

WEST SEATTLE FOOD BANK

FINANCIAL STATEMENTS  
With Independent Auditor's Report

YEARS ENDED JUNE 30, 2022 AND 2021

WEST SEATTLE FOOD BANK

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

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INDEPENDENT AUDITOR'S REPORT

Board of Directors  
West Seattle Food Bank  
Seattle, Washington

**Opinion**

We have audited the accompanying financial statements of West Seattle Food Bank (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements (collectively 'the financial statements').

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West Seattle Food Bank as of June 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of West Seattle Food Bank and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Responsibilities of Management for the Financial Statements**

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

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

**Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of West Seattle Food Bank's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about West Seattle Food Bank'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.

### **Other Matter - Prior Period Financial Statements**

The financial statements of West Seattle Food Bank as of and for the year ended June 30, 2021, were audited by Jones & Associates PLLC, whose partners and professional staff joined Jacobson Jarvis & Co PLLC as of September 1, 2022, and has subsequently cleared operations. Jones & Associates PLLC expressed an unmodified opinion on those statements in their report dated December 9, 2021.



Jacobson Jarvis & Co, PLLC  
Seattle, Washington  
April 22, 2023

WEST SEATTLE FOOD BANK

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2022 AND 2021

	<u>ASSETS</u>	
	<u>2022</u>	<u>2021</u>
Current Assets		
Cash and cash equivalents	\$ 1,492,898	\$ 1,975,319
Investments	969,394	1,071,612
Receivables	104,987	120,413
Prepays and deposits	19,361	22,572
Inventory	<u>155,315</u>	<u>98,456</u>
Total Current Assets	2,741,955	3,288,372
Property and Equipment, net	<u>1,869,336</u>	<u>1,960,901</u>
	<u>\$ 4,611,291</u>	<u>\$ 5,249,273</u>
 <u>LIABILITIES AND NET ASSETS</u> 		
Current Liabilities		
Accounts payable	\$ 46,686	\$ 38,669
Accrued payroll liabilities	<u>71,052</u>	<u>74,334</u>
Total Current Liabilities	117,738	113,003
Forgivable debt	<u>250,000</u>	<u>250,000</u>
Total Liabilities	367,738	363,003
Net Assets		
Without donor restriction	4,197,177	4,865,202
With donor restriction	<u>46,376</u>	<u>21,068</u>
Total Net Assets	<u>4,243,553</u>	<u>4,886,270</u>
	<u>\$ 4,611,291</u>	<u>\$ 5,249,273</u>

See notes to financial statements.

WEST SEATTLE FOOD BANK

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
<b>SUPPORT AND REVENUE</b>			
In-kind food and other donations	\$ 3,106,766	\$ -	\$ 3,106,766
Contributions	1,829,995	44,808	1,874,803
Special events, net	124,465	-	124,465
Government contracts and grants	709,316	-	709,316
Tenant and other revenue	7,683	-	7,683
Investments	<u>(107,468)</u>	<u>-</u>	<u>(107,468)</u>
	5,670,757	44,808	5,715,565
Net asset releases:			
Satisfaction of time restriction	<u>19,500</u>	<u>(19,500)</u>	<u>-</u>
Total operating support and revenue	<u>5,690,257</u>	<u>25,308</u>	<u>5,715,565</u>
<b>EXPENSES</b>			
Program services	5,950,413	-	5,950,413
Management and general	133,007	-	133,007
Fundraising	<u>274,862</u>	<u>-</u>	<u>274,862</u>
Total Expenses	<u>6,358,282</u>	<u>-</u>	<u>6,358,282</u>
CHANGES IN NET ASSETS	(668,025)	25,308	(642,717)
<b>NET ASSETS</b>			
Net Assets - Beginning of Year	<u>4,865,202</u>	<u>21,068</u>	<u>4,886,270</u>
Net Asset - End of Year	<u>\$ 4,197,177</u>	<u>\$ 46,376</u>	<u>\$ 4,243,553</u>

WEST SEATTLE FOOD BANK

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
<b>SUPPORT AND REVENUE</b>			
In-kind food and other donations	\$ 4,333,888	\$ -	\$ 4,333,888
Contributions	2,679,926	42,500	2,722,426
Special events, net	106,624	-	106,624
Government contracts and grants	568,007	-	568,007
Tenant and other revenue	5,385	-	5,385
Investments	215,111	-	215,111
	<u>7,908,941</u>	<u>42,500</u>	<u>7,951,441</u>
Net asset releases:			
Satisfaction of purpose restriction	7,950	(7,950)	-
Satisfaction of time restriction	42,250	(42,250)	-
	<u>7,959,141</u>	<u>(7,700)</u>	<u>7,951,441</u>
<b>EXPENSES</b>			
Program services	6,746,773	-	6,746,773
Management and general	123,325	-	123,325
Fundraising	274,343	-	274,343
	<u>7,144,441</u>	<u>-</u>	<u>7,144,441</u>
<b>CHANGES IN NET ASSETS</b>	814,700	(7,700)	807,000
<b>NET ASSETS</b>			
Net Assets - Beginning of Year	<u>4,050,502</u>	<u>28,768</u>	<u>4,079,270</u>
Net Asset - End of Year	<u>\$ 4,865,202</u>	<u>\$ 21,068</u>	<u>\$ 4,886,270</u>

WEST SEATTLE FOOD BANK

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2022

	Program Services			Support Services		
	<u>Food Bank</u>	<u>Helpline</u>	<u>Total</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
In-kind food and other	\$2,683,206	\$ 366,701	\$3,049,907	\$ -	\$ -	\$3,049,907
Rental and utility assistance	-	1,355,080	1,355,080	-	-	1,355,080
Salary and wages	390,153	147,880	538,033	53,156	134,936	726,125
Purchased food	588,289	-	588,289	-	-	588,289
Payroll taxes and benefits	87,675	37,178	124,853	11,226	31,226	167,305
Occupancy	83,818	26,353	110,171	2,137	1,944	114,252
Depreciation	73,067	6,764	79,831	6,146	5,588	91,565
Miscellaneous	2,768	7,796	10,564	17,403	56,497	84,464
Professional services	124	2,018	2,142	33,382	24,050	59,574
Equipment maintenance	44,289	-	44,289	-	-	44,289
Supplies	18,214	4,468	22,682	3,174	967	26,823
Volunteer and public relations	7,654	1,760	9,414	1,941	4,087	15,442
Printing and postage	954	1,785	2,739	575	14,890	18,204
Insurance	8,292	-	8,292	2,512	-	10,804
Telephone	1,971	2,156	4,127	1,355	677	6,159
	<u>3,990,474</u>	<u>1,959,939</u>	<u>5,950,413</u>	<u>133,007</u>	<u>274,862</u>	<u>6,358,282</u>
Special event costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,995</u>	<u>49,995</u>
Total Expenses	<u>\$3,990,474</u>	<u>\$1,959,939</u>	<u>\$5,950,413</u>	<u>\$ 133,007</u>	<u>\$ 324,857</u>	<u>\$6,408,277</u>



WEST SEATTLE FOOD BANK

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2021

	Program Services			Support Services		
	<u>Food Bank</u>	<u>Helpline</u>	<u>Total</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
In-kind food and other	\$4,064,562	\$ 277,649	\$4,342,211	\$ -	\$ -	\$4,342,211
Rental and utility assistance	-	996,154	996,154	-	-	996,154
Salary and wages	379,958	135,013	514,971	45,914	139,234	700,119
Purchased food	482,595	-	482,595	-	-	482,595
Payroll taxes and benefits	78,259	34,631	112,890	10,833	26,797	150,520
Occupancy	71,085	24,408	95,493	1,933	1,758	99,184
Depreciation	79,627	6,762	86,389	6,145	5,588	98,122
Miscellaneous	3,164	7,105	10,269	14,664	59,750	84,683
Professional services	2,500	4,342	6,842	33,164	22,371	62,377
Equipment maintenance	39,207	-	39,207	633	-	39,840
Supplies	28,233	4,478	32,711	4,537	454	37,702
Volunteer and public relations	10,544	646	11,190	2,261	3,543	16,994
Printing and postage	1,343	462	1,805	450	13,703	15,958
Insurance	8,373	-	8,373	2,255	-	10,628
Telephone	4,293	1,380	5,673	536	1,145	7,354
	<u>5,253,743</u>	<u>1,493,030</u>	<u>6,746,773</u>	<u>123,325</u>	<u>274,343</u>	<u>7,144,441</u>
Special event costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,969</u>	<u>1,969</u>
Total Expenses	<u>\$5,253,743</u>	<u>\$1,493,030</u>	<u>\$6,746,773</u>	<u>\$ 123,325</u>	<u>\$ 276,312</u>	<u>\$7,146,410</u>

WEST SEATTLE FOOD BANK

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from contributions, contracts, and grants	\$ 2,717,155	\$ 3,444,454
Cash paid from investment income and other	9,288	27,234
Cash paid to employees and suppliers	<u>(3,208,864)</u>	<u>(2,694,230)</u>
Cash Provided (Used) by Operating Activities	(482,421)	777,458
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investments	<u>-</u>	<u>(73,465)</u>
Net Change in Cash and Cash Equivalents	(482,421)	703,993
Cash and Cash Equivalents - beginning of year	<u>1,975,319</u>	<u>1,271,326</u>
Cash and Cash Equivalents - end of year	<u>\$ 1,492,898</u>	<u>\$ 1,975,319</u>

## WEST SEATTLE FOOD BANK

### NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

#### NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

West Seattle Food Bank (the Organization) is a not-for-profit community service organization whose mission is to strengthen the community through the power of neighbors helping neighbors, working to ensure all in our community have access to the essential necessities of living. The Organization offers two main programs. Our Food Bank services include securing and distributing quality, nutritional food to low-income residents of this community; providing home delivery services for elderly or disabled individuals unable to come into the food bank; distributing weekend food to children at risk of hunger on weekends when they are not receiving meals at school; providing baby food, formula and other essential baby supplies for infants and young children; and offering free pet food and supplies. In March 2020, the Organization acquired the West Seattle Helpline and added financial assistance for rent, utilities, and move in assistance; and a free clothing bank called the Clothesline and a resource list to connect the individuals we serve with other community services and resources.

The Organization is supported primarily by community support, the City of Seattle, in-kind donations, and private foundations.

#### Basis of presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting and report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restriction. There were no donor-restricted net assets of perpetual nature at June 30, 2022 and 2021.

WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair value measurements

In accordance with financial accounting standards, a three-tiered hierarchy of input levels is used for measuring fair value. Financial accounting standards defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Valuation techniques utilized to determine fair value are consistently applied. Transfers between levels in the fair value hierarchy are recognized at the end of the reporting period. The three tiers of inputs used for fair value measurements are as follows:

Level 1: Fair values are based on quoted prices in active markets for identical assets and liabilities.

Level 2: Fair values are based on observable inputs that include: quoted market prices for similar assets or liabilities; quoted market prices that are not in an active market; or other inputs that are observable in the market and can be corroborated by observable market data for substantially the full term of the assets.

Level 3: Fair values are calculated by the use of pricing models and/or discounted cash flow methodologies, and may require significant management judgment or estimation. These methodologies may result in a significant portion of the fair value being derived from unobservable data.

Cash and cash equivalents

For purposes of the statements of cash flows, the Organization considers all checking and savings accounts and unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. At times, cash and cash equivalents may exceed federally insured limits. The Organization has not experienced any losses in these accounts, and management does not believe it is exposed to any significant credit risk.

Investments

The Organization carries its investments at fair value in the statements of financial position. Investment return is included in the change in net assets in the accompanying statements of activities.

Receivables

Receivables consist primarily of amounts due from governmental agencies and pledges from other nonprofit organizations. Pledges are recorded by the Organization when promised. All account balances are due in less than one year. No allowance for uncollectible balances has been established by management based upon the Organization's historical experience in the collection of balances due.

WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory

Inventory consists of donated food and clothing and is recognized at estimated fair value.

Property and equipment

Property and equipment is carried at cost if purchased, or at fair value if donated. Depreciation is computed using the straight-line method, currently over a period of three to forty years. The Organization follows a policy whereby it capitalizes purchases of property and equipment with a value in excess of \$5,000. When an asset is disposed of, the cost and related accumulated depreciation of the asset is removed from the accounting records, and gain or loss is recognized.

Revenue Recognition

Contributions (including those received at special events) are recognized when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled or the stipulated time period has elapsed) are reported as reclassifications between net assets with donor restrictions and net assets without donor restrictions.

Revenues from government grants are recognized when the qualified expense is incurred and are subject to audit and retroactive adjustment made by the funding agencies. The adjustments would be recorded at the time that such amounts can first be reasonably determined, normally upon notification by the government agency. There were no government audits or adjustments during the years ended June 30, 2022 and 2021.

In-Kind Food and Other Donations

Donations of goods include food and other materials and are recorded as revenue at the estimated fair value at the date of donation. The Organization estimated receipt of 1,224,314 and 1,952,864 pounds of food valued at \$2,665,532 and \$4,050,717 for the years ended June 30, 2022 and 2021, respectively. The Organization records food donations on an average value per pound basis, as determined by the State of Washington Emergency Food Assistance Program and based on pricing lists published by the U.S. Department of Agriculture. The Organization received donated baby items valued at \$28,886 and \$22,640 and donated clothing and other valued at \$412,348 and \$260,531 for the years ended June 30, 2022 and 2021, respectively.

WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services

Donated services are recognized as revenue and corresponding expense when (a) the services received create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers assisted in food collection, distribution and home delivery. No amounts have been recognized as contributions in the financial statements for these volunteer hours since the recognition criteria were not met.

Functional allocation of expenses

The statements of functional expenses present expenses by function and natural classification. Certain categories of expenses are attributed to more than one program or supporting function and have been allocated among the programs and supporting services benefited. All expenses are allocated directly at the point of original data entry based on function and use. Expenses related to the building are functionally allocated based on the square footage each functional area occupies. Payroll related expenses are allocated based on employee time and effort spent in each functional area.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

Income taxes

The Internal Revenue Service has recognized the Organization as exempt from federal income taxes under provision of Section 501(a) of the Internal Revenue Code as an entity described in Section 501(c)(3) and not as a private foundation.

Reclassifications

Certain amounts in the 2021 financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements. These reclassifications had no effect on the net assets or change in net assets as of or for the year ended June 30, 2021.

Subsequent Events

Subsequent events were evaluated through April 22, 2023, which is the date the financial statements were available to be issued.

WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE B - LIQUIDITY

Financial assets available for general expenditure within one year of the statement of financial position date are as follows at June 30:

	<u>2022</u>	<u>2021</u>
Financial Assets		
Cash and cash equivalents	\$ 1,492,898	\$ 1,975,319
Investments	969,394	1,071,612
Receivables	<u>104,987</u>	<u>120,413</u>
Financial assets available within one year	<u>\$ 2,567,279</u>	<u>\$ 3,167,344</u>

Due to unexpected and higher than usual income through private and public sources received during the year ended June 30, 2021, the Organization was able to use reserves in the 2022 fiscal year. Funds are held in liquid assets. There is usually some seasonal variation of income during the year due to timing of major events and end of year donations, but there are also several regular monthly income sources. The Bookkeeper and Executive Director review liquidity on a regular basis and transfer money between accounts as needed. The Organization has financial assets available for use on general expenditures in excess of annual budgeted expenses for the fiscal year.

NOTE C - INVESTMENTS

Investments are recorded at fair value using Level 1 inputs and consisted of the following at June 30:

	<u>2022</u>	<u>2021</u>
Equity funds	\$ 702,335	\$ 793,137
Fixed income funds	114,697	132,968
Money market funds	<u>152,362</u>	<u>145,507</u>
	<u>\$ 969,394</u>	<u>\$ 1,071,612</u>

NOTE D - INVENTORY

Inventory consisted of the following at June 30:

	<u>2022</u>	<u>2021</u>
Clothing	\$ 75,087	\$ 54,390
Food	68,628	44,066
Other items	<u>11,600</u>	<u>-</u>
	<u>\$ 155,315</u>	<u>\$ 98,456</u>

WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30:

	<u>2022</u>	<u>2021</u>
Building - condominium unit	\$ 2,985,620	\$ 2,985,620
Furniture and equipment	121,753	123,253
Vehicles	<u>87,735</u>	<u>87,735</u>
	3,195,108	3,196,608
Less accumulated depreciation	<u>(1,325,772)</u>	<u>(1,235,707)</u>
	<u>\$ 1,869,336</u>	<u>\$ 1,960,901</u>

NOTE F - FORGIVABLE DEBT

The non-interest-bearing note payable of \$250,000 to City of Seattle Human Services Department is secured by a deed of trust on the building. The note expires on September 30, 2022, at which time the debt will be forgiven, provided that the Organization adheres to the terms of the note. The Organization fully intends to comply with the terms of the note.

NOTE G - LEASE COMMITMENT

On February 1, 2020, the Organization assumed the operating lease for West Seattle Helpline's offices and Clothesline program. The lease expired on January 31, 2021, with two extension options of 12 months each. The Organization is currently on a month-to-month agreement with the lessor. Rent expense totaled \$24,000 and \$22,250 for the years ended June 30, 2022 and 2021, respectively.

NOTE H - NET ASSETS WITH DONOR RESTRICTIONS

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

	<u>2022</u>	<u>2021</u>
Time restricted	\$ -	\$ 19,500
Food purchases	42,669	-
Pet pantry	3,207	1,568
Event sponsorships	<u>500</u>	<u>-</u>
	<u>\$ 46,376</u>	<u>\$ 21,068</u>

NOTE I - CONDITIONAL GRANTS

As of June 30, 2021, the Organization had received notice of three multi-year government grant awards totaling \$343,854, of which \$174,201 was recognized in the year ended June 30, 2021 and the remaining \$169,653 was received in the year ended June 30, 2022.



WEST SEATTLE FOOD BANK

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

NOTE J - SPECIAL EVENTS

Special events revenue is shown in the statements of activities net of consumable costs that directly benefit the participants of the events. The net revenue is as follows for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Special events revenue	\$ 174,460	\$ 108,593
Less cost of direct donor benefit	<u>(49,995)</u>	<u>(1,969)</u>
	<u>\$ 124,465</u>	<u>\$ 106,624</u>

NOTE K - RELATED PARTY TRANSACTIONS

The Organization owns one condominium unit within the two-unit West Seattle Community Resource Center Condominium Association (the Association). The Organization's unit is comprised of 10,000 square feet of operating space for its food bank operations and office space, a portion of which is leased to other social service agencies. The second unit is comprised of 34 units of affordable housing and is owned and operated by an unrelated organization. Each owner may appoint two directors to serve on the Board of the Association.

As a member of the Association, the Organization pays monthly assessments for common expenses, insurance, and other specially approved assessments such as reserves. For the years ended June 30, 2022 and 2021, the Organization paid assessments of \$20,880 and \$22,143, respectively, which are included in occupancy expense in the accompanying statements of functional expenses.

The Organization is a member of the Food Resource Network Federation (FRNF). The FRNF collects workplace giving campaign donations and forwards them to the member organizations. The Executive Director of the Organization is one of six individuals who serve on the Board of Directors of FRNF. For the years ended June 30, 2022 and 2021, the Organization received \$19,933 and \$22,055, respectively, in donations from FRNF, which are included in contributions in the accompanying statements of activities.

NOTE L - CONCENTRATIONS

At June 30, 2022, 50% of receivables was due from one organization. At June 30, 2021, 82% of receivables was due from two organizations.

For the years ended June 30, 2022 and 2021, in-kind food contributions from one supplier comprised 66% and 40% of total support and revenue, respectively.