

**NATIONAL COUNCIL OF THE UNITED STATES,  
SOCIETY OF ST. VINCENT DE PAUL, INC. AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITORS' REPORT  
YEARS ENDED SEPTEMBER 30, 2022 AND 2021**

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## Independent Auditors' Report

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

### ***Opinion***

We have audited the accompanying consolidated financial statements of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries (a not-for-profit organization), which comprise the consolidated statement of financial position as of September 30, 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries as of September 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries 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.

### ***Prior Period Consolidated Financial Statements***

The consolidated financial statements of National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries as of September 30, 2021 were audited by other auditors whose report dated March 24, 2022 expressed an unmodified opinion on those statements.

## ***Responsibilities of Management for the Consolidated 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 National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

## ***Auditors' Responsibilities for the Audit of the Consolidated 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries' 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 National Council of the United States, Society of St. Vincent de Paul, Inc. and Subsidiaries' ability to continue as a going concern for a reasonable period of time.

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

## ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and consolidating statements of activities are presented for purposes of additional analysis and are 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 the 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 as a whole.

*Anders Minkler Huber & Helms LLP*

February 23, 2023

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statements of Financial Position  
September 30, 2022 and 2021**

**Assets**

	<u>2022</u>	<u>2021</u>
Current Assets		
Cash and cash equivalents	\$ 2,340,093	\$ 3,196,323
Investments, at fair value	7,961,002	8,570,414
Accounts receivable, net	29,318	53,155
Interest receivable	13,077	14,873
Grants receivable	956,018	645,286
Inventories	342,431	293,334
Prepaid expenses and other current assets	<u>342,717</u>	<u>336,809</u>
Total Current Assets	11,984,656	13,110,194
Property and Equipment, net	1,868,353	1,990,707
Bequest and Trust Receivable and Other	35,000	118,288
Assets Held Under Split-interest Agreements	<u>71,620</u>	<u>89,811</u>
Total Assets	<u>\$ 13,959,629</u>	<u>\$ 15,309,000</u>

**Liabilities and Net Assets**

Current Liabilities		
Accounts payable	\$ 1,237,568	\$ 847,404
Accrued salaries and payroll taxes	109,207	107,655
Escrow funds	545,786	532,193
Deferred revenue	35,514	66,327
Current maturities of long-term debt	<u>247,052</u>	<u>383,258</u>
Total Current Liabilities	2,175,127	1,936,837
Long-term Debt	429,236	1,097,622
Liabilities Under Split-interest Agreements	<u>57,655</u>	<u>68,809</u>
Total Liabilities	<u>2,662,018</u>	<u>3,103,268</u>
Net Assets		
Without donor restrictions		
Available for general activities	4,482,350	4,851,412
Board designated funds	<u>2,729,302</u>	<u>3,056,869</u>
Total without donor restrictions	7,211,652	7,908,281
With donor restrictions	<u>4,085,959</u>	<u>4,297,451</u>
Total Net Assets	11,297,611	12,205,732
Total Liabilities and Net Assets	<u>\$ 13,959,629</u>	<u>\$ 15,309,000</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statement of Activities  
Year Ended September 30, 2022**

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenue, Gains, and Other Support			
Contributions	\$ 3,125,272	\$ 2,913,717	\$ 6,038,989
Council solidarity dues	1,831,576	-	1,831,576
Private grants and contracts	150,000	781,823	931,823
Federal grant revenue	-	3,687,706	3,687,706
Publication and other sales	1,490,739	-	1,490,739
In-kind contributions	1,382,532	677,730	2,060,262
Investment loss	(988,698)	(115,574)	(1,104,272)
Regions and other income	86,877	-	86,877
Meeting income	433,757	-	433,757
Forgiveness of Paycheck Protection Program loans	75,300	-	75,300
Net assets released from restrictions			
Satisfaction of time and usage restrictions	<u>8,156,894</u>	<u>(8,156,894)</u>	<u>-</u>
Total Revenue, Gains, and Other Support	<u>15,744,249</u>	<u>(211,492)</u>	<u>15,532,757</u>
Expenses			
Program Services	<u>13,473,059</u>	<u>-</u>	<u>13,473,059</u>
Supporting Activities			
Membership development	134,301	-	134,301
Management and general	1,885,333	-	1,885,333
Fundraising	<u>948,185</u>	<u>-</u>	<u>948,185</u>
Total Supporting Activities	<u>2,967,819</u>	<u>-</u>	<u>2,967,819</u>
Total Expenses	<u>16,440,878</u>	<u>-</u>	<u>16,440,878</u>
Change in Net Assets	(696,629)	(211,492)	(908,121)
Net Assets, Beginning of Year	<u>7,908,281</u>	<u>4,297,451</u>	<u>12,205,732</u>
Net Assets, End of Year	<u>\$ 7,211,652</u>	<u>\$ 4,085,959</u>	<u>\$11,297,611</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statement of Activities  
Year Ended September 30, 2021**

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenue, Gains, and Other Support			
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
Investment income	920,626	160,129	1,080,755
Regions and other income	56,680	-	56,680
Meeting income	317,949	-	317,949
Employee retention credits	297,268	-	297,268
Forgiveness of Paycheck Protection Program loans	926,494	-	926,494
Net assets released from restrictions			
Satisfaction of time and usage restrictions	<u>4,913,037</u>	<u>(4,913,037)</u>	<u>-</u>
Total Revenue, Gains, and Other Support	<u>14,780,255</u>	<u>1,578,276</u>	<u>16,358,531</u>
Expenses			
Program Services	<u>9,025,221</u>	<u>-</u>	<u>9,025,221</u>
Supporting Activities			
Membership development	187,486	-	187,486
Management and general	1,913,024	-	1,913,024
Fundraising	<u>879,217</u>	<u>-</u>	<u>879,217</u>
Total Supporting Activities	<u>2,979,727</u>	<u>-</u>	<u>2,979,727</u>
Total Expenses	<u>12,004,948</u>	<u>-</u>	<u>12,004,948</u>
Change in Net Assets	2,775,307	1,578,276	4,353,583
Net Assets, Beginning of Year	<u>5,132,974</u>	<u>2,719,175</u>	<u>7,852,149</u>
Net Assets, End of Year	<u><u>\$ 7,908,281</u></u>	<u><u>\$ 4,297,451</u></u>	<u><u>\$12,205,732</u></u>



**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statement of Functional Expenses  
Year Ended September 30, 2022**

	Program Services			Supporting Activities				
	Disaster	Council and Conference Assistance	Total	Membership Development	Management and General	Fundraising	Total	Total Expenses
Personnel Cost								
Salaries and payroll taxes	\$ 3,606,255	\$ 1,588,435	\$ 5,194,690	\$ 55,348	\$ 1,147,068	\$ 304,475	\$ 1,506,891	\$ 6,701,581
Pension	38,719	60,530	99,249	3,136	56,070	11,299	70,505	169,754
Staff insurance	101,648	221,130	322,778	11,597	142,692	61,793	216,082	538,860
Total Personnel Cost	3,746,622	1,870,095	5,616,717	70,081	1,345,830	377,567	1,793,478	7,410,195
Accounting	12,453	18,000	30,453	-	146,374	-	146,374	176,827
Administration	32,259	55,379	87,638	-	49,534	38,157	87,691	175,329
Advertising	3,635	19,356	22,991	-	10,781	1,206	11,987	34,978
Bad debt (recovery)	-	(25,000)	(25,000)	-	-	-	-	(25,000)
Computer maintenance	6,581	101,301	107,882	1,180	12,654	19,581	33,415	141,297
Depreciation	2,790	101,845	104,635	58,356	14,118	6,632	79,106	183,741
Disaster service supplies and assistance	933,364	147,500	1,080,864	-	-	-	-	1,080,864
Dues and subscriptions	6,473	21,215	27,688	-	6,723	7,334	14,057	41,745
Equipment rentals	-	30,714	30,714	-	-	-	-	30,714
Grants and allocations	-	2,639,231	2,639,231	-	-	-	-	2,639,231
Insurance	3,386	25,644	29,030	886	24,990	4,130	30,006	59,036
Interest	-	2,601	2,601	165	1,636	768	2,569	5,170
International council	-	267,020	267,020	-	-	-	-	267,020
Legal fees	17,426	5,415	22,841	-	73,445	-	73,445	96,286
Material and printing	-	54,054	54,054	-	2,920	7,765	10,685	64,739
Materials for resale	-	87,903	87,903	-	-	-	-	87,903
Meetings	5,529	622,504	628,033	-	9,190	6,664	15,854	643,887
Occupancy related	-	4,508	4,508	305	3,028	1,423	4,756	9,264
Office and postage	39,900	107,456	147,356	855	25,078	121,783	147,716	295,072
Other	4,039	-	4,039	-	8,514	-	8,514	12,553
Professional fees	174,114	126,193	300,307	-	20,595	321,813	342,408	642,715
Rent	10,944	155,070	166,014	-	50,969	-	50,969	216,983
Repairs and maintenance	-	45,809	45,809	880	9,548	4,105	14,533	60,342
Store cost of sales	-	1,409,773	1,409,773	-	-	-	-	1,409,773
Taxes - UBIT and real estate	-	4,515	4,515	-	213	-	213	4,728
Telephone	12,955	18,860	31,815	870	10,753	4,188	15,811	47,626
Training	-	1,040	1,040	-	8,263	2,066	10,329	11,369
Travel, meals, and entertainment	57,135	454,157	511,292	-	40,509	19,632	60,141	571,433
Utilities	692	30,604	31,296	723	9,668	3,371	13,762	45,058
Total Expenses	<u>\$ 5,070,297</u>	<u>\$ 8,402,762</u>	<u>\$ 13,473,059</u>	<u>\$ 134,301</u>	<u>\$ 1,885,333</u>	<u>\$ 948,185</u>	<u>\$ 2,967,819</u>	<u>\$ 16,440,878</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statement of Functional Expenses  
Year Ended September 30, 2021**

	Program Services			Supporting Activities				
	Disaster	Council and Conference Assistance	Total	Membership Development	Management and General	Fundraising	Total	Total Expenses
Personnel Cost								
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
Total Personnel Cost	1,434,860	1,525,074	2,959,934	114,983	1,338,688	361,834	1,815,505	4,775,439
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 (recovery)	40,983	-	40,983	-	-	-	-	40,983
Computer maintenance	-	111,225	111,225	2,384	15,562	26,839	44,785	156,010
Depreciation	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	-	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
Material 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
Total Expenses	<u>\$ 3,308,602</u>	<u>\$ 5,716,619</u>	<u>\$ 9,025,221</u>	<u>\$ 187,486</u>	<u>\$ 1,913,024</u>	<u>\$ 879,217</u>	<u>\$ 2,979,727</u>	<u>\$ 12,004,948</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidated Statements of Cash Flows  
Years Ended September 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities		
Change in net assets	\$ (908,121)	\$ 4,353,583
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	183,741	174,298
Donated securities	(220,079)	(121,369)
Realized gain from sales of investments	(96,989)	(236,068)
Unrealized (gain) loss on investments	1,406,994	(843,198)
Change in allowance for doubtful accounts	25,000	-
Change in value of split interest annuity agreements	7,037	(9,248)
Forgiveness of Paycheck Protection Program loans	(75,300)	(926,494)
(Increase) decrease in assets:		
Accounts receivable	(1,163)	(1,182)
Grants receivable	(310,732)	30,183
Interest receivable	1,796	(14,873)
Inventories	(49,097)	30,829
Prepaid expenses and other current assets	(5,908)	(165,792)
Bequest and trust receivable and other	83,288	(27,875)
Increase (decrease) in liabilities:		
Accounts payable	390,164	(120,689)
Accrued salaries and payroll taxes	1,552	31,818
Escrow funds	13,593	53
Deferred revenue	(30,813)	36,698
Net Cash Provided by Operating Activities	<u>414,963</u>	<u>2,190,674</u>
Cash Flows From Investing Activities		
Purchases of investments	(958,709)	(1,100,328)
Proceeds from sales of investments	478,195	409,535
Purchases of property and equipment	(61,387)	(20,484)
Net Cash Used in Investing Activities	<u>(541,901)</u>	<u>(711,277)</u>
Cash Flows From Financing Activities		
Payments on long-term debt	(729,292)	(1,047,260)
Net Cash Used in Financing Activities	<u>(729,292)</u>	<u>(1,047,260)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(856,230)	432,137
Cash and Cash Equivalents, Beginning of Year	<u>3,196,323</u>	<u>2,764,186</u>
Cash and Cash Equivalents, End of Year	<u>\$ 2,340,093</u>	<u>\$ 3,196,323</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Notes to Consolidated Financial Statements  
September 30, 2022 and 2021**

**1. Nature of Operations and Basis of Presentation**

**Organization**

The National Council of the United States, Society of St. Vincent de Paul, Inc. ("National Council"), a not-for-profit 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 2017, Society of St. Vincent de Paul National Foundation ("National Foundation"), a wholly-owned subsidiary was formed. National Foundation is a non-for-profit organization, 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 February 2017, Disaster Services Corporation - Society of St. Vincent de Paul USA ("DSC"), a wholly-owned subsidiary was formed. DSC is a not-for-profit organization whose purpose is to organize, oversee, and implement the National Council's disaster response to national and regional man-made 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"), a not-for-profit organization, 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 accompanying consolidated financial statements include the accounts of the National Council, National Foundation, DSC, and National Stores (collectively referred to as the "Society" or the "Organization"). All significant inter-entity accounts and transactions have been eliminated in the consolidation.

**Description of 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 services.

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Notes to Consolidated Financial Statements  
September 30, 2022 and 2021**

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 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 accompanying consolidated financial statements have been prepared in accordance with the provisions of Financial Accounting Standards Board ("FASB"), Accounting Standards Codification (the "FASB ASC"), which is the source of authoritative, non-governmental accounting principles generally accepted in the United States of America ("GAAP"). All references to authoritative accounting guidance contained in our disclosures are based on the general accounting topics within the FASB ASC.

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Society and changes therein are classified into two categories of net assets, as applicable, and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Board designated funds are established by the Board of Directors and represent net assets without donor restrictions that have been set aside for particular purposes.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that may be satisfied by specific activities or the passage of time, or are required to be maintained in perpetuity by the Society. The income earned on any related investments may be subject to donor-imposed stipulations.

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**2. Summary of Significant Accounting Policies**

**Use of Estimates**

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Fair Value Measurements**

The Society follows guidance issued by the FASB on fair value measurements, which establishes a framework for measuring fair value, clarifies the definition of fair value within that framework, and expands disclosures about the use of fair value measurements. This guidance applies whenever fair value is the applicable measurement. The three general valuation techniques used to measure fair value are the market approach, cost approach, and income approach.

**Cash and Cash Equivalents**

The Society considers all short-term investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

**Investments**

The Society carries investments at fair value with unrealized holding gains and losses included in earnings. Realized gains and losses are included in earnings and are derived using the average cost method for determining the cost of securities sold. Dividend and interest income is recognized when earned.

**Accounts Receivable**

Accounts receivable consist of amounts due related to contributions.

The Society provides an allowance for doubtful accounts equal to the estimated losses that will be incurred in the collection of accounts receivable. This estimate is based on a historical experience coupled with a review of the current status of existing receivables. The allowance and associated accounts receivable are reduced when the receivables are determined to be uncollectible. The allowance for doubtful accounts totaled \$25,000 and \$50,000 as of September 30, 2022 and 2021, respectively.

**Grants Receivable**

Grants receivable include amounts due from various funding sources under binding contracts with the Society for services rendered prior to year-end.

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**Inventories**

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 or net realizable value. Cost is determined by the first in, first out ("FIFO") method and market is considered the lower of prevailing replacement cost or net realizable value.

**Property and Equipment**

Property and equipment acquisitions with a life of one year or greater and a cost in excess of \$3,000 are capitalized and recorded at cost, while maintenance and repairs are expensed as incurred. When assets are sold or otherwise disposed of, the related cost and accumulated depreciation are removed from the accounts. Any gain or loss arising from such disposition is included as income or expense in the year of disposition.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

The estimated lives for computing depreciation on property and equipment are:

<u>Classification</u>	<u>Years</u>
Building and improvements	40
Office furniture and equipment	3-10
Database software	5

**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 contribution without donor restriction. In subsequent years, the liability for future annuity payments is reduced by payments made to the specified beneficiaries and it adjusted to 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.

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**Long-Lived Asset Impairment**

The Society evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. No asset impairment was recognized during the years ended September 30, 2022 and 2021.

**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 liability, both included in the consolidated statements of financial position.

**Support and Revenue**

Contributions and grants are recorded as received. All contributions and grants are available for general activities unless specifically restricted by the donor. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Grant and program revenue is generally recognized as income in the period that specific services are provided.

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 is recognized on a straight-line basis over the period for which the dues relate. Publications and other sales are recognized at 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.

**Donated Materials (In-Kind)**

Donated noncash assets are recorded as contributions at their fair values at the date of donation.



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**Functional Expense Allocation**

The costs of program services and supporting activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs services and supporting activities benefited.

**Income Taxes**

The Society is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code"), except on net income derived from unrelated business activities as defined in the Code. Accordingly, the Society files as a tax exempt organization.

The Society follows guidance issued by the FASB on accounting for income taxes and has evaluated its tax positions, expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary to cover any uncertain tax positions. The Society's returns for tax years 2019 and later remain subject to examination by taxing authorities.

**Reclassifications**

Certain amounts in the 2021 consolidated financial statements have been reclassified to conform to the 2022 presentation.

**Subsequent Events**

The Organization has evaluated subsequent events through February 23, 2023, the date the consolidated financial statements were available to be issued.

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**Recent Accounting Pronouncement**

**Leases**

The FASB has issued new guidance on the recognition of lease assets and lease liabilities by lessees for those leases previously classified as operating leases. The guidance requires a lessee to recognize in the statement of financial position a liability to make lease payments and a right-of-use asset representing its right to use the underlying asset for the lease term. When measuring assets and liabilities arising from a lease, a lessee should include payments to be made in optional periods only if the lessee is reasonably certain to exercise an option to extend the lease or not to exercise an option to terminate the lease. Similarly, optional payments to purchase the underlying asset should be included in the measurement of lease assets and lease liabilities only if the lessee is reasonably certain to exercise that purchase option. For leases with a term of 12 months or less, a lessee is permitted to make an accounting policy election by class of underlying asset not to recognize lease assets and lease liabilities. If a lessee makes this election, it should recognize lease expense for such leases generally on a straight-line basis over the lease term. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee have not significantly changed from previous GAAP. The guidance will be required for the first fiscal year beginning after December 15, 2021. Based on a preliminary analysis, the Society does expect the new guidance to have a significant effect on its consolidated financial statements.

**3. Investments**

A summary of the fair value of the Society's investments as of September 30, is as follows:

	<u>2022</u>	<u>2021</u>
Money market funds	\$ 577,103	\$ 673,683
Exchange trade funds	11,100	11,774
Mutual funds:		
Small cap	31,135	40,376
Large cap	45,737	-
U.S. core equity	2,644,060	2,874,146
International	569,190	663,770
Emerging markets	213,802	225,871
Real estate	122,282	154,896
Fixed income	608,382	-
Alternative	-	1,075
Certificates of deposit	1,235,029	1,637,160
Government bonds	1,903,182	2,287,663
	<u>\$ 7,961,002</u>	<u>\$ 8,570,414</u>

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**4. Fair Value Measurements**

The framework for measuring fair value establishes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value into Levels 1, 2, and 3. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

- |         |  |
|---------|--|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical instruments in active markets.  |
| Level 2 | Inputs to the valuation methodology to include quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets, inputs other than quoted prices that are observable for the instrument, or inputs that are derived principally from or corroborated by observable market data by correlation or other means. |
| Level 3 | Inputs to the valuation methodology are unobservable and significant to the fair value measurement.  |

The instruments' 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 instruments measured at fair value.

- |         |  |
|---------|--|
| Level 1 | Instruments consist of money market funds, exchange traded funds, and mutual funds. Exchange traded funds and mutual funds are traded on national exchanges and are stated at the last reported sales price on the day of valuation. Money market funds are valued at the net asset value ("NAV") of shares held by the Society at year end based on quoted market prices. |
| Level 2 | Instruments consist of certificates of deposit and government bonds. These securities are valued using evaluated pricing, which incorporates modeling techniques, information from extensive market sources, observed transaction data, credit quality information, perceived market movements, news, and other relevant information.                                      |
| Level 3 | Instruments consists of beneficial interest in assets held by others. These investments are valued at a price provided by a counterparty or fund manager.  |

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The following table presents the fair value measurements of instruments recognized in the accompanying consolidated statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements are categorized at September 30:

	2022			
	Total	Fair Value Measurements		Level 3
		Level 1	Level 2	
Investments:				
Money market funds	\$ 577,103	\$ 577,103	\$ -	\$ -
Exchange traded funds	11,100	11,100	-	-
Mutual funds:				
Small cap	31,135	31,135	-	-
Large cap	45,737	45,737	-	-
U.S. core equity	2,644,060	2,644,060	-	-
International	569,190	569,190	-	-
Emerging markets	213,802	213,802	-	-
Real estate	122,282	122,282	-	-
Fixed income	608,382	608,382	-	-
Certificates of deposit	1,235,029	-	1,235,029	-
Government bonds	1,903,182	-	1,903,182	-
Total Investments	7,961,002	4,822,791	3,138,211	-
Split-interest agreements	71,620	-	-	71,620
	<u>\$ 8,032,622</u>	<u>\$ 4,822,791</u>	<u>\$ 3,138,211</u>	<u>\$ 71,620</u>
	2021			
	Total	Fair Value Measurements		Level 3
		Level 1	Level 2	
Investments:				
Money market funds	\$ 673,683	\$ 673,683	\$ -	\$ -
Exchange traded funds	11,774	11,774	-	-
Mutual funds:				
Small cap	40,376	40,376	-	-
U.S. core equity	2,874,146	2,874,146	-	-
International	663,770	663,770	-	-
Emerging markets	225,871	225,871	-	-
Real estate	154,896	154,896	-	-
Alternative	1,075	1,075	-	-
Certificates of deposit	1,637,160	-	1,637,160	-
Government bonds	2,287,663	-	2,287,663	-
Total Investments	8,570,414	4,645,591	3,924,823	-
Split-interest agreements	89,811	-	-	89,811
	<u>\$ 8,660,225</u>	<u>\$ 4,645,591</u>	<u>\$ 3,924,823</u>	<u>\$ 89,811</u>

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The following tables represent the Society's Level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs for those inputs measured on a nonrecurring basis at September 30,:

<u>2022</u>	<u>Fair Value</u>	<u>Valuation Technique(s)</u>	<u>Unobservable Inputs</u>
Split-interest agreements	\$ 71,620	Fair value of trust assets	Undistributed income
<u>2021</u>	<u>Fair Value</u>	<u>Valuation Technique(s)</u>	<u>Unobservable Inputs</u>
Split-interest agreements	\$ 89,811	Fair value of trust assets	Undistributed income

**5. Employee Retention Credits Program**

On March 27, 2020 the Coronavirus Aid, Relief, and Economic Security ("CARES") Act was enacted in response to the COVID-19 pandemic. The CARES Act, among other things, provided Employee Retention Credits ("ERCs") to domestic businesses and organizations. These ERCs are refundable tax credits that can be taken against employment taxes and applied to qualified wages. For the year ended, September 30 2021, the ERCs totaled \$297,268 and are included in income in the accompanying consolidated statement of activities. At September 30, 2021, the ERCs of \$78,467 are included in prepaid expenses and other current assets in the accompanying consolidated statement of financial position. There were no ERCs receivable at September 30, 2022.

**6. Property and Equipment**

Property and equipment at September 30, is as follows:

	<u>2022</u>	<u>2021</u>
Land	\$ 198,400	\$ 198,400
Building and improvements	1,581,635	1,556,984
Office furniture and equipment	206,012	169,275
Database software	<u>569,333</u>	<u>569,333</u>
	2,555,380	2,493,992
Less accumulated depreciation	<u>687,027</u>	<u>503,285</u>
	<u>\$ 1,868,353</u>	<u>\$ 1,990,707</u>

Depreciation expense for the years ended September 30, 2022 and 2021 totaled \$183,741 and \$174,298, respectively.

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**7. Lines of Credit**

The National Council has a line of credit agreement of \$250,000 scheduled to expire on July 29, 2023. Borrowings are charged interest at U.S. Prime Rate (6.25 percent at September 30, 2022) less 0.65 percent and are secured by certain investments of the National Council. At September 30, 2022 and 2021, there were no borrowings outstanding under the line of credit agreement.

DSC has a line of credit agreement of \$150,000 scheduled to expire on September 15, 2025. Borrowings are charged interest at U.S. Prime Rate (6.25 percent at September 30, 2022) plus 3.00 percent. At September 30, 2022 and 2021, there were no borrowings outstanding under the line of credit agreement.

National Stores has a line of credit agreement of \$50,000 with the National Council scheduled to expire on January 11, 2023. Borrowings are charged interest at 0.50 percent. At September 30, 2022, there were no borrowings outstanding under the line of credit agreement. At September 30, 2021, there were borrowings of \$25,000 outstanding, which were eliminated upon consolidation.

**8. Long-term Debt**

Long-term debt at September 30, is as follows:

	<u>2022</u>	<u>2021</u>
Promissory note payable with consecutive monthly principal and interest payments at an interest rate of 3.71 percent per annum. The note was paid in full in January 2022.	\$ -	\$ 476,987
DSC's Paycheck Protection Program loan with consecutive monthly principal and interest payments at an interest rate of 1.00 percent; principal payments beginning September 2021; the note matures in April 2025.	676,288	920,893
National Stores' Paycheck Protection Program loan with consecutive monthly principal and interest payments at an interest rate of 1.00 percent; principal payments beginning February 2022; the note matured in May 2022.	-	83,000
	676,288	1,480,880
Less current maturities	247,052	383,258
	<u>\$ 429,236</u>	<u>\$ 1,097,622</u>

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In April and May 2020, the Society received loans under the Paycheck Protection Program established by the CARES Act. In July 2021, the National Council applied for and was notified during the year ended September 30, 2021 that its loan, including accrued interest, totaling \$368,762 was forgiven in full. In July 2021, DSC applied for and was notified that \$557,732 its loan was forgiven and the remaining loan balance was extended to the fifth anniversary of the original disbursement date of the the loan, April 2025. Principal payments of \$21,054 began on September 1, 2021 and are payable in monthly installments through April 2025. In January 2022, National Stores applied for and was notified that \$75,300 of principal and accrued interest on the loan was forgiven. The remaining balance was paid in four consecutive principal and interest payments of \$2,257 through May 2022.

Maturities of long-term debt as of September 30, 2022, are as follows:

Years Ending September 30,

2023	\$ 247,052
2024	249,509
2025	<u>179,727</u>
	<u><u>\$ 676,288</u></u>

National Stores has a promissory note of \$500,000 with the National Council. Borrowing are charged interest at 1.25 percent. The note requires interest-only payments beginning in March 2021 with all outstanding principal and interest due on February 1, 2026. At September 30, 2022 and 2021, there were borrowings of \$500,000 outstanding, which were eliminated upon consolidation.

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**9. Liquidity and Availability of Financial Assets**

The following reflects Society's financial assets as of September 30, reduced by amounts not available for general use within one year because of contractual or donor-imposed restrictions or internal designations. Amounts not available include amounts set aside for operating and other reserves that could be drawn upon if the Board approves that action.

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 2,340,093	\$ 3,196,323
Investments, at fair value	4,838,070	6,778,451
Accounts receivable, net	29,318	53,155
Grants receivable	956,018	645,286
ERCs receivable	-	78,467
Contractual or donor-imposed restrictions and internal designations:		
Donor restrictions	(4,085,959)	(4,297,451)
Board designated funds	<u>(2,729,302)</u>	<u>(3,056,869)</u>
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	<u>\$ 1,348,238</u>	<u>\$ 3,397,362</u>

Although the Society does not intend to spend from its Board designated funds, as described in Note 11, (other than amounts appropriated for general expenditure as part of the Board of Directors' annual budget approval and appropriation), these amounts could be made available if necessary.

The Society's primary sources of support are contributions, grants, Council solidarity due, and investment income. Some support is required to be used in accordance with the purpose restrictions imposed by the donors. As part of a liquidity management plan, the Society invests cash 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.

**10. Related Party Transactions**

The Society receives support from the Society's Councils located the United States of America noted as Council solidarity. Each Council is charged a fee per year based on the Councils' revenues. This support is used for general administration of the Society. The Society received support for other activities of the Organization from Councils and Conferences in the amounts of \$3,286,465 and \$3,571,117 and paid support to Councils and Conferences in the amounts of \$1,647,428 and \$885,356, respectively, for the years ended September 30, 2022 and 2021. There are also various other disaster grants paid to Councils and Conferences.



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The Society supports the International Council General, Society of St. Vincent de Paul, Inc. located in Paris, France. The amount remitted was \$267,020 and \$291,001 for the years ended September 30, 2022 and 2021, respectively. The Society paid additional support to international Councils totaling \$778,732 and \$504,715 for the years ended September 30, 2022 and 2021, respectively.

**11. Board Designated Funds**

The Society's Board of Directors has designated a portion of net assets without donor restrictions to support the operations of the Society. The composition of and changes in Board designated net assets were as follows for the years ended at September 30, as follows:

	<u>2022</u>	<u>2021</u>
Board designated net assets, beginning of year	\$ 3,056,869	\$ 2,229,738
Contributions	323,215	578,928
Investment income, net	63,634	44,993
Net appreciation (depreciation)	(455,113)	407,294
Amounts appropriated for expenditure	(259,303)	(204,084)
Board designated net assets, end of year	<u>\$ 2,729,302</u>	<u>\$ 3,056,869</u>

The Society's Board of Directors has designated net assets without donor restrictions at September 30, as follows:

	<u>2022</u>	<u>2021</u>
Designated for special purpose fund	\$ 1,604	\$ 1,604
Designated for domestic extension/twinning fund	12,238	14,097
Designated for Ozanam cause fund	3,625	18,617
Designated for direct mail revenue fund	218,774	149,110
Designated for bequests fund	2,493,061	2,873,441
	<u>\$ 2,729,302</u>	<u>\$ 3,056,869</u>

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**12. Net Assets With Donor Restrictions**

Net assets with donor restrictions at September 30, are restricted for the following purposes:

	<u>2022</u>	<u>2021</u>
Domestic disaster	\$ 884,405	\$ 1,329,207
International relief and assistance	718,168	678,804
Friends of the poor	711,270	818,901
Friends of the poor walk	394,121	357,107
Committee and regional funds	51,825	26,348
Other funds	99,570	86,444
Grants	104,158	400,821
Building fund	365,556	549,927
House in a box program	756,886	49,892
	<u>\$ 4,085,959</u>	<u>\$ 4,297,451</u>

Net assets released from restrictions of purpose for the years ended September 30, are as follows:

	<u>2022</u>	<u>2021</u>
Domestic disaster	\$ 2,005,964	\$ 465,992
International relief and assistance	846,006	567,903
Friends of the poor	803,300	296,500
Friends of the poor walk	415,861	334,322
Committee and regional funds	19,501	754
Charitable pharmacy - Dallas	-	100,000
Other funds	10,380	39,208
Grants	296,663	201,113
Building fund	68,796	110,660
House in a box program	304,936	-
Disaster case management	3,385,487	2,796,585
	<u>\$ 8,156,894</u>	<u>\$ 4,913,037</u>

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**13. Contributed Nonfinancial Assets**

The Society received the following contributions of nonfinancial assets for the years ended September 30:

	<u>2022</u>	<u>2021</u>
Donated inventory	\$ 1,382,532	\$ 956,934
Donated supplies	670,652	936,611
Donated office space	6,398	-
Donated airfare	680	-
	<u>\$ 2,060,262</u>	<u>\$ 1,893,545</u>

Donated inventory received by the National Stores is recorded as in-kind contributions on the consolidated statements of activities with a corresponding increase to inventory. Donated inventory is valued by the donor and approximates fair value. Donated inventory is sold to generate money to use in the operations of the Society's programs.

Donated supplies received by DSC are recorded as in-kind contributions on the consolidated statements of activities. Donated supplies were valued by a third-party provider based on the replacement value of the items donated and were used in the operation of the Society's programs. DSC received the use of an office space within the Archdiocese Council of New Orleans for disaster efforts in Louisiana from February 2022 through December 2023. Using publicly available commercial real estate rental listings, DSC estimated the annual donated rent to be \$3,413. The amount of donated office space is recorded as in-kind contributions on the consolidated statement of activities and as rent expense on the consolidated statement of functional expenses. A portion of the donated office space is included in prepaid expenses and other current assets on the consolidated statements of financial position for the future benefit of the donated space.

**14. Retirement Plan**

The Society maintains a contributory retirement savings plan under Section 403(b) of the Code covering substantially all employees who meet certain eligibility requirements. Contributions for the years ended September 30, 2022 and 2021 totaled \$169,754 and \$150,097, respectively.

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Notes to Consolidated Financial Statements  
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**15. Risks and Uncertainties**

**Concentration of Credit Risk**

Financial instruments, which potentially subject the Society to concentrations of credit risk, consist principally of cash and cash equivalents, receivables, and investments. The Society maintains its cash with four major financial institutions. Deposits at these banks are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. As of September 30, 2022, the Society had deposits of approximately \$1,700,000 in excess of FDIC limits. The Society performs ongoing credit evaluations of its customers and maintains allowances, as needed, for potential credit losses. Although the Society is directly affected by the financial stability of its customer base, management does not believe significant credit risk exists at September 30, 2022. The Society maintains its investments primarily with one brokerage firm. Securities held at this firm are insured by the Securities Investor Protection Corporation ("SIPC") up to \$500,000. As of September 30, 2022, the Society had securities of approximately \$6,930,000 in excess of SIPC limits.

**Investments**

The Society invests in various investment securities. Investment 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 investment securities will occur in the near term and that such change could materially affect the amounts reported in the accompanying consolidated statements of financial position.

**16. Commitments and Contingencies**

**Leases**

The Society leases office space and equipment under various noncancellable operating leases. Future minimum lease payments at September 30, 2022 are as follows:

Years Ending September 30,

2023	\$ 240,248
2024	214,186
2025	62,498
2026	2,171
2027	362
	<u>\$ 519,465</u>

Rent expense related to operating leases for the years ended September 30, 2022 and 2021 totaled \$216,983 and \$250,369, respectively.

**National Council of the United States,  
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Consolidating Statement of Financial Position  
September 30, 2022**

	<b>Assets</b>					
	<u>National Council</u>	<u>DSC</u>	<u>National Stores</u>	<u>National Foundation</u>	<u>Eliminations</u>	<u>Consolidated</u>
<b>Current Assets</b>						
Cash and cash equivalents	\$ 566,337	\$ 1,533,282	\$ 224,521	\$ 15,432	\$ 521	\$ 2,340,093
Investments, at fair value	7,773,012	-	-	187,990	-	7,961,002
Accounts receivable, net	39,933	-	-	-	(10,615)	29,318
Interest receivable	13,598	-	-	-	(521)	13,077
Notes receivable from related party	500,158	-	-	-	(500,158)	-
Grants receivable	-	956,018	-	-	-	956,018
Inventories	186,481	-	155,950	-	-	342,431
Prepaid expenses and other current assets	<u>235,593</u>	<u>76,288</u>	<u>30,836</u>	<u>-</u>	<u>-</u>	<u>342,717</u>
Total Current Assets	9,315,112	2,565,588	411,307	203,422	(510,773)	11,984,656
Property and Equipment, net	1,761,540	2,209	104,604	-	-	1,868,353
Bequest and Trust Receivable and Other	35,000	-	-	-	-	35,000
Assets Held Under Split-interest Agreements	<u>71,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>71,620</u>
Total Assets	<u>\$ 11,183,272</u>	<u>\$ 2,567,797</u>	<u>\$ 515,911</u>	<u>\$ 203,422</u>	<u>\$ (510,773)</u>	<u>\$ 13,959,629</u>
	<b>Liabilities and Net Assets</b>					
<b>Current Liabilities</b>						
Accounts payable	\$ 479,985	\$ 760,347	\$ 4,498	\$ 3,353	\$ (10,615)	\$ 1,237,568
Accrued salaries and payroll taxes	-	94,063	15,144	-	-	109,207
Escrow funds	545,786	-	-	-	-	545,786
Deferred revenue	35,514	-	-	-	-	35,514
Notes payable to related party	-	-	500,158	-	(500,158)	-
Current maturities of long-term debt	<u>-</u>	<u>247,052</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>247,052</u>
Total Current Liabilities	1,061,285	1,101,462	519,800	3,353	(510,773)	2,175,127
Long-term Debt	-	429,236	-	-	-	429,236
Liabilities Under Split-interest Agreements	<u>57,655</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,655</u>
Total Liabilities	<u>1,118,940</u>	<u>1,530,698</u>	<u>519,800</u>	<u>3,353</u>	<u>(510,773)</u>	<u>2,662,018</u>
<b>Net Assets (Deficit)</b>						
Without donor restrictions						
Available for general activities	4,229,858	56,312	(3,889)	200,069	-	4,482,350
Board designated funds	<u>2,729,302</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,729,302</u>
Total without donor restrictions	6,959,160	56,312	(3,889)	200,069	-	7,211,652
With donor restrictions	<u>3,105,172</u>	<u>980,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,085,959</u>
Total Net Assets (Deficit)	10,064,332	1,037,099	(3,889)	200,069	-	11,297,611
Total Liabilities and Net Assets	<u>\$ 11,183,272</u>	<u>\$ 2,567,797</u>	<u>\$ 515,911</u>	<u>\$ 203,422</u>	<u>\$ (510,773)</u>	<u>\$ 13,959,629</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidating Statement of Financial Position  
September 30, 2021**

**Assets**

	National Council	DSC	National Stores	National Foundation	Eliminations	Consolidated
Current Assets						
Cash and cash equivalents	\$ 1,885,024	\$ 1,170,479	\$ 115,202	\$ 25,618	\$ -	\$ 3,196,323
Investments, at fair value	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
Total Current Assets	11,589,458	1,674,477	244,110	136,857	(534,708)	13,110,194
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
Total Assets	<u>\$ 13,687,159</u>	<u>\$ 1,679,476</u>	<u>\$ 340,216</u>	<u>\$ 136,857</u>	<u>\$ (534,708)</u>	<u>\$ 15,309,000</u>

**Liabilities and Net Assets**

Current Liabilities						
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
Total Current Liabilities	1,165,691	662,359	643,495	-	(534,708)	1,936,837
Long-term Debt	421,340	676,282	-	-	-	1,097,622
Liabilities Under Split-interest Agreements	68,809	-	-	-	-	68,809
Total Liabilities	<u>1,655,840</u>	<u>1,338,641</u>	<u>643,495</u>	<u>-</u>	<u>(534,708)</u>	<u>3,103,268</u>
Net Assets (Deficit)						
Without donor restrictions						
Available for general activities	4,967,868	49,966	(303,279)	136,857	-	4,851,412
Board designated funds	3,056,869	-	-	-	-	3,056,869
Total without donor restrictions	8,024,737	49,966	(303,279)	136,857	-	7,908,281
With donor restrictions	4,006,582	290,869	-	-	-	4,297,451
Total Net Assets (Deficit)	12,031,319	340,835	(303,279)	136,857	-	12,205,732
Total Liabilities and Net Assets	<u>\$ 13,687,159</u>	<u>\$ 1,679,476</u>	<u>\$ 340,216</u>	<u>\$ 136,857</u>	<u>\$ (534,708)</u>	<u>\$ 15,309,000</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidating Statement of Activities  
Year Ended September 30, 2022**

	National Council	DSC	National Stores	National Foundation	Eliminations	Consolidated
Revenues, Gains, and Other Support						
Contributions	\$ 5,273,950	\$ 1,139,700	\$ 12,037	\$ 107,501	\$ (494,199)	\$ 6,038,989
Council solidarity dues	1,831,576	-	-	-	-	1,831,576
Private grants and contracts	-	1,234,042	-	-	(302,219)	931,823
Federal grant revenue	-	3,687,706	-	-	-	3,687,706
Publication and other sales	201,245	-	1,289,494	-	-	1,490,739
In-kind contributions	-	677,730	1,382,532	-	-	2,060,262
Investment loss	(1,065,102)	-	-	(32,845)	(6,325)	(1,104,272)
Regions and other income	5,583	83,094	(1,800)	-	-	86,877
Meeting income	433,757	-	-	-	-	433,757
Forgiveness of Paycheck Protection Program loans	-	-	75,300	-	-	75,300
Total Revenues, Gains, and Other Support	<u>6,681,009</u>	<u>6,822,272</u>	<u>2,757,563</u>	<u>74,656</u>	<u>(802,743)</u>	<u>15,532,757</u>
Expenses						
Program Services	<u>6,441,985</u>	<u>5,382,292</u>	<u>2,451,525</u>	<u>-</u>	<u>(802,743)</u>	<u>13,473,059</u>
Supporting Activities						
Membership development	134,301	-	-	-	-	134,301
Management and general	1,143,898	730,033	6,648	4,754	-	1,885,333
Fundraising	<u>927,812</u>	<u>13,683</u>	<u>-</u>	<u>6,690</u>	<u>-</u>	<u>948,185</u>
Total Supporting Activities	<u>2,206,011</u>	<u>743,716</u>	<u>6,648</u>	<u>11,444</u>	<u>-</u>	<u>2,967,819</u>
Total Expenses	<u>8,647,996</u>	<u>6,126,008</u>	<u>2,458,173</u>	<u>11,444</u>	<u>(802,743)</u>	<u>16,440,878</u>
Change in Net Assets	(1,966,987)	696,264	299,390	63,212	-	(908,121)
Net Assets (Deficit), Beginning of Year	<u>12,031,319</u>	<u>340,835</u>	<u>(303,279)</u>	<u>136,857</u>	<u>-</u>	<u>12,205,732</u>
Net Assets (Deficit), End of Year	<u>\$ 10,064,332</u>	<u>\$ 1,037,099</u>	<u>\$ (3,889)</u>	<u>\$ 200,069</u>	<u>\$ -</u>	<u>\$ 11,297,611</u>

**National Council of the United States,  
Society of St. Vincent de Paul, Inc. and Subsidiaries  
Consolidating Statement of Activities  
Year Ended September 30, 2021**

	National Council	DSC	National Stores	National Foundation	Eliminations	Consolidated
Revenues, Gains, and Other Support						
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	2,712	53,968	-	-	-	56,680
Meeting income	320,226	-	(2,277)	-	-	317,949
Employee retention credits	-	297,268	-	-	-	297,268
Forgiveness of Paycheck Protection Program loans	368,762	557,732	-	-	-	926,494
Total Revenues, Gains, and Other Support	<u>10,371,174</u>	<u>4,397,385</u>	<u>1,845,360</u>	<u>211,405</u>	<u>(466,793)</u>	<u>16,358,531</u>
Expenses						
Program Services	<u>4,293,987</u>	<u>3,308,602</u>	<u>1,750,925</u>	<u>138,500</u>	<u>(466,793)</u>	<u>9,025,221</u>
Supporting Activities						
Membership development	187,486	-	-	-	-	187,486
Management and general	1,141,195	767,599	-	4,230	-	1,913,024
Fundraising	<u>765,995</u>	<u>113,222</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>879,217</u>
Total Supporting Activities	<u>2,094,676</u>	<u>880,821</u>	<u>-</u>	<u>4,230</u>	<u>-</u>	<u>2,979,727</u>
Total Expenses	<u>6,388,663</u>	<u>4,189,423</u>	<u>1,750,925</u>	<u>142,730</u>	<u>(466,793)</u>	<u>12,004,948</u>
Change in Net Assets	3,982,511	207,962	94,435	68,675	-	4,353,583
Net Assets (Deficit), Beginning of Year	<u>8,048,808</u>	<u>132,873</u>	<u>(397,714)</u>	<u>68,182</u>	<u>-</u>	<u>7,852,149</u>
Net Assets (Deficit), End of Year	<u>\$ 12,031,319</u>	<u>\$ 340,835</u>	<u>\$ (303,279)</u>	<u>\$ 136,857</u>	<u>\$ -</u>	<u>\$ 12,205,732</u>