

SALINA RESCUE MISSION, INC.

Salina, Kansas

AUDITED FINANCIAL STATEMENTS

June 30, 2024 and 2023

Varney & Associates, CPAs, LLC
Manhattan, Kansas

SALINA RESCUE MISSION, INC.
Salina, Kansas
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December 20, 2024

Board of Directors
Salina Rescue Mission, Inc.
Salina, Kansas

Independent Auditor's Report

Opinion

We have audited the financial statements of Salina Rescue Mission, Inc. (the Organization), which comprise the statement of financial position as of June 30, 2024 and 2023, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024 and 2023, 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 audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the Organization 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 the Organization's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

December 20, 2024
Salina Rescue Mission, Inc.
(Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

In performing an audit in accordance with GAAS, we:

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

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

SALINA RESCUE MISSION, INC.
Salina, Kansas
STATEMENTS OF FINANCIAL POSITION
June 30,

	2024	2023
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 294,446	\$ 908,201
Short-term investments	1,126,080	503,510
Prepaid expenses	1,844	10,500
Unconditional promises to give	50,000	50,000
Other trade receivables	7,265	12,987
Total Current Assets	\$ 1,479,635	\$ 1,485,198
Noncurrent Assets		
Beneficial interest in assets held by GSCF	\$ 1,405,190	\$ 1,214,328
Property and equipment - Net	1,047,730	1,069,678
ROU assets - Financing lease	-	3,930
Other assets	468	-
Total Noncurrent Assets	\$ 2,453,388	\$ 2,287,936
TOTAL ASSETS	\$ 3,933,023	\$ 3,773,134
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 25,955	\$ 30,753
Accrued wages	31,712	26,824
Other accrued expenses	4,104	1,808
Deferred revenue	11,800	8,600
Lease liabilities - Financing lease - Current portion	-	866
Total Current Liabilities	\$ 73,571	\$ 68,851
Noncurrent Liabilities		
Lease liabilities - Financing lease - Noncurrent portion	\$ -	\$ 3,064
Net Assets		
Without donor restrictions	\$ 3,782,512	\$ 3,577,697
With donor restrictions	76,940	123,522
Total Net Assets	\$ 3,859,452	\$ 3,701,219
TOTAL LIABILITIES AND NET ASSETS	\$ 3,933,023	\$ 3,773,134

SALINA RESCUE MISSION, INC.
 Salina, Kansas
STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	\$ 1,344,864	\$ -	\$ 1,344,864
In-kind contributions	109,516	-	109,516
Special event contributions	131,214	-	131,214
Other income	36,115	-	36,115
Investment return - Net	230,958	-	230,958
Net assets released from restriction			
Satisfaction of program restrictions	46,582	(46,582)	-
	\$ 1,899,249	\$ (46,582)	\$ 1,852,667
EXPENSES			
Program	\$ 1,328,941	\$ -	\$ 1,328,941
Management and general	135,820	-	135,820
Fundraising	229,673	-	229,673
TOTAL EXPENSES	\$ 1,694,434	\$ -	\$ 1,694,434
CHANGE IN NET ASSETS	\$ 204,815	\$ (46,582)	\$ 158,233
NET ASSETS - BEGINNING OF YEAR	3,577,697	123,522	3,701,219
NET ASSETS - END OF YEAR	\$ 3,782,512	\$ 76,940	\$ 3,859,452

SALINA RESCUE MISSION, INC.
 Salina, Kansas
STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	\$ 1,286,369	\$ 50,000	\$ 1,336,369
In-kind contributions	110,525	-	110,525
Special event revenue	132,176	-	132,176
Other income	62,696	-	62,696
Investment return - Net	140,938	-	140,938
Net assets released from restriction			
Satisfaction of program restrictions	172,004	(172,004)	-
	\$ 1,904,708	\$ (122,004)	\$ 1,782,704
EXPENSES			
Program	\$ 1,256,079	\$ -	\$ 1,256,079
Management and general	130,222	-	130,222
Fundraising	223,262	-	223,262
TOTAL EXPENSES	\$ 1,609,563	\$ -	\$ 1,609,563
CHANGE IN NET ASSETS	\$ 295,145	\$ (122,004)	\$ 173,141
NET ASSETS - BEGINNING OF YEAR	3,282,552	245,526	3,528,078
NET ASSETS - END OF YEAR	\$ 3,577,697	\$ 123,522	\$ 3,701,219

SALINA RESCUE MISSION, INC.
 Salina, Kansas
STATEMENTS OF FUNCTIONAL EXPENSES
 For the Years Ended June 30,

	2024				2023			
	Program	Supporting Services		Total	Program	Supporting Services		Total
		Management	Fundraising			Management	Fundraising	
Director salary	\$ 50,817	\$ 21,251	\$ 20,326	\$ 92,394	\$ 49,571	\$ 20,709	\$ 19,848	\$ 90,128
Staff salary and wages	626,898	73,580	14,305	714,783	600,529	70,485	13,704	684,718
Employee benefits	116,696	8,180	2,153	127,029	106,977	7,499	1,974	116,450
Payroll taxes	42,005	7,136	3,401	52,542	38,963	6,619	3,155	48,737
Professional fundraising fees	-	-	169,132	169,132	-	-	165,493	165,493
Investment management fees	10,635	-	-	10,635	10,402	-	-	10,402
Legal fees	-	6,165	-	6,165	-	-	-	-
Accounting fees	-	11,000	-	11,000	-	17,500	-	17,500
Supplies	20,130	-	-	20,130	22,397	-	-	22,397
Office expenses	11,686	3,339	1,669	16,694	10,556	3,016	1,508	15,080
Information technology	9,477	5,169	2,584	17,230	8,056	4,394	2,197	14,647
Facility occupancy	71,590	-	-	71,590	70,785	-	-	70,785
Travel	21,506	-	7,169	28,675	14,821	-	4,940	19,761
Conferences, conventions, and meetings	1,584	-	-	1,584	-	-	-	-
Maintenance	45,668	-	-	45,668	34,514	-	-	34,514
Food service	116,855	-	-	116,855	103,293	-	-	103,293
Other program/shelter	52,326	-	-	52,326	56,183	-	-	56,183
Depreciation	62,664	-	-	62,664	57,082	-	-	57,082
Insurance	32,668	-	-	32,668	30,179	-	-	30,179
Other expenses	35,736	-	8,934	44,670	41,771	-	10,443	52,214
Total Expenses	\$ 1,328,941	\$ 135,820	\$ 229,673	\$ 1,694,434	\$ 1,256,079	\$ 130,222	\$ 223,262	\$ 1,609,563

SALINA RESCUE MISSION, INC.
Salina, Kansas
STATEMENTS OF CASH FLOWS
For the Years Ended June 30,

	2024	2023
Cash Flows From Operating Activities		
Increase in Net Assets	\$ 158,233	\$ 173,141
Adjustments to reconcile (increase) decrease in net assets to net cash provided by operating activities		
Depreciation	62,664	57,082
(Gain)/loss on investments	(189,500)	(46,080)
(Increase) Decrease in Operating Assets		
Prepaid expenses	8,656	(6,282)
Trade receivables	5,722	(12,987)
Increase (Decrease) in Operating Liabilities		
Accounts payable	(4,798)	19,114
Accrued expenses	7,184	(4,343)
Deferred revenue	3,200	8,600
	\$ 51,361	\$ 188,245
Cash Flows From Investing Activities		
Cash paid for purchase of fixed assets	\$ (46,236)	\$ (183,676)
Proceeds from sale of fixed assets	5,520	37
Cash paid for investments	(624,400)	(6,225)
	\$ (665,116)	\$ (189,864)
Net Increase (Decrease) in Cash and Cash Equivalents	\$ (613,755)	\$ (1,619)
Cash and Cash Equivalents - Beginning	908,201	909,820
Cash and Cash Equivalents - Ending	\$ 294,446	\$ 908,201

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 1: Summary of Significant Accounting Policies

Nature of Activities

The Salina Rescue Mission, Inc. (the Organization) is a nonprofit organization located in Salina, Kansas. It was formed in 1981 to provide Christian Ministry to persons in need of food, shelter, clothing, or other basic needs, and to rehabilitate through Christian teachings.

Basis of Accounting

The Organization's policy is to prepare its financial statements on the accrual basis of accounting in accordance with financial reporting provisions as prescribed by the Financial Accounting Standards Board. This basis of accounting is commonly known as U.S. Generally Accepted Accounting Principles (GAAP).

Basis of Presentation

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

Net Assets

The Organization is required to report information regarding its financial position and activities according to two classes of net assets as follows:

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

Net Assets with Donor Restrictions - Net assets subject to donor (or certain grantor) 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.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments available for current use with an initial maturity of three months or less. Fair market value equals carrying amounts due to the short maturities of these financial instruments.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are reported in the statement of activities as increases or decreases in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. Short-term investments consist of debt securities with original maturities of twelve months or less. Long-term investments consist of debt securities with original maturities greater than twelve months.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

The Organization capitalizes property and equipment over \$2,500. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. 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. Property and equipment are depreciated using the straight-line method over estimated useful lives ranging from five to forty years.

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. Many individuals volunteer their time and perform a variety of tasks that assist the Organization, however, these services do not meet the criteria for recognition.

Compensated Absences

Employees are not permitted to accumulate unused vacation pay. Accordingly, no accrual for such has been reflected in these financial statements. Employees are allowed to accumulate Earned Time Off (ETO), which is separate from vacation pay. It is the practice of the Organization to pay ETO when employment is terminated. A maximum of one month's salary (according to each hourly employee's schedule or 20 work days for salary employee) are allowed to be carried over at the end of the calendar year. An accrual adjustment for ETO is reflected in these financial statements.

Use of Estimates

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

Contributions

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase to net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase to net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Income Tax Status

The Organization is a nonprofit organization that is exempt from income taxes under Code Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. The Organization's Form 990, Return of Organization Exempt from Income Tax, are subject to examination by the IRS, generally for three years after they were filed.

Functional Allocation of Expenses

The basis for allocation of expenses to specific programs is determined by management. Expenses that can be directly identified with specific programs are charged to that program. Other expenses are allocated using percentages or amounts determined by management based on estimated time or resources used. Compensation, benefits and payroll taxes are allocated based on estimated time and effort. Telephone costs, office expenses, conferences, travel and miscellaneous expenses are allocated based on estimated usage.

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 1: Summary of Significant Accounting Policies (Continued)

Leases

The Organization adopted the Financial Accounting Standards Board Accounting Standards Codification 842 (ASC 842) to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the standard effective July 1, 2022. The Organization has also elected not to recognize right-of-use assets and lease obligation liabilities that arise from operating leases having terms of twelve months or less.

The Organization leases a copier and determined if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, operating current liabilities, and operating long-term lease liabilities on the balance sheet. Finance leases are included in financing lease ROU assets, financing current liabilities, and financing long-term liabilities on the balance sheet.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent our obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. For any leases that do not provide an implicit rate, the Organization use 3.88% based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The copier lease that was listed on the statement of financial position as of June 30, 2023 was immaterial for the year ended June 30, 2024. As such, this lease was not recorded on the statement of financial position for the year ended June 30, 2024.

See Note 13 for additional information regarding active leases as of the end of the fiscal year.

Revenue Recognition

Contributions, which include promises to give, are recorded at fair value in the year received as with or without donor restrictions depending on the existence and/or nature of any donor restrictions related to a time restriction of specific purposes. When a time restriction expires or a donor purpose is fulfilled, the contribution is reclassified to without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

Trade Receivables and Allowance for Credit Losses

The Organization has adopted the Current Expected Credit Losses (CECL) accounting standard, as per Accounting Standards Update (ASU) No. 2016-13, "Financial Instruments – Credit Losses (Topic 326)." The standard introduces a new model for estimating credit losses on financial instruments.

After a thorough evaluation, management has determined that the impact of adopting the CECL standard on the financial statements is immaterial. The Organization has considered factors such as historical loss experience, current economic conditions, and other relevant factors in its credit loss estimation process.

As a result, the adoption of the CECL standard has not had a material impact on the Organization's financial position, results of operations, or cash flows. The Organization will continue to monitor developments related to the CECL standard and will provide updates as necessary in future financial statement disclosures.

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 2: Deposits and Investments

The Organization maintains its operating cash account and money market accounts in two banks located in Kansas. In addition, the Organization has multiple certificates of deposit at various local banks. The accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The total uninsured cash balance at June 30, 2024 and June 30, 2023, was \$19,471 and \$20,674, respectively. Management does not consider this a significant risk to the Organization.

Note 3: Fair Value Measurements

Generally accepted accounting principles define fair value, establish a framework for measuring fair value, and establish a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels.

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Organization has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within Level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Organization's own data.)

**Fair Value Measurements
as of June 30, 2024, using:**

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets			
Certificates of Deposit	\$ 1,107,234	\$ -	\$ -
Charles Schwab	18,846	-	-
GSCF	-	1,405,190	-
Total Assets	\$ 1,126,080	\$ 1,405,190	\$ -

**Fair Value Measurements
as of June 30, 2023, using:**

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets			
Certificates of Deposit	\$ 488,836	\$ -	\$ -
Charles Schwab	14,674	-	-
GSCF	-	1,214,328	-
Total Assets	\$ 503,510	\$ 1,214,328	\$ -

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 4: Promises To Give

Unconditional promises to give without donor restrictions was \$50,000 as of June 30, 2024 and 2023. These amounts are due in less than one year. According to management, uncollectable amounts for the unconditional promises to give are expected to be insignificant. Accordingly, no provision is made for uncollectable amounts in these financial statements.

Note 5: Net Assets With Donor Restrictions

Subject to expenditure for specified purpose:

	2024	2023
Capital Campaign - Building Renovations	\$ -	\$ 8,774
Laundry Bags	-	528
Earl Bane Grant	-	37,280
Beneficial interest in assets held by GSCF		
- Permanent Endowment - Gloria Hagan	76,940	76,940
Totals	\$ 76,940	\$ 123,522

Note 6: Net Assets Released from Restrictions

Net assets were released from donor restrictions during the year ended June 30, 2024 and 2023 by incurring expenses satisfying the restricted purposes or by the occurrence of other events specified by donors as follows:

	2024	2023
Satisfaction of purpose restrictions		
Capital Campaign	\$ -	\$ 118,120
Laundry Bags	528	1,164
Earl Bane Grant	37,280	12,720
CHIP Grant	8,774	40,000
Total	\$ 46,582	\$ 172,004

Note 7: Property and Equipment

Property and equipment consist of the following

	2024	2023
Land	\$ 10,000	\$ 10,000
Building and improvements	1,592,970	1,592,010
Construction in process	-	1,964
Vehicles	63,892	27,692
Equipment	149,267	143,747
Total	\$ 1,816,129	\$ 1,775,413
Less: Accumulated Depreciation	(768,399)	(705,735)
Net Book Value	\$ 1,047,730	\$ 1,069,678

SALINA RESCUE MISSION, INC.
 Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
 June 30, 2024 and 2023

Note 8: Liquidity and Availability of Financial Assets

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, is comprised of the following as of June 30 of each year:

	2024	2023
Financial assets at year-end		
Cash and cash equivalents	\$ 294,446	\$ 908,201
Short-term investments	1,126,080	503,510
Beneficial interest in assets held by GSCF	1,405,190	1,214,328
Total Financial Assets	\$ 2,825,716	\$ 2,626,039
Less: Donor imposed restrictions	(76,940)	(123,522)
Less: Minimum balance requirement at GSCF	(10,000)	(10,000)
Financial assets available to meet cash needs for general expenditures within one year	\$ 2,738,776	\$ 2,492,517

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in short-term investments or readily assessable funds. The Board forecasts its future cash flows and monitors its liquidity and reserves monthly.

Note 9: Assets in Community Foundation

The Organization transferred assets to the Greater Salina Community Foundation in order to fund an endowment for its benefit. Distributions from the Foundation to the Mission will be made in a manner consistent with the Foundation's policies and procedures. The Mission gave variance power over the transferred assets to the Foundation, which allows the Foundation to exercise ultimate authority and control over the assets. As a result, this fund does not appear as an asset on the Organization's statement of financial position, but the Organization may request these funds from the Foundation as an additional funding source.

The market value of this endowment as of June 30, 2024 and 2023 was \$296,704 and \$246,449, respectively.

Note 10: Retirement Benefits

The Organization maintains a plan where it funds a retirement benefit for eligible employees who have been employed over five years. It is essentially an IRA contribution made on the behalf of the employee, and is recorded as additional compensation to the employee. The amount funded for the year ended June 30, 2024 and 2023 was \$23,759 and \$20,606, respectively.

Note 11: Subsequent Events

The Organization has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued.

SALINA RESCUE MISSION, INC.
Salina, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

Note 12: Related Party Transactions

The Organization shares its Executive Pastor with the Salina Grace Foundation (the Foundation), as well as some board members. The Executive Pastor is on payroll with the Organization, and the Foundation reimburses the Organization for the portion of the Executive Pastor's time spent on the Foundation. The Organization received director and management contributions from the Foundation in the amount of \$49,847 and \$44,005 for the years ended June 30, 2024 and 2023, respectively.

The Organization has a Director of Development employed during the year ended June 30, 2024. This employee also performs services for the Foundation, and the Foundation reimburses the Organization for this employee's time spent on the Foundation. The Organization received \$10,874 from the Foundation for services performed by this employee for the year ended June 30, 2024.

The Organization had an agreement with the Foundation regarding the Foundation's former Director of Development, who left the Organization during the 2023/2024 fiscal year. As part of this agreement, the Organization reimbursed the Foundation for the time spent on the Organization. The Organization paid \$3,888 to the Foundation for services performed for the year ended June 30, 2024.

The Foundation had a Director of Development employed during the year ended June 30, 2023. This employee also performed services for the Organization under an agreement where the Organization reimburses the Foundation for the time spent on the Organization. The Organization paid \$30,015 as reimbursement to the Foundation for services performed for the year ended June 30, 2023.

The Organization has a line of credit of \$250,000 made available to the Salina Grace Foundation, which shares an Executive Pastor and several board members with the Organization. As of June 30, 2024, there were no funds drawn from this line of credit. As there have been no drawings on this line of credit, management has not set terms on the line of credit as of June 30, 2024.

Note 13: Leases

On June 23, 2023, the Organization entered into a 60-month lease for a copier, with monthly payments of \$72 per month on the copier and additional overage fees for excess pages printed. The Organization may renew this lease for one additional year.

Future minimum lease payments for financing leases under non-cancellable leases as of June 30, 2024 were as follows:

Year Ending June 30,		
2024	\$	866
2025		866
2026		866
2027		866
2028		-
Thereafter		-
Total future minimum lease payments	\$	<u>3,464</u>

Note 14: In-Kind Contributions

In-kind contributions included in the statement of activities are comprised of the following as of June 30:

	2024	2023
Food	\$ 82,538	\$ 73,819
Supplies	7,827	12,933
Clothing	19,151	23,773
Total	<u>\$ 109,516</u>	<u>\$ 110,525</u>

Food, supplies, and clothing are valued using estimated wholesale prices of identical or similar products if purchased in the region. In-kind contributions are not restricted.