Ignatian Lay Volunteer Corporation

Audited Financial Statements

September 30, 2024 and 2023

Contents

Fitzpatrick, Leary & Szarko LLC
Certified Public Accountants and Business Advisors

Independent Auditors Report

To the Board of Directors
Ignatian Lay Volunteer Corporation
Baltimore, Maryland

Opinion

We have audited the accompanying financial statements of the Ignatian Lay Volunteer Corporation (a nonprofit organization), which comprise the statement of financial position as of September 30, 2024, and the related statements of activities, functional expenses and cash flows for the year 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 the Ignatian Lay Volunteer Corporation as of September 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Ignatian Lay Volunteer Corporation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Financial Statements

The financial statements of the Ignatian Lay Volunteer Corporation as of September 30, 2023 were audited by other auditors whose report dated March 11, 2024 expressed an unmodified opinion on those statements.

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 the Ignatian Lay Volunteer Corporation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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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 the Ignatian Lay Volunteer Corporation'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 the Ignatian Lay Volunteer Corporation'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.

Fitzpatrick, Leary & Szarko, LLC

Lutherville, MD
March 14, 2025

Ignatian Lay Volunteer Corporation

Statements of Financial Position

September 30,	2024	2023
Assets		
Current Assets:		
Cash and cash equivalents	$ 431,213	$ 610,220
Accounts receivable	381,214	428,613
Pledges receivable - current, net of allowance	490,266	333,986
Prepaid expenses	17,992	29,111
Total current assets	1,320,685	1,401,930
Property and equipment:		
Computer equipment	61,338	58,450
Website development costs	24,800	24,800
Total	86,138	83,250
Less accumulated depreciation and amortization	(56,382)	(47,131)
Net Property and equipment	29,756	36,119
Other assets:		
Trademark	3,612	3,612
Pledges receivable - long term, net	457,312	166,075
Total other assets	460,924	169,687
Total Assets	$ 1,811,365	$ 1,607,736
Liabilities and Net Assets		
Current Liabilities:		
Accounts payable and accrued expenses	$ 153,663	$ 103,114
Current portion of loans payable	10,411	10,260
Current portion of finance leases payable	15,782	21,095
Deferred Revenue	769,215	809,010
Total current liabilities	949,071	943,479
Long Term Liabilities:		
Finance lease liabilities	11,067	16,795
Loans payable	363,805	374,620
Total long term liabilities	374,872	391,415
Total liabilities	1,323,943	1,334,894
Net Assets:		
Without donor restrictions	(455,921)	(190,696)
Without donor restrictions - board designations	49,505	49,505
With donor restrictions	893,838	414,033
Total net assets	487,422	272,842
Total Liabilities and Net Assets	$ 1,811,365	$ 1,607,736

The notes to financial statements are an integral part of these statements.

Ignatian Lay Volunteer Corporation

Statements of Activities

For the years ended September 30,	2024			2023		
Changes in Net Assets	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support						
Partnership Fees	$ 1,023,360	$ -	$ 1,023,360	$ 874,501	$ -	$ 874,501
In-Kind Revenue	3,000	-	3,000	-	-	-
Fundraising:						
Contributions and Jesuit support	602,375	713,828	1,316,203	541,399	55,000	596,399
Foundation grants	109,167	-	109,167	138,300	-	138,300
Special events, net	262,886	-	262,886	202,548	-	202,548
Ignite! Campaign	-	13,197	13,197	287,134	357,033	644,167
Released from restrictions	247,220	(247,220)	-	4,000	(4,000)	-
Total Revenue and Support	2,248,008	479,805	2,727,813	2,047,882	408,033	2,455,915
Expenses						
Program services	1,831,365	-	1,831,365	1,732,414	-	1,732,414
Management and general	481,142	-	481,142	505,622	-	505,622
Fundraising	225,293	-	225,293	224,376	-	224,376
Total expenses	2,537,800	-	2,537,800	2,462,412	-	2,462,412
Change in net assets (before other income)	(289,792)	479,805	190,013	(414,530)	408,033	(6,497)
Other Income						
Rental income	6,500	-	6,500	5,500	-	5,500
Interest income	18,067	-	18,067	21,125	-	21,125
Total Other Income	24,567	-	24,567	26,625	-	26,625
Change in net assets	(265,225)	479,805	214,580	(387,905)	408,033	20,128
Net assets - beginning of year	(141,191)	414,033	272,842	246,714	6,000	252,714
Net assets - end of year	$ (406,416)	$ 893,838	$ 487,422	$ (141,191)	$ 414,033	$ 272,842

The notes to financial statements are an integral part of these statements.

Ignatian Lay Volunteer Corporation

Statement of Functional Expenses

For the years ended September 30,

	2024				2023			
	Program Services	Management and General	Fundraising	Total Expenses	Program Services	Management and General	Fundraising	Total Expenses
Salaries	$ 1,138,202	$ 170,477	$ 123,757	$ 1,432,436	$ 1,107,976	$ 201,659	$ 124,694	$ 1,434,329
Employee benefits and taxes	149,000	17,642	19,710	186,352	134,316	19,196	18,732	172,244
	1,287,202	188,119	143,467	1,618,788	1,242,292	220,855	143,426	1,606,573
Bad debts	-	1,500	-	1,500	-	7,463	-	7,463
Insurance	-	33,217	-	33,217	-	26,860	-	26,860
Meetings and retreats	135,681	21,896	-	157,577	124,284	21,087	-	145,371
Miscellaneous	30,639	10,126	-	40,765	8,295	11,866	-	20,161
Occupancy expenses	-	10,320	2,580	12,900	300	9,840	2,460	12,600
Office supplies, books and equipment	96,318	15,011	-	111,329	97,790	12,632	-	110,422
Postage and shipping	5,073	2,341	2,340	9,754	3,737	1,491	1,491	6,719
Printing and promotion	36,260	47,899	11,975	96,134	27,748	38,975	9,744	76,467
Professional fees	170,524	106,857	49,398	326,779	169,870	111,049	55,130	336,049
Special projects	22,171	19,239	-	41,410	6,788	19,240	-	26,028
Telephone and internet	2,605	1,089	272	3,966	4,698	2,015	504	7,217
Travel and transportation	17,145	15,261	15,261	47,667	21,813	11,621	11,621	45,055
	1,803,618	472,875	225,293	2,501,786	1,707,615	494,994	224,376	2,426,985
Depreciation and amortization	15,285	6,551	-	21,836	15,632	6,699	-	22,331
Interest expense	12,462	1,716	-	14,178	9,167	3,929	-	13,096
Total Expenses	$ 1,831,365	$ 481,142	$ 225,293	$ 2,537,800	$ 1,732,414	$ 505,622	$ 224,376	$ 2,462,412

The notes to financial statements are an integral part of these statements.

Ignatian Lay Volunteer Corporation

Statements of Cash Flows

For the years ended September 30,		2024		2023
Cash flows from operating activities:				
Change in net assets	$	214,580	$	20,128
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:				
Depreciation and amortization expense		21,836		22,331
(Increase) decrease in:				
Accounts receivable		47,399		(50,765)
Pledges receivable		(447,517)		(398,699)
Prepaid expenses		11,119		(15,223)
Increase (decrease) in:				
Accounts payable and accrued expenses		50,548		9,343
Deferred revenue		(39,795)		133,168
Net cash used in operating activities		(141,830)		(279,717)
Cash flows from investing activities:				
Purchase of fixed assets		(3,914)		-
Net cash used in investing activities		(3,914)		-
Cash flows from financing activities:				
Principal payments on finance leases		(22,599)		(22,409)
Payments on line of credit		(275,025)		-
Proceeds from line of credit		275,025		-
Principal payments on term loan		(10,664)		(9,820)
Net cash used in financing activities		(33,263)		(32,229)
Net decrease in cash and cash equivalents		(179,007)		(311,946)
Cash and cash equivalents, beginning of year		610,220		922,166
Cash and cash equivalents, end of year	$	431,213	$	610,220
Supplemental cash flow disclosures:				
Interest paid	$	14,178	$	13,096
Acquisition of equipment through finance leases	$	11,558	$	58,450

The notes to financial statements are an integral part of these statements.

Ignatian Lay Volunteer Corporation

Notes Financial Statements

For the years ended September 30, 2024 and 2023

1. Nature of the Organization

Ignatian Lay Volunteer Corporation (d/b/a Ignatian Volunteer Corps) (the Organization) is a religious nonprofit Maryland corporation whose purpose is to provide men and women age 50 and over the opportunity to serve the needs of people who are poor, to work for a more just society, and to grow deeper in Christian faith by reflecting and praying in the Ignatian tradition. The Organization was founded by Jesuits of the Maryland Province in response to General Congregation 34 of the Society of Jesus. The Organization is independent and lay led, and firmly committed to maintaining its Ignatian character and its strong ties to the Society of Jesus.

2. Summary of Significant Accounting Policies

Basis of Accounting
The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect receivables, payables, and other assets and liabilities. As such, revenue is recognized when earned and expenditures when incurred.

Financial Statement Presentation
The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions - Net assets without donor restrictions represent the portion of net assets that is not subject to donor-imposed restrictions. Such net assets are available for use at the discretion of management and/or the Board of Directors for general operating purposes. The Board of Directors may designate a portion of these net assets for specific purposes, which makes them unavailable for use at management's discretion.

Net assets without donor restrictions – board designated represents $49,505 as of September 30, 2024 and 2023, which has been designated for creation of a San Francisco region.

Net assets with donor restrictions - Net assets with donor restrictions represent the portion of net assets that is subject to donor-imposed restrictions. Such restrictions may specify a purpose for which, or time in which, resources can be used. Some net assets with donor restrictions include stipulations that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy.

Cash and Cash Equivalents
For purposes of the statements of cash flows, the Organization considers all highly liquid financial instruments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable and Allowance for Credit Losses
Accounts receivable are uncollateralized obligations, stated at the invoice amount, that do not accrue interest. Accounts receivable consists of uncollected partnership fees. All receivables are expected to be received within one year. Payments of accounts receivable are applied to specific invoices identified

2. Summary of Significant Accounting Policies (continued)

Accounts Receivable and Allowance for Credit Losses (continued)
in the remittance advice, or if unspecified, to the earliest unpaid invoice. Accounts receivable are stated at the amount management expects to collect from outstanding balances.

The allowance for credit losses is management's best estimate of the current expected credit losses from accounts receivable. Losses are estimated collectively for groups of receivables with similar risk characteristics. The allowance for credit losses considers relevant information about past events, current conditions, reasonable and supportable forecasts that affect the collectability of the financial assets, portfolio credit quality, and general economic conditions, resulting in recognition of lifetime expected credit losses at initial recognition of the related asset. General economic conditions are forecasted using economic variables which will create volatility and those variables change over time. Management provides for probable uncollectible amounts through a charge to earnings and a credit to the allowance for credit losses based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for credit losses and a credit to accounts receivable. The Organization had no allowance for credit losses at September 30, 2024 and 2023. Additionally, credit loss expense for the years ended September 30, 2024 and 2023 totaled $1,500 and $7,463, respectively.

Pledges Receivable
Pledges receivable represent amounts due from individuals, foundations and other organizations. Pledges made to the Organization are recorded as a receivable and as revenue as of the date the pledges are awarded, if the awards are unconditional or if the conditions for recognition have been met. Long-term pledges represent amounts due in more than one year and are recorded at the present value of such future payments. Management has estimated an allowance of $-0- and $5,000 for the years ended September 30, 2024 and 2023, respectively.

Property and Equipment
Property and equipment are stated at cost, if purchased, or at fair value at the date of the gift, if donated. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Expenditures for maintenance and repairs are charged against operations as expended. Renewals and betterments that materially extend the life of the assets are capitalized. The Organization's policy is to capitalize all property expenditures and renewals and betterments greater than $1,000 with a useful life of a year or more. Included in property and equipment is the cost to develop the Organization's website, as well as leased office equipment (see Note 8). The cost or fair value of property and equipment is depreciated or amortized over the estimated useful lives of the related assets using the straight-line method. Depreciation expense amounts to $21,836 and $22,331 for the years ended

2. Summary of Significant Accounting Policies (continued)

Property and Equipment (continued)
September 30, 2024 and 2023, respectively. Upon retirement or disposal of assets, the cost and accumulated depreciation are removed from the accounts and the resulting gain or loss is included in revenue or expense. Depreciation is provided under the straight-line method over the estimated useful lives of the respective assets as follows:

Category	Years
Computer equipment	3 - 5
Website	3

Functional Allocation of Expenses
Expenses are presented by both function and natural classification in the statements of functional expenses. Expenses that are directly identifiable with a particular function are charged to the program or supporting service benefited. Other expenses may benefit more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Expenses that are allocated include compensation and benefits, which are allocated on the basis of estimates of time and effort, as well as depreciation and occupancy, which are allocated on a square footage basis.

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 certain reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and certain reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Income Taxes
The Organization is tax-exempt under Section 501(c)(3) of the Internal Revenue Code as an organization, other than a private foundation, under a group ruling for all organizations connected with the Roman Catholic Church in the United States of America. Accordingly, no provision for income taxes is included in these financial statements. The Organization accounts for income tax provisions in accordance with Financial Accounting Standards Board Accounting Standards Concept Topic 740-10, Accounting for Uncertainty in Income Taxes, which creates a single model to address uncertainty in tax positions and clarifies the accounting for income taxes, by prescribing the minimum recognition threshold a tax position is required to meet before being recognized in the financial statements. The Organization believes that its income tax filing positions will be sustained upon examination and, accordingly, has not recorded any reserves or related accruals for interest and penalties at September 30, 2024 and 2023 for uncertain tax positions. The Organization continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law, and new authoritative rulings. The Organization has adopted a policy under which, if required to be recognized in the future, it will classify interest related to the underpayment of income taxes as a component of interest expense, and it will classify any related penalties in operating expenses in the Statement of Activities. Ignatian Lay Volunteer Corporation is no longer subject to U.S. federal or state income tax examinations by tax authorities for fiscal years before September 30, 2021.

2. Summary of Significant Accounting Policies (continued)

Contributed Services and Facilities

The Organization receives a significant amount of donated services from unpaid volunteers who assist in the Organization's operations. Contributed services are recognized if the services received (a) create or enhance long-lived assets, or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. No amounts have been recognized in the statements of activities and changes in net assets relating to services because the criteria for recognition under generally accepted accounting principles have not been satisfied.

Space for some regional offices throughout the United States is provided without cost. The value of the donated facilities has not been determined, as there is no quantifiable method to determine the value of these facilities, and therefore is not reported in these financial statements.

Occasionally, the Organization receives donations of nonfinancial assets. The Organization's policy is to use the assets in carrying out the Organization's programs.

Change in Accounting Principle

Effective October 1, 2023, the Organization adopted Accounting Standards Update *(ASU) 2016-13, "Financial Instruments - Credit Loses (Topic 326): Measurement of Credit Losses on Financial Instruments",* which requires entities to use a new impairment model based on current expected credit losses (CECL) rather than incurred losses. Estimated credit losses under CECL consider relevant information about past events, current conditions, and reasonable and supportable forecasts that affect the collectability of financial assets, resulting in recognition of lifetime expected credit losses at initial recognition of the related assets. *Topic 326* applies to accounts receivables. The Organization adopted *Topic 326* using the effective date method, which applies *Topic 326* prospectively from the transition date. The adoption of *Topic 326* did not have a significant impact on the Organization's financial statements.

Advertising Costs

The Organization expenses advertising costs as they are incurred. Advertising expense, reported as part of printing and promotion expense on the statements of functional expenses, was $63,329 and $49,158 for the years ended September 30, 2024 and 2023, respectively.

Ignatian Lay Volunteer Corporation

Notes Financial Statements

For the years ended September 30, 2024 and 2023

3. Pledges Receivable

Pledges receivable are expected to be realized in the following periods:

	2024	2023
Receivables to be collected in:		
Less than one year	$ 497,356	$ 338,986
1-5 years	506,600	176,267
	1,003,956	515,253
Less: allowance for uncollectible pledges	-	(5,000)
Less: 5% discount to net present value	(56,378)	(10,192)
	$ 947,578	$ 500,061

The pledges are reported on the statements of financial position as of September 30, 2024 and 2023 as follows:

	2024	2023
Pledges receivable - current, net of allowance	$ 490,266	$ 333,986
Pledges receivable, net	457,312	166,075
	$ 947,578	$ 500,061

4. Net Assets with Donor Restrictions

Net assets with donor restrictions as of September 30, 2024 and 2023 consist of:

	2024	2023
Purpose restrictions, available for spending:		
Denver region	$ -	$ 5,000
Omaha region	-	2,000
Time restricted to future years	893,838	407,033
	$ 893,838	$ 414,033

Net assets with donor restrictions were released during the years ended September 30, 2024 and 2023 as follows:

	2024	2023
Purpose restriction	$ 7,000	$ 4,000
Time restriction	240,220	-
	$ 247,220	$ 4,000

5. Revenue Recognition

Revenue under ASU 2018-08 (Topic 958): Not-For-Profit Entities

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. These amounts are recorded at fair value at the date of the contribution. All contributions are considered available for the Organization's general programs unless specifically restricted by donors. Amounts received that are restricted for future periods or specific purposes by donors are reported as restricted support and increase net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statements of activities and changes in net assets as net assets released from restrictions. Contributions and foundation grants received with donor-imposed restrictions that are met within the same reporting period are presented as support without donor restrictions and increase net assets without donor restrictions.

Contributions that are expected to be collected in future years are recorded at the present value of estimated future cash flows. Amortization of the discount is included in contribution revenue.

The Organization receives grants awarded by various foundations to provide funding for services to the general public. These grants are considered conditional promises to give. Revenue is recognized as conditions are met. Funds received in advance are recorded as refundable advances. As of September 30, 2024, and 2023, the balance of refundable advances was $-0-.

Revenue under ASU No. 2014-09 (Topic 606): Revenue from Contracts with Customers

Contracts with Customers
The Organization identifies a contract when it has approval and commitment from both parties, the rights of the parties are identified, payment terms are identified, the contract has commercial substance and collectability of consideration is probable. Revenue is recognized when obligations under the terms of the contract with the customer are satisfied; generally, this occurs with the transfer of control of the good or service to the customer. Revenue is measured as the amount of consideration the Organization expects to receive in exchange for transferring goods or providing services. If applicable, sales and other taxes collected concurrently with revenue-producing activities are excluded from revenue. The Organization does not incur incremental costs to obtain contracts or costs to fulfill contracts that meet the criteria for capitalization.

5. Revenue Recognition (continued)

<u>Revenue under ASU No. 2014-09 (Topic 606): Revenue from Contracts with Customers</u> (continued)

Performance Obligations, Transaction Price and Payment Terms

Performance obligations are satisfied over time based on the criteria that the customer receives the benefit of the Organization's performance as the Organization performs the service. The following performance obligations are satisfied over time:

Partnership fees - The Organization recognizes revenues from partnership fees (a fixed-price contract) for placement of service corps members. Services provided to the partner agency include assistance in job/position description development, recruitment and service assignment placement and support, as well as the structured ongoing spiritual support and reflection program for each service corps member during their period of service, which is a major element of the service. Partnership fees are paid by the agency. Revenues derived from partnership fees are considered to be available for unrestricted use and are recognized upon delivery of the specified service period (September – June). The Organization requires payment of the partnership fees at or just before the beginning of the period of service. Accounts receivable (contract assets) are amounts that have been billed and not collected. Deferred revenue (contract liabilities) as of September 30, 2024, and 2023 represents partnership fees billed during 2024 and 2023 for which service will be completed during the next fiscal year. The contract liabilities are satisfied when revenue is recognized.

The following performance obligation is satisfied at a point in time:

Special Events – The Organization operates several special events. Revenue related to these events is generally received in the same period the event takes place. Therefore, revenue is recognized in the period it is received. The performance obligation is satisfied on the date of the event.

The following table depicts contract assets and contract liabilities at September 30:

	2024	2023
Contract assets:		
Accounts receivable	$ 381,214	$ 428,613
Less: Allowance for credit losses	-	-
Accounts receivable, net	$ 381,214	$ 428,613
Contract liabilities:		
Deferred revenue	$ 769,215	$ 809,010

Amounts included in contract liabilities at September 30, 2023 and 2022 recognized in income in the years ended September 30, 2024 and 2023 are $809,010 and $675,842, respectively.

5. Revenue Recognition (continued)

Disaggregation of Revenue
The following table disaggregates income by revenue stream at September 30:

Revenue Type	Timing of Revenue Recognition	2024	2023
Partnership fees	Service period	$ 1,023,360	$ 874,501
Contributions and Jesuit support	Upon receipt	1,316,203	596,399
Foundation Grants	Upon receipt	109,167	138,300
Special Events, net	Date of event	265,886	202,548
Ignite! Campaign	Upon unconditional promise	13,197	644,167
Rental Income	Period of lease	6,500	5,500
Interest income	Period income is earned	18,067	21,125
		$ 2,752,380	$ 2,482,540

The Organization believes disaggregating revenue into these categories achieves the disclosure objective to show how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors.

6. Line of Credit

In March 2020, the Organization obtained a $250,000 line of credit with Orrstown Bank. The current line of credit calls for interest at a variable rate. As of September 30, 2024 and 2023, the interest rate was 9.75%. As of September 30, 2024 and 2023, the line had no balance.

7. Loans Payable

The Organization has a thirty-year term loan with the Small Business Administration (SBA) in the amount of $400,000, also referred to as an Economic Injury and Disaster Loan (EIDL). Monthly payments are $1,725, consisting of principal and interest at 2.75%, and matures December 2049. The loan is secured by the assets of the Organization. Each payment is applied first to accrued interest to the date of each payment, and the balance is applied to principal. The principle amounts outstanding were $374,216 and $384,880 at September 30, 2024 and 2023, respectively.

7. Loans Payable (continued)

Maturities of long-term debts are as follows:

Year ended September 30,		
2025	$	10,411
2026		10,693
2027		10,995
2028		11,279
2029		11,624
Thereafter		319,214
Total	$	374,216

8. Leases

The Organization identifies a lease when a contract or part of a contract conveys the right to control the use of an identified property, plant, or equipment for a period of time.

On January 1, 2017, the Organization entered into a lease agreement for space for its National headquarters and Baltimore regional office location through December 31, 2018. The national headquarters/Baltimore regional office have continued to occupy the space on a month-to-month basis since December 31, 2018. Accordingly, the Organization has utilized the short-term exception in accounting for this lease. The monthly rate of $1,000 was increased to $1,075 in July 2023. Total amounts charged to rent expense for this short-term lease were $12,900 and $12,600 for the years ended September 30, 2024 and 2023, respectively.

In July 2021, the Organization entered into a memorandum of understanding with the Sisters of Notre Dame de Namur Base Communities to share space in the regional office location mentioned in the previous paragraph at a rate of $500 a month. Rental income received for the year ended September 30, 2024 and 2023 was $6,500 and $5,500, respectively, and is reported separately on the statements of activities and changes in net assets as rental income.

Additionally, the Organization leases various office equipment under various agreements that meet the criteria of finance leases with terms that vary from 36 to 60 months. Lease termination dates range from March 2024 to March 2028. The leases require monthly principal and interest payments varying from $82 to $913 a month. Included within the monthly contract fee is managed IT services; accordingly, consideration in the contract is allocated to the lease (equipment) and non-lease (maintenance) components in accordance with Topic 842. According to the Organization's elected policy, if the rate implicit in the lease is not readily available and cannot be accurately calculated, the asset and liability are calculated utilizing the risk-free discount rate at the start date of the lease.

8. Leases (continued)

The following summarizes the line items in the Statements of Financial Position which include amounts for finance leases at September 30:

	2024	2023
Computer equipment	$ 57,422	$ 58,450
Accumulated depreciation	(31,581)	(22,331)
Right-of-use asset, finance lease, net	$ 25,841	$ 36,119
Finance lease liability - current	$ 15,782	$ 21,095
Finance lease liability - noncurrent	11,067	16,795
Total finance lease liabilities	$ 26,849	$ 37,890

The following summarizes the line items in the Statements of Activities which include the components of lease expense for the years ended September 30:

	2024	2023
Amortization of lease assets included in depreciation expense	$ 21,836	$ 22,331
Interest on lease liabilities included in interest expense	1,957	2,099
Total finance lease costs	$ 23,793	$ 24,430

The following summarizes cash flow information related to long-term leases for the years ended September 30:

	2024	2023
Cash paid for amounts included in the measurement of lease liabilities	$ 24,555	$ 22,409
Lease assets obtained in exchange for lease obligations	11,558	58,450

8. Leases (continued)

The following summarizes the weighted average remaining lease terms and discount rates under long-term leases as of September 30:

	2024	2023
Weighted average remaining lease term (in years)	1.89	2.04
Weighted average discount rate	5.00%	5.00%

Future maturities of long-term finance lease liabilities are as follows:

Year ended September 30,	
2025	$ 16,703
2026	6,885
2027	3,442
2028	1,274
Total minimum lease payments	28,304
Less: amounts representing interest	(1,455)
Present value of future minimum lease payments	26,849
Less: current portion	(15,782)
Long-term portion	$ 11,067

9. Deferred Revenue

Deferred revenue as of September 30, 2024 and 2023 consisted of partnership fees billed during the current year that are for services to be performed in the subsequent fiscal year. Deferred revenue as of September 30, 2024 and 2023 totaled $769,215 and $809,010, respectively.

10. Retirement Plan

The Organization provides the opportunity for employees to participate in a 403(b)-thrift pension plan. It does not match employee contributions.

11. Special Events - Net

Special events are recorded net of their related expenses. For the year ended September 30, 2024 gross receipts for events were $415,656 and related expenses for the year were $152,770. For the year ended September 30, 2023, gross receipts for events were $326,190 and related expenses for the year were $123,462.

12. Conditional Promises to Give

During 2021 the Organization received foundation grants that contain provisions conditioning the funding upon meeting certain objectives. Since these grants represent conditional promises to give, they are not recorded as foundation contribution revenue until donor conditions are met. The amount of conditional promises to give as of September 30, 2024 and 2023 totaled $50,000 and $75,000, respectively.

13. Liquidity and Availability of Resources

The following reflects the Organization’s financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date as of September 30:

	2024	2023
Financial assets at year end	$ 1,760,005	$ 1,538,894
Less those unavailable for general expenditures within one year, due to :		
Pledge payments not due within one year	(457,312)	(166,075)
Restrictions by donors with purpose or time restrictions	(436,526)	(247,958)
Financial assets available to meet cash needs for general expenditures within one year	$ 866,167	$ 1,124,861

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To help management meet unanticipated liquidity needs, the Organization has a committed line of credit of $250,000, which it could draw upon in 2025.

14. Concentrations of Credit Risk

In the ordinary course of business, the Organization's cash and investment balances may exceed the FDIC and SIPC insurance limits. The Organization and its investment manager continually review credit concentrations as part of its asset and liability management.

At September 30, 2024 and 2023, contributions receivable included balances from one donor that amounted to approximately 91% and 65% of total contributions receivable. Amounts due from this donor totaled $863,616 and $323,141 at September 30, 2024 and 2023, respectively.

15. Gifts-In-Kind

The Organization received contributions of nonfinancial assets, also known as gifts-in-kind, in the amount of $3,000 during the year ended September 30, 2024. The contribution was payment of expenses for an event that occurred within the same period as the contribution and is reported in the Statements of Activities as in-kind revenue without donor restrictions. The contribution valuation was determined by the cost of the expenses.

16. Subsequent Events

Subsequent events were evaluated through March 14, 2025, the date the financial statements were available to be issued. There are no subsequent events requiring disclosure.