SAINT VINCENT'S SERVICES, INC

FALL RIVER, MASSACHUSETTS

FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION
AND INDEPENDENT AUDITORS' REPORTS

JUNE 30, 2024 AND 2023

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LIVINGSTON & HAYNES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

40 Grove Street | Wellesley, MA 02482
TEL: 781-237-3339 | FAX: 781-237-3606

Established 1936

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Saint Vincent's Services, Inc.
Fall River, Massachusetts

Opinion

We have audited the accompanying financial statements of Saint Vincent's Services, Inc. (a nonprofit organization) ("Saint Vincent's"), which comprise the statements of financial position as of June 30, 2024 and 2023, 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 financial statements referred to above present fairly, in all material respects, the financial position of Saint Vincent's Services, Inc. as of June 30, 2024 and 2023, 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Saint Vincent's and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Saint Vincent'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 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 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 Saint Vincent'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 Saint Vincent'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.

Livingston + Haynes, P.C.

Wellesley, Massachusetts
November 7, 2024

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023

ASSETS

	2024	2023
Cash and cash equivalents	$ 3,866,686	$ 2,563,041
Accounts receivable, less allowance for credit losses of $20,000 and $40,000 at June 30, 2024 and 2023, respectively	1,549,282	1,601,176
Operating investments, at fair value	4,478,015	2,921,655
Other receivables	43,985	57,762
Prepaid expenses	102,831	74,471
TOTAL CURRENT ASSETS	10,040,799	7,218,105
Property and equipment, net of accumulated depreciation and amortization	3,262,491	2,642,479
Operating lease right-of-use assets	12,629	25,901
Long-term investments, at fair value	54,881	52,396
TOTAL ASSETS	$ 13,370,800	$ 9,938,881

LIABILITIES AND NET ASSETS

Accounts payable	$ 408,174	$ 284,151
Accrued payroll	659,898	534,271
Other liabilities and accrued expenses	133,965	55,217
Deferred revenue	-	315,962
Current portion of operating lease liabilities	11,975	13,272
Current portion of long-term debt	53,481	64,789
TOTAL CURRENT LIABILITIES	1,267,493	1,267,662
Operating lease liabilities, less current portion	654	12,629
Long-term debt, net of current portion and unamortized issuance costs of $37,390 and $40,639 at June 30, 2024 and 2023, respectively	909,567	1,034,652
TOTAL LIABILITIES	2,177,714	2,314,943
Net assets:		
Without donor restrictions:		
Designated by the Board for capital campaign	5,285	5,285
Designated by the Board for special projects	268,284	268,284
Undesignated	10,369,010	6,815,571
	10,642,579	7,089,140
With donor restrictions	550,507	534,798
TOTAL NET ASSETS	11,193,086	7,623,938
TOTAL LIABILITIES AND NET ASSETS	$ 13,370,800	$ 9,938,881

See accompanying notes to financial statements

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Operating revenues:						
Program service fees - net of adjustments	$ 19,301,234	$ -	$ 19,301,234	$ 14,890,975	$ -	$ 14,890,975
School lunch program	94,848	-	94,848	96,969	-	96,969
Federal/local grants	33,351	-	33,351	86,494	-	86,494
Other grants	-	47,250	47,250	-	95,385	95,385
Contributions of cash and other financial assets	57,339	-	57,339	77,965	2,000	79,965
Contributions of nonfinancial assets	73,228	16,876	90,104	38,362	-	38,362
Bequests	1,603	25,433	27,036	2,124	10,217	12,341
Fundraising	20,439	86,914	107,353	85,166	15,916	101,082
Investment return, net	623,030	-	623,030	256,645	-	256,645
Miscellaneous income	54,315	1,995	56,310	47,536	4,307	51,843
Gain (loss) on disposal of property and equipment	(1,760)	-	(1,760)	2,250	-	2,250
Net assets released from restrictions:						
Satisfaction of program restrictions	165,244	(165,244)	-	122,877	(122,877)	-
TOTAL OPERATING REVENUES	20,422,871	13,224	20,436,095	15,707,363	4,948	15,712,311
Operating expenses:						
Program services:						
Community Treatment Residence ("CTR")	1,060,001	-	1,060,001	890,492	-	890,492
Children's Behavioral Health Initiative ("CBHI")	81,115	-	81,115	124,689	-	124,689
Emergency Residence ("ER")	4,293,866	-	4,293,866	3,116,150	-	3,116,150
Intensive Treatment Residence ("ITR")	5,896,835	-	5,896,835	4,867,850	-	4,867,850
Support and stabilization	16,931	-	16,931	141,413	-	141,413
Young Parent Living Program ("YPLP")	665,093	-	665,093	540,806	-	540,806
School adjustment counselors	21,153	-	21,153	97,309	-	97,309
Mental health clinic	2,107,966	-	2,107,966	1,937,352	-	1,937,352
TOTAL PROGRAM SERVICES	14,142,960	-	14,142,960	11,716,061	-	11,716,061
Supporting services:						
Management and general	2,509,410	-	2,509,410	2,212,916	-	2,212,916
Fundraising	217,062	-	217,062	158,307	-	158,307
TOTAL SUPPORTING SERVICES	2,726,472	-	2,726,472	2,371,223	-	2,371,223
TOTAL OPERATING EXPENSES	16,869,432	-	16,869,432	14,087,284	-	14,087,284
CHANGES IN NET ASSETS FROM OPERATING ACTIVITIES	3,553,439	13,224	3,566,663	1,620,079	4,948	1,625,027
Nonoperating activities:						
Gain on disposal of property and equipment	-	-	-	172,403	-	172,403
Investment return, net	-	2,485	2,485	-	5,245	5,245
CHANGES IN NET ASSETS FROM NONOPERATING ACTIVITIES	-	2,485	2,485	172,403	5,245	177,648
CHANGE IN NET ASSETS	3,553,439	15,709	3,569,148	1,792,482	10,193	1,802,675
Net assets at beginning of year	7,089,140	534,798	7,623,938	5,296,658	524,605	5,821,263
NET ASSETS AT END OF YEAR	$ 10,642,579	$ 550,507	$ 11,193,086	$ 7,089,140	$ 534,798	$ 7,623,938

See accompanying notes to financial statements.

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024												
	PROGRAM SERVICES									SUPPORTING SERVICES			
	CTR	CBHI	ER	ITR	Support and Stabilization	YPLP	School Adjustment Counselors	Mental Health Clinic	Total Program Services	Management and General	Fund-Raising	Total Supporting Services	Total Expenses
Employee compensation and related expenses	$ 955,534	$ 79,327	$3,824,294	$5,249,052	$ 16,198	$ 591,601	$ 20,346	$1,619,295	$12,355,647	$ 1,671,734	$149,021	$ 1,820,755	$14,176,402
Occupancy	33,896	-	173,280	213,397	-	36,013	-	74,730	531,316	155,725	896	156,621	687,937
Other program/ operating expenses	54,798	1,488	220,026	351,782	426	12,828	807	370,564	1,012,719	110,422	257	110,679	1,123,398
Administrative expenses	9,598	300	15,670	21,887	307	2,608	-	29,794	80,164	410,390	66,888	477,278	557,442
Depreciation and amortization	6,175	-	60,596	60,717	-	22,043	-	13,583	163,114	161,139	-	161,139	324,253
TOTAL EXPENSES	$1,060,001	$ 81,115	$4,293,866	$5,896,835	$ 16,931	$ 665,093	$ 21,153	$2,107,966	$14,142,960	$ 2,509,410	$217,062	$ 2,726,472	$16,869,432

See accompanying notes to financial statements.

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2023												
	PROGRAM SERVICES									SUPPORTING SERVICES			
	CTR	CBHI	ER	ITR	Support and Stabilization	YPLP	School Adjustment Counselors	Mental Health Clinic	Total Program Services	Management and General	Fund-Raising	Total Supporting Services	Total Expenses
Employee compensation and related expenses	$ 805,833	$ 106,886	$ 2,785,087	$ 4,310,196	$ 128,147	$ 478,063	$ 95,353	$ 1,509,433	$ 10,218,998	$ 1,411,544	$ 104,288	$ 1,515,832	$ 11,734,830
Occupancy	24,296	1,935	126,490	180,483	3,001	26,615	-	56,053	418,873	158,025	910	158,935	577,808
Other program/ operating expenses	49,005	9,704	131,620	292,239	8,860	12,643	1,956	355,376	861,403	101,099	99	101,198	962,601
Administrative expenses	7,681	6,164	13,935	20,437	1,405	1,855	-	13,325	64,802	407,139	53,010	460,149	524,951
Depreciation and amortization	3,677	-	59,018	64,495	-	21,630	-	3,165	151,985	135,109	-	135,109	287,094
TOTAL EXPENSES	$ 890,492	$ 124,689	$ 3,116,150	$ 4,867,850	$ 141,413	$ 540,806	$ 97,309	$ 1,937,352	$ 11,716,061	$ 2,212,916	$ 158,307	$ 2,371,223	$ 14,087,284

See accompanying notes to financial statements.

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
Cash flows from operating activities:		
Change in net assets	$ 3,569,148	$ 1,802,675
Adjustments to reconcile change in net assets		
to net cash provided by operating activities:		
Unrealized gain on investments	(406,499)	(216,064)
(Gain) loss on disposal of property and equipment	1,760	(174,653)
Depreciation and amortization	324,253	287,094
(Gain) loss on sale of investments	(41,077)	18,112
Noncash lease expense	13,272	12,364
Noncash interest expense	3,249	3,249
Contribution of property and equipment	(17,076)	-
Provision for credit losses on accounts receivable	(5,085)	-
(Increase) decrease in assets:		
Accounts receivable	56,979	(457,992)
Other receivables	13,777	67,965
Prepaid expenses	(28,360)	337,343
Increase (decrease) in liabilities:		
Accounts payable	124,023	30,827
Accrued payroll	125,627	(321,026)
Operating lease liabilities	(13,272)	(12,364)
Other liabilities and accrued expenses	78,748	(26,276)
Deferred revenue	(315,962)	315,962
TOTAL ADJUSTMENTS	(85,643)	(135,459)
NET CASH PROVIDED BY OPERATING ACTIVITIES	3,483,505	1,667,216
Cash flows from investing activities:		
Purchases of property and equipment	(930,149)	(347,557)
Proceeds from disposal of property and equipment, net of selling expenses		
of $-0- and $33,804, respectively	1,200	578,446
Purchase of operating investments	(1,277,246)	(795,562)
Proceeds from sale of operating investments	165,977	739,756
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(2,040,218)	175,083
Cash flows from financing activities:		
Principal payments of long-term debt	(139,642)	(69,813)
NET CASH USED BY FINANCING ACTIVITIES	(139,642)	(69,813)
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,303,645	1,772,486
Cash and cash equivalents at beginning of year	2,563,041	790,555
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 3,866,686	$ 2,563,041

See accompanying notes to financial statements.

SAINT VINCENT'S SERVICES, INC
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
Supplemental disclosures of cash flow information:		
Noncash investing and financing transactions:		
Operating lease assets obtained in exchange for lease obligations	$ -	$ 38,265
Cash paid during the year for:		
Interest	$ 50,209	$ 50,455
Income taxes	$ -	$ -

See accompanying notes to financial statements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Saint Vincent's Services, Inc. ("Saint Vincent's") is a non-profit corporation located in Fall River, Massachusetts. It was founded for the purpose of maintaining and operating a facility for children. Program service fees are primarily derived from contracts with the Commonwealth of Massachusetts. Saint Vincent's also operates a mental health clinic.

The significant accounting policies followed by Saint Vincent's are described below.

New Accounting Pronouncement

Allowance for Credit Losses

On July 1, 2023, Saint Vincent's adopted ASU 2016-13, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, which replaces the incurred loss methodology with an expected loss methodology that is referred to as the current expected credit loss ("CECL") methodology. Saint Vincent's adopted ASC 326 using the modified retrospective transition method. The adoption did not have a material effect on reported assets, liabilities, or net assets but did change how the allowance for credit losses is determined. There are additional disclosures that are required under the ASU and these are included in this Note A and in Note S.

Accrual Basis

The financial statements of Saint Vincent's have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

Net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of Saint Vincent's 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-imposed stipulations.

Net assets with donor restrictions - Net assets subject to donor-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. Donor-imposed restrictions are released when a restriction expires; that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulations or law. Expirations of time restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets as net assets released from restrictions.

Revenue Recognition and Operations

Under accounting standards, revenue may be earned under exchange transactions or contribution transactions as follows:

Earned Support

Exchange transactions are measured via a principles-based process that requires the entity: 1) identify the contract with the customer; 2) identify the performance obligations in the contract; 3) determine the transaction price; 4) allocate the transaction price to the performance obligations; and 5) recognize revenue when (or as) performance obligations are satisfied. Exchange transaction revenues are under arrangements that are one year or less in length.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition and Operations (Continued)

Earned Support (Continued)

Saint Vincent's receives program service fees from cities and towns in Massachusetts, the Massachusetts Department of Children and Families and other Massachusetts state agencies. Therefore, Saint Vincent's is subject to the regulations and rate formulas of the Massachusetts Executive Office for Administration and Finance Operational Services Division ("OSD") and other similar state agencies. Revenue is recorded at Saint Vincent's rate of reimbursement as certified by OSD or the relevant Massachusetts agency. Program service fees are recognized during the year in which the related services are provided to clients. Program service fees received in advance of the delivery of services are recorded as deferred revenue. For the years ended June 30, 2024 and 2023, there was $-0- and $315,962, respectively, of deferred revenue recognized on the statements of financial position.

Saint Vincent's receives reimbursements from the Commonwealth of Massachusetts for providing breakfast and lunches to its clients. The school lunch program revenue is recognized during the year in which the breakfasts and lunches are provided to the clients.

For the years ended June 30, 2024 and 2023, Saint Vincent's recognized revenue of $19,396,082 and $14,987,944, respectively, from goods and services that transfer to clients over a period of time related to program service fees and the school lunch program.

Contract receivables related to program service fees and the school lunch program at June 30, 2024 and 2023 are $1,569,282 and $1,641,176, respectively.

Contributed Support

Grants and contributions are considered contributed support. In connection with conditional grants and other conditional funding for which the funding sources have a right of return or right of release, Saint Vincent's recognizes the related revenue after it has overcome any applicable barriers thereby entitling Saint Vincent's to the assets transferred or promised. Amounts received prior to overcoming the applicable barriers are reported as deferred revenues in the statements of financial position.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional; that is, when the conditions on which they depend are substantially met. Contributions to be used to acquire property and equipment are reported as revenue of the net assets with donor restrictions; the restrictions are considered to be released at the time of acquisition of such long-lived assets. Contributions of financial assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with the donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions receivable would be provided based upon management's judgment including such factors as prior collection history, type of contribution, and nature of fundraising activity.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition and Operations (Continued)

Contributed Support (Continued)

Saint Vincent's recognizes governmental grants once there is reasonable assurance that any conditions attached to the grant will be met and the grant will be received. Once there is reasonable assurance that the conditions will be met, the grant is recognized on a systemic basis over the periods in which Saint Vincent's recognizes as expenses the related costs for which the grants are intended to compensate. Thus, Saint Vincent's would initially record the governmental grant as a deferred income liability and then reduce the liability and recognize revenue as Saint Vincent's recognized the related cost to which the grant relates.

Contributions of Nonfinancial Assets

Contributions of nonfinancial assets are recorded at their estimated fair value. Contributions of property and equipment without donor restrictions concerning the use of such long-lived assets are reported as revenue of the net assets without donor restrictions.

During the years ended June 30, 2024 and 2023, Saint Vincent's received contributions of nonfinancial assets which consisted of software, auction items for fundraising events, toys, clothing, school supplies, and Christmas presents for the children residing at Saint Vincent's. These contributions were considered without donor restrictions and able to be used by Saint Vincent's as determined by the Board of Directors and management.

Saint Vincent's policy related to contributions of nonfinancial assets is to utilize the assets given to carry out the mission of the organization. If an asset is provided that does not allow Saint Vincent's to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist depending on the type of asset.

See Note R for the composition of contributions of nonfinancial assets as of June 30, 2024 and 2023.

Operations

The statements of activities report the change in net assets from operating and nonoperating activities. Operating revenues consist of those items attributable to Saint Vincent's mission. Investment income attributable to those assets is reported as operating revenue if used in Saint Vincent's daily cash management activities or approved by Saint Vincent's Board of Directors to be used in operations. All other investment income is reported as nonoperating revenues. Additionally, gains and losses on disposal of property and equipment are classified as operating if they result from the disposal of operating assets and as nonoperating if from the disposal of nonoperating assets. Contributions are classified as nonoperating if Saint Vincent's cannot use them in its daily cash management activities either by donor restriction or Board designation.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

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

The financial statements report certain categories 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 depreciation and amortization, insurance, and occupancy expenses which are allocated on a square footage basis, as well as employee compensation and related expenses, which are allocated on the basis of estimates of time and effort.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in bank and short-term highly liquid investments, with maturities at purchase of less than three months. The cash equivalents, included in Note C - Investments, are not considered cash and cash equivalents in the statements of cash flows since they are managed by an outside investment advisor.

Investments

Saint Vincent's records investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. The fair value of investments is valued at the closing price on the last business day of the year. Realized gains and losses are determined based on various methods, including the average cost method, first-in first-out method, and specific identification method depending on the type of underlying fund. Interest and dividend income is recorded when earned. Investment return, net is reported in the statements of activities and consists of interest and dividend income, realized and unrealized gains and losses, less external and direct internal investment expenses.

Saint Vincent's utilizes various methods to measure the fair value of its investments on a recurring basis. Accounting principles generally accepted in the United States of America establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are:

Level 1 - Quoted prices in active markets for identical assets or liabilities. Assets utilizing Level 1 inputs include Saint Vincent's cash equivalents, publicly-traded equity securities, and mutual funds. Valuations of these instruments do not require a high degree of judgment as the valuations are based on quoted prices in active markets that are readily available.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments (Continued)

Level 2 - Other significant observable inputs that reflect the assumptions market participants would use in pricing an asset or liability based on market data obtained from independent market sources. These observable inputs include quoted prices for similar investments, quoted prices in markets that are not active and other inputs that are observable or can be corroborated by observable market data for substantially the full term of the asset or liability. Assets utilizing Level 2 inputs include Saint Vincent's corporate bonds and certain marketable equity securities that are not actively traded. Valuations in this category are inherently less reliable than quoted market price due to the degree of subjectivity involved in determining appropriate methodologies and the applicable underlying assumptions.

Level 3 - Unobservable inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing an asset or liability based upon the best information available in the circumstances.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Accounts Receivable

Saint Vincent's carries its accounts receivable at estimated net realizable value when there is an unconditional right to consideration. Accounts receivable consist primarily of amounts related to grants and contracts from state and local governments and amounts due from third-party payor sources. Grants and contracts receivable are carried at the original invoice amount less amounts covered by other sources.

Management provides reserves for credit losses for its accounts receivable. These reserves are based on an analysis of historical trends of collection activity adjusted for current conditions and forecasts. These estimates are impacted by a number of factors, including changes in the economy and demographic or competitive changes in Saint Vincent's areas of operation. Accounts receivable are written off when deemed uncollectible. Recoveries of accounts receivable previously written off are recorded when received. An account is considered uncollectible when all efforts to collect the account have been exhausted. Interest is not charged on accounts receivable.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment are stated at cost at date of acquisition or, if donated, at the fair value on the date of the gift less accumulated depreciation and amortization. Maintenance repairs and minor renewals are expensed as incurred and renewals and betterments are capitalized. When an asset is retired or disposed of, the related costs and allowances for depreciation and amortization are removed from the accounts and any gain or loss on the disposition is reflected in the statements of activities. Provision for depreciation and amortization is made on the straight-line method by annual charges to the statements of activities calculated to absorb the costs over the estimated useful lives of the assets (refer to Note D).

Debt Issuance Costs

As required by accounting principles generally accepted in the United States of America, Saint Vincent's reports unamortized debt issuance costs as a direct deduction from the face amount of the debt on the statements of financial position and amortization of such costs is included in the statements of activities as interest expense (refer to Note E).

These debt issuance costs were associated with the Federal Home Loan Bank Subsidy Agreement. When the debt was issued during the fiscal year ended June 30, 2021, Saint Vincent's began amortizing the debt issuance costs over fifteen years, the life of the Federal Home Loan Bank loan (refer to Note E).

Endowment Fund Investment and Spending Policies

Saint Vincent's endowment funds consist principally of funds that are set aside as donor-restricted endowment funds. Presently, its endowment only includes donor-restricted funds and does not include funds designated by the Board of Directors to function as endowment funds. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Saint Vincent's follows the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as adopted in the Commonwealth of Massachusetts and its own governing documents in the management and investment of its donor-restricted endowment funds. UPMIFA eliminated the concept of historic dollar value threshold, the amount below which an organization could not spend from the fund, in favor of a more robust set of guidelines about what constitutes prudent spending. As required by UPMIFA, Saint Vincent's policy is to follow the terms of their governing documents.

Under accounting principles generally accepted in the United States of America, Saint Vincent's is also required to include expanded disclosures for all donor-restricted endowment funds. These additional disclosures are found below and in Note M.

The Board of Directors of Saint Vincent's has interpreted UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Endowment Fund Investment and Spending Policies (Continued)

As a result of this interpretation, Saint Vincent's classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. In accordance with UPMIFA, Saint Vincent's considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of Saint Vincent's, and (7) Saint Vincent's investment policies. Saint Vincent's donors have placed restrictions on the use of the investment income and net appreciation resulting from the donor-restricted endowment funds.

Investment Return Objectives, Risk Parameters and Strategies

Saint Vincent's has adopted an investment policy, approved by the Board of Directors, for endowment assets that attempts to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds any distributions made with acceptable levels of risk.

Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make distributions, if needed, while growing the funds if possible.

Therefore, Saint Vincent's expects its endowment assets, over time, to earn a rate of return which exceeds the inflation rate plus the level of spending. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk. To satisfy its long-term rate-of-return objectives, Saint Vincent's relies on a total return strategy in which investment returns are achieved through capital appreciation (realized and unrealized), rather than current yield (interest and dividends). Saint Vincent's targets a diversified asset allocation that places an emphasis on equity investments to achieve its long-term return objectives within prudent risk parameters.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Endowment Fund Investment and Spending Policies (Continued)

Spending Policy

Saint Vincent's has a policy of appropriating for optional distribution each year not more than 4% of the total portfolio market value of its endowment funds at June 30th of the previous fiscal year. In establishing this policy, Saint Vincent's considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor restrictions, and the possible effects of inflation. Saint Vincent's expects the current spending policy to allow its endowment funds to grow to exceed the inflation rate annually, which is consistent with Saint Vincent's objective to maintain the purchasing power of endowment assets as well as to provide additional real growth through investment return.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Board of Directors of Saint Vincent's has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. Losses on the investments of donor-restricted endowment funds reduce net assets with donor restrictions. Subsequent gains that restore the value of the endowment fund to the required level are classified as an increase in net assets with donor restrictions.

Income Taxes

Saint Vincent's is classified as a public charity exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, Saint Vincent's qualifies for the charitable contribution deduction under Section 170(b)(1)(A) of the Code and has been classified as an organization that is not a private foundation under Section 509(a)(2) of the Code.

Saint Vincent's recognizes the tax benefit from any uncertain tax position only if it is more likely than not that the tax position will be sustained upon examination by the taxing authorities, based on the technical merits of the tax position. Any tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate resolution. Management has analyzed Saint Vincent's tax positions, and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open years (for the years ended June 30, 2021 through June 30, 2023) or expected to be taken in Saint Vincent's tax returns for the year ended June 30, 2024.

Saint Vincent's identifies its major tax jurisdictions as U.S. Federal and the Commonwealth of Massachusetts; however, Saint Vincent's is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. Saint Vincent's also follows the policy to recognize interest and penalties related to unrecognized tax benefits (if any) in income tax expense. No such interest and penalties have been recorded as of June 30, 2024 and 2023.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Instruments and Credit Risk

Saint Vincent's manages deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by them to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, Saint Vincent's has not experienced losses in any of these accounts. Credit risk associated with accounts receivable is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are from governmental agencies. Investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investment balances and amounts reported in the financial statements.

NOTE B - RELATED PARTY TRANSACTIONS

During the years ended June 30, 2024 and 2023, Saint Vincent's purchased various vehicle, property and malpractice insurance and medical coverage for its employees in the aggregate amount of approximately $958,700 and $764,800, respectively, through the Roman Catholic Bishop of Fall River ("Diocese"), a related entity. At June 30, 2024 and 2023, there were approximately $101,800 and $76,900, respectively, of liabilities related to this insurance coverage. These liabilities are included in accounts payable on the statements of financial position.

At June 30, 2023, Saint Vincent's was owed $25,000 for a grant from its previous workers' compensation company (which was a related entity) to be used for loss control. The grant was included in other receivables on the statements of financial position. During the year ended June 30, 2024, Saint Vincent's received these funds from the previous workers' compensation company.

At June 30, 2024 and 2023, Saint Vincent's had accrued interest of $5,313 payable to the Diocese related to debt obligations to the Diocese that were paid off in prior years. These amounts are included in other liabilities and accrued expenses on the statements of financial position.

For the period April 1, 1972 through June 30, 1982, St. Vincent's was unable to totally pay the interest incurred on its mortgage note with the Diocese. At June 30, 1982, the terms of the mortgage note were rewritten and the amount of the unpaid interest, at that time, became due and payable when the mortgage note was paid on June 1, 2003. The mortgage note was paid in full as of 2003 and subsequent to June 30, 2003, the Diocese agreed to accept an annual payment, for the remaining accrued interest liability, of $50,000. During the years ended June 30, 2024 and 2023, payments of $50,000 were made to the Diocese related to this accrued interest liability. No interest is being accrued on the unpaid balance. The amounts of unpaid interest of $321,809 and $371,809 at June 30, 2024 and 2023, respectively, are included in the current and long-term portion of long-term debt on the statements of financial position (refer to Note E).

During the years ended June 30, 2024 and 2023, Saint Vincent's made payments totaling $50,000 concerning all the obligations outstanding to the Diocese as listed above. The amounts for June 30, 2024 and 2023 represent the $50,000 annual payment of accrued interest as described above.

NOTE B - RELATED PARTY TRANSACTIONS (Continued)

Saint Vincent's had entered into an operating lease with one of its employees to lease one of its buildings. The employee started renting the building on April 1, 2020. The rental property had a cost of $46,855 at June 30, 2024 and 2023 and accumulated depreciation and amortization of $44,160 and $43,633, respectively, at June 30, 2024 and 2023. The rental property is included in property and equipment on the statements of financial position. The lease was month-to-month. The monthly rental income was $800. The employee moved out in July 2022. Then, in December 2023, Saint Vincents entered into a one-year noncancelable operating lease with a different employee for the same property. The monthly rental income is $1,000 and the employee is responsible for all water and sewer charges as well as other utilities on the premises. During the years ended June 30, 2024 and 2023, Saint Vincent's recognized $7,000 and $800, respectively, in rental income related to these leases which is included in miscellaneous income on the statements of activities.

The future rental income to be received related to the one non-cancelable operating lease is as follows:

Year Ending June 30,	
2025	$ 5,000
2026	-
2027	-
2028	-
2029	-
	$ 5,000

NOTE C - INVESTMENTS

Investments, at fair values, are classified in the statements of financial position as follows:

	2024	2023
Operating investments, at fair value	$ 4,478,015	$ 2,921,655
Long-term investments, at fair value	54,881	52,396
	$ 4,532,896	$ 2,974,051

The investments, as classified above, consist of the following:

	2024		2023	
	Cost	Market	Cost	Market
Cash equivalents	$ 118,125	$ 118,125	$ 101,097	$ 101,097
Mutual funds	541,233	572,192	286,495	289,310
Marketable debt securities	1,871,432	1,861,053	1,210,500	1,174,456
Marketable equity securities	1,361,698	1,981,526	1,142,050	1,409,188
	$ 3,892,488	$ 4,532,896	$ 2,740,142	$ 2,974,051

NOTE C - INVESTMENTS (Continued)

Investment return, net consists of the following:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating investment return, net:			
Interest and dividends	$ 188,903	$ -	$ 188,903
Realized gains on investments	41,077	-	41,077
Investment advisory fees	(10,964)	-	(10,964)
Unrealized gains on investments	404,014	-	404,014
	623,030	-	623,030
Nonoperating investment return, net:			
Unrealized gains on investments	-	2,485	2,485
	-	2,485	2,485
Total investment return, net	$ 623,030	$ 2,485	$ 625,515

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating investment return, net:			
Interest and dividends	$ 72,263	$ -	$ 72,263
Realized losses on investments	(18,112)	-	(18,112)
Investment advisory fees	(8,325)	-	(8,325)
Unrealized gains on investments	210,819	-	210,819
	256,645	-	256,645
Nonoperating investment return, net:			
Unrealized gains on investments	-	5,245	5,245
	-	5,245	5,245
Total investment return, net	$ 256,645	$ 5,245	$ 261,890

NOTE C - INVESTMENTS (Continued)

The following table summarizes the inputs used in determining the fair valuation of Saint Vincent's investments at June 30, 2024 and 2023:

	2024			
	Level 1	Level 2	Level 3	Total
Cash equivalents	$ 118,125	$ -	$ -	$ 118,125
Marketable debt securities:				
Corporate obligations	-	1,861,053	-	1,861,053
Total marketable debt securities	-	1,861,053	-	1,861,053
Marketable equity securities:				
Consumer discretionary	189,413	-	-	189,413
Consumer staples	113,236	-	-	113,236
Information technology	624,835	-	-	624,835
Materials	37,299	-	-	37,299
Telecommunications	172,469	-	-	172,469
Industrials	117,948	-	-	117,948
Energy	71,170	-	-	71,170
Financials	221,823	132,125	-	353,948
Utilities	26,418	-	-	26,418
Health care	151,812	-	-	151,812
Real estate	59,175	-	-	59,175
Foreign	63,803	-	-	63,803
Total marketable equity securities	1,849,401	132,125	-	1,981,526
Mutual funds:				
Fixed income - bond funds	19,870	-	-	19,870
Exchange-traded funds - preferred	4,620	-	-	4,620
Exchange-traded funds - real estate investment trust	50,256	-	-	50,256
Equity - small cap funds	129,275	-	-	129,275
Equity - international	236,784	-	-	236,784
Equity - mid cap funds	131,387	-	-	131,387
Total mutual funds	572,192	-	-	572,192
	$ 2,539,718	$ 1,993,178	$ -	$ 4,532,896

NOTE C - INVESTMENTS (Continued)

	2023			
	Level 1	Level 2	Level 3	Total
Cash equivalents	$ 101,097	$ -	$ -	$ 101,097
Marketable debt securities:				
Corporate obligations	-	1,174,456	-	1,174,456
Total marketable debt securities	-	1,174,456	-	1,174,456
Marketable equity securities:				
Consumer discretionary	116,620	-	-	116,620
Consumer staples	104,644	-	-	104,644
Information technology	386,096	-	-	386,096
Materials	23,575	-	-	23,575
Telecommunications	130,545	-	-	130,545
Industrials	72,013	-	-	72,013
Energy	56,048	-	-	56,048
Financials	186,426	88,244	-	274,670
Utilities	25,411	-	-	25,411
Health care	136,071	-	-	136,071
Real estate	29,469	-	-	29,469
Foreign	54,026	-	-	54,026
Total marketable equity securities	1,320,944	88,244	-	1,409,188
Mutual funds:				
Fixed income - bond funds	15,542	-	-	15,542
Exchange-traded funds - preferred	4,548	-	-	4,548
Exchange-traded funds - real estate investment trust	25,068	-	-	25,068
Equity - small cap funds	65,544	-	-	65,544
Equity - international	112,344	-	-	112,344
Equity - mid cap funds	66,264	-	-	66,264
Total mutual funds	289,310	-	-	289,310
	$ 1,711,351	$ 1,262,700	$ -	$ 2,974,051

NOTE D - PROPERTY AND EQUIPMENT

At June 30, 2024 and 2023, property and equipment consists of the following:

	Estimated Useful Life	2024	2023
Land	-	$ 72,772	$ 72,772
Land improvements	10-20 years	575,324	565,324
Buildings and improvements	20-40 years	8,776,938	8,520,312
Equipment and furniture	3-10 years	3,950,670	3,424,196
Software	3 years	289,736	266,756
Vehicles	3-5 years	631,573	466,946
Construction in process	-	108,890	182,196
		14,405,903	13,498,502
Less accumulated depreciation and amortization		11,143,412	10,856,023
		$ 3,262,491	$ 2,642,479

In August 2022, Saint Vincent's signed a purchase and sale agreement for one of its group homes in Plymouth. On September 6, 2022, Saint Vincent's completed the sale of this group home for $610,000 less selling expenses of $33,804 for a total gain on disposal of $172,403. This gain is included on the statements of activities as gain on disposal of property and equipment - nonoperating.

NOTE E - LONG-TERM DEBT

At June 30, 2024 and 2023, long-term debt consists of the following:

	2024	2023
0.9% note payable to Toyota Financial Services, in monthly principal payments of $527 to August 2023, collateralized by a vehicle.	$ -	$ 1,056
1.9% note payable to Toyota Financial Services, in monthly principal payments of $583 to October 2025, collateralized by a vehicle.	1,745	8,631

NOTE E - LONG-TERM DEBT (Continued)

	2024	2023
1.9% note payable to Toyota Financial Services, in monthly principal payments of $579 to October 2025, collateralized by a vehicle.	$ 1,735	$ 8,584
Federal Home Loan Bank Subsidy, which will be forgiven in 15 years from January 9, 2024 as long as Saint Vincent's maintains the property for use for its current mission during that time period, with no interest while it is outstanding.	675,149	750,000
Accrued interest on prior-year mortgage notes to the Diocese, with annual installments of $50,000 to June 2031, collateralized by land and buildings.	321,809	371,809
	1,000,438	1,140,080
Less unamortized debt issuance costs - long-term	37,390	40,639
	963,048	1,099,441
Less portion payable within one year, classified as a current liability	53,481	64,789
	$ 909,567	$ 1,034,652

The amount of aggregate principal installments of long-term debt for each of the five years succeeding June 30, 2024 are as follows:

Year Ending June 30,	
2025	$ 53,481
2026	50,000
2027	50,000
2028	50,000
2029	50,000

In February 2020, Saint Vincent's signed an Affordable Housing Program Direct Subsidy Agreement with the Federal Home Loan Bank of Pittsburgh to finance construction projects on Saint Vincent's campus. The total project cost was $1,100,000. Saint Vincent's was required to spend $350,000 of its own funds first for the construction. After exhausting the $350,000, in November 2021, the Federal Home Loan Bank loaned Saint Vincent's the remaining project cost of $750,000. If Saint Vincent's retains the property for use for its current mission for 15 years, then the $750,000 will be treated as a grant and will not need to be repaid. However, if Saint Vincent's violates the agreement or does not retain the property for 15 years, then the $750,000 will need to be repaid. In order for the 15 years to begin, a 75% occupancy of the 85 beds applied for in the Agreement would need to be reached. This had not occurred at June 30, 2023.

NOTE E - LONG-TERM DEBT (Continued)

During the year ended June 30, 2024, it was determined that Saint Vincent's would not be able to reach the 75% occupancy of the original 85 beds. Thus, in order to start the 15-year period, Saint Vincent's paid back $74,851 of the original $750,000 to be able meet the occupancy requirements with this lower subsidy amount. As a result, the 15-year period started January 9, 2024.

The amortization of the debt issuance costs related to these notes payable for the years ended June 30, 2024 and 2023 was $3,249. The amortization is recorded in the administrative expenses on the statements of functional expenses.

NOTE F - CONCENTRATIONS OF CREDIT RISK

Saint Vincent's maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. At June 30, 2024, Saint Vincent's had funds on deposit with two financial institutions in excess of the federally insured limit by approximately $3,553,900. However, all of the financial institutions are banks that maintain additional insurance covering all deposits in full though the Depositors Insurance Fund (DIF), a private, industry-sponsored fund owned by the member banks. Thus, all of the $3,553,900 is covered by DIF at June 30, 2024. At June 30, 2023, Saint Vincent's had funds on deposit with three financial institutions in excess of the federally insured limit by approximately $1,958,200. However, all of the financial institutions are banks that cover all deposits in full though the DIF. Thus, all of the $1,958,200 is covered by DIF at June 30, 2023.

For the year ended June 30, 2024, Saint Vincent's derived approximately 86% of its total revenue from direct contracts with the Commonwealth of Massachusetts. Approximately $1,462,800, or 93% of the June 30, 2024 accounts receivable balance was due from the Commonwealth of Massachusetts.

For the year ended June 30, 2023, Saint Vincent's derived approximately 81% of its total revenue from direct contracts with the Commonwealth of Massachusetts. Approximately $1,519,400, or 93% of the June 30, 2023 accounts receivable balance was due from the Commonwealth of Massachusetts.

NOTE G - OPERATING LEASES

Saint Vincent's leases equipment under noncancelable operating leases which expire at various dates through December 2025. The leases have remaining lease terms of one to two years.

NOTE G - OPERATING LEASES (Continued)

The following summarizes the line items in the statements of financial position which include amounts for operating leases as of June 30:

	2024	2023
Operating lease right-of-use assets	$ 12,629	$ 25,901
Current portion of operating lease liabilities	$ 11,975	$ 13,272
Operating lease liabilities, less current portion	654	12,629
Total operating lease liabilities	$ 12,629	$ 25,901

The following summarizes the weighted average remaining lease term and discount rate as of June 30:

	2024	2023
Weighted Average Remaining Lease Term	0.9 years	1.9 years
Weighted Average Discount Rate	4.75%	4.75%

The maturities of lease liabilities as of June 30, 2024 were as follows:

Year Ending June 30,	
2025	$ 12,230
2026	658
Total lease payments	12,888
Less: interest	(259)
Present value of lease liabilities	$ 12,629

The following summarizes the line items in the statements of activities which include the components of lease expense for the years ended June 30, 2024 and 2023:

	2024	2023
Operating lease expense included in management and general expenses	$ 13,476	$ 13,818

NOTE H - PENSION PLAN

Saint Vincent's participates with other related and affiliated non-profit organizations in a multiemployer, contributory, defined-benefit plan.

NOTE H - PENSION PLAN (Continued)

Effective December 31, 2015, the Diocese froze the Plan to new entrants and froze future benefit accruals for all current participants under the Plan. The Plan covers substantially all lay employees who were eligible to participate in the Plan prior to the Plan freeze. As of January 1, 2018, the Plan is requiring that Saint Vincent's make a monthly contribution that is billed by the Plan.

The risks of participating in multiemployer plans are different from single-employer plans in the following aspects:

a. Assets contributed to multiemployer plans by one employer may be used to provide benefits to employees of other participating employers.
b. If a participating employer stops contributing to a multiemployer plan, generally the unfunded obligations of the multiemployer plan may be borne by the remaining participating employers on a case by case basis.
c. If a participating entity chooses to stop participating in a multiemployer plan, the participating entity may be required to pay the multiemployer plan an amount based on the underfunded status of the multiemployer plan, referred to as a withdrawal liability.

The plan that Saint Vincent's participates in is the Retirement Plan for Full-Time Lay Employees of Roman Catholic Bishop of Fall River, Corporation Sole ("the Plan"). Benefits under the Plan are provided through a pension plan administered by the Diocese. For the years ended June 30, 2024 and 2023, pension contributions approximated $127,700. Saint Vincent's has determined that its contributions represent more than 5% of total contributions to the Plan during the years ended June 30, 2024 and 2023. Accumulated plan benefit information, as provided by consulting actuaries, has not been distinguished from the benefits of the other organizations participating in the Plan and is not reflected in the accompanying statements of financial position.

The Plan provided retirement payments to employees on the basis of the credits earned by those participating employees. To the extent that the Plan is underfunded, if at all, future contributions by Saint Vincent's to the Plan may or may not be affected depending upon how the Plan decides to handle the underfunding. At this time, based on Saint Vincent's understanding of the Plan, Saint Vincent's is not responsible for the underfunded status of the Plan because, presently, the Plan does not require withdrawing participants to pay a withdrawal liability or other penalty. As of June 30, 2023, the Plan included assets equal to 69.3% of the present value of accumulated benefits.

In replacement of the Plan, Saint Vincent's employees can contribute to a 403(b) Plan (refer to Note N).

NOTE I - LINES OF CREDIT

On February 18, 2016, Saint Vincent's obtained a $500,000 secured demand line of credit with a bank. Under the line of credit, each loan was to bear interest at the national prime interest rate which was defined as the rate of interest published in the Wall Street Journal as the national "prime rate". Notwithstanding the foregoing, the rate charged should never be less than 3.5%. The line of credit was secured by two buildings that Saint Vincent's owns. Saint Vincent's closed this line of credit on August 17, 2022.

NOTE I - LINES OF CREDIT (Continued)

At June 30, 2024 and 2023, Saint Vincent's also had $73,000 and $50,000, respectively, in lines of credit available in the form of credit cards. At June 30, 2024, $28,112 was charged and due on the credit cards, with a total remaining line available of $44,888. At June 30, 2023, $27,841 was charged and due on the credit cards, with a total remaining line available of $22,159. These amounts are included in accounts payable on the statements of financial position.

NOTE J - SURPLUS REVENUE RETENTION (UNAUDITED)

Under the applicable Commonwealth of Massachusetts regulation, Saint Vincent's may not retain an annual surplus in excess of 20% of its Commonwealth of Massachusetts program service fee revenues. A surplus in excess of the annual 20% limit is subject to recoupment or may be used to reduce future Commonwealth of Massachusetts program service fees by the Commonwealth of Massachusetts. During the years ended June 30, 2024 and 2023, Saint Vincent's had an annual surplus related to its Commonwealth of Massachusetts program service fees in excess of the 20% limit allowed under the applicable regulation of $81,648 and $-0-, respectively. These amounts are included in other liabilities and accrued expenses on the statements of financial position.

NOTE K - NET ASSETS WITH DONOR RESTRICTIONS

At June 30, 2024 and 2023, net assets with donor restrictions consist of funds received from donors that are restricted for the following purposes:

	2024	2023
Subject to expenditure for specified purpose:		
Life Skills program	$ 409,248	$ 440,021
Holiday gifts and activities	11,546	19,086
YPLP	-	2,484
Gym renovations	71,003	-
Specified equipment purchases	3,829	20,811
	495,626	482,402
Endowments:		
Subject to Saint Vincent's endowment spending policy and appropriation:		
General use	54,881	52,396
	$ 550,507	$ 534,798

NOTE K - NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the years ended June 30, 2024 and 2023:

	2024	2023
Satisfaction of program restrictions:		
Life Skills program	$ 56,206	$ 35,692
Holiday gifts and activities	14,195	8,425
Mental Health Clinic expansion	-	50,000
Gym renovations	48,072	-
YPLP	5,479	17,641
Specified equipment purchases	41,292	11,119
	$ 165,244	$ 122,877

NOTE L - ADVERTISING COSTS

Saint Vincent's expenses advertising costs for recruitment purposes as incurred. Advertising expenses for recruitment purposes for the years ended June 30, 2024 and 2023 were $20,125 and $36,014, respectively.

NOTE M - ENDOWMENT

Endowment net asset composition by type of fund is as follows:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 54,881	$ 54,881
Board-designated endowment funds	-	-	-
Total funds	$ -	$ 54,881	$ 54,881

NOTE M – ENDOWMENT (Continued)

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	$ -	$ 52,396	$ 52,396
Board-designated endowment funds	-	-	-
Total funds	$ -	$ 52,396	$ 52,396

Changes in endowment net assets are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2022	$ -	$ 47,151	$ 47,151
Investment return, net	-	5,245	5,245
Amounts appropriated for expenditure	-	-	-
Endowment net assets, June 30, 2023	-	52,396	52,396
Investment return, net	-	2,485	2,485
Amounts appropriated for expenditure	-	-	-
Endowment net assets, June 30, 2024	$ -	$ 54,881	$ 54,881

NOTE N - 403(b) PLAN

Saint Vincent's has joined the Roman Catholic Bishop of Fall River 403(b) Retirement Plan (the "Plan"). Saint Vincent's participates with other related and affiliated non-profit organizations in this defined contribution deferred savings plan. The Plan is being administered by the Diocese. The Plan is based on total compensation and qualifies under Section 403(b) of the Internal Revenue Service Code. All employees are eligible to participate immediately upon employment at Saint Vincent's. Saint Vincent's is making matching contributions to the Plan. The match is 25% of an employee's contributions to the Plan with a limit of $5,000 per year or 6% of the employee's salary, whichever is less. During the years ended June 30, 2024 and 2023, Saint Vincent's matching contributions to the Plan were $47,056 and $48,005, respectively.

NOTE O - OTHER LIABILITIES AND ACCRUED EXPENSES

At June 30, 2024 and 2023, other liabilities and accrued expenses consist of:

	2024	2023
Accrued interest due to Diocese (see Note B)	$ 5,313	$ 5,313
Due to the Commonwealth of Massachusetts (see Note J)	81,648	-
Other accrued expenses	47,004	49,904
	$ 133,965	$ 55,217

NOTE P - COMMITMENTS AND CONTINGENCIES

In the ordinary course of business, Saint Vincent's is, from time to time, involved in various legal matters. It is Saint Vincent's opinion that any potential settlements would not be material to the accompanying financial statements.

NOTE Q - LIQUIDITY AND AVAILABILITY

Saint Vincent's regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. Saint Vincent's has various sources of liquidity at its disposal including cash and cash equivalents and investments.

For purposes of analyzing resources available to meet the general expenditures over a 12-month period, Saint Vincent's considers all expenditures related to its ongoing activities of providing and maintaining a facility for children, including a mental health clinic as well as the conduct of services undertaken to support those activities, to be general expenditures.

In addition to financial assets available to meet general expenditures over the next 12 months, Saint Vincent's operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

NOTE Q - LIQUIDITY AND AVAILABILITY (Continued)

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

	2024	2023
Cash and cash equivalents	$ 3,866,686	$ 2,563,041
Accounts receivable	1,549,282	1,601,176
Operating investments, at fair value	4,478,015	2,921,655
Other receivables	43,985	57,762
Net assets with donor restrictions - rate distributions and appropriations	2,195	2,096
	9,940,163	7,145,730
Less amounts not available to be used within one year, due to:		
Board designations:		
Amounts set aside for capital campaign	5,285	5,285
Amounts set aside for special projects	268,284	268,284
	273,569	273,569
Financial assets available to meet general expenditures over the next twelve months	$ 9,666,594	$ 6,872,161

NOTE R - CONTRIBUTIONS OF NONFINANCIAL ASSETS

During the years ended June 30, 2024 and 2023, Saint Vincent's received contributions of nonfinancial assets that consist of the following:

	2024	2023
Toys, clothes, school supplies, and shoes	$ 56,152	$ 30,687
Software	17,076	-
Raffle items for fundraising events	16,876	7,675
	$ 90,104	$ 38,362

NOTE S - ALLOWANCE FOR CREDIT LOSSES

Saint Vincent's accounts receivable primarily consists of amounts due from grants and contracts from state and local governments and amounts due from third-party payor sources. An allowance for credit losses related to these accounts receivable is established based upon historical collection rates by the age of the receivable and is adjusted for reasonable expectations of future collection performance, net of estimated recoveries. Saint Vincent's periodically assesses its methodologies for estimating credit losses in consideration of actual experience, trends, and changes in the overall economic environment.

Saint Vincent's accounts receivable and allowance for credit losses were as follows as of June 30, 2024 and 2023:

	2024	2023
Accounts receivable	$ 1,569,282	$ 1,641,176
Allowance for credit losses	(20,000)	(40,000)
Accounts receivable, net	$ 1,549,282	$ 1,601,176

The following summarizes the activity in the allowance for credit losses for the years ended June 30, 2024 and 2023:

	Accounts Receivable
Allowance for credit losses, June 30, 2022	$ 40,000
Write-offs charged against the allowance	-
Recoveries collected	-
Provision for expected credit losses	-
Allowance for credit losses, June 30, 2023	40,000
Write-offs charged against the allowance	(25,085)
Recoveries collected	-
Provision for expected credit losses	5,085
Allowance for credit losses, June 30, 2024	$ 20,000

NOTE T - SUBSEQUENT EVENTS

On October 2, 2024, the Diocese restructured the loan of accrued interest on prior-year mortgage notes (see Note B) that Saint Vincent's had outstanding at June 30, 2024 of $321,809. Under the restructuring, the Diocese agreed to accept two quarterly payments each of $108,000 on December 31, 2024 and March 31, 2025 and one final payment of $105,809 on June 30, 2025 to pay off the loan.

The revised amount of aggregate principal installments of long-term debt for each of the five years succeeding June 30, 2024 are as follows:

Year Ending June 30,	
2025	$ 325,290
2026	-
2027	-
2028	-
2029	-

Saint Vincent's has evaluated the impact of all other subsequent events through November 7, 2024, the date the financial statements were available to be issued, and has determined that there were no other subsequent events requiring adjustment or disclosure in the financial statements.

SUPPLEMENTARY INFORMATION

LIVINGSTON & HAYNES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

40 Grove Street | Wellesley, MA 02482
TEL: 781-237-3339 | FAX: 781-237-3606

Established 1936

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors
Saint Vincent's Services, Inc.
Fall River, Massachusetts

We have audited the financial statements of Saint Vincent's Services, Inc. ("Saint Vincent's") as of and for the years ended June 30, 2024 and 2023, and our report thereon dated November 7, 2024, which expressed an unmodified opinion on those financial statements, appears on pages 1 and 2. Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of expenses and the schedules of management and general - other expenses on pages 36 through 38 are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Livingston + Haynes, P.C.

Wellesley, Massachusetts
November 7, 2024

SAINT VINCENT'S SERVICES, INC
SCHEDULES OF EXPENSES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

2024

	PROGRAM SERVICES									SUPPORTING SERVICES			
	CTR	CBHI	ER	ITR	SUPPORT AND STABILI-ZATION	YPLP	SCHOOL ADJUSTMENT COUNSELORS	MENTAL HEALTH CLINIC	TOTAL PROGRAM SERVICES	MANAGE-MENT AND GENERAL	FUND-RAISING	TOTAL SUPPORTING SERVICES	TOTAL EXPENSES
Employee compensation and related expenses													
Salaries	$ 813,848	$ 70,473	$ 3,255,989	$ 4,466,599	$ 12,951	$ 502,871	$ 17,210	$ 1,374,187	$ 10,514,128	$ 1,405,155	$ 127,128	$ 1,532,283	$ 12,046,411
Benefits	141,686	8,854	568,305	782,453	3,247	88,730	3,136	245,108	1,841,519	266,579	21,893	288,472	2,129,991
Total employee compensation and related expenses	955,534	79,327	3,824,294	5,249,052	16,198	591,601	20,346	1,619,295	12,355,647	1,671,734	149,021	1,820,755	14,176,402
Occupancy expenses													
Maintenance	29,952	-	148,794	181,460	-	32,137	-	62,855	455,198	132,930	748	133,678	588,876
Insurance	3,184	-	22,295	29,133	-	3,536	-	10,833	68,981	20,883	135	21,018	89,999
Lease	760	-	2,191	2,804	-	340	-	1,042	7,137	1,912	13	1,925	9,062
Total occupancy expenses	33,896	-	173,280	213,397	-	36,013	-	74,730	531,316	155,725	896	156,621	687,937
Other program/operating expenses													
Food	27,059	-	118,048	190,787	-	125	-	-	336,019	-	-	-	336,019
Supplies and materials	13,780	-	48,882	81,119	-	2,809	-	1,147	147,737	-	-	-	147,737
Personal	9,021	-	25,293	41,324	-	4,564	-	-	80,202	-	-	-	80,202
Leased vehicle	2,640	-	10,438	17,834	-	3,275	-	-	34,187	11,817	-	11,817	46,004
Consultants	-	-	-	-	-	-	-	195,802	195,802	-	-	-	195,802
Staff mileage and training	351	1,488	3,210	3,666	426	57	807	8,630	18,635	6,723	257	6,980	25,615
Vehicle insurance	1,947	-	14,155	17,052	-	1,998	-	-	35,152	22,108	-	22,108	57,260
Subcontractors	-	-	-	-	-	-	-	164,985	164,985	69,774	-	69,774	234,759
Total other program/operating expenses	54,798	1,488	220,026	351,782	426	12,828	807	370,564	1,012,719	110,422	257	110,679	1,123,398
Administrative expenses													
Program support	9,598	300	15,670	21,887	307	2,608	-	24,709	75,079	-	-	-	75,079
Vehicle lease	-	-	-	-	-	-	-	-	-	6,032	-	6,032	6,032
Professional fees	-	-	-	-	-	-	-	-	-	88,956	-	88,956	88,956
Bad debt	-	-	-	-	-	-	-	5,085	5,085	-	-	-	5,085
Other	-	-	-	-	-	-	-	-	-	315,402	66,888	382,290	382,290
Total administrative expenses	9,598	300	15,670	21,887	307	2,608	-	29,794	80,164	410,390	66,888	477,278	557,442
Depreciation and amortization	6,175	-	60,596	60,717	-	22,043	-	13,583	163,114	161,139	-	161,139	324,253
Total	$ 1,060,001	$ 81,115	$ 4,293,866	$ 5,896,835	$ 16,931	$ 665,093	$ 21,153	$ 2,107,966	$ 14,142,960	$ 2,509,410	$ 217,062	$ 2,726,472	$ 16,869,432

SAINT VINCENT'S SERVICES, INC
SCHEDULES OF EXPENSES (CONTINUED)
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2023												
	PROGRAM SERVICES									SUPPORTING SERVICES			
	CTR	CBHI	ER	ITR	SUPPORT AND STABILI-ZATION	YPLP	SCHOOL ADJUSTMENT COUNSELORS	MENTAL HEALTH CLINIC	TOTAL PROGRAM SERVICES	MANAGE-MENT AND GENERAL	FUND-RAISING	TOTAL SUPPORTING SERVICES	TOTAL EXPENSES
Employee compensation and related expenses													
Salaries	$ 685,958	$ 90,987	$ 2,363,886	$ 3,658,644	$ 106,563	$ 405,831	$ 80,969	$ 1,280,516	$ 8,673,354	$ 1,186,156	$ 88,235	$ 1,274,391	$ 9,947,745
Benefits	119,875	15,899	421,201	651,552	21,584	72,232	14,384	228,917	1,545,644	225,388	16,053	241,441	1,787,085
Total employee compensation and related expenses	805,833	106,886	2,785,087	4,310,196	128,147	478,063	95,353	1,509,433	10,218,998	1,411,544	104,288	1,515,832	11,734,830
Occupancy expenses													
Maintenance	20,950	1,935	105,467	155,413	2,554	23,677	-	46,617	356,613	135,624	784	136,408	493,021
Insurance	2,660	-	19,340	23,299	415	2,730	-	8,770	57,214	20,905	117	21,022	78,236
Lease	686	-	1,683	1,771	32	208	-	666	5,046	1,496	9	1,505	6,551
Total occupancy expenses	24,296	1,935	126,490	180,483	3,001	26,615	-	56,053	418,873	158,025	910	158,935	577,808
Other program/operating expenses													
Food	26,563	-	73,299	152,695	97	170	-	-	252,824	196	-	196	253,020
Supplies and materials	15,919	-	30,759	62,975	252	2,201	-	84	112,190	890	-	890	113,080
Personal	2,562	-	3,872	43,887	-	5,500	-	-	55,821	74	-	74	55,895
Leased vehicle	1,848	-	11,424	14,213	-	2,661	-	-	30,146	10,536	-	10,536	40,682
Consultants	-	-	-	-	-	-	-	245,001	245,001	-	-	-	245,001
Staff mileage and training	469	9,704	66	4,067	8,511	423	1,956	416	25,612	9,071	99	9,170	34,782
Vehicle insurance	1,644	-	11,955	14,402	-	1,688	-	-	29,689	18,672	-	18,672	48,361
Subcontractors	-	-	245	-	-	-	-	109,875	110,120	61,660	-	61,660	171,780
Total other program/operating expenses	49,005	9,704	131,620	292,239	8,860	12,643	1,956	355,376	861,403	101,099	99	101,198	962,601
Administrative expenses													
Program support	7,681	6,164	13,935	20,437	1,405	1,855	-	13,325	64,802	-	-	-	64,802
Vehicle lease	-	-	-	-	-	-	-	-	-	4,026	-	4,026	4,026
Professional fees	-	-	-	-	-	-	-	-	-	107,348	-	107,348	107,348
Bad debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	295,765	53,010	348,775	348,775
Total administrative expenses	7,681	6,164	13,935	20,437	1,405	1,855	-	13,325	64,802	407,139	53,010	460,149	524,951
Depreciation and amortization	3,677	-	59,018	64,495	-	21,630	-	3,165	151,985	135,109	-	135,109	287,094
Total	$ 890,492	$ 124,689	$ 3,116,150	$ 4,867,850	$ 141,413	$ 540,806	$ 97,309	$ 1,937,352	$ 11,716,061	$ 2,212,916	$ 158,307	$ 2,371,223	$ 14,087,284

SAINT VINCENT'S SERVICES, INC
SCHEDULES OF MANAGEMENT AND GENERAL - OTHER EXPENSES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
Other supplies	$ 66,877	$ 54,844
Office equipment - lease	13,476	13,476
Computer and office equipment maintenance	121,058	102,776
Licenses, dues and memberships	15,079	15,533
Telephone	7,049	10,436
Postage	5,868	5,257
Conferences and meetings	1,140	3,133
Other	10,936	6,834
Computer supplies	43,462	35,130
Chapel supplies	3,410	3,838
Advertising - personnel	20,125	36,014
Other interest	3,458	3,704
Bank fees	3,464	4,790
	$ 315,402	$ 295,765