	4,507	78,014	174,298
Disaster service supplies and assistance	1,395,036	-	1,395,036	-	-	41,250	41,250	1,436,286
Dues and subscriptions	3,247	27,841	31,088	-	11,929	7,677	19,606	50,694
Grants and allocations	158,691	1,502,876	1,661,567	-	-	-	-	1,661,567
Insurance	-	28,718	28,718	1,395	34,476	3,844	39,715	68,433
Interest expense	-	29,631	29,631	2,011	11,023	3,433	16,467	46,098
International council	-	291,001	291,001	-	-	-	-	291,001
Legal fees	9,256	16,639	25,895	-	34,208	-	34,208	60,103
Materials and printing	1,081	42,315	43,396	-	5,165	19,316	24,481	67,877
Materials for resale	-	71,901	71,901	-	-	-	-	71,901
Meetings	250	434,849	435,099	-	6,454	-	6,454	441,553
Office and postage	53,587	66,262	119,849	1,593	27,622	101,667	130,882	250,731
Other	115	4,197	4,312	528	18,171	903	19,602	23,914
Professional fees	30,181	44,430	74,611	-	113,641	251,755	365,396	440,007
Rent	45,624	166,394	212,018	-	38,351	-	38,351	250,369
Repairs and maintenance	1,375	54,736	56,111	2,575	15,642	4,395	22,612	78,723
Store cost of sales	-	913,768	913,768	-	-	-	-	913,768
Taxes - UBIT and Real Estate	-	4,224	4,224	-	459	-	459	4,683
Telephone	19,610	20,068	39,678	1,261	17,780	4,116	23,157	62,835
Training	-	1,684	1,684	-	6,426	2,279	8,705	10,389
Travel, meals and entertainment	63,810	159,838	223,648	-	19,607	4,819	24,426	248,074
Utilities	3,193	33,950	37,143	1,285	10,386	2,193	13,864	51,007
<b>Total Expenses</b>	<b>\$ 3,308,602</b>	<b>\$ 5,716,619</b>	<b>\$ 9,025,221</b>	<b>\$ 187,486</b>	<b>\$ 1,913,024</b>	<b>\$ 879,217</b>	<b>\$ 2,979,727</b>	<b>\$ 12,004,948</b>

*See accompanying notes to consolidated financial statements.*

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES**

Year ended September 30, 2020

	Program Services			Supporting Services				Total
	Disaster	Council and Conference Assistance	Total Program	Membership Development	Management and General	Fundraising	Total Support	
<b>Personnel Cost</b>								
Salaries and payroll taxes	\$ 10,196,530	\$ 1,248,908	\$ 11,445,438	\$ 40,431	\$ 1,061,591	\$ 206,881	\$ 1,308,903	\$ 12,754,341
Pension	277,255	47,447	324,702	2,187	47,106	7,349	56,642	381,344
Staff insurance	1,012,309	137,732	1,150,041	8,813	154,576	30,567	193,956	1,343,997
<b>Total Personnel Costs</b>	<b>11,486,094</b>	<b>1,434,087</b>	<b>12,920,181</b>	<b>51,431</b>	<b>1,263,273</b>	<b>244,797</b>	<b>1,559,501</b>	<b>14,479,682</b>
Accounting	184,135	12,000	196,135	-	54,130	-	54,130	250,265
Administration	93,098	22,800	115,898	-	38,034	20,379	58,413	174,311
Advertising	-	23,672	23,672	-	2,604	31,835	34,439	58,111
Bad debt	193	11,436	11,629	-	-	-	-	11,629
Computer maintenance	-	138,067	138,067	961	30,877	14,931	46,769	184,836
Depreciation and amortization	4,183	86,934	91,117	57,321	11,867	1,736	70,924	162,041
Disaster service supplies and assistance	1,154,567	-	1,154,567	-	-	-	-	1,154,567
Dues and subscriptions	11,000	3,739	14,739	-	13,381	9,836	23,217	37,956
Equipment rental & expense	-	34,901	34,901	-	-	-	-	34,901
Grants and allocations	466,148	1,615,702	2,081,850	-	-	-	-	2,081,850
Insurance	76,633	29,821	106,454	693	6,166	2,165	9,024	115,478
Interest expense	-	49,972	49,972	348	14,450	1,617	16,415	66,387
International council	-	275,000	275,000	-	-	-	-	275,000
Legal fees	11,574	8,388	19,962	-	60,465	-	60,465	80,427
Materials and printing	611	27,906	28,517	-	3,223	8,966	12,189	40,706
Materials for resale	-	62,043	62,043	-	-	-	-	62,043
Meetings	-	80,974	80,974	-	15,124	-	15,124	96,098
Office and postage	121,345	65,578	186,923	800	65,613	77,148	143,561	330,484
Other	-	25,954	25,954	720	10,384	3,538	14,642	40,596
Professional fees	678,539	98,643	777,182	-	93,250	185,681	278,931	1,056,113
Rent	442,164	137,958	580,122	-	25,898	-	25,898	606,020
Repairs and maintenance	4,479	33,830	38,309	481	9,116	2,215	11,812	50,121
Store cost of sales	-	50,188	50,188	-	-	-	-	50,188
Taxes - UBIT and Real Estate	-	4,634	4,634	-	13,194	-	13,194	17,828
Telephone	169,510	23,554	193,064	725	27,853	2,154	30,732	223,796
Training	16	1,847	1,863	-	1,397	357	1,754	3,617
Travel, meals and entertainment	211,139	153,829	364,968	-	18,556	6,956	25,512	390,480
Utilities	38,079	33,659	71,738	370	6,319	1,692	8,381	80,119
<b>Total Expenses</b>	<b>\$ 15,153,507</b>	<b>\$ 4,547,116</b>	<b>\$ 19,700,623</b>	<b>\$ 113,850</b>	<b>\$ 1,785,174</b>	<b>\$ 616,003</b>	<b>\$ 2,515,027</b>	<b>\$ 22,215,650</b>

*See accompanying notes to consolidated financial statements.*

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

<i>Year ended September 30,</i>	2021	2020
<b>Cash Flows from Operating Activities</b>		
Change in net assets	\$ 4,353,583	\$ 150,236
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Gain on sale of long-lived assets, net	-	(280,828)
Depreciation	174,298	162,041
Donated Securities	(121,369)	(67,911)
Realized gain on sale of investments	(236,068)	(149,054)
Unrealized gain on investments	(843,198)	(84,364)
Change in value of split interest agreements	(9,248)	(1,206)
Extinguishment of Paycheck Protection Program loans	(926,494)	-
Changes in current assets and liabilities:		
Accounts, grant, interest and unbilled grant receivables	14,128	1,473,971
Inventory	30,829	80,189
In-kind future lease benefit	-	31,560
Prepaid expenses and other current assets	(193,667)	63,233
Accounts payable	(120,689)	(952,940)
Accrued salaries and payroll taxes	31,818	(28,458)
Escrow funds	53	24,535
Deferred revenue	36,698	24,729
<b>Net Cash Provided by Operating Activities</b>	<b>2,190,674</b>	<b>445,733</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of investments	(1,100,328)	(1,050,714)
Proceeds from sale of investments	409,535	3,246
Proceeds from sale of property and equipment	-	603,763
Purchase of property and equipment	(20,484)	(543,971)
<b>Net Cash Used in Investing Activities</b>	<b>(711,277)</b>	<b>(987,676)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from long-term debt	-	1,937,430
Repayments of long-term debt	(1,047,260)	(2,796)
<b>Net Cash (Used in) Provided by Financing Activities</b>	<b>(1,047,260)</b>	<b>1,934,634</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>432,137</b>	<b>1,392,691</b>
Cash, beginning of year	2,764,186	1,371,495
<b>Cash, end of year</b>	<b>\$ 3,196,323</b>	<b>\$ 2,764,186</b>
<b>Supplemental Disclosure of Cash Flow Information</b>		
In-kind contribution-other	\$ -	\$ 2,050
In-kind contributions of leased space	\$ -	\$ 23,000
In-kind contributions of supplies	\$ 1,893,545	\$ 92,235

*See accompanying notes to consolidated financial statements.*

# National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

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### 1. Organization and Summary of Significant Accounting Policies

The National Council of the United States, Society of St. Vincent de Paul, Inc. (National Council), a nonprofit organization, was established in 1914 and incorporated in 1946, and receives support from various areas across the United States of America with the purpose of providing a means for its members to grow in holiness while offering person to person service to those who are needy and suffering.

In June of 2017, Society of St. Vincent de Paul National Foundation (National Foundation), a wholly owned subsidiary was formed. National Foundation is a nonprofit corporation, whose purpose is to organize and manage a national fundraising program to provide continuing support solely to the National Council to assist in fulfilling its charitable mission and purpose.

In August 2017, Disaster Services Corporation - Society of St. Vincent de Paul USA (DSC), a wholly owned subsidiary was formed. DSC is a nonprofit corporation, whose purpose is to organize, oversee, and implement the National Council of the United States, Society of St. Vincent de Paul Inc.'s disaster response to national and regional manmade and natural disasters. DSC provides a wide range of disaster recovery related services including disaster preparation and recovery training, disaster relief and recovery assistance, capacity building, training, education, and administration of disaster programs. Sometimes DSC collaborates with other disaster relief and recovery agencies, organizations, and businesses to provide the optimum post-first responder long-term recovery assistance to those in need.

In September 2019, the Society of St. Vincent de Paul National Stores (National Stores) was formed to provide clothing and household items to individuals and families in need and to serve as a Society of St. Vincent de Paul Thrift Store best practices training facility for National Council members.

#### ***Principles of Consolidation***

The consolidated financial statements include the accounts of the National Council, National Foundation, DSC, and National Stores (collectively the Society or the Organization). All significant intercompany transactions and balances have been eliminated in consolidation.

#### ***Programs and Services***

The Society provides a wide range of human services to people in need in the form of member Council and Conference assistance, and disaster assistance for the poor. The Society offers its members spiritual and leadership development, training and program development, as well as tangible assistance to those in need on a person-to-person basis. This aid may take the form of consultation, intervention or through direct dollar or in-kind service.

Programs and services are provided in the following principal areas:

***Disaster Relief*** - The Society provides assistance including food and support directly to those in need, as well as training and assistance to Society members as they assist victims in times of natural disaster.

***Council and Conference Assistance*** - The Society provides assistance in the form of spiritual and leadership development, training and program development to Society member Councils and

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**

**Notes to Consolidated Financial Statements**

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Conferences in their work in providing person to person assistance to the poor in their local communities.

*Thrift Store* - The Society, via National Stores, accepts donations of new and slightly used clothing and household items to sell at affordable prices to needy individuals and families, while operating as a best practice training facility for Society member Thrift Stores nationwide. Local Council-operated stores also collect household goods and clothing for sale and for distribution at no charge to families in need as determined by local Vincentian groups.

***Basis of Presentation***

The Society prepares its consolidated financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

The accompanying consolidated financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, *Not-For-Profit Entities*. Under ASC 958-210-50, the Society is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

*Net Assets Without Donor Restrictions* - These assets are available for use at the discretion of the Board of Directors and/or management for general operating purposes. From time to time, the Board of Directors designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion (Note 11).

*Net Assets with Donor Restriction* - The Society reports any funding of cash and other assets as with donor restrictions if the funding is received with program stipulations that limit the use of the funds, even if the restriction is met in the same year as the funds are received. When a restriction is satisfied, with donor restriction net assets are reclassified to without donor restriction net assets and reported in the consolidated statement of activities as net assets released from restrictions (Note 12).

***Use of Estimates***

The preparation of consolidated financial statements in conformity with US 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

***Cash***

The Society maintains its cash accounts at high credit quality financial institutions. Cash balances, at times, exceed the amount of federal deposit insurance.

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***Investments***

The Society records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at fair value in the consolidated statement of financial position. Realized and unrealized gains and losses, as well as investment income, are all reported as income from investments in the consolidated statement of activities.

***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 earnings and a credit to a valuation allowance based on collection expectations. The allowance for uncollectible receivables totaled \$50,000 at September 30, 2021 and 2020.

***Grants Receivable and Unbilled Grants Receivable***

Grants receivable are amounts due from governmental agencies and private donors and are stated at the amount management expects to collect from outstanding balances. These reimbursements are subject to review by the issuing agency and consequently certain costs may be disallowed. Management is of the opinion that any adjustments made due to these reviews would be immaterial. Unbilled grants receivable are due from government agencies where expenses were incurred during the fiscal year but invoiced after year end.

***Inventory***

Inventory consists of printed program specific materials and supplies held for sale to National Council members, goods held for distribution to a DSC program and new and donated items held for sale by National Stores. Inventory is a mix of items contributed by individuals, organizations, commercial enterprises or purchased by the Society. Purchased inventory is stated at the lower of cost (first-in, first-out) or net realizable value. Donated goods inventory is recorded at fair value as of the date the goods are donated.

***Property and Equipment***

Property and equipment are carried at cost or, if donated, are recorded based on estimated fair value of the assets at the time of donation. Purchases are classified as capital in nature if they have a useful life of greater than one year and cost greater than \$3,000. Depreciation is computed on the straight-line method using asset lives between three and 40 years.

***Assets Held and Liabilities Under Split - Interest Agreements***

Under charitable gift annuity contracts, the Society receives immediate and unrestricted title to contributed assets and agrees to make fixed recurring payments over the stipulated period. Contributed assets are recorded at fair value on the date of receipt. The related liability for future payments to be made to the specified beneficiaries is recorded at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the liability. The excess of contributed assets over the annuity liability is recorded as a contributions without donor restriction. In subsequent years, the liability for future annuity payments is reduced by payments made to the specified beneficiaries and is adjusted to

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reflect amortization of the discount and changes in actuarial assumptions at the end of the year. Upon termination of the annuity contract, the remaining liability is removed and recognized as income.

The Society has various gift annuities. The amount of net present value of the guaranteed payments to beneficiaries under these gift annuity contracts is based upon life expectancies and discount rates.

***Escrow Funds***

The escrow funds liability represents funding from other Councils and Conferences that have ceased operations but still had open bank balances. Per the Society's bylaws, these Councils and Conferences are required to remit cash to the Society until they reopen or meet certain objectives. The Society has the escrow funds in a separate investment account and is included in investments along with an escrow funds liability, both included in the consolidated statement of financial position.

***Contributions and Grant Revenue***

A significant portion of revenue is derived from cost reimbursable federal and state contracts and grants and private grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. The Society determined the amounts received from these contracts and grants represent non-exchange transactions in accordance with Accounting Standards Update (ASU) No. 2018-08. Amounts received are recognized as revenue when the Society has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances (contract liabilities) in the consolidated statement of financial position. There were no refundable advances as of September 30, 2021 and 2020.

Contributions received are recorded as increases in without donor restriction or with donor restriction net assets, depending on the existence and/or nature of any donor restrictions. The Society reports donations of cash and other assets as with donor restriction if they are received with donor stipulations that limit the use of the donated assets. When the satisfaction of a restriction is accomplished, net assets with donor restrictions are reclassified to without donor restriction net assets and reported in the consolidated statement of activities as net assets released from restrictions.

Donated supplies, equipment and services are recorded as in-kind contributions at their fair value at date of receipt. There were donated supplies of \$1,893,545 and \$92,235, other miscellaneous items in the amount of \$0 and \$2,050, and leased space in the amount of \$0 and \$23,000, respectively, for the years ended September 30, 2021 and 2020.

***Revenue Recognition***

The Society adopted Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*, on October 1, 2020. Analysis of various provisions of this standard resulted in no significant changes in the way the Society recognizes revenue, and therefore no changes to the previously issued audited consolidated financial statements were required on a retrospective basis.



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Council solidarity dues do not contain a contribution element and are recognized over the membership period as members simultaneously receive and consume the benefits of the membership. Cash received in advance associated with subsequent year's dues are recognized as dues in advance and revenue is recognized on a straight-line basis over the period for which the dues relate. Publication and other sales are recognized point in time at the time of sale.

Meeting income is recognized over time over the duration of the meeting, which is typically one to three days in length.

***Functional Allocation of Expenses***

The financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions of the Society. Expenses can be identified with a specific program and support services are allocated directly according to their natural expenditures' classification. Other expenses that are common to several functions are allocated based on estimates made by management. Salaries and benefits are allocated based on the estimated time and effort of each employee. General operating expenses are allocated based on the periodic employee time studies, which are pooled by functional activity and then allocated. Expenses related to building and occupancy are allocated based on a combination of employee time studies which is then adjusted for allocated square footage used for each function. Other expenses are based on actual expenditures incurred.

***Income Taxes***

The Society is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Society follows FASB accounting standards for uncertainty in income taxes. These standards require that uncertain income tax positions be "more likely than not" before the amounts are recognized in the consolidated financial statements. Further, the standards require the benefit or expense be recorded in the consolidated financial statements as the amount most likely to be realized assuming a review by tax authorities having all relevant information and applying current conventions. The Society has assessed its federal and state tax positions and determined there were no uncertainties or possible related effects that need to be recorded as of and for the years ended September 30, 2021 and 2020.

The federal and state income tax returns of the Society are subject to examination by the respective taxing authorities generally for three years after they were filed. Income tax returns for 2018 and forward may be audited by regulatory agencies; however, the Society is not aware of any such actions at this time.

***Recent Accounting Pronouncements Issued but Not Yet Adopted***

In February 2016, the FASB issued ASU No. 2016-02, *Leases*. The new standard establishes a right-of-use (ROU) model that requires a lessee to record a ROU asset and a lease liability on the balance sheet for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the income statement. The Society is currently evaluating the impact of this ASU on its consolidated financial statements.

In September 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (Topic 958). This update addresses presentation and

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disclosure of contributed nonfinancial assets. This update will require a nonprofit to present contributed nonfinancial assets as a separate line item in the consolidated statement of activities, apart from contributions of cash and other financial assets, disclose contributed nonfinancial assets recognized within the consolidated statement of activities disaggregated by category that depicts the type of contributed nonfinancial assets, and for each category of contributed nonfinancial assets recognized, include the following: qualitative information about whether the contributed nonfinancial assets were either monetized or utilized during the reporting period (if utilized, disclose a description of the programs or other activities in which those assets were used), the Organization's policy (if any) about monetizing rather than utilizing contributed nonfinancial assets, a description of any donor-imposed restrictions associated with the contributed nonfinancial assets, a description of the valuation techniques and inputs used to arrive at a fair value measure at initial recognition, and the principal market used by a donor-imposed restriction from selling or using the contributed nonfinancial assets. The ASU is to be applied on a retrospective basis and effective for annual periods beginning June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early adoption is permitted. The Society is currently evaluating the impact of this ASU on its consolidated financial statements.

***Subsequent Events***

Management has evaluated subsequent events through March 24, 2022, the date through which the consolidated financial statements were available for issue.

**2. Revenue from Contracts with Customers**

The following table shows the Organization's revenue disaggregated based on the timing of the transfers of goods or services:

<i>Years Ended September 30,</i>	<b>2021</b>	<b>2020</b>
<i>Revenue recognized over time</i>		
Council solidarity dues	\$ 1,762,825	\$ 1,730,531
Meeting income	317,949	26,667
	<b>2,080,774</b>	<b>1,757,198</b>
<i>Revenue recognized point in time</i>		
Publication and other sales	1,014,018	578,054
Regions and other	55,533	59,311
	<b>1,069,551</b>	<b>637,365</b>
<i>Revenue outside the scope of ASC 606</i>		
Contributions	7,136,303	4,860,105
Private grants and contracts	903,521	1,766,566
Federal grant revenue	969,173	12,561,815
In-kind contributions	1,893,545	117,285
Income from investments	1,080,755	341,986
	<b>11,983,297</b>	<b>19,647,757</b>
<b>Total revenue</b>	<b>\$ 15,133,622</b>	<b>\$ 22,042,320</b>

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### 3. Employee Retention Credit (ERC) Program

On December 27, 2020, in response to the COVID-19 pandemic, the U.S. Congress enacted the Coronavirus Response and Relief Supplemental Appropriations Act of 2021 (CRRSAA), which among other things, contains provisions for an ERC, a refundable payroll credit for 50% of wages and health benefits paid to employees of qualifying businesses, as a result of the COVID-19 pandemic. DSC recognized other income related to the ERC credits totaling \$297,268 during the year ended September 30, 2021, of which \$218,801 had been collected as of September 30, 2021, with the remaining amount recorded as a component of prepaid expenses and other assets in the consolidated statement of financial position.

### 4. Investments

The Society invests cash in excess of operating requirements in income producing investments. Investments are reported at fair value. The following is a summary of investments and other financial instruments:

<i>September 30,</i>	<b>2021</b>	<b>2020</b>
Money market	\$ 673,683	\$ 661,648
Certificates of deposit	1,637,160	1,364,700
ETFs	11,774	11,845
Common stock	-	30,664
Mutual funds:		
Small cap	40,376	29,648
US core equity	2,874,146	2,221,443
International	663,770	521,629
Emerging market	225,871	190,305
Real estate	154,896	111,969
Alternative	1,075	1,155
Bonds	2,287,663	1,533,980
<b>Total</b>	<b>\$ 8,570,414</b>	<b>\$ 6,678,986</b>

### 5. Fair Value Measurements

The Society determines fair value for its financial assets and financial liabilities using the established framework for measuring fair value as required under US GAAP. The framework emphasizes that fair value is a market-based measurement, not an entity-specific measurement, and states that a fair value measurement should be determined based on assumptions that market participants would use in pricing the asset or liability.

FASB ASC Topic 820, *Fair Value Measurement and Disclosures*, establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Observable inputs reflect market data obtained from sources independent of the reporting entity and unobservable inputs reflect the entity's own assumptions about how market participants would value an asset or liability based on the best information available. Valuation techniques used to measure fair value under ASC 820 maximizes the use of observable inputs and minimizes the use of unobservable inputs.

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The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used by the Society for financial instruments measured at fair value on a recurring basis. The three levels of inputs are as follows:

*Level 1* - This level consists of quoted prices in active markets for identical assets or liabilities that the Society has the ability to access as of the measurement date.

*Level 2* - This level consists of inputs that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the same term of the assets or liabilities.

*Level 3* - This level consists of unobservable inputs for the asset or liability. In these situations, the Society develops inputs using the best information available in the circumstances.

The following is a description of the valuation methodologies used for assets measured at fair value. The valuation methodologies applied by the Society are consistent at September 30, 2021 and 2020.

*Mutual Funds, ETFs and Common Stock* - These assets are valued at the daily closing price as reported by the fund. Mutual funds held by the Society are open-end mutual funds that are registered with the Securities Exchange Commission. The mutual funds held by the Society are deemed to be actively traded.

*Money Market Funds* - The Society's investments in money market funds are valued at the net asset value (NAV) of shares held by the Society at year end based upon quoted market prices.

*Bonds and Certificates of Deposit* - The Society has investments in certificates of deposit, U.S. Treasury bonds and municipal bonds, which are valued at the closing price reported on quotations for similar assets.

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The tables below set forth by level, within the fair value hierarchy, the Society's assets and liabilities measured at fair value:

*September 30, 2021*

	Level 1	Level 2	Level 3	Total
Money market	\$ 673,683	\$ -	\$ -	\$ 673,683
ETFs	11,774	-	-	11,774
Mutual funds:				
Small cap	40,376	-	-	40,376
US core equity	2,874,146	-	-	2,874,146
International	663,770	-	-	663,770
Emerging market	225,871	-	-	225,871
Real estate	154,896	-	-	154,896
Alternative	1,075	-	-	1,075
Certificate of deposit	-	1,637,160	-	1,637,160
Bonds	-	2,287,663	-	2,287,663
Assets held under split-interest agreements	-	89,811	-	89,811
<b>Total</b>	<b>\$ 4,645,591</b>	<b>\$ 4,014,634</b>	<b>\$ -</b>	<b>\$ 8,660,225</b>
<b>Liabilities Under Split-Interest Agreements</b>	<b>\$ -</b>	<b>\$ 68,809</b>	<b>\$ -</b>	<b>\$ 68,809</b>

*September 30, 2020*

	Level 1	Level 2	Level 3	Total
Money market	\$ 661,648	\$ -	\$ -	\$ 661,648
Common stock	30,664	-	-	30,664
ETFs	11,845	-	-	11,845
Mutual funds:				
Small cap	29,648	-	-	29,648
US core equity	2,221,443	-	-	2,221,443
International	521,629	-	-	521,629
Emerging market	190,305	-	-	190,305
Real estate	111,969	-	-	111,969
Alternative	1,155	-	-	1,155
Certificate of deposit	-	1,364,700	-	1,364,700
Bonds	-	1,533,980	-	1,533,980
Assets held under split-interest agreements	-	73,442	-	73,442
<b>Total</b>	<b>\$ 3,780,306</b>	<b>\$ 2,972,122</b>	<b>\$ -</b>	<b>\$ 6,752,428</b>
<b>Liabilities Under Split-Interest Agreements</b>	<b>\$ -</b>	<b>\$ 61,688</b>	<b>\$ -</b>	<b>\$ 61,688</b>

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**6. Property and Equipment**

Property and equipment consist of the following:

<i>September 30,</i>	<b>2021</b>	<b>2020</b>
Land	\$ 198,400	\$ 198,400
Building	1,556,984	1,556,984
Office furniture and equipment	169,275	153,897
Database software	569,333	569,333
Less: accumulated depreciation	(503,285)	(334,093)
<b>Total</b>	<b>\$ 1,990,707</b>	<b>\$ 2,144,521</b>

Depreciation expense for the years ended September 30, 2021 and 2020 totaled \$174,298 and \$162,041, respectively.

**7. Long-Term Debt**

<i>September 30,</i>	<b>2021</b>	<b>2020</b>
Promissory notes:		
Promissory note payable with consecutive monthly principal and interest payments at an interest rate of 3.71% per annum; principal payments beginning September 30, 2020; note matures on August 30, 2024*	\$ 476,987	\$ 1,017,204
Promissory note payable with consecutive monthly interest payments at an interest rate of 7% per annum; note matures on July 25, 2022**	-	250,000
Promissory note payable with consecutive monthly interest payments at an interest rate of 8% per annum; note matures on July 17, 2022**	-	250,000
National Council Paycheck Protection Program loan with consecutive monthly principal and interest payments at an interest rate of approximately 1% per annum; principal payments beginning August 2021; note matures in April 2022	-	367,100
DSC Paycheck Protection Program loan with consecutive monthly principal and interest payments at an interest rate of approximately 1% per annum; principal payments beginning August 2021; note matures in April 2025	920,893	1,487,330
National Stores Paycheck Protection Program loan with consecutive monthly principal and interest payments at an interest rate of approximately 1% per annum; principal payments beginning February 2022; note matures in May 2022	83,000	83,000
<b>Total Long-Term Debt</b>	<b>1,480,880</b>	<b>3,454,634</b>
<b>Less: Current Maturities of Long-Term Debt</b>	<b>383,258</b>	<b>456,308</b>
<b>Long-Term Debt, Less Current Maturities</b>	<b>\$ 1,097,622</b>	<b>\$ 2,998,326</b>

\* This promissory note payable was paid in full in January 2022.

\*\* This promissory note payable was paid in full in February 2021.

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In April and May 2020, the Society applied for and received approval for loans under the Payroll Protection Program (PPP) administered by the United States Small Business Administration (SBA). In July, 2021, National Council was notified by the SBA that the full amount of its PPP loan totaling \$367,100 was forgiven. In July 2021, DSC was notified that \$557,732 of its PPP loan was forgiven and the remaining loan balance was extended to the fifth anniversary of the original disbursement date of the loan, April 2025. Principal payments on the loan totaling \$21,054 began on September 1, 2021 and are payable in monthly installments through April 2025. Subsequent to year-end in January 2022, National Stores was notified by the SBA that \$74,138 of the National Stores PPP loan was forgiven. The remaining balance is to be paid in four consecutive principal and interest payments of \$2,257 from February 2022 to May 2022.

The application for these funds required the Society to, in good faith, certify that the current economic uncertainty made the loan request necessary to support the ongoing operations of the Society. This certification further required the Society to take into account its current business activity and its ability to access other sources of liquidity sufficient to support ongoing operations in a manner that is not significantly detrimental to the business.

The scheduled maturities of debt as of September 30, 2021 are as follows:

*Year ending September 30,*

2022	\$	383,258
2023		304,808
2024		613,073
2025		179,741
<b>Total</b>	<b>\$</b>	<b>1,480,880</b>

National Council has a \$250,000 line of credit with a bank, which expires on July 30, 2022. The line of credit has interest payable at prime less 0.65% (3.25% and 3.50% at September 30, 2021 and 2020, respectively), and is secured by certain investments. No amounts were outstanding on the line of credit at September 30, 2021 or 2020.

DSC has at \$150,000 line of credit with a bank, which expires September 15, 2025. The line of credit has interest payable at 3% plus prime rate. No amounts were outstanding on the line of credit at September 30, 2021 or 2020.

## **8. Related Parties**

The Society receives support from the Society's Councils located within the United States noted as Council solidarity. Each council is charged a fee per year based on the Councils' revenue. This support is used for the general administration of the Society. The Society received support for other activities of the Organization from Councils and Conferences in the amounts of \$3,571,117 and \$2,659,641 and paid support to Councils and Conferences in the amounts of \$885,356 and \$1,234,213, respectively, for the years ended September 30, 2021 and 2020. There are also various other disaster grants paid to Councils and Conferences.

The Society supports the International Council General, Society of St. Vincent de Paul, Inc. located in Paris, France. The amount remitted was \$291,001 and \$275,000 for the years ended

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September 30, 2021 and 2020, respectively. The Society paid additional support to international Councils totaling \$504,715 and \$691,107 for years ended September 30, 2021 and 2020, respectively.

**9. Pension Plans**

The Society currently offers one plan to its employees, the 403(b) Thrift Plan for Employees of the Council of the United States-Society of St. Vincent de Paul. This Plan is a defined contribution 403(b) plan covering all employees. Employer contributions for the years ended September 30, 2021 and 2020 totaled \$337,923 and \$379,087, respectively.

**10. Commitments and Contingencies**

The Society has entered into various noncancelable operating lease agreements for office facilities. Lease expense for the years ended September 30, 2021 and 2020 totaled \$250,369 and \$606,020, respectively, and included \$0 and \$23,000 of donated in-kind lease expense in fiscal 2021 and 2020, respectively. Future minimum rent payments are as follows:

*Years ending September 30,*

2022	\$	156,624
2023		137,315
2024		126,213
2025		23,130
2026		14,850
<b>Total</b>	<b>\$</b>	<b>458,132</b>

**11. Board Designated Net Assets**

The Board of Directors has designated a portion of net assets without donor restriction as a general endowment to support the operations of the Society. Since that amount resulted from an internal designation and is not donor-restricted, it is classified and reported with net assets without donor restrictions.

The composition of and changes in board designated net assets without donor restriction were as follows:

<i>Year ended September 30,</i>	<b>2021</b>		<b>2020</b>	
<b>Board-Designated Net Assets</b> , beginning of year	<b>\$</b>	<b>2,229,738</b>	<b>\$</b>	<b>1,823,868</b>
Contributions		<b>578,928</b>		410,366
Investment income, net		<b>44,993</b>		75,792
Net appreciation (depreciation)		<b>407,294</b>		32,482
Amounts appropriated for expenditure		<b>(204,084)</b>		(112,770)
<b>Board-Designated Net Assets</b> , end of year	<b>\$</b>	<b>3,056,869</b>	<b>\$</b>	<b>2,229,738</b>



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The Society's Board-designated net assets without donor restrictions are allocated for the following purposes:

<i>September 30,</i>	2021	2020
Special Purpose Fund	\$ 1,604	\$ 1,604
Domestic Extension/Twinning Fund	14,097	17,771
Ozanam Cause Fund	18,617	26,537
Direct Mail Revenue Fund	149,110	85,000
Bequests Fund	2,873,441	2,098,826
<b>Board-Designated Endowment Net Assets</b>	<b>\$ 3,056,869</b>	<b>\$ 2,229,738</b>

**12. Net Assets with Donor Restrictions**

Net assets with donor restrictions include the following balances, which are restricted to specific purpose as follows:

<i>September 30,</i>	2021	2020
Domestic Disaster	\$ 1,379,099	\$ 658,681
International Relief and Assistance	678,804	371,193
Friends of the Poor	818,901	358,083
Friends of the Poor Walk	357,107	286,045
Committee and Regional Funds	26,348	15,110
Other funds	86,444	69,561
Grants	400,821	351,934
Building Fund	549,927	500,458
House in a Box Program	-	108,110
<b>Total Net Assets with Donor Restrictions</b>	<b>\$ 4,297,451</b>	<b>\$ 2,719,175</b>

Net assets released from restriction by incurring expenses satisfying the restricted purpose are as follows:

<i>Year ended September 30,</i>	2021	2020
Domestic Disaster	\$ 465,992	\$ 1,373,968
International Relief and Assistance	567,903	730,768
Friends of the Poor	296,500	581,605
Friends of the Poor Walk	334,322	402,104
Committee and Regional Funds	754	-
Charitable Pharmacy-Dallas	100,000	125,000
Other funds	39,208	88,222
Grants	201,113	255,953
Building Fund	110,660	83,266
Disaster Case Managements	2,796,585	12,561,799
House in a Box Program	-	1,636,954
Hope program	-	63,487
Other disaster relief	-	52,136
<b>Total Net Assets Released From Donor Restrictions</b>	<b>\$ 4,913,037</b>	<b>\$ 17,955,262</b>

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**13. Liquidity and Availability of Resources**

The Organization's financial assets available within one year of the consolidated statement of financial position date for general expenditures are as follows:

<i>September 30,</i>	<b>2021</b>	<b>2020</b>
Cash	\$ 3,196,323	\$ 2,764,186
Investments	6,778,451	5,333,970
Accounts receivable, net	53,155	51,973
Grants receivable	645,286	378,577
Unbilled grant receivable	-	296,892
ERC receivable (Note 3)	78,467	-
Less: Net assets with donor restriction	(4,297,451)	(2,719,175)
<b>Total Financial Assets Available Within One Year</b>	<b>\$ 6,454,231</b>	<b>\$ 6,106,423</b>

As part of the Society'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. In addition, excess cash is invested in short-term investments. The investments total above excludes investments that will mature subsequent to one year from the consolidated statements of financial position date and escrow investments that are not available to management.

## Supplemental Information

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## Independent Auditor's Report on Supplementary Information

The Board of Directors  
National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries

We have audited the consolidated financial statements of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries as of and for the years ended September 30, 2021 and 2020, and our report thereon dated March 24, 2022, expressed an unmodified opinion on those consolidated financial statements. Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The following supplementary information is presented for the purpose of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in our audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

*BDO USA, LLP*

March 24, 2022

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**  
**CONSOLIDATING SCHEDULE OF FINANCIAL POSITION**

September 30, 2021

	National Council	DSC	National Stores	National Foundation	Eliminations	Total
<b>Assets</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 1,885,024	\$ 1,170,479	\$ 115,202	\$ 25,618	\$ -	\$ 3,196,323
Investments	8,459,580	-	-	110,834	-	8,570,414
Accounts receivable, net	61,853	-	-	405	(9,103)	53,155
Interest receivable	15,478	-	-	-	(605)	14,873
Notes receivable from related party	525,000	-	-	-	(525,000)	-
Grants receivable	250,000	395,286	-	-	-	645,286
Inventories	182,344	-	110,990	-	-	293,334
Prepaid expenses and other current assets	210,179	108,712	17,918	-	-	336,809
<b>Total Current Assets</b>	<b>11,589,458</b>	<b>1,674,477</b>	<b>244,110</b>	<b>136,857</b>	<b>(534,708)</b>	<b>13,110,194</b>
Property and Equipment, net	1,889,602	4,999	96,106	-	-	1,990,707
Bequest and Trust Receivable and Other	118,288	-	-	-	-	118,288
Assets Held Under Split-Interest Agreements	89,811	-	-	-	-	89,811
<b>Total Assets</b>	<b>13,687,159</b>	<b>1,679,476</b>	<b>340,216</b>	<b>136,857</b>	<b>(534,708)</b>	<b>15,309,000</b>
<b>Liabilities and Net Assets</b>						
<b>Current Liabilities</b>						
Accounts payable	479,741	374,312	3,059	-	(9,708)	847,404
Accrued salaries and payroll taxes	31,783	43,436	32,436	-	-	107,655
Escrow Funds	532,193	-	-	-	-	532,193
Deferred revenue	66,327	-	-	-	-	66,327
Notes payable to related party	-	-	525,000	-	(525,000)	-
Current maturities of long-term debt	55,647	244,611	83,000	-	-	383,258
<b>Total Current Liabilities</b>	<b>1,165,691</b>	<b>662,359</b>	<b>643,495</b>	<b>-</b>	<b>(534,708)</b>	<b>1,936,837</b>
Long-term debt, less current maturities	421,340	676,282	-	-	-	1,097,622
Liabilities Under Split-Interest Agreements	68,809	-	-	-	-	68,809
<b>Total Liabilities</b>	<b>1,655,840</b>	<b>1,338,641</b>	<b>643,495</b>	<b>-</b>	<b>(534,708)</b>	<b>3,103,268</b>
<b>Net Assets (Deficit)</b>						
Without donor restriction	8,024,737	49,966	(303,279)	136,857	-	7,908,281
With donor restriction	4,006,582	290,869	-	-	-	4,297,451
<b>Total Net Assets (Deficit)</b>	<b>12,031,319</b>	<b>340,835</b>	<b>(303,279)</b>	<b>136,857</b>	<b>-</b>	<b>12,205,732</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 13,687,159</b>	<b>\$ 1,679,476</b>	<b>\$ 340,216</b>	<b>\$ 136,857</b>	<b>\$ (534,708)</b>	<b>\$ 15,309,000</b>

*See independent auditor's report on supplementary information*

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**  
**CONSOLIDATING SCHEDULE OF FINANCIAL POSITION**

September 30, 2020

	National Council	DSC	National Stores	National Foundation	Eliminations	Total
<b>Assets</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 1,385,515	\$ 1,307,745	\$ 50,525	\$ 20,401	\$ -	\$ 2,764,186
Investments	6,628,985	-	-	50,001	-	6,678,986
Accounts receivable, net	56,805	-	-	-	(4,832)	51,973
Note receivable	-	-	-	500,000	(500,000)	-
Grants receivable	-	378,577	-	-	-	378,577
Unbilled grants receivable	-	296,892	-	-	-	296,892
Receivable from related organization	-	15,213	-	-	(15,213)	-
Inventories	224,300	86,386	13,477	-	-	324,163
Prepaid expenses and other current assets	103,102	49,997	17,918	-	-	171,017
<b>Total Current Assets</b>	<b>8,398,707</b>	<b>2,134,810</b>	<b>81,920</b>	<b>570,402</b>	<b>(520,045)</b>	<b>10,665,794</b>
Property and Equipment, net	2,028,365	7,789	108,367	-	-	2,144,521
Bequest and Trust Receivable and Other	90,413	-	-	-	-	90,413
Assets Held Under Split-Interest Agreements	73,442	-	-	-	-	73,442
<b>Total Assets</b>	<b>10,590,927</b>	<b>2,142,599</b>	<b>190,287</b>	<b>570,402</b>	<b>(520,045)</b>	<b>12,974,170</b>
<b>Liabilities and Net Assets</b>						
<b>Current Liabilities</b>						
Accounts payable	514,096	447,359	4,463	2,220	(45)	968,093
Accrued salaries and payroll taxes	262	75,037	538	-	-	75,837
Due to related party	20,000	-	-	-	(20,000)	-
Escrow Funds	532,140	-	-	-	-	532,140
Deferred revenue	29,629	-	-	-	-	29,629
Current maturities of long-term debt	116,568	330,518	9,222	-	-	456,308
<b>Total Current Liabilities</b>	<b>1,212,695</b>	<b>852,914</b>	<b>14,223</b>	<b>2,220</b>	<b>(20,045)</b>	<b>2,062,007</b>
Long-term debt, less current maturities	1,267,736	1,156,812	573,778	500,000	(500,000)	2,998,326
Liabilities Under Split-Interest Agreements	61,688	-	-	-	-	61,688
<b>Total Liabilities</b>	<b>2,542,119</b>	<b>2,009,726</b>	<b>588,001</b>	<b>502,220</b>	<b>(520,045)</b>	<b>5,122,021</b>
<b>Net Assets (Deficit)</b>						
Without donor restriction	5,342,949	(2,115)	(397,714)	68,182	121,672	5,132,974
With donor restriction	2,705,859	134,988	-	-	(121,672)	2,719,175
<b>Total Net Assets (Deficit)</b>	<b>8,048,808</b>	<b>132,873</b>	<b>(397,714)</b>	<b>68,182</b>	<b>-</b>	<b>7,852,149</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 10,590,927</b>	<b>\$ 2,142,599</b>	<b>\$ 190,287</b>	<b>\$ 570,402</b>	<b>\$ (520,045)</b>	<b>\$ 12,974,170</b>

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**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**  
**CONSOLIDATING SCHEDULE OF ACTIVITIES**

*Year Ended September 30, 2021*

	National Council	DSC	National Stores	National Foundation	Eliminations	Total
<b>Support and Revenues</b>						
Contributions	\$ 6,459,318	\$ 674,258	\$ 4,680	\$ 190,111	\$ (192,064)	\$ 7,136,303
Council solidarity dues	1,762,825	-	-	-	-	1,762,825
Private grants and contracts	250,000	908,375	-	-	(254,854)	903,521
Federal grant revenue	-	969,173	-	-	-	969,173
Publication and other sales	127,995	-	886,023	-	-	1,014,018
In-kind contributions	-	936,611	956,934	-	-	1,893,545
Investment income	1,079,336	-	-	21,294	(19,875)	1,080,755
Regions and other income	1,565	53,968	-	-	-	55,533
Meeting income	320,226	-	(2,277)	-	-	317,949
<b>Total Support and Revenues</b>	<b>10,001,265</b>	<b>3,542,385</b>	<b>1,845,360</b>	<b>211,405</b>	<b>(466,793)</b>	<b>15,133,622</b>
<b>Expenses</b>						
Program activities	4,293,987	3,308,602	1,750,925	138,500	(466,793)	9,025,221
Membership development	187,486	-	-	-	-	187,486
Management and general	1,141,195	767,599	-	4,230	-	1,913,024
Fundraising	765,995	113,222	-	-	-	879,217
<b>Total Expenses</b>	<b>6,388,663</b>	<b>4,189,423</b>	<b>1,750,925</b>	<b>142,730</b>	<b>(466,793)</b>	<b>12,004,948</b>
<b>Other Income</b>	<b>1,147</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,147</b>
<b>Employee retention credits</b>	<b>-</b>	<b>297,268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>297,268</b>
<b>Extinguishment of PPP loan</b>	<b>368,762</b>	<b>557,732</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>926,494</b>
<b>Change in Net Assets</b>	<b>3,982,511</b>	<b>207,962</b>	<b>94,435</b>	<b>68,675</b>	<b>-</b>	<b>4,353,583</b>
<b>Net Assets, beginning of year</b>	<b>8,048,808</b>	<b>132,873</b>	<b>(397,714)</b>	<b>68,182</b>	<b>-</b>	<b>7,852,149</b>
<b>Net Assets, end of year</b>	<b>\$ 12,031,319</b>	<b>\$ 340,835</b>	<b>\$ (303,279)</b>	<b>\$ 136,857</b>	<b>\$ -</b>	<b>\$ 12,205,732</b>

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**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries**  
**CONSOLIDATING SCHEDULE OF ACTIVITIES**

*Year Ended September 30, 2020*

	National Council	DSC	National Stores	National Foundation	Eliminations	Total
<b>Support and Revenues</b>						
Contributions	\$ 4,555,474	\$ 329,648	\$ 5,433	\$ 151,256	\$ (181,706)	\$ 4,860,105
Council solidarity dues	1,730,531	-	-	-	-	1,730,531
Private grants and contracts	278,000	1,703,566	-	-	(215,000)	1,766,566
Federal grant revenue	-	12,561,815	-	-	-	12,561,815
Publication and other sales	115,125	-	462,929	-	-	578,054
In-kind contributions	2,000	115,285	-	-	-	117,285
Investment income	336,060	-	2,800	40,626	(37,500)	341,986
Regions and other income	9,103	50,208	-	-	-	59,311
Meeting income	26,667	-	-	-	-	26,667
<b>Total Support and Revenues</b>	<b>7,052,960</b>	<b>14,760,522</b>	<b>471,162</b>	<b>191,882</b>	<b>(434,206)</b>	<b>22,042,320</b>
<b>Expenses</b>						
Program activities	4,463,183	14,767,747	741,399	162,500	(434,206)	19,700,623
Membership development	113,850	-	-	-	-	113,850
Management and general	1,081,018	671,832	27,776	4,548	-	1,785,174
Fundraising	558,250	56,783	-	970	-	616,003
<b>Total Expenses</b>	<b>6,216,301</b>	<b>15,496,362</b>	<b>769,175</b>	<b>168,018</b>	<b>(434,206)</b>	<b>22,215,650</b>
Change in value of split-interest agreements	(23)	-	-	-	-	(23)
Gain on sale of property	280,828	-	-	-	-	280,828
Unrelated Business Income	42,761	-	-	-	-	42,761
<b>Change in Net Assets</b>	<b>1,160,225</b>	<b>(735,840)</b>	<b>(298,013)</b>	<b>23,864</b>	<b>-</b>	<b>150,236</b>
Net Assets, beginning of year	6,888,583	868,713	(99,701)	44,318	-	7,701,913
<b>Net Assets, end of year</b>	<b>\$ 8,048,808</b>	<b>\$ 132,873</b>	<b>\$ (397,714)</b>	<b>\$ 68,182</b>	<b>\$ -</b>	<b>\$ 7,852,149</b>

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