



Reports of Independent Auditors
and Financial Statements
with Supplementary Information

Share

December 31, 2024 and 2023



MOSSADAMS

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Report of Independent Auditors

The Board of Directors
Share

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Share (the Organization), which comprise the statements of financial position as of December 31, 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 accompanying financial statements present fairly, in all material respects, the financial position of Share as of December 31, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Share and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 Share'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 and *Government 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 GAAS and *Government 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 Share'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 Share'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is presented for purposes of additional analysis and is 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 audit 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report April 25, 2025 on our consideration of Share's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Share's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Share's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon

April 25, 2025

Financial Statements

Share
Statements of Financial Position
December 31, 2024 and 2023

| | <u>2024</u> | <u>2023</u> |
|---|-----------------------------|-----------------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 2,385,385 | \$ 2,414,360 |
| Contract and grant payments receivable | 2,262,517 | 2,484,568 |
| Prepaid expenses and other assets | 211,037 | 234,621 |
| Beneficial interest held by others | 1,441,281 | 1,374,800 |
| Property and equipment, net | 5,567,076 | 5,704,325 |
| Right-of-use asset, net | <u>85,496</u> | <u>25,237</u> |
| Total assets | <u><u>\$ 11,952,792</u></u> | <u><u>\$ 12,237,911</u></u> |
| LIABILITIES AND NET ASSETS | | |
| | <u>2024</u> | <u>2023</u> |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | \$ 522,336 | \$ 624,471 |
| Accrued payroll and related expenses | 677,391 | 712,472 |
| Deferred revenue | 22,844 | 15,066 |
| Lease liability | <u>85,496</u> | <u>25,237</u> |
| Total liabilities | <u>1,308,067</u> | <u>1,377,246</u> |
| NET ASSETS | | |
| Without donor restrictions | | |
| Available for programs and general operations | 8,647,170 | 9,036,522 |
| Designated by the Board of Directors | <u>1,169,135</u> | <u>1,105,134</u> |
| | <u>9,816,305</u> | <u>10,141,656</u> |
| With donor restrictions | <u>828,420</u> | <u>719,009</u> |
| Total net assets | <u>10,644,725</u> | <u>10,860,665</u> |
| Total liabilities and net assets | <u><u>\$ 11,952,792</u></u> | <u><u>\$ 12,237,911</u></u> |

See accompanying notes.

Share
Statements of Activities
Years Ended December 31, 2024 and 2023

| | 2024 | | | 2023 | | |
|---|-------------------------------|----------------------------|---------------|-------------------------------|----------------------------|---------------|
| | Without Donor Restrictions | With Donor Restrictions | Total | Without Donor Restrictions | With Donor Restrictions | Total |
| REVENUES, GAINS, AND OTHER SUPPORT | | | | | | |
| Government grants and contracts | \$ 12,747,269 | \$ - | \$ 12,747,269 | \$ 16,127,745 | \$ - | \$ 16,127,745 |
| Private grants and contributions | 407,117 | 859,812 | 1,266,929 | 843,222 | 442,909 | 1,286,131 |
| Contributed nonfinancial assets | 1,048,246 | - | 1,048,246 | 814,698 | - | 814,698 |
| Special events | 369,466 | - | 369,466 | 609,768 | - | 609,768 |
| Investment return, net | 62,377 | 15,626 | 78,003 | 93,968 | 25,800 | 119,768 |
| Rental income | 215,398 | - | 215,398 | 184,067 | - | 184,067 |
| Other | 35,944 | - | 35,944 | 49,629 | - | 49,629 |
| Total revenues, gains, and other support | 14,885,817 | 875,438 | 15,761,255 | 18,723,097 | 468,709 | 19,191,806 |
| NET ASSETS RELEASED FROM RESTRICTIONS | 766,027 | (766,027) | - | 524,117 | (524,117) | - |
| Total revenues, gains, other support and net assets released from restrictions | 15,651,844 | 109,411 | 15,761,255 | 19,247,214 | (55,408) | 19,191,806 |
| EXPENSES | | | | | | |
| Program services | | | | | | |
| Shelters | 3,506,335 | - | 3,506,335 | 3,444,739 | - | 3,444,739 |
| Hunger response | 1,296,768 | - | 1,296,768 | 959,200 | - | 959,200 |
| Supportive services | 1,722,960 | - | 1,722,960 | 2,147,288 | - | 2,147,288 |
| Transitional and permanent housing | 6,815,131 | - | 6,815,131 | 9,857,641 | - | 9,857,641 |
| | 13,341,194 | - | 13,341,194 | 16,408,868 | - | 16,408,868 |
| Supporting services | | | | | | |
| Management and general | 1,984,863 | - | 1,984,863 | 2,176,521 | - | 2,176,521 |
| Fundraising | 651,138 | - | 651,138 | 958,864 | - | 958,864 |
| | 2,636,001 | - | 2,636,001 | 3,135,385 | - | 3,135,385 |
| Total expenses | 15,977,195 | - | 15,977,195 | 19,544,253 | - | 19,544,253 |
| DECREASE (INCREASE) IN NET ASSETS | (325,351) | 109,411 | (215,940) | (297,039) | (55,408) | (352,447) |
| NET ASSETS, beginning of year | 10,141,656 | 719,009 | 10,860,665 | 10,438,695 | 774,417 | 11,213,112 |
| NET ASSETS, end of year | \$ 9,816,305 | \$ 828,420 | \$ 10,644,725 | \$ 10,141,656 | \$ 719,009 | \$ 10,860,665 |

See accompanying notes.

Share

Statement of Functional Expenses

Year Ended December 31, 2024

| | Program Services | | | | | Supporting Services | | | |
|--|------------------|-----------------|---------------------|------------------------------------|---------------|------------------------|-------------|--------------|----------------|
| | Shelters | Hunger Response | Supportive Services | Transitional and Permanent Housing | Total | Management and General | Fundraising | Total | Total Expenses |
| Salaries and related expenses | \$ 2,216,091 | \$ 322,727 | \$ 1,116,368 | \$ 1,984,526 | \$ 5,639,712 | \$ 1,407,546 | \$ 322,608 | \$ 1,730,154 | \$ 7,369,866 |
| Supportive client services | 99,510 | - | 460,030 | 4,469,059 | 5,028,599 | 1,064 | - | 1,064 | 5,029,663 |
| Contributed services of volunteers and in-kind donations | 306,352 | 605,181 | 5,221 | 10,997 | 927,751 | 3,448 | 63,813 | 67,261 | 995,012 |
| Supplies | 148,116 | 315,367 | 15,360 | 31,722 | 510,565 | 135,692 | 22,063 | 157,755 | 668,320 |
| Occupancy | 341,938 | 19,268 | 11,793 | 108,272 | 481,271 | 81,458 | 2,203 | 83,661 | 564,932 |
| Professional services | 134,563 | 861 | 1,380 | 59,950 | 196,754 | 230,631 | 56,270 | 286,901 | 483,655 |
| Other | 48,717 | 15,202 | 27,196 | 84,453 | 175,568 | 65,574 | 67,503 | 133,077 | 308,645 |
| Training and travel | 12,968 | 7,964 | 41,911 | 25,128 | 87,971 | 29,902 | 691 | 30,593 | 118,564 |
| Special event costs and other | - | - | - | - | - | 394 | 110,516 | 110,910 | 110,910 |
| Total expenses before depreciation | 3,308,255 | 1,286,570 | 1,679,259 | 6,774,107 | 13,048,191 | 1,955,709 | 645,667 | 2,601,376 | 15,649,567 |
| Depreciation | 73,437 | 25,577 | 39,336 | 30,446 | 168,796 | 158,832 | - | 158,832 | 327,628 |
| Allocations of volunteer support and meals provided | 124,643 | (15,379) | 4,365 | 10,578 | 124,207 | (129,678) | 5,471 | (124,207) | - |
| Total expenses | \$ 3,506,335 | \$ 1,296,768 | \$ 1,722,960 | \$ 6,815,131 | \$ 13,341,194 | \$ 1,984,863 | \$ 651,138 | \$ 2,636,001 | \$ 15,977,195 |

See accompanying notes.

Share
Statement of Functional Expenses
Year Ended December 31, 2023

| | Program Services | | | | | Supporting Services | | | Total Expenses |
|--|------------------|-----------------|---------------------|------------------------------------|---------------|------------------------|-------------|--------------|----------------|
| | Shelters | Hunger Response | Supportive Services | Transitional and Permanent Housing | Total | Management and General | Fundraising | Total | |
| Salaries and related expenses | \$ 2,115,725 | \$ 287,392 | \$ 1,313,733 | \$ 2,022,808 | \$ 5,739,658 | \$ 1,536,497 | \$ 404,296 | \$ 1,940,793 | \$ 7,680,451 |
| Supportive client services | 168,222 | 8 | 665,547 | 7,171,227 | 8,005,004 | 2,502 | - | 2,502 | 8,007,506 |
| Contributed services of volunteers and in-kind donations | 337,750 | 309,540 | 6,062 | 12,871 | 666,223 | 3,492 | 144,983 | 148,475 | 814,698 |
| Supplies | 154,142 | 300,591 | 41,534 | 57,862 | 554,129 | 123,713 | 33,532 | 157,245 | 711,374 |
| Occupancy | 297,331 | 21,106 | 20,559 | 170,175 | 509,171 | 120,001 | 4,193 | 124,194 | 633,365 |
| Professional services | 124,672 | 451 | 850 | 249,072 | 375,045 | 265,417 | 56,291 | 321,708 | 696,753 |
| Other | 46,479 | 9,452 | 22,153 | 100,012 | 178,096 | 76,990 | 123,972 | 200,962 | 379,058 |
| Training and travel | 11,677 | 6,800 | 38,569 | 39,417 | 96,463 | 31,948 | 2,736 | 34,684 | 131,147 |
| Special event costs and other | - | 1,295 | - | 45 | 1,340 | 71 | 178,415 | 178,486 | 179,826 |
| Total expenses before depreciation | 3,255,998 | 936,635 | 2,109,007 | 9,823,489 | 16,125,129 | 2,160,631 | 948,418 | 3,109,049 | 19,234,178 |
| Depreciation | 68,718 | 25,850 | 28,280 | 28,395 | 151,243 | 158,832 | - | 158,832 | 310,075 |
| Allocations of volunteer support and meals provided | 120,023 | (3,285) | 10,001 | 5,757 | 132,496 | (142,942) | 10,446 | (132,496) | - |
| Total expenses | \$ 3,444,739 | \$ 959,200 | \$ 2,147,288 | \$ 9,857,641 | \$ 16,408,868 | \$ 2,176,521 | \$ 958,864 | \$ 3,135,385 | \$ 19,544,253 |

See accompanying notes.

Share
Statements of Cash Flows
Years Ended December 31, 2024 and 2023

| | 2024 | 2023 |
|---|---------------------|---------------------|
| CASH FLOWS FROM BY OPERATING ACTIVITIES | | |
| Decrease in net assets | \$ (215,940) | \$ (352,447) |
| Adjustments to reconcile decrease in net assets to net cash provided by operating activities | | |
| Depreciation | 327,628 | 310,075 |
| Non-cash lease costs | 12,912 | 11,994 |
| Non-cash contributions received | (59,666) | - |
| Investment gain | (78,003) | (119,768) |
| Loss on sale of fixed asset | 4,924 | - |
| Changes in assets and liabilities | | |
| Contract and grant payments receivable | 222,051 | 1,009,662 |
| Prepaid expenses and other assets | 23,584 | (144,460) |
| Accounts payable and accrued liabilities | (102,135) | 90,102 |
| Accrued payroll and related expenses | (35,081) | (86,624) |
| Deferred revenue | 7,778 | (13,079) |
| Lease liability | (12,912) | (11,994) |
| Net cash provided by operating activities | 95,140 | 693,461 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Contributions to the beneficial interest | (11,325) | (413,370) |
| Distributions from the beneficial interest | 22,847 | 424,500 |
| Purchases of property and equipment | (135,637) | (19,072) |
| Net cash used by investing activities | (124,115) | (7,942) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Payment of note payable | - | (500,000) |
| Net cash used by financing activities | - | (500,000) |
| (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | (28,975) | 185,519 |
| CASH AND CASH EQUIVALENTS, beginning of year | 2,414,360 | 2,228,841 |
| CASH AND CASH EQUIVALENTS, end of year | <u>\$ 2,385,385</u> | <u>\$ 2,414,360</u> |
| SUPPLEMENTAL DISCLOSURE OF NON-CASH ACTIVITIES | | |
| Right-of-use asset obtained in exchange for operating lease liabilities | <u>\$ 71,659</u> | <u>\$ -</u> |

See accompanying notes.

Share

Notes to Financial Statements

Note 1 – Organization

Share (the Organization) was formed in 1979. In 1983, Share became a nonprofit organization in the state of Washington by a group of caring people coming together with the common goal of caring for people experiencing homelessness and hunger in the Vancouver area. Share believes every person counts. Together, Share pursues a stronger community by building relationships, advocating for equitable access to housing and food stability while empowering every individual to grow and thrive. Share envisions a community without hunger, where all people have safe and adequate housing and the skills to enhance their quality of life. Share provides temporary, emergency, transitional and permanent housing as well as food, clothing, street outreach, case management and counseling to men, women and children. During the years ended December 31, 2024 and 2023, the Organization incurred program service expenses in the following major categories:

Shelters – Share provides temporary, emergency housing at four year-round shelters. Share Orchards Inn and Share Homestead shelter homeless families and are operated by the Organization but owned by the Vancouver Housing Authority. In 2024, 292 individuals were provided shelter with 32% of them exiting into housing. The Share House for single men is both owned and operated by Share. In 2024, Share House served 155 individuals with 38% of them exiting into housing. The Organization also operates a women's shelter at St. Luke's Episcopal Church called Women Housing and Transition (WHAT). In 2024, 42 individuals were served with 46% of them exiting into housing. Share also provides staffing support to a winter seasonal shelter that operates from November – March. The shelter is operated in partnership with the Council for the Homeless, St. Andrew Lutheran Church and local churches. In 2024, 228 individuals were served.

Meals and Nutrition – Share provides daily meals for people experiencing homelessness and people struggling with poverty through the Hot Meal program as well as sack meals. The program served 96,987 and 88,788 meals in 2024 and 2023, respectively. The program continues to be in high demand by the community, serving on average over 8,000 meals a month. Share serves 3 meals a day, Monday through Friday (in person dining for breakfast and dinner, and a to-go lunch), and 2 meals on the weekend (in-person dining for breakfast and dinner). The program tends to get busier later into the month, as more individuals in the community run out of income or benefits by that time. Much of the food used in the program is donated through food drives or by area grocery stores or purchased through the Clark County Food Bank and is prepared each day by volunteers and staff.

Research indicates that a child that is even mildly under-nourished during critical periods of growth impacts their behavior, school performance and overall cognitive development. Share's Backpack Program provides weekend food packs to children at 93 schools in five school districts every week that school is in session. In 2024 and 2023, Share provided approximately 1,069 and 972 food packs per week, respectively.

Share's Summer Lunch Program partners with Vancouver Parks & Recreation, Vancouver and Evergreen School Districts, as well as several church groups and low-income apartments to provide meals during a time that children will not receive breakfast or lunch at school. In 2024 and 2023, Share provided approximately 12,093 and 10,236 meals to children and their families for this program, respectively.

Share

Notes to Financial Statements

Supportive services – Street Outreach was established in 1996, the result of a taskforce formed by community leaders to find solutions to the issues of homelessness in downtown Vancouver. The program provides street outreach services to hard-to-reach and hard-to-serve homeless individuals each year. Over the years, Share has worked to change this program to be less light touch providing basic needs and more focused on connecting people to housing. This has resulted in less people being served and more significant outcomes. The team served 308 people and aided 145 in becoming permanently housed in 2024. The team served 544 people and aided 191 in becoming permanently housed in 2023.

Rapid Rehousing and Permanent Supported Housing – Share has a permanent housing first component to this program, providing housing to chronically homeless individuals. In 2024 and 2023, the Permanent Supportive Housing programs helped support 69 and 82 chronically homeless households to obtain and maintain housing. In 2024, 32 of the most vulnerable people in the community who are most likely to die on the streets were supported by Share's Supportive Services at Lincoln Place. In 2023, 30 individuals were served at Lincoln Place.

Share's Affordable Housing and Stability (AHAS) Program provides supported housing through case management to families and single adults on their way to stability and self-sufficiency. The AHAS Program is a coordinated system for providing case management, housing and connection to supportive services in the community for homeless families and individuals. In 2024, the AHAS Program served an average of 48 households each month. The program served 219 and 238 people in 2024 and 2023, respectively.

Share purchased three homes to provide group living environments for single individuals. Share provides case management to these homes (one serving single women, one serving single men and one serving single Veteran men). An additional home provides housing for a family. Share also owns a duplex of two 3-bedroom homes for families, which are rented at less than half of fair value as part of Share's efforts to keep housing affordable.

In the fall of 2011, Share began a Housing and Essential Needs Program for individuals found by the State to be temporarily unable to work due to mental or physical health issues. This program was originally an entitlement program offered by the Department of Health and Social Services. In November 2011, it was reallocated to nonprofit organizations and counties across the state as a non-entitlement program that could pay rent, utilities, and provide essential needs, such as hygiene products, toilet paper and other such needs. This program served an average of 120 and 110 clients per month in 2024 and 2023, respectively.

Share

Notes to Financial Statements

Talkin' Trash – One of the issues believed to be connected to homelessness that many community members express concerns about is trash. Visible trash on the streets, parks, neighborhoods, and near businesses, has a negative effect on the community and impacts health and safety. In 2018, Share began a program called Talkin' Trash that employs people who are or have been experiencing homelessness to pick up refuse within the City of Vancouver. The program is focused on providing employment support and placement, aimed at hiring, training, and assisting individuals in their journey toward securing permanent jobs. During the 6–9-month program, participants earn a fair minimum wage as they engage in litter picking and cleaning up the City of Vancouver's public spaces, all while gaining valuable training to enhance their soft, developmental, and professional skills. Every participant is provided with case management to assist them in overcoming the challenges they encounter in their lives while they are engaged in work. The program is funded by the City and the City has sought additional dollars to aid this program in sustaining and growing. In 2024, this program disposed of just over 242 tons of trash, in 2023, those numbers were 226 tons.

Note 2 – Summary of Significant Accounting Policies

Basis of accounting – The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of presentation – Net assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. Share's Board of Directors has designated the use of various contributions for their discretion. The funds are used to meet operating and capital needs.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors that may or will be met, either by actions of the Organization or the passage of time. When a restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Also included in this classification are net assets subject to donor-imposed stipulations which must be maintained in perpetuity by the Organization. Generally, the donors of these assets permit the use of all or part of the income earned on any related investments for general or specific purposes.

Cash and cash equivalents – The Organization considers cash to be cash on hand, in checking accounts and savings accounts. Cash equivalents represent short-term, highly liquid investments with original maturities of three months or less. The Organization maintains cash in bank deposit accounts which, at times, may exceed federally insured limits. To date, the Organization has not experienced any losses.

Share

Notes to Financial Statements

Contract and grant payments receivable – Contract and grant payments receivable are reported at the amount management expects to collect on balances outstanding at year-end. Management's policy regarding write-offs of receivable balances is to review historical payments and forecasted collectability in order to determine if an allowance is necessary. Based on an assessment of the credit history with those having outstanding balances and current relationships with them, management has concluded that realization losses on balances outstanding at year-end will be insignificant, and thus no allowance has been recorded at December 31, 2024 and 2023.

Property and equipment – Property and equipment in excess of \$10,000 in 2024 and \$5,000 in 2023 with useful lives of more than one year are capitalized and recorded at cost or fair value on the date of the donation. Depreciation is computed using straight-line and accelerated methods over the estimated useful life of the assets ranging from 5 to 39 years. Maintenance and repairs are charged to current operations as incurred and major improvements and replacements of property and equipment are capitalized.

Accounting for long-lived assets – The Organization periodically reviews the recorded value of its long-lived assets. Such assets are generally evaluated for impairment based on the estimated fair value of long-lived assets. In the event that the carrying value of long-lived assets exceeds the estimated fair value, the assets would be written down to fair value. No adjustments due to impairment of long-lived assets were recorded by the Organization at December 31, 2024 and 2023, as management of the Organization is of the opinion that fair value is in excess of the carrying value.

Revenue and revenue recognition – A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. The Organization has recorded deferred revenue totaling \$22,844 and \$15,066, respectively, which represents cash received for cost-reimbursable grants that has not been recognized at December 31, 2024 and 2023 because qualifying expenditures have not yet been incurred. Private grants and contributions received are recorded as with or without donor restrictions, depending on the existence or nature of donor restrictions and are recorded in the period made. All unconditional contributions and donations received are available for general use unless specifically restricted by the donor. Unconditional promises to be received in the following year are recorded at their net realizable value. Unconditional promises to be received over more than one year are reported at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are to be received. Conditional promises to give – that is, those with a measurable performance obligation or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Support that is restricted by the donor is reported as an increase in 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 in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributed nonfinancial assets – Share receives contributions of food, clothing, supplies, materials, rent, advertising and professional services. These contributions represent a significant portion of the Organization's operations and are reflected as contributed nonfinancial assets with offsetting expenses at their estimated fair values (see Note 13).

Share

Notes to Financial Statements

In-kind contributions of equipment are recorded where there is an objective basis upon which to value these contributions and where the contributions are an essential part of the Organization's activities. For the year ended December 31, 2024, there were in-kind contributions of \$59,666. No amounts have been recorded in the accompanying financial statements for such in-kind contributions during the year ended December 31, 2023.

In addition, the Organization regularly receives contributed services from a large number of volunteers who assist in program activities and other supporting efforts. The value of such services has not been recognized in the accompanying financial statements as it does not meet the criteria for such recognition. Significant services received which create or enhance a non-financial asset or require specialized skills that the Organization would have purchased if not donated are recognized in the statements of activities.

Special events – Revenue is recorded in the period the event occurs. Donations received prior to when the event occurs are recorded in deferred revenue. Expenses related to special events are included in fundraising expenses.

Investment return – Investment return on the Organization's beneficial interest in trust assets includes realized and unrealized gains and losses, interest, and dividends, net of investment expenses, and are reported as an increase or decrease to the appropriate net asset category.

Outstanding legacies – The Organization is the beneficiary under various will and trust agreements, the total realizable amounts of which are not presently determinable. The Organization's share of such bequests is recorded when the probate courts declare the testamentary instrument valid and the proceeds measurable. Distributions from revocable trusts are recorded as revenue in the period the distribution is received.

Advertising and marketing expenses – Advertising and marketing costs are charged to expense as they are incurred. Advertising expenses for the years ended December 31, 2024 and 2023 totaled \$66,954 and \$147,315, respectively (including donated advertising valued at \$7,534 and \$8,321, respectively).

Functional allocation of expenses – The costs of providing program and supporting services have been summarized on a functional basis in the accompanying statements of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on a reasonable basis that is consistently applied on the basis of estimates of time and effort for all categories other than occupancy which is allocated on the basis of estimates of space, time, and effort.

Income taxes – The Organization is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3).

The Organization recognizes the tax benefit from uncertain tax positions only if it is more likely than not that the tax positions will be sustained on examination by the tax authorities, based on the technical merits of the position. The tax benefit is measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The Organization recognizes interest and penalties related to income tax matters, if any, in management and general expense.

The Organization had no unrecognized tax benefits at December 31, 2024 and 2023. The Organization files an exempt return in the U.S. federal jurisdiction.

Share

Notes to Financial Statements

Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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.

Subsequent events – Subsequent events are events or transactions that occur after the statement of financial position date but before the financial statements are available to be issued. The Organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the statement of financial position, including the estimates inherent in the process of preparing the financial statements. The Organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the statement of financial position but arose after the statement of financial position and before the financial statements are available to be issued.

The Organization has evaluated subsequent events through April 25, 2025, which is the date the financial statements were available to be issued.

Note 3 – Liquidity and Availability

Financial assets and liquid resources 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 for the years ended December 31:

| | <u>2024</u> | <u>2023</u> |
|---|---------------------|---------------------|
| Cash and cash equivalents | \$ 2,385,385 | \$ 2,414,360 |
| Contract and grant payments receivable | <u>2,262,517</u> | <u>2,484,568</u> |
| Total financial assets | <u>4,647,902</u> | <u>4,898,928</u> |
| Net assets with donor restrictions | <u>(828,420)</u> | <u>(719,009)</u> |
| Financial assets available to meet general expenditures within one year | <u>\$ 3,819,482</u> | <u>\$ 4,179,919</u> |

As part of the Organization's liquidity management plan, cash in excess of daily requirements is invested in money market funds and savings accounts. Although the Organization does not intend to spend from its Board-designated net assets, these amounts could be made available if necessary and totaled \$1,169,135 and \$1,105,134 at December 31, 2024 and 2023, respectively. See Note 10.

Share Notes to Financial Statements

Note 4 – Contract and Grant Payments Receivable

Contract and grant payments receivable consist of the following at December 31:

| | 2024 | 2023 |
|--|---------------------|---------------------|
| Clark County Department of Community Services | \$ 1,694,311 | \$ 1,690,512 |
| City of Vancouver | 286,080 | 414,535 |
| U.S. Department of Housing and Urban Development | 95,567 | 196,786 |
| Other | 93,199 | 97,569 |
| SWACH | 63,674 | 62,086 |
| Vancouver Housing Authority | 29,686 | 23,080 |
| | <u>\$ 2,262,517</u> | <u>\$ 2,484,568</u> |
| Total | | |

Note 5 – Beneficial Interest Held by Others

Beneficial interest held by others consists of a pooled investment account managed by the Community Foundation for Southwest Washington (CFSW). The pooled investment account consists of common stocks and other equity securities, fixed income securities, mutual funds, publicly traded partnerships and limited liability companies. The Organization is allocated a prorata portion of interest, dividends, realized and unrealized gains and losses and service fees on an annual basis.

The funds were established through a transfer of assets to CFSW in return for the contractual promise of a perpetual stream of future distributions back to Share based on CFSW's spending rate and related policies (described below). Although CFSW accepted the transferred assets subject to its own variance power, the Organization has retained a future economic beneficial interest in the transferred assets, having named itself as the beneficiary of the transferred fund and related future investment return. As of December 31, 2024, management believes that future distributions from CFSW are capable of fulfillment and consistent with CFSW's mission.

Under the terms of its agreement with CFSW, the funds are invested at the discretion of CFSW and are held in a mixture of asset classes designed to maximize return while minimizing risk. The Organization receives semi-annual distributions of investment return from its endowment fund totaling 5% of the fund's value based on a three-year rolling average. The Organization can request distributions in writing from the operating reserve fund at any time.

The balances in these investment funds are as follows as of December 31:

| | 2024 | 2023 |
|--------------------------|---------------------|---------------------|
| Operating reserve fund | \$ 356,018 | \$ 329,040 |
| Endowment fund | 272,146 | 269,666 |
| Replacement reserve fund | 813,117 | 776,094 |
| | <u>\$ 1,441,281</u> | <u>\$ 1,374,800</u> |
| Total | | |

Share

Notes to Financial Statements

Note 6 – Fair Value Measurements

Generally accepted accounting principles (GAAP) establishes a three-level hierarchy for disclosure of assets and liabilities recorded at fair value. The classification of assets and liabilities within the hierarchy is based on whether the inputs to the valuation methodology used for measurement are observable or unobservable. Observable inputs reflect market-derived or market-based information obtained from independent sources while unobservable inputs reflect estimates about market data.

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

Level 1 – Quoted prices are available in active markets for identical assets or liabilities readily accessible at the reporting date.

Level 2 – Pricing inputs are observable for the assets or liabilities, either directly or indirectly, as of the reporting date, but are not the same as those used in Level 1.

Level 3 – Pricing inputs are unobservable for the assets or liabilities and may include significant judgment or estimation.

The Organization used the following methods and significant assumptions to estimate fair value for its assets measured at fair value in the financial statements:

Beneficial interest held by others – The fair value of the beneficial interest in assets held by others is based on the fair value of fund investments as reported by CFSW. The Organization's portion of the pooled investment portfolio is not actively traded and significant other observable inputs are not available. However, the underlying investments of CFSW are measured by management of CFSW using a variety of valuation methods including Level 1, Level 2, and Level 3 inputs. As such, investments held at CSFW are measured at net asset value (NAV). There are no unfunded commitments and the redemption frequency is quarterly. There is no redemption notice period and no other restrictions.

There have been no changes in methodologies used to determine fair value during the years ended December 31, 2024 and 2023.

At December 31, 2024 and 2023, the Organization's beneficial interest held by others, measured at fair value on a recurring basis totaled \$1,441,281 and \$1,374,800, respectively.

Share

Notes to Financial Statements

Note 7 – Property and Equipment

Property and equipment consist of the following at December 31:

| | <u>2024</u> | <u>2023</u> |
|-------------------------------|----------------------------|----------------------------|
| Land | \$ 1,288,332 | \$ 1,288,332 |
| Building and improvements | 7,208,398 | 7,136,748 |
| Equipment and vehicles | <u>792,916</u> | <u>681,302</u> |
| | 9,289,646 | 9,106,382 |
| Less accumulated depreciation | <u>3,722,570</u> | <u>3,402,057</u> |
| | <u><u>\$ 5,567,076</u></u> | <u><u>\$ 5,704,325</u></u> |

Depreciation expense was \$327,628 and \$310,075 for the years ended December 31, 2024 and 2023, respectively.

Note 8 – Line of Credit

The Organization has a line of credit agreement with First Citizens Bank and Trust Company with a \$50,000 borrowing limit and a maturity date of September 29, 2025. Interest accrues at 1% above the prime rate, which was 7.50% as of December 31, 2024. There was no outstanding balance as of December 31, 2024 or 2023.

Note 9 – Net Assets without Donor Restrictions Subject to Requirements

Over its history, Share has received significant financing in the form of grants from government agencies to assist in underwriting the acquisition, development and renovation of its program facilities. If the properties are sold, transferred, refinanced or changed as to use, the grants generally become immediately payable. As of December 31, 2024 and 2023, Share has complied with all asset restrictions referred to above and also has the intention and ability to continue to comply with those restrictions. Accordingly, no liability has been recorded in the accompanying financial statements.

Share Notes to Financial Statements

Share has received grants from the following agencies with continuing compliance requirements as of December 31:

| | <u>2024</u> | <u>2023</u> |
|---|----------------------------|----------------------------|
| Washington State Housing Assistance Program and HOME Investment Partnership Program 2 (until 2049) | \$ 710,268 | \$ 753,601 |
| Clark County HOME and Community Development Block Grant 3 (until 2038) | 265,200 | 265,200 |
| Clark County Community Development Block Grant 4 (until 2031) | 441,000 | 441,000 |
| City of Vancouver Community Development Block Grant 5 (until 2031) | 225,000 | 225,000 |
| City of Vancouver Affordable Housing Fund Share House Shelter Rehabilitation Grant (until 2038) | <u>156,600</u> | <u>156,600</u> |
| | <u><u>\$ 1,798,068</u></u> | <u><u>\$ 1,841,401</u></u> |

Note 10 – Net Assets without Donor Restrictions Subject to Board Designation

The Board of Directors has designated the following funds as of December 31:

| | <u>2024</u> | <u>2023</u> |
|------------------------------|----------------------------|----------------------------|
| General operations | \$ 356,018 | \$ 329,040 |
| Restricted operating reserve | <u>813,117</u> | <u>776,094</u> |
| Total | <u><u>\$ 1,169,135</u></u> | <u><u>\$ 1,105,134</u></u> |

These funds can be used for general operations if the Board of Directors formally removes their designation.

Note 11 – Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following at December 31:

| | <u>2024</u> | <u>2023</u> |
|---------------------------------|--------------------------|--------------------------|
| Restricted for various programs | \$ 556,274 | \$ 449,343 |
| Endowment | <u>272,146</u> | <u>269,666</u> |
| | <u><u>\$ 828,420</u></u> | <u><u>\$ 719,009</u></u> |

Share

Notes to Financial Statements

Note 12 – Endowments

The Organization's endowment consists of one fund established for a variety of purposes and includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by GAAP, 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.

The Board of Directors of the Organization has interpreted the Uniform Prudent Management of Funds Act (UPMIFA or the Act) as requiring the preservation of the fair value of the original gift as of the gift date and the donor-restricted funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions: (a) the original gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the 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, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the Organization and the donor-restricted endowment fund
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 the Organization
7. The investment policies of the Organization

Return objectives and risk parameters – The Organization has adopted investment policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets that are Board-designated funds. Under this policy, as approved by the Organization, the endowment assets are invested in a manner that is intended to produce results that equal or exceed the long-term certificate of deposit interest rate while assuming a moderate level of investment risk. The Organization expects its endowment funds, over time, to provide an average rate of return of approximately 5% annually. Actual returns in any given year may vary from this amount.

Strategies employed for achieving objective – To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization has invested its endowments with a community foundation meeting its overall investment objectives.

Spending policy and how the investment objectives relate to spending policy – The Organization provides funding to its various programs supported by its endowment funds. Those net assets held in perpetuity are held such that the corpus is maintained per the donor restrictions; there is no requirement to increase the corpus through earnings. All earnings are available for expenditure when earned. The Organization's spending policy does not allow for spending over that allowed by UPMIFA, or 7%. The spending rate is determined annually.

Share Notes to Financial Statements

Endowment net assets and changes in endowment net assets for the year ended December 31, 2024 are as follows:

| | <u>Without Donor Restrictions</u> | <u>With Donor Restrictions</u> | <u>Total</u> |
|--|---------------------------------------|------------------------------------|---------------------|
| Endowment net assets at December 31, 2023 | \$ 1,105,134 | \$ 269,666 | \$ 1,374,800 |
| Contributions | 11,325 | - | 11,325 |
| Investment return, net | 62,377 | 15,626 | 78,003 |
| Appropriation of endowment for expenditure | <u>(9,701)</u> | <u>(13,146)</u> | <u>(22,847)</u> |
| Endowment net assets at December 31, 2024 | <u>\$ 1,169,135</u> | <u>\$ 272,146</u> | <u>\$ 1,441,281</u> |

Endowment net assets and changes in endowment net assets for the year ended December 31, 2023 are as follows:

| | <u>Without Donor Restrictions</u> | <u>With Donor Restrictions</u> | <u>Total</u> |
|--|---------------------------------------|------------------------------------|---------------------|
| Endowment net assets at December 31, 2022 | \$ 1,006,504 | \$ 259,658 | \$ 1,266,162 |
| Contributions | 13,370 | - | 13,370 |
| Investment return, net | 93,968 | 25,800 | 119,768 |
| Appropriation of endowment for expenditure | <u>(8,708)</u> | <u>(15,792)</u> | <u>(24,500)</u> |
| Endowment net assets at December 31, 2023 | <u>\$ 1,105,134</u> | <u>\$ 269,666</u> | <u>\$ 1,374,800</u> |

During the year ended December 31, 2023, Share took a distribution from the Board-designated endowment in the amount of \$400,000. The amount was transferred back to the Board-designated endowment during the year.

Share

Notes to Financial Statements

Note 13 – Contributed Nonfinancial Assets

Contributed nonfinancial assets are as follows at December 31:

| | 2024 | 2023 |
|-------------|-------------------|-------------------|
| Food | \$ 628,744 | \$ 321,191 |
| Rent | 279,088 | 325,191 |
| Gift cards | 26,419 | 32,984 |
| Advertising | 7,534 | 8,321 |
| Other | 53,227 | 127,011 |
| | <u> </u> | <u> </u> |
| Total | <u>\$ 995,012</u> | <u>\$ 814,698</u> |

The majority of contributed nonfinancial assets are rent, food, gift cards for fundraising purposes, advertising and other items the Organization utilizes to provide their services. The estimated fair value of these services is based on information provided by third parties and market prices. None of the contributed nonfinancial assets contain donor restrictions at December 31, 2024 and 2023.

The Organization receives in-kind rental relief from the Vancouver Housing Authority where Share operates two different facilities to house individuals and families. The value of this rent relief was approximately \$279,000 and \$325,000 for 2024 and 2023, respectively. The Organization receives substantially all food supplies from Surplus Food Commodities, local area grocers and public donations. In addition, the Organization is qualified to purchase food from the Clark County Food Bank at a reduced rate. The fair value of donated items and discounts has been estimated and recorded in the accompanying statements of activities. The fair value of such items was approximately \$629,000 and \$322,000 for 2024 and 2023, respectively. The continued availability of these food supply resources is essential to the Organization's program services.

Note 14 – Commitments and Contingencies

The grant revenues reported in the accompanying statements of activities are subject to audit and adjustment by grantor agencies. Grant revenues relating to costs, which may be ultimately questioned or disallowed by the grantor agencies, may become a liability of Share as a result of audit findings.

Note 15 – Retirement Plan

The Organization makes available to its regular employees a Safe Harbor 401(k) (the "Plan") and matches eligible employee contributions to the Plan. Share will match eligible employee contributions to the Plan up to 4% of gross salary. Employees are eligible to participate in the Plan after one year of employment. Contributions made by the Organization to the Plan were \$71,251 and \$95,213 for the years ended December 31, 2024 and 2023, respectively.

Share

Notes to Financial Statements

Note 16 – Concentrations

Revenue – The Organization receives a majority of its revenues from various federal, state and local government agencies, and is subject to certain risks of the legislative process in securing continued funding for the Organization's programs. A significant reduction in the level of this funding could adversely affect the Organization's ability to provide programs and services.

Financial institutions – As of December 31, 2024 and 2023, the Organization's cash and cash equivalents were maintained with seven financial institutions in the United States, and current deposits in two of them are in excess of federally insured limits. Although balances may, at times, exceed this limit, the Organization has not experienced any losses in such accounts.

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

The Board of Directors
Share

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Share (the Organization) which comprise the statement of financial position as of December 31, 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 and have issued our report thereon dated April 25, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Share's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Share's internal control. Accordingly, we do not express an opinion on the effectiveness of Share's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Share's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
April 25, 2025

Report of Independent Auditors on Compliance for the Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Directors
Share

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Share's (Share or the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended December 31, 2024. Share's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Share complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2024.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Share and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the major federal program. Our audit does not provide a legal determination of Share's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Share's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Share's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Share's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Share's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Share's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Share's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Moss Adams LLP

Portland, Oregon
April 25, 2025

Share
Schedule of Findings and Questioned Costs
Year Ended December 31, 2024

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported
- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

Identification of major federal program and type of auditor's report issued on compliance for major federal programs:

| <i>Federal Assistance Listing Number</i> | <i>Name of Major Federal Program or Cluster</i> | <i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i> |
|--|---|---|
| 14.267 | Continuum of Care Program | Unmodified |

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Supplementary Information

Share
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal Assistance Listing Number | Pass-Through Entity Identifying Number | Amounts Provided to Subrecipients | Federal Expenditures |
|--|-----------------------------------|--|-----------------------------------|----------------------|
| U.S. Department of Agriculture Pass-Through Programs From: | | | | |
| Washington Office of Superintendent of Public Instruction - Child and Adult Care Food Program | 10.558 | 159548 | \$ - | \$ 9,918 |
| Child Nutrition Cluster | | | | |
| Washington Office of Superintendent of Public Instruction - Summer Food Service Program for Children | 10.559 | 159548 | - | 61,192 |
| Total Child Nutrition Cluster | | | - | 61,192 |
| Food Distribution Cluster | | | | |
| Washington State Department of Agriculture - The Emergency Food Assistance Program | 10.569 | Unknown | - | 36,514 |
| Total Food Distribution Cluster | | | - | 36,514 |
| Total U.S. Department of Agriculture | | | - | 107,624 |
| U.S. Department of Housing and Urban Development Direct Programs: | | | | |
| Continuum of Care Program | 14.267 | N/A | - | 872,985 |
| Subtotal U.S. Department of Housing and Urban Development Direct Programs | | | - | 872,985 |
| U.S. Department of Housing and Urban Development Pass-through Programs From: | | | | |
| CDBG - Entitlement Grants Cluster | | | | |
| Clark County - Community Development Block Grants/Entitlement Grants | 14.218 | 2310 | - | 65,576 |
| Entitlement Grants | | | | |
| City of Vancouver - Community Development Block Grants/Entitlement Grants | 14.218 | PRJ100601, PRJ101056 | - | 2,187 |
| Total CDBG - Entitlement Grants Cluster | | | - | 67,763 |
| Clark County - Home Investment Partnerships Program | 14.239 | 23H4 | - | 222,832 |
| City of Vancouver - Home Investment Partnerships Program | 14.239 | PRJ100602, PFJ100801 | - | 7,134 |
| Subtotal 14.239 | | | - | 229,966 |
| Subtotal U.S. Department of Housing and Urban Development Direct Programs | | | - | 297,729 |
| Total U.S. Department of Housing and Urban Development | | | - | 1,170,714 |
| U.S. Department of Health and Human Services Pass-Through Programs From: | | | | |
| Southwest Washington Accountable Community of Health - National Organizations of State and Local Officials | 93.323 | N/A | - | 166,469 |
| Clark County - Community Services Block Grant | 93.569 | 2022-CSBG-06 | - | 90,000 |
| Subtotal U.S. Department of Health and Human Services Pass-Through Programs | | | - | 256,469 |
| Total U.S. Department of Health and Human Services | | | - | 256,469 |
| Total expenditures of federal awards | | | \$ - | \$ 1,534,807 |

See notes to schedule of expenditures of federal awards.

Share
Notes to Schedule of Expenditures of Federal Awards
Year Ended December 31, 2024

Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Share (Share or the Organization) under programs of the federal government for the year ended December 31, 2024. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended and does not present the financial position, changes in net assets or cash flows of the Organization.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3 – Indirect Cost Rate

During the current year, the Organization elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

