



Financial Statements
May 31, 2023 and 2022

Assistance League[®] of Salt Lake City

Independent Auditor’s Report.....	1
Financial Statements	
Statements of Financial Position.....	3
Statements of Activities.....	4
Statements of Functional Expenses.....	5
Statements of Cash Flows.....	7
Notes to Financial Statements.....	8



Independent Auditor's Report

To the Board of Directors
Assistance League of Salt Lake City
Salt Lake City, UT

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Assistance League of Salt Lake City, which comprise the statements of financial position as of May 31, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Assistance League of Salt Lake City as of May 31, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities of the Audit of the Financial Statements section of our report. We are required to be independent of Assistance League of Salt Lake City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Assistance League of Salt Lake City'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 Assistance League of Salt Lake City'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.

Eide Bailly LLP

Lehi, Utah
August 17, 2023

Assistance League of Salt Lake City
 Statements of Financial Position
 May 31, 2023 and 2022

	2023	2022
Assets		
Cash and cash equivalents (Note 3)	\$ 1,334,461	\$ 1,161,606
Investments (Note 4)	488,635	495,821
Prepaid expenses and other assets	42,662	35,300
Inventories (Note 6)	137,841	148,209
Finance lease right of use asset (Note 8)	7,396	-
Property and equipment, net (Note 7)	966,236	919,479
Total assets	\$ 2,977,231	\$ 2,760,415
Liabilities and Net Assets		
Liabilities		
Accounts payable	\$ 8,425	\$ 12,438
Accrued liabilities	7,089	11,257
Finance lease liability	7,653	-
Capital lease obligation	-	9,967
Total liabilities	23,167	33,662
Net Assets		
Without donor restrictions	2,954,064	2,726,753
Total net assets	2,954,064	2,726,753
Total liabilities and net assets	\$ 2,977,231	\$ 2,760,415

Assistance League of Salt Lake City
Statements of Activities
For the Years Ended May 31, 2023 and 2022

	2023	2022
Unrestricted Revenue, Support and Gains		
Fundraising		
Thrift shop revenue		
Contributions of merchandise	\$ 890,728	\$ 786,297
Sales of donated merchandise	856,110	756,738
Less value of merchandise sold	(856,110)	(756,738)
Net revenue from thrift shop	890,728	786,297
Special events and other fundraising activities revenue		
Revenue	117,855	74,105
In-kind contributions	14,641	2,438
Less direct costs	(23,092)	(4,866)
Net revenue from special events	109,404	71,677
Contributions and grants	295,536	296,083
In-kind contributions	4,765	5,876
Membership dues	17,811	18,225
Net investment loss	(7,185)	(32,382)
Interest income	5,736	475
Other	4,134	2,872
Total unrestricted revenue, support, and gains	1,320,929	1,149,123
Expenses		
Program services		
Operation School Bell	527,949	428,491
Operation Healthy Teeth	167,843	193,923
Baby Bundles	62,782	67,646
Brighter Tomorrows	20,736	18,516
Book Bank	48,646	52,615
Assault Survivor Kits	25,852	26,461
Eye on Community	54,531	11,793
Assisteens® Community Service	17,191	14,102
Total program services expenses	925,530	813,547
Supporting services		
Fundraising		
Thrift shop	122,829	90,951
Special events and other fundraising activities - indirect costs	384	3,966
Management and general	35,183	37,462
Membership development	9,692	9,885
Total supporting services expenses	168,088	142,264
Total expenses	1,093,618	955,811
Change in Net Assets	227,311	193,312
Net Assets - Beginning of Year	2,726,753	2,533,441
Net Assets - End of Year	\$ 2,954,064	\$ 2,726,753

Assistance League of Salt Lake City
Statement of Functional Expenses
Year Ended May 31, 2023

	Program Services								Fundraising Services		Supporting Services			Total Expenses	
	Operation School Bell®	Operation Healthy Teeth	Baby Bundles	Brighter Tomorrows	Book Bank	Assault Survivor Kits®	Eye On Community	Assistees® Community Service	Total Program Services	Thrift Shop	Special Events	Management and General	Membership Development		Total Supporting Services
Program supplies	\$ 420,956	\$ 141,670	\$ 53,093	\$ 18,508	\$ 42,679	\$ 20,880	\$ 47,405	\$ 14,639	\$ 759,830	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 759,830
Occupancy															
Utilities	7,564	3,425	999	589	714	428	856	285	14,860	11,199	-	348	-	11,547	26,407
Maintenance and repairs	24,369	9,509	2,773	371	1,981	1,189	2,377	792	43,361	59,644	-	2,476	-	62,120	105,481
Insurance	4,783	2,166	632	501	451	271	541	180	9,525	9,525	-	3,600	-	13,125	22,650
Depreciation	17,370	7,866	2,294	307	1,639	983	1,966	655	33,080	5,839	-	2,048	-	7,887	40,967
Postage and delivery	39,693	293	2,141	346	373	865	171	191	44,073	452	-	94	-	546	44,619
Printing and reproduction	550	249	73	10	52	31	62	21	1,048	185	-	1,628	-	1,813	2,861
Professional services	4,004	1,813	529	71	378	227	453	151	7,626	-	-	16,400	-	16,400	24,026
Public relations and advertising	5,416	643	187	25	336	868	648	260	8,383	1,622	-	472	-	2,094	10,477
Supplies	-	-	-	-	-	-	-	-	-	12,921	-	557	82	13,560	13,560
National dues	-	-	-	-	-	-	-	-	-	-	-	-	9,610	9,610	9,610
AL Circle Fund	-	-	-	-	-	-	-	-	-	-	-	1,000	-	1,000	1,000
Education	-	-	-	-	-	-	-	-	-	-	-	1,676	-	1,676	1,676
Food and entertainment	-	-	-	-	-	-	-	-	-	-	23,476	-	-	23,476	23,476
Cost/value of merchandise sold	-	-	-	-	-	-	-	-	-	856,110	-	-	-	856,110	856,110
Bank service charges	15	-	-	-	-	84	-	-	99	15,436	-	898	-	16,334	16,433
Other	3,229	209	61	8	43	26	52	17	3,645	6,006	-	3,986	-	9,992	13,637
Total expenses	527,949	167,843	62,782	20,736	48,646	25,852	54,531	17,191	925,530	978,939	23,476	35,183	9,692	1,047,290	1,972,820
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	-	-	(856,110)	(23,092)	-	-	(879,202)	(879,202)
Total expenses included in the expenses section of the statement of activities	\$ 527,949	\$ 167,843	\$ 62,782	\$ 20,736	\$ 48,646	\$ 25,852	\$ 54,531	\$ 17,191	\$ 925,530	\$ 122,829	\$ 384	\$ 35,183	\$ 9,692	\$ 168,088	\$ 1,093,618

Assistance League of Salt Lake City
Statement of Functional Expenses
Year Ended May 31, 2022

	Program Services								Fundraising Services			Supporting Services			Total Expenses
	Operation School Bell*	Operation Healthy Teeth	Baby Bundles	Brighter Tomorrows	Book Bank	Assault Survivor Kits*	Eye on Community	Assistees® Community Service	Total Program Services	Thrift Shop	Special Events	Management and General	Membership Development	Total Supporting Services	
Program supplies	\$ 347,590	\$ 170,364	\$ 58,507	\$ 16,553	\$ 46,138	\$ 23,205	\$ 10,759	\$ 11,940	\$ 685,056	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 685,056
Occupancy															
Utilities	7,105	3,229	1,033	545	775	388	129	258	13,462	10,359	-	352	-	10,711	24,173
Maintenance and repairs	16,372	7,442	2,381	279	1,786	893	298	595	30,046	33,591	-	1,860	-	35,451	65,497
Insurance	5,096	2,316	741	515	556	278	93	185	9,780	9,779	-	3,266	-	13,045	22,825
Depreciation	18,954	8,616	2,757	323	2,068	1,034	345	689	34,786	6,139	-	2,153	-	8,292	43,078
Postage and delivery	28,703	141	1,607	226	103	297	96	106	31,279	31	182	35	-	248	31,527
Printing and reproduction	510	214	69	8	731	26	9	17	1,584	843	2,438	54	-	3,335	4,919
Professional services	-	-	-	-	-	-	-	-	-	-	-	16,019	-	16,019	16,019
Public relations and advertising	608	276	88	10	66	33	11	22	1,114	197	-	792	-	989	2,103
Supplies	3,076	1,108	355	42	340	133	44	268	5,366	15,694	-	496	-	16,190	21,556
National dues	-	-	-	-	-	-	-	-	-	-	-	-	9,885	9,885	9,885
AL Circle Fund	-	-	-	-	-	-	-	-	-	-	-	500	-	500	500
National conference and meetings	103	47	15	9	11	6	2	4	197	166	-	882	-	1,048	1,245
Education	-	-	-	-	-	-	-	-	-	-	-	1,655	-	1,655	1,655
Cost/value of merchandise sold	-	-	-	-	-	-	-	-	-	756,738	-	-	-	756,738	756,738
Bank service charges	-	-	39	-	-	148	-	4	191	12,412	183	490	-	13,085	13,276
Other	374	170	54	6	41	20	7	14	686	1,740	6,029	8,908	-	16,677	17,363
Total expenses	428,491	193,923	67,646	18,516	52,615	26,461	11,793	14,102	813,547	847,689	8,832	37,462	9,885	903,868	1,717,415
Less expenses included with revenue on statement of activities	-	-	-	-	-	-	-	-	-	(756,738)	(4,866)	-	-	(761,604)	(761,604)
Total expenses included in the expenses section of the statement of activities	\$ 428,491	\$ 193,923	\$ 67,646	\$ 18,516	\$ 52,615	\$ 26,461	11,793	\$ 14,102	\$ 813,547	\$ 90,951	\$ 3,966	\$ 37,462	\$ 9,885	\$ 142,264	\$ 955,811

Assistance League of Salt Lake City
Statements of Cash Flows
Years Ended May 31, 2023 and 2022

	2023	2022
Operating Activities		
Change in net assets	\$ 227,311	\$ 193,312
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amortization	40,967	43,078
Loss on disposal of equipment	2,473	-
Net investment loss	7,185	32,382
Changes in operating assets and liabilities		
Promises to give	-	11,115
Prepaid expenses and other assets	(7,362)	(23,649)
Inventories	10,368	(55,391)
Accounts payable	(4,013)	(6,292)
Accrued liabilities	(4,168)	538
	272,761	195,093
Net Cash from Operating Activities		
Investing Activities		
Purchase of property and equipment	(97,593)	(5,712)
Purchase of investments	(5,211)	(21,572)
Proceeds from the sale of investments	5,212	21,572
	(97,592)	(5,712)
Net Cash used for Investing Activities		
Financing Activities		
Principal payments on capital lease obligation	-	(2,294)
Principal payments on finance lease	(2,314)	-
	(2,314)	(2,294)
Net Cash used for Financing Activities		
Net Change in Cash and Cash Equivalents	172,855	187,087
Cash and Cash Equivalents, Beginning of Year	1,161,606	974,519
Cash and Cash Equivalents, End of Year	\$ 1,334,461	\$ 1,161,606

Note 1 - Principal Activities and Significant Accounting Policies

Nature of Activities

Assistance League of Salt Lake City was organized under the laws of the state of Utah as a nonprofit corporation established to provide philanthropic service to the community. It is a chartered chapter of National Assistance League. The accompanying financial statements include the activities of the Chapter and its auxiliaries, Consociates Auxiliary of Assistance League of Salt Lake City and Assisteens® (collectively the Chapter). The Chapter provides the following philanthropic programs in the community:

Operation School Bell®

Purchases and distributes new clothing to school children in need referred by school personnel.

Operation Healthy Teeth

Facilitates the provision of urgent dental treatment for qualified uninsured children.

Baby Bundles

Purchases and provides newborn layette items to selected agencies and hospitals for distribution to mothers in need.

Brighter Tomorrows

Provides appropriate clothing for referred individuals returning to the work force or school.

Book Bank

Plans and implements a literacy program for children and purchases appropriate books.

Assault Survivor Kits®

Purchases and provides clothing and hygiene articles to selected agencies for victims of sexual assault.

Eye on the Community

Provides aid in response to identified and emerging community needs that are not met by the other programs.

Assisteens® Community Service

Provides programs and services to youth, seniors, and others in need.

The operation of the Chapter's thrift shop, private donations, foundation grants and other fundraising efforts provide a significant portion of the Chapter's support and revenues.

Cash and Cash Equivalents

The Chapter considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash, money market accounts, and certificates of deposit with financial institutions believed by the Chapter to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor, per insured bank, for each account ownership category. At May 31, 2023 and 2022, the Chapter did not have any amounts in excess of FDIC-insured limits. To date, no losses have been experienced in any of these accounts.

Credit risk associated with accounts receivable and promises to give are limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from board members, governmental agencies, and foundations supportive of the Chapter's mission. Investments are made by diversified investment managers whose performance is monitored by the Chapter and the investment committee of the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, the Chapter and the investment committee believe that the investment policies and guidelines are prudent for the long-term welfare of the Chapter.

Inventories

The Chapter maintains an inventory of new clothing for use in its various programs, including Operation School Bell[®], which is stated at the lower of cost or net realizable value determined by first-in, first-out method. The Chapter also maintains an inventory of donated used clothing, furniture and household items for resale in the Chapter's thrift shop. Donated inventory is valued at its estimated fair market value.

Property and Equipment

Property and equipment additions are recorded at cost or, if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from five to forty years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The carrying values of property and equipment are reviewed for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended May 31, 2023 and 2022.

Investments

The Chapter records investment purchases at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at fair value in the statements of financial position. Net investment return (loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Net Assets

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

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) restrictions. Some donor imposed (or grantor) 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 restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Chapter 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 restrictions. At May 31, 2023 and 2022, the Chapter has no restricted net assets.

Revenue and Revenue Recognition

Revenues from the sale of donated used clothing and household items from the Chapter's thrift shop are recognized when the sale occurs, and all performance obligations have been fulfilled.

The Chapter recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

Membership dues, which are nonrefundable, do not have a material exchange element and are therefore recorded as a contribution when received.

The Chapter records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

During the years ended May 31, 2023 and 2022, all revenue was recognized at a point in time.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to the Chapter's program services, administration, and fundraising and development activities. A significant portion of the Chapter's functions and programs are conducted by unpaid member volunteers. However, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. During the year ended May 31, 2023, these volunteers donated approximately 38,625 hours with an estimated value of \$1,292,393. This value was computed using an estimated hourly rate of \$31.80, based upon the average hourly earnings of nonagricultural workers for the year ended December 31, 2022, as determined by the U.S. Department of Labor's Bureau of Labor Statistics, which includes 15% for estimated fringe benefits. During the year ended May 31, 2022, these volunteers donated approximately 31,203 hours with an estimated value of \$927,353. This value was computed using an estimated hourly rate of \$29.72, based upon the average hourly earnings of nonagricultural workers for the year ended December 31, 2021 as determined by the U.S. Department of Labor's Bureau of Labor Statistics, which includes 15% for estimated fringe benefits.

Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received.

Advertising Costs

Advertising costs are expensed as incurred and approximated \$10,500 and \$2,100 during the years ended May 31, 2023 and 2022, respectively.

Functional Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, supplies, postage and delivery, printing and reproduction and other, which are allocated on the basis of estimates of time and effort.

Income Taxes

The Chapter is organized as a Utah nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from Federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), qualifies for the charitable contribution, and has been determined not to be a private foundation. Exempt status is also recognized by the State of Utah under the same IRC section. The Chapter is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Chapter is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. The Chapter has determined it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

The Chapter believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Chapter would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

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 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 and those differences could be material.

Recent Accounting Guidance

Effective June 1, 2022, the Chapter adopted the new lease accounting guidance in Accounting Standards Update No. 2016-02, *Leases* (Topic 842). The Chapter elected to apply the guidance as of June 1, 2022, the beginning of the adoption period. The comparative financial information and disclosures presented are in accordance with the legacy standard, ASC 840. The standard requires the recognition of right-of-use assets and lease liabilities for lease contracts with terms greater than 12 months. Operating lease costs are recognized in the statement of activities as a single lease cost and finance lease costs are recognized in two components, interest expense and amortization expense. The Chapter has elected the package of practical expedients permitted in ASC Topic 842. Accordingly, the Chapter accounted for its existing leases as either finance or operating lease under the new guidance, without reassessing (a) whether the contract contains a lease under ASC Topic 842, (b) whether classification of the operating lease would be different in accordance with ASC Topic 842, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in ASC Topic 842 at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Chapter recognized on June 1, 2022, the beginning of the adoption period, no cumulative effect adjustment to retained earnings. The finance lease right of use asset and liability were recorded as of June 1, 2022, at the carrying value under prior guidance. The adoption of the new standard did not materially impact the Chapter's Statements of Activities or Statements of Cash Flows. See Note 8 for further disclosure of the Chapter's lease contracts.

Subsequent Events

Management has evaluated subsequent events through August 17, 2023, the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position, comprise the following at May 31, 2023 and 2022:

	2023	2022
Cash and cash equivalents	\$ 1,334,461	\$ 1,161,606
Investments	488,635	495,821
	\$ 1,823,096	\$ 1,657,427

To build upon past achievements and ensure future sustainability, the Chapter has a policy that requires the board to maintain net assets without donor restrictions sufficient for one year's operating expenses. In addition to the financial assets noted above, the Chapter has thrift shop inventory that will likely be converted to cash or available for general expenditure during the course of the next year's operations.

Note 3 - Cash and Cash Equivalents

Cash and cash equivalents available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, consist of the following at May 31, 2023 and 2022:

	2023	2022
Checking Accounts		
Wells Fargo	\$ 10,117	\$ 50,689
Zions Bank	52,055	26,571
Chase	124,185	160,948
First Utah	21,000	-
Bank of America	99,939	94,939
Total checking accounts	307,296	333,147
Savings Accounts		
Wells Fargo	222,362	170,238
Chase	89,243	58,246
Zions Bank	206,900	201,170
TIAA	249,495	248,793
First Utah	109,093	-
Bank of America	150,072	150,012
Total savings accounts	1,027,165	828,459
Total cash and cash equivalents	\$ 1,334,461	\$ 1,161,606

Note 4 - Investments

Investments as of May 31, 2023 and 2022, are stated at fair value and consist of mutual funds. For the years ended May 31, 2023 and 2022, net realized and unrealized losses were \$29,425 and \$51,114, respectively, and interest income and dividends were \$22,240 and \$18,732, respectively.

Note 5 - Fair Value Measurements

The Chapter reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting Chapter. Unobservable inputs are inputs that reflect the reporting Chapter's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.
- Level 3 – Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to an assessment of the quality, risk or liquidity profile of the asset or liability.

Assistance League of Salt Lake City

Notes to Financial Statements

May 31, 2023 and 2022

The Chapter's investments are reported at fair value as determined using Level 1 inputs under the fair value hierarchy because they are comprised of open-end mutual funds with readily determinable fair values based on daily redemption values. The following table presents assets and liabilities measured at fair value on a recurring basis, at May 31, 2023 and 2022:

	2023	2022
Mutual funds (Level 1)		
Equity funds	\$ 300,906	\$ 303,358
Fixed income	187,729	192,463
Total	\$ 488,635	\$ 495,821

Note 6 - Inventories

Inventories at May 31, 2023 and 2022, consist of the following:

	2023	2022
Thrift shop (used clothing, furniture and household items)	\$ 98,053	\$ 69,813
Operation School Bell® (new clothing)	28,429	66,368
Other program inventories	11,359	12,028
Total inventories	\$ 137,841	\$ 148,209

Note 7 - Property and Equipment

Property and equipment consists of the following at May 31, 2023 and 2022:

	2023	2022
Buildings and improvements	\$ 1,400,611	\$ 1,317,079
Land	464,490	464,490
Parking lot improvements	53,202	53,202
Equipment	52,571	50,650
Fence	3,061	3,061
	1,973,935	1,888,482
Less accumulated depreciation and amortization	(1,007,699)	(969,003)
Total property and equipment, net	\$ 966,236	\$ 919,479

Note 8 - Finance Lease

The Chapter leases office equipment under a long-term, non-cancelable finance lease agreement. The lease expires in August 2026. The Chapter has elected the option to use the risk-free rate determined using a period comparable to the lease term as the discount rate as the implicit rate of the lease is not readily determinable.

Total lease costs for the year ended May 31, 2023, were as follows:

Variable lease cost	\$ 70
Finance lease cost	
Interest expense	75
Amortization of right-of-use-asset	2,335
	\$ 2,480

Total lease expense under the noncancelable lease was \$2,625 for the year ended May 31, 2022.

The following table summarizes the supplemental cash flow information for the year ended May 31, 2023:

Cash paid for amounts included in the measurement of lease liability	
Financing cash flows from finance lease	\$ 2,314

The following summarizes the weighted-average remaining lease term and weighted-average discount rate:

Weighted-Average remaining lease term:	
Finance lease	3.25 years
Weighted-Average discount rate:	
Finance lease	0.84%

The future minimum lease payments under the noncancelable finance lease are listed below as of May 31, 2023.

Years Ending May 31,	
2024	\$ 2,388
2025	2,388
2026	2,388
2027	597
Total lease payments	7,761
Less amount representing interest	(108)
Present value of lease liability	\$ 7,653

Future minimum lease payments determined under the guidance in Topic 840 are listed below as of May 31, 2022.

Years Ending May 31,			
2023	\$	2,388	
2024		2,388	
2024		2,388	
2026		2,388	
2027		597	
Total minimum lease payments		10,149	
Less amount representing interest		(182)	
Capital lease obligation	\$	9,967	

Leased property under the capital lease at May 31, 2022 includes the following:

		2022
Equipment	\$	12,261
Less accumulated amortization		(2,530)
	\$	9,731

Note 9 - Special Events

The Chapter has various fundraising events to help fund operations. The revenue and related expenses from such events for the years ended May 31, 2023 and 2022, are as follows:

	2023			
	Revenue	Direct Costs	Other Event Costs	Net Revenue
Annual Appeal 2021 - 2022	\$ 48,804	\$ (2,484)	\$ (2,922)	\$ 43,398
Women of Distinction Luncheon	41,220	(8,451)	(2,869)	29,900
Donor Sponsored Event	42,182	(12,157)	-	30,025
Giving Tuesday	290	-	-	290
	\$ 132,496	\$ (23,092)	\$ (5,791)	\$ 103,613
	2022			
	Revenue	Direct Costs	Other Event Costs	Net Revenue
Annual Appeal 2021-2022	\$ 46,188	\$ -	\$ (2,792)	\$ 43,396
Women of Distinction Luncheon	30,155	(4,866)	(1,163)	24,126
Giving Tuesday	200	-	(11)	189
	\$ 76,543	\$ (4,866)	\$ (3,966)	\$ 67,711

Note 10 - Noncash Contributions

During the years ended May 31, 2023 and 2022, the Chapter received contributions of merchandise totaling \$890,728 and \$786,297, respectively, for the Chapter's thrift shop. In addition, the Chapter received other noncash contributions that have been reflected in the accompanying financial statements as follows:

	2023	2022
Fundraising costs	\$ 14,641	\$ 2,438
Program supplies	4,765	5,876
Total	\$ 19,406	\$ 8,314