

SPOKANE NEIGHBORHOOD ACTION PARTNERS

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEARS ENDED DECEMBER 31, 2022 AND 2021

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
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INDEPENDENT AUDITORS' REPORT

Board of Directors
Spokane Neighborhood Action Partners
Spokane, WA

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Spokane Neighborhood Action Partners (SNAP), which comprise the consolidated statements of financial position as of December 31, 2022 and 2021, and the related consolidated statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of SNAP, as of December 31, 2022 and 2021, and changes in 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 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 SNAP and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about SNAP's ability to continue as a going concern for one year after the date that the financial statements are issued

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 SNAP'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about SNAP'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.


Other Information

Our audit was conducted for the purpose of forming an opinion on the consolidated 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 consolidated financial statements. The supplementary information on pages 39-43 and pages 59-61 are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 21, 2023 on our consideration of SNAP'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 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 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 SNAP's internal control over financial reporting and compliance.



Aiken & Sanders, Inc., PS
Certified Public Accountants
& Management Consultants

June 21, 2023

SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2022 and 2021	2022	2021
ASSETS		
Cash and cash equivalents	\$ 5,240,521	\$ 4,975,278
Restricted cash (note 1)	3,565,772	3,772,385
	8,806,293	8,747,663
Accounts receivable, primarily grantor agencies (note 1)	4,373,640	4,144,656
Pledges receivable, less discount of \$0 and \$0 for 2022 and 2021, respectively (note 14)	-	3,210
Loans receivable, less allowance and discount of \$1,159,516 and \$1,184,752 for 2022 and 2021, respectively (note 10)	8,264,001	7,880,773
Related party note receivable, less allowance of \$0 for 2022 and 2021, respectively. Less discount of \$442,981 and \$450,664 for 2022 and 2021, respectively (note 9)	162,019	154,336
Inventory (note 1)	76,583	85,214
Prepaid expenses (note 1)	277,598	207,889
Investments (note 11)	553,644	539,026
Beneficial interest in assets held by Innovia Foundation (note 12)	357,921	412,412
Property and equipment, net (note 6)	16,640,501	15,521,935
Operating lease right of use assets (note 8)	65,609	-
Finance lease right of use assets (note 8)	8,645	-
Other assets (note 4)	310,736	376,091
TOTAL ASSETS	\$ 39,897,190	\$ 38,073,205

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

SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2022 and 2021	2022	2021
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 2,846,377	\$ 2,455,777
Funds held for others	77,712	98,983
Revolving loan funds payable (note 10)	659,754	748,489
Loans and mortgages payable (note 5)	9,317,424	8,422,123
Investment loans payable (note 10)	4,000,000	4,000,000
Operating lease liability payable (note 8)	66,244	-
Finance lease liability payable (note 8)	8,645	-
Deferred revenues (note 1)	131,816	641,772
TOTAL LIABILITIES	17,107,972	16,367,144
NET ASSETS		
Without donor restrictions (note 13):		
Undesignated	4,544,651	4,041,680
Board designated for replacement and operations of SNAP rental properties	1,231,835	1,291,707
Board designated for operating reserves	926,085	749,239
Board designated beneficial interest in assets held by Innovia	357,921	431,917
Invested in property and equipment, net of related debt	7,757,885	7,671,857
	14,818,377	14,186,400
With donor restrictions:		
Purpose restrictions	7,970,841	7,519,661
TOTAL NET ASSETS	22,789,218	21,706,061
TOTAL LIABILITIES AND NET ASSETS	\$ 39,897,190	\$ 38,073,205

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF ACTIVITIES**

YEAR ENDED DECEMBER 31, 2022	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Governmental awards	\$ 36,109,645	\$ -	\$ 36,109,645
Public support and private donations	11,824,506	550,972	12,375,478
Client fees and matching contributions	3,890,641	98,802	3,989,443
Other income (expense)	93,725	-	93,725
In-kind (note 3)	29,711	-	29,711
Interest income	501,175	-	501,175
Net assets released from restrictions:			
Satisfaction of program restrictions (note 13)	198,594	(198,594)	-
TOTAL REVENUE AND OTHER SUPPORT	52,647,997	451,180	53,099,177
EXPENSES			
Program services			
Community Action	17,198,013	-	17,198,013
Housing Services	8,142,558	-	8,142,558
Essential Connections	21,035,073	-	21,035,073
Financial Stability	3,396,104	-	3,396,104
Supporting services			
Community Action	1,340,729	-	1,340,729
Housing Services	417,947	-	417,947
Essential Connections	43,273	-	43,273
Financial Stability	62,288	-	62,288
Fundraising	380,035	-	380,035
TOTAL EXPENSES	52,016,020	-	52,016,020
Change in net assets	631,977	451,180	1,083,157
Net assets, beginning of year	14,186,400	7,519,661	21,706,061
Net assets, end of year	\$ 14,818,377	\$ 7,970,841	\$ 22,789,218

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF ACTIVITIES**

YEAR ENDED DECEMBER 31, 2021	2021		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Governmental awards	\$ 38,078,446	\$ -	\$ 38,078,446
Public support and private donations	9,511,544	231,898	9,743,442
Client fees and matching contributions	4,775,223	976,333	5,751,556
Other income (expense)	233,941	-	233,941
In-kind (note 3)	27,666	-	27,666
Interest income	572,190	-	572,190
Net assets released from restrictions:			
Satisfaction of program restrictions (note 13)	644,495	(644,495)	-
TOTAL REVENUE AND OTHER SUPPORT	53,843,505	563,736	54,407,241
EXPENSES			
Program services			
Community Action	13,731,022	-	13,731,022
Housing Services	8,288,853	-	8,288,853
Essential Connections	23,446,271	-	23,446,271
Financial Stability	5,512,681	-	5,512,681
Supporting services			
Community Action	1,087,630	-	1,087,630
Housing Services	390,725	-	390,725
Essential Connections	71,247	-	71,247
Financial Stability	65,035	-	65,035
Fundraising	318,127	-	318,127
TOTAL EXPENSES	52,911,591	-	52,911,591
Change in net assets	931,914	563,736	1,495,650
Net assets, beginning of year	13,254,486	6,955,925	20,210,411
Net assets, end of year	\$ 14,186,400	\$ 7,519,661	\$ 21,706,061

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

YEAR ENDED DECEMBER 31, 2022							2022
	Program Services				Supporting Services	Fundraising	Total
	Community Action	Housing Services	Essential Connections	Financial Stability			
Salaries	\$ 1,890,073	\$ 1,960,381	\$ 1,802,659	\$ 815,836	\$ 1,668,406	\$ 169,632	\$ 8,306,987
Employee benefits	432,579	488,816	426,284	182,194	381,162	38,506	1,949,541
Employee payroll taxes	164,514	258,478	162,257	68,529	145,514	14,105	813,397
Total salaries and related expenses	2,487,166	2,707,675	2,391,200	1,066,559	2,195,082	222,243	11,069,925
Specific assistance to individuals	13,577,107	1,934,622	17,609,002	1,753,322	-	-	34,874,053
Subcontracted services	352,550	(26,718)	166,150	-	-	-	491,982
Utilities	3,510	7,126	-	-	44,696	-	55,332
Occupancy	88,610	144,510	85,371	53,834	(133,854)	14,240	252,711
Building maintenance/capital purchase and offset	(39,436)	(91,354)	-	-	49,115	-	(81,675)
Communications	24,346	22,458	37,754	15,811	168,798	8,324	277,491
Supplies	59,484	35,494	41,390	20,063	110,179	10,612	277,222
Printing and copying	3,648	13,141	183	5,752	16,904	11,541	51,169
Insurance	22,210	239,073	94,547	4,679	21,224	479	382,212
Expendable tools	-	45,353	-	-	-	-	45,353
Transportation	1,100	49,295	35,782	792	1,449	693	89,111
Vehicle maintenance	35	15,665	3,192	-	843	-	19,735
Travel	4,598	356	413	2,922	6,241	-	14,530
Dues, memberships, and registrations	920	885	194	1,650	11,504	1,937	17,090
Training	2,145	41,342	3,282	851	7,023	2,066	56,709
Professional fees	199,371	163,825	42,502	129,887	466,037	39,830	1,041,452
Interest expense	45,939	58,043	-	121,771	67,038	-	292,791
In-kind	7,400	-	8,651	1,187	3,750	8,723	29,711
Miscellaneous	14,387	(355)	3,217	1,160	33,348	5,697	57,454
Property management - SNAP properties	-	2,065,631	-	-	-	-	2,065,631
Pooled general expenses	136,619	38,047	289,671	115,955	(608,558)	28,266	-
Pooled network expenses	206,304	239,327	221,872	99,909	(788,398)	20,985	(1)
Total expenses before depreciation	17,198,013	7,703,441	21,034,373	3,396,104	1,672,421	375,636	51,379,988
Depreciation	-	439,117	700	-	191,816	4,399	636,032
TOTAL EXPENSES	\$ 17,198,013	\$ 8,142,558	\$ 21,035,073	\$ 3,396,104	\$ 1,864,237	\$ 380,035	\$ 52,016,020
Total Program Expenses	<u>\$ 49,771,748</u>						

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

YEAR ENDED DECEMBER 31, 2021							2021
	Program Services						
	Community Action	Housing Services	Essential Connections	Financial Stability	Supporting Services	Fundraising	Total
Salaries	\$ 1,493,298	\$ 1,859,760	\$ 1,409,230	\$ 769,560	\$ 1,555,948	\$ 116,762	\$ 7,204,558
Employee benefits	379,511	474,515	346,791	166,931	335,155	27,651	1,730,554
Employee payroll taxes	212,494	261,675	167,545	70,194	174,732	10,613	897,253
Total salaries and related expenses	2,085,303	2,595,950	1,923,566	1,006,685	2,065,835	155,026	9,832,365
Specific assistance to individuals	10,518,010	2,593,221	20,613,945	4,026,846	-	-	37,752,022
Subcontracted services	261,096	(44,261)	170,600	-	-	-	387,435
Utilities	3,394	6,891	-	-	43,337	-	53,622
Occupancy	102,416	143,216	66,081	55,011	(96,313)	12,339	282,750
Building maintenance/capital purchase and offset	(334,145)	(168,649)	5,712	-	(14,647)	-	(511,729)
Communications	46,868	18,340	40,374	27,337	133,622	9,780	276,321
Supplies	167,709	44,315	95,642	17,625	112,436	5,329	443,056
Printing and copying	5,460	7,151	136	4,295	14,786	9,470	41,298
Insurance	31,011	192,869	60,856	3,995	19,335	297	308,363
Expendable tools	-	36,048	-	-	-	-	36,048
Transportation	1,318	35,785	21,385	388	2,222	461	61,559
Vehicle maintenance	1,249	26,301	2,076	-	509	-	30,135
Travel	-	-	-	-	558	-	558
Dues, memberships, and registrations	170	-	205	1,260	12,139	1,443	15,217
Training	1,865	16,196	1,701	4,453	9,619	2,643	36,477
Professional fees	389,051	76,638	51,135	68,822	300,575	73,706	959,927
Interest expense	65,953	73,373	-	103,727	43,459	-	286,512
In-kind	1,177	5,200	8,944	-	148	1,140	16,609
Miscellaneous	22,621	(6,225)	1,964	3,532	19,467	8,079	49,438
Property management - SNAP properties	-	1,949,776	-	-	-	-	1,949,776
Pooled general expenses	111,294	43,540	227,353	101,335	(504,306)	20,784	-
Pooled network expenses	145,771	208,857	154,596	87,370	(609,827)	13,232	(1)
Management fees	103,431	-	-	-	(103,431)	-	-
Total expenses before depreciation	13,731,022	7,854,532	23,446,271	5,512,681	1,449,523	313,729	52,307,758
Depreciation	-	434,321	-	-	165,114	4,398	603,833
TOTAL EXPENSES	\$ 13,731,022	\$ 8,288,853	\$ 23,446,271	\$ 5,512,681	\$ 1,614,637	\$ 318,127	\$ 52,911,591
Total Program Expenses	<u>\$ 50,978,827</u>						

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF CASH FLOWS**

YEARS ENDED DECEMBER 31, 2022 and 2021	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,083,157	\$ 1,495,650
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	636,032	603,833
(Gain) Loss from investments in partnerships	(70,935)	(6,806)
(Gain) Loss from disposal of assets	57,966	-
Operating lease right of use asset	66,244	-
Finance lease right of use asset	8,645	-
Change in value of beneficial interest in assets held by Innovia	81,726	(55,443)
Decrease in related party receivable allowance	(769)	(952)
Decrease in receivables allowance and discount	(80,518)	(90,927)
Change in assets and liabilities:		
Receivables	(225,775)	2,423,842
Pledge receivables	3,210	-
Prepaid expenses	(69,709)	(34,381)
Inventory	8,631	(4,495)
Other assets	65,355	(168,343)
Accounts payable, accrued expenses, and other liabilities	390,600	(1,389,733)
Loan funds payable	(88,735)	227,447
Investment loans payable	-	1,000,000
Refundable advances	(21,271)	1,959
Deferred revenues	(509,956)	(231,313)
Net cash provided (used) by operating activities	1,333,898	3,770,338
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property	-	8,707
Purchases of property, plant, and equipment	(1,472,694)	(323,318)
Purchase of beneficial interest in Innovia Foundation	(19,556)	(47,591)
Proceeds from beneficial interest in Innovia Foundation	38,607	-
Loans receivable payments	1,272,783	1,857,310
Loans receivable issued	(1,633,775)	(3,393,657)
Net cash provided (used) by investing activities	(1,814,635)	(1,898,549)
CASH FLOWS FROM FINANCING ACTIVITIES		
Operating lease liability	(65,609)	-
Finance lease liability	(8,645)	-
Proceeds from long-term debt	794,400	480,222
Payments on long-term debt	(180,779)	(239,120)
Net cash provided (used) by financing activities	539,367	241,102
NET CHANGE IN CASH AND CASH EQUIVALENTS	58,630	2,112,891
Cash and cash equivalents, beginning of year	8,747,663	6,634,772
Cash and cash equivalents, end of year	\$ 8,806,293	\$ 8,747,663

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

SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATED STATEMENT OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2022 and 2021	2022	2021
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION		
Cash paid during the year for interest	<u>\$ 292,791</u>	<u>\$ 286,512</u>

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

Spokane Neighborhood Action Partners (SNAP) administers grants and contracts in four core/primary program areas: Community Action, Financial Stability, Essential Connections and Housing Services. The Community Action Core provides direct assistance through programs that provide utility support in heating and water assistance. The Financial Stability Core offers services that strengthen or grow financial potential through programs that teach people how to manage their money, clean up their credit, become responsible homeowners, and develop small businesses. The Essential Connections Core focuses on efforts that catalyze greater community engagement in the issues and causes of poverty, rental assistance, long term care Ombudsman advocacy, transportation and services for people experiencing homelessness. The Housing Services Core helps people acquire and sustain decent, affordable housing with programs that provide rental housing, weatherization and repairs for housing, conservation and education.

Principles of Consolidation

The consolidated financial statements include the accounts of SNAP, SNAP Financial Access, Pine Villa Associates, LLC, Riverwalk Point I, LLC and various projects aggregated in an account designated “L&S Housing”. All significant intercompany transactions and balances have been eliminated.

SNAP Financial Access (SFA) is a Washington nonprofit corporation that was incorporated in 2005 under the name Neighborhood Assets. It later changed its name to SNAP Financial Access. SFA was incorporated for the purpose of becoming a Community Development Financial Institution (CDFI), with the goal of increasing the availability of housing and economic opportunity for low-income people by providing training, counseling, and capital. SFA received its CDFI Certification from the Department of Treasury, and is recognized by the Internal Revenue Service (IRS) as a 501(c)(3) organization. SNAP is the sole member of SFA. In this regard, SNAP has a controlling financial interest in SFA, and SFA is considered to be a “subsidiary” of SNAP under GAAP. In accordance with GAAP, the financial statements of SNAP and SFA are consolidated.

Pine Villa Associates, LLC (Pine Villa) is a Washington limited liability company that was formed in 2014. Its primary asset consists of a 50-unit low-income housing project located at 33 E. Graves Road in Spokane, Washington. SNAP is the sole member of Pine Villa and, for purposes of GAAP, the financial statements of SNAP and Pine Villa are consolidated.

Riverwalk Point I, LLC (RWPI) is a Washington limited liability company that was formed in 2001. Its primary asset consists of a 53-unit low-income housing project located at 5008 E. Buckeye in Spokane, Washington. SNAP is the sole member of RWPI. In this regard, SNAP has a controlling financial interest in RWPI and, for purposes of GAAP, the financial statements of SNAP and RWPI are consolidated.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The account "L&S Housing" represents SNAP's controlling interest in the low-income housing properties owned by L&S Columbia, Ltd., A Limited Partnership (L&S Columbia), and SNAP Rural Housing, LLC (SRH); as well as SNAP's and SRH's investments in Wilbur Associates (a Washington limited partnership that owns Hillcrest Village, see Note 11 Investments).

In 2020 SNAP purchased a controlling interest in L&S Columbia, whose primary assets consist of a 95% limited partner interest in two subsidiary limited partnerships: L&S Kettle Falls Ltd, A Limited Partnership (Woodhaven), which owns an 18-unit, low-income housing project located at 465 W 6th, Kettle Falls, WA; and L&S Investments, A Limited Partnership (Republic Gardens), which owns a 17-unit, low-income housing project located at 627 South Madison, Republic, WA.

At the time these reports were produced, SNAP had not received the 2022 Tax Reports of Partnership Income for L&S Columbia and therefore, the values presented below for 2022 are estimates based on financial statements available at the time.

At December 31, 2022 and 2021, SNAP's limited partnership interest in L&S Columbia, had an estimated value of \$54,316 and \$843, respectively.

SRH is a Washington limited liability company that was formed by SNAP in 2020. Its primary assets consist of 5% general partner interests in L&S Columbia, Hillcrest Village, Woodhaven, and Republic Gardens.

At December 31, 2022 and 2021, SNAP Rural Housing LLC's general partnership interest in L&S Columbia Ltd. had an estimated value of \$4,298 and \$1,454, respectively.

Basis of Accounting

SNAP's accounting records are maintained on the accrual method of accounting.

Financial Statement Presentation

The consolidated financial statements of SNAP have been prepared in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Financial Statements of Not-for-Profit Organizations.

Use of Accounting Estimates

The consolidated financial statements have been prepared in accordance with GAAP, accounting principles generally accepted in the United States of America. In preparing the consolidated financial statements, management is required to make estimates and assumptions that affect the reported amounts of certain assets and liabilities as of the date of the consolidated financial statements. Actual results could differ, either positively or negatively, from those estimates.

Significant estimates include the allowance for loss provisions on performing loans receivable, present value discount of deferred loan receivables, the provision for depreciation, and the allocation of expenses by function.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash and cash equivalents include all cash accounts, money market accounts, and temporary cash investments with an original maturity of three months or less.

Restricted Cash

Restricted cash includes cash held for others (client deposits) of \$77,712 and \$98,983 and cash held for client loan programs of \$1,357,426 and \$1,497,682 (loan loss reserves and the Small Business Administration, SBA), as of December 31, 2022 and 2021, respectively. Board designated cash for properties and operating reserves consisted of \$2,130,634 and \$2,175,720 as of December 2022 and 2021, respectively.

Receivables

Accounts receivable are stated at amounts billed to the contractor or government agency. Accounts receivable are unsecured and do not accrue interest. An allowance for doubtful accounts has not been established since management is of the opinion that all accounts receivable at year-end are fully collectible. Receivables are considered past due if not collected within 90 days. SNAP does not charge interest on past due receivables. As of December 31, 2022, all receivables are current. There were no bad debts recognized during the years ended December 31, 2022 and 2021.

Loans Receivable

SNAP obtains funds to loan to individuals. As further discussed in Note 10, an allowance for loan loss provisions is provided, and amounts are recorded at their discounted present value if the terms do not include regular monthly payments. The allowance for loan loss provisions is based on expected nonpayment of loans granted to low-income individuals.

Inventory

Inventories are stated at the lower of cost, determined on a first "in", first "out" basis, or net realizable value.

Investments

SNAP records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Net investment income/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Investments in partnerships are valued using the equity method of accounting (see Note 11).

Property and Equipment

Property, equipment, and improvements are capitalized at cost; donated assets are valued at their estimated fair value when donated. Assets over \$5,000 are capitalized. Depreciation is computed using the straight-line method over estimated useful lives

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

of the assets, which are as follows:

Equipment	3 – 7 Years
Buildings and Residences	30 - 50 Years
Leasehold Improvements	Useful Life Varies on Improvement

Equipment purchased for grant programs in which SNAP does not obtain title is recorded as an expense and is charged against the related grant program. SNAP uses federally owned vehicles and equipment with an initial cost of \$135,644 and \$135,644 at December 31, 2022 and 2021, respectively.

If SNAP retains title, the assets are capitalized and depreciated over their estimated useful lives.

Long-Lived Assets

SNAP, using its best estimates based on reasonable and supportable assumptions and projections, reviews assets for impairment whenever events or changes in circumstances have indicated that the carrying amount of its assets might not be recoverable. Impaired assets are recorded at the lower of cost or fair value.

Deferred Revenues

SNAP receives payment for some services in advance. The payments are recorded as deferred revenues and are recognized as revenue when the services are rendered.

Income Tax Status

SNAP is a nonprofit entity exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and is not classified as a private foundation.

SNAP Financial Access is a nonprofit entity exempt from federal income taxes under Section 501(c)(3) of the IRC and is not classified as a private foundation.

Pine Villa Associates is a single owner (SNAP) LLC, and by default is disregarded as an entity separate from its owner.

Riverwalk Point I is a single owner (SNAP) LLC, and by default is disregarded as an entity separate from its owner.

SNAP Rural Housing is a single owner (SNAP) LLC, and by default is disregarded as an entity separate from its owner.

Net Assets Without Donor Restrictions

Net assets without donor restrictions include resources that are not restricted by the donor and are available for the operations of SNAP without limitation. Net assets without donor restrictions also include resources restricted by donor-imposed criteria for which the restrictions are met within the same time period as the funds are received.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets With Donor Restrictions

Net asset with donor restrictions are those whose use by SNAP has been limited by donors to a specific time period or purpose (see Note 13). Upon the fulfillment of the purposes for which the net assets were restricted, expiration of a donor-imposed restriction or withdrawal of a restriction by a donor, temporarily restricted net assets are reclassified to net assets without donor restrictions.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of activities and in the consolidated statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Supporting services includes management and general costs.

Recognizing Revenue from Contracts with Customers

Upon receipt of an advance from grants and contracts from their funding sources, SNAP recognizes deferred revenue in the amount of the advance for its performance obligation to perform services in the future. At December 31, 2022 and 2021, SNAP recorded deferred revenue of \$131,816 and \$641,772, respectively, which SNAP expects to recognize as revenue in the following year, when it performs those services and, therefore, satisfies its performance obligation to the funding sources.

The balances of receivables and deferred revenue from grants and contracts were as follows as of December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Accounts Receivable	\$ 4,373,640	\$ 4,144,656
Deferred Revenue	\$ 131,816	\$ 641,772

Accounting for Contributions Received and Contributions Made

FASB ASU 2018-08 applies to both resource recipients and resource providers and assists in evaluating whether a transfer of assets is an exchange transaction or a contribution and also assists with distinguishing between conditional and unconditional contributions. Distinguishing between contributions and exchange transactions determines which guidance should be applied. For contributions, the guidance in Subtopic 958-605 is followed and for exchange transactions, Topic 606 is followed.

Leases

SNAP recognizes and measures its leases in accordance with FASB ASC 842, leases. SNAP is a lessee in several noncancellable operating leases, for office space and office equipment. SNAP determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. SNAP recognizes a lease liability and a right of use (ROU) asset at the commencement date of the lease. The lease liability is initially and subsequently recognized based on the present value of its future lease payments. The discount rate is the implicit rate if it is readily determinable or otherwise SNAP uses the U.S.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Treasury Bill risk free rate with a term equivalent to the lease term. The implicit rate of the leases were not readily determinable and accordingly, SNAP used the U.S. Treasury Bill risk free rate based on the information available at the commencement date for the leases.

The ROU asset is subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments). Lease cost for lease payments is recognized on a straight-line basis over the lease term.

Management classifies all leases greater than \$5,000 in value and twelve months or more in length as operating or finance leases. In order to meet the classification as a finance lease, leases must meet at least one of the following criteria; 1) the lease transfers ownership of the underlying asset to the lessee by the end of the lease term, 2) the lease grants the lessee an option to purchase the underlying asset that the lessee is reasonably certain to exercise, 3) the lease term is for a major part of the economic life of the leased asset, 4) the present value of the sum of the lease payments and any residual value equals or exceeds substantially all of the fair value of the underlying asset, or 5) the underlying asset is of such a specialized nature that it is expected to have no alternative use to the lessor at the end of the lease term.

SNAP has elected, for all underlying classes of assets, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement, and do not include an option to purchase the underlying asset that SNAP is reasonable certain to exercise. We recognize lease cost associated with the short-term leases on a straight-line basis over the lease term. See note 8.

Subsequent Events

Subsequent events have been evaluated through June 21, 2023, which is the date the consolidated financial statements were available to be issued.

NOTE 2 RETIREMENT PLAN

SNAP has a 403(b) tax deferred annuity retirement plan (the Plan). The Plan covers substantially all employees. An employee must be employed by SNAP for one year and have worked for 1,000 hours to participate.

SNAP funds a contribution under the plan which is equal to 6% of covered employees' compensation.

Retirement plan expense for SNAP was \$399,052 and \$353,035 in 2022 and 2021, respectively.

NOTE 3 DONATED GOODS AND SERVICES

A substantial number of volunteers have donated significant amounts of time to SNAP's program services and to its fundraising campaigns. No amounts have been recognized in the consolidated statement of activities since services rendered by

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 3 DONATED GOODS AND SERVICES (CONTINUED)

SNAP's volunteers do not fall into the criteria established by FASB in this area.

Donated goods, including software, are recorded at fair value at the date of donation.

SNAP records donated services that meet the criteria established by FASB, including advertising, at the estimated fair value of the services received on the date of donation.

In-kind revenues recording these donations consist of the following:

	2022	2021
Donated Goods and Services, Recorded as In-Kind	<u>\$ 29,711</u>	<u>\$ 27,666</u>

NOTE 4 UNEMPLOYMENT BENEFITS

SNAP has elected to provide unemployment benefits through the 501(c) Agencies Trust (the Trust). SNAP makes payments into the Trust to fund benefit and required reserves, and the Trust administers the plan and remits benefits to eligible recipients.

At December 31, 2022 and 2021, SNAP had funds on deposit with the Trust of \$310,736 and \$376,091, respectively. A corresponding liability has been accrued for the estimated cost of claims at December 31, 2022 and 2021 of \$310,736 and \$376,091, respectively.

NOTE 5 LOANS AND MORTGAGES PAYABLE

	2022		2021	
	Current Portion	Long-Term Portion	Balance	Balance
Patrician Apartments: 102 East Second				
Loan Number 2-92-410-31B				
Noninterest-bearing note payable to Washington State Department of Commerce; due and payable on December 31, 2042; secured by real estate.	\$ -	\$ 155,000	\$ 155,000	\$ 155,000
Contract Number OPR 94-251 (HOME Loan)				
Noninterest-bearing note payable to the City of Spokane; due and payable upon sale of Patrician Apartments, refinancing, change of use, or March 31, 2024. The note is secured by a deed of trust on real estate.	-	197,500	197,500	197,500
Total Patrician Apartments	-	352,500	352,500	352,500

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
			Balance
Avondale Apartments: 229 West Second			
Contract Number 5-92-491-22A			
Noninterest-bearing note payable to the Washington State Department of Commerce; due and payable in annual installments of \$7,323; Payments were deferred due to Covid from mid-2020 through 2022; Secured by real estate, matures December 31, 2042.	7,323	161,102	168,425
			168,425
Pacific Apartments: 2701-21 East Pacific			
Contract Number 00-49300-563			
Noninterest-bearing note payable to Washington State Department of Commerce. The loan balance will be forgiven on December 31, 2026; secured by real estate.	-	358,089	358,089
			358,089
Windsor Apartments: 9522 East 8th			
Contract Number 95-491-20A			
Noninterest-bearing note payable to Washington State Department of Commerce; due and payable in annual installments of \$4,200. Payments deferred due to Covid from mid-2020 through 2022; Secured by real estate; matures June 30, 2046.	4,200	109,200	113,400
			113,400
Windermere Apartments: 907/916 East Sinto			
Contract Number 98-49300-482			
Note payable to Washington State Department of Commerce; payable in annual installments of \$9,197, including interest at 1% Payments deferred due to Covid from mid-2020 through 2022; Final payment shall be due September 30, 2049; Secured by real estate.	6,752	230,588	237,340
			237,340
Collins Apartments: 204 South Wall			
Contract Number City Forgivable Loan			
Noninterest-bearing note payable to the City of Spokane; due and payable when the Collins Apartments are sold. A sale is pending. If sold prior to 2044, the loan will not be forgiven. Matures in 2044. Secured by real estate.	117,000	-	117,000
			117,000

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
Contract Number 98-40497-207 (HOME Loan)			
Note payable to Washington State			
Department of Commerce payable in			
annual installments of \$5,489, including			
interest at 1%. Payments deferred due to Covid			
from mid-2020 through 2022; Final payment shall be			
due at time of sale if prior to maturity date of			
June 30, 2049. Secured by real estate.	141,644	-	141,644
Contract Number 98-40497-207			
Note payable to Washington State			
Department of Commerce; payable in			
annual installments of \$8,679, including			
interest at 1%. Payments deferred due to Covid			
from mid-2020 through 2022; Final payment shall be			
due at time of sale if prior to maturity date of			
June 30, 2049. Secured by real estate.	223,972	-	223,972
Total Collins Apartments	482,616	-	482,616
Belamy: 2108 East First			
Contract Number 96-404-107 (HOME Loan)			
Note payable to Washington State			
Department of Commerce; payable in annual			
installments of \$2,551, including interest of 1%;			
Payments deferred due to Covid from mid-2020			
through 2023; matures in December 2047;			
Secured by real estate.	-	62,045	62,045
Resident Court: 1203 West 5th			
Contract Number 00-49300-530			
Note payable to the Washington State			
Department of Commerce bearing interest of 1%			
for 50 years. Payable in interest only			
installments of \$7,439 until January 1,			
2019. Payments deferred from 2019 through			
2026. Interest only payments of \$8,056			
begin January 1, 2027, followed by a			
balloon payment on January 1, 2053.			
Secured by deed of trust on real estate.			
Matures January 1, 2053.	-	743,928	743,928

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
			Balance
St. Annes Triplex: 2111-17/21 East Pacific			
Contract Number 5-93-491-23A			
Note payable to Washington State			
Department of Commerce; payable in			
annual installments of \$2,172, including interest			
at 1%; Payments deferred due to Covid from			
mid-2020 through 2023; matures in December			
2043. Secured by real estate.	-	51,123	51,123
			51,123
Alexandria: 623 South Howard			
Contract Number 04-40403-030 (HOME Loan)			
Note payable to Washington State			
Department of Commerce, noninterest			
bearing for 40 years. This is a forgivable			
loan if the property is not sold, refinanced			
or transferred. Secured by deed of trust			
on real estate. Matures June 30, 2044.	-	508,224	508,224
			508,224
Contract Number 04-40403-030 (HOME Loan)			
Note payable to Washington State			
Department of Commerce, payments			
deferred for 40 years, with interest at 0.5%			
accruing during deferral. Secured by deed of			
trust on real estate. Matures June 30, 2044.	-	145,888	145,888
			145,888
Contract Number 04-40403-030			
Note payable to Washington State			
Department of Commerce, payments			
deferred for 40 years, with interest at			
0.5% accruing during deferral. Secured by deed			
of trust on real estate. Matures June 30, 2044.	-	254,112	254,112
			254,112
Total Alexandria Apartments	-	908,224	908,224
			908,224
Pine Villa: 33 E Graves Rd.			
Contract Number Promissory Note 12/20/1999 (HOME Loan)			
Note payable to the County of Spokane;			
bearing interest at 3.5%. Payments and			
accrual of interest deferred through			
May of 2012. Starting on June 1, 2012			
monthly payments of \$2,863 began. Secured by			
deed of trust on real estate. Matures June, 2042.	17,762	464,544	482,306
			499,458

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
Contract Number Promissory Note 12/27/2013 Promissory note payable to Smith-Barbieri; bearing interest at 1%. Principal and interest in the amount of \$296 are due each month. Matures August 1, 2043; unsecured.	2,902	63,098	66,000
Total Pine Villa	20,664	527,642	548,306
Riverwalk Point I: 5008 E Buckeye			
Contract Number 02-40420-003 (HTF Loan) Note payable to Washington State Department of Commerce. The balance is payable in quarterly payments of \$5,100 including interest of 0.5%. Payments deferred due to Covid from mid-2020 through 2022; Final payment shall be due on or before September 30, 2028. The HTF loan is secured by a deed of trust on real estate. A covenant provides that the project must provide low income housing for a 50-year period.	19,582	141,494	161,076
Contract Number 02-40420-003 (HOME Loan) Loan payable to the State of Washington, Department of Commerce. Deferred with 0.5% interest until December 2022. The new principal balance of \$1,182,762 will be amortized over 30 years at 0.5% interest compounded annually, with annual payments of \$42,481, beginning December 31, 2023. The final payment shall be due on or before December 31, 2052. The HOME loan is secured by a deed of trust on real estate. A covenant provides that the project must remain low -income housing for a 50-year period.	42,481	1,044,130	1,086,611
Contract Number 02-40420-003 (HOME Loan) Loan payable to the State of Washington, Department of Commerce. The balance is payable in quarterly payments of \$3,669 including interest of 0.5%. Payments deferred due to Covid from mid-2020 through 2022; The final payment shall be due on or before December 31, 2028. The HOME loan is secured by a deed of trust on real estate. A covenant provides that the project must remain low -income housing for a 50-year period.	14,066	105,952	120,018

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
			Balance
Contract Number 11-0197 (HOME Loan)			
Loan payable to Spokane County, Washington, non interest bearing, payable in annual payments of \$17,388. From 2013 through 2016, no annual payments were required. The balance was payable in annual payments beginning July 1, 2017. The final payment was made on December 31, 2022. The loan is secured by a deed of trust on real estate. A covenant provides that the project must provide low income housing.	-	-	-
			86,960
Contract Number 18P-94108-018			
Recoverable Grant payable to the State of Washington, Department of Commerce. Recoverable and forgiven if terms and conditions of contract are met through the Commitment period ending September 8, 2034. The HPP loan is secured by a deed of trust on real estate.	-	426,691	426,691
			426,691
Total Riverwalk Point I	76,129	1,718,267	1,794,396
			1,881,356
Republic Gardens: 627 S Madison, Republic, WA (L&S Investments)			
Case No. 56-10-1332187			
Note payable to Farmers Home Administration, United States Department of Agriculture Rural Development. Due in monthly installments of \$2,304, including interest at 8.5% per annum. Final payment due September 2028. Note is secured by a deed of trust on real estate.	8,008	5,118	13,126
			34,745
Woodhaven: 465 W 6th Ave, Kettle Falls, WA (L&S Kettle Falls, Ltd.)			
Case No. 56-33-911251500			
Note payable to Farmers Home Administration, United States Department of Agriculture Rural Development. Due in monthly installments \$335, including interest at 6% per annum. Final payment due December 2032. Note is secured by a deed of trust on real estate.	4,502	134,205	138,707
			144,740

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

	2022		2021
	Current Portion	Long-Term Portion	Balance
			Balance
Broadway Senior Housing: 8001 E Broadway Ave			
Promissory Note WSHFC			
Note payable to Washington State Housing			
Finance Commission (WSHFC), bearing interest			
at 1% per annum. All interest payments shall be			
deferred until the maturity date, at which time			
the principal and accrued interest become due.			
Matures December 2030. Secured by deed			
of trust.	-	1,240,000	1,240,000
			-
Whistalks Way: 3102 W. Whistalks Way			
Loan Number 130012610			
Note payable to First Interstate Bank,			
bearing interest at 4.4% per annum.			
A final outstanding payment of outstanding principal			
plus accrued interest is due February 28, 2030.			
Secured by real estate.	66,443	808,200	874,643
			941,086
Contract Number 14-93213-013			
Note payable to Washington State			
Department of Commerce, payments			
deferred for 10 years, with interest at			
5% compounded annually. Matures in			
2023, at which time loan is forgiven.			
Secured by real estate.	618,860	-	618,860
			618,860
Total Whistalks Way	685,303	808,200	1,493,503
			1,559,946
Project Atlas (Birdseye) Client Database			
Loan Number 130012611			
Note payable to First Interstate Bank,			
bearing interest at a variable rate, which at			
December 31, 2022 is 3.97% per annum.			
Monthly variable interest payments and principal			
payments of \$11,968 are required. The loan			
matures March 6, 2028. Secured by all			
unrestricted assets of SNAP.	143,620	468,076	611,696
			755,317
Total Long-Term Debt	\$1,439,117	\$7,878,307	\$9,317,424
			\$8,422,123

Aggregate maturities required on principal under long-term obligations for each of the succeeding years are as follows:

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 5 LOANS AND MORTGAGES PAYABLE (CONTINUED)

<u>Year Ending December 31,</u>	<u>Amount</u>
2023	\$ 1,439,117
2024	339,718
2025	352,902
2026	354,535
2027	239,672
Thereafter	6,591,480
Total	<u>\$ 9,317,424</u>

NOTE 6 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31:

	<u>2022</u>	<u>2021</u>
Nondepreciable:		
Land	\$ 3,824,599	\$ 2,259,637
Construction in Progress (RWPIII Site Improvements)	49,250	49,250
Total Nondepreciable	<u>3,873,849</u>	<u>2,308,887</u>
Depreciable:		
Buildings and Residences	19,290,855	19,156,468
Equipment	2,267,792	2,212,544
Total Depreciable	<u>21,558,647</u>	<u>21,369,012</u>
Total	25,432,496	23,677,899
Less: Accumulated Depreciation	8,791,995	8,155,964
Total	<u>\$ 16,640,501</u>	<u>\$ 15,521,935</u>

NOTE 7 CONCENTRATION OF CREDIT RISK

A significant portion of SNAP's funding is derived from grants funded through the Washington State Department of Commerce. These programs are funded primarily by federal funding through congressional budget appropriations.

SNAP maintains cash and cash equivalents on deposit at various institutions. The amount on deposit fluctuates and at times exceeds the insured limit by the Federal Deposit Insurance Corporation (FDIC).

NOTE 8 LEASES

SNAP has obligations as a lessee for office space and other office equipment with initial noncancelable terms in excess of one year. Office space is classified as operating leases. Office equipment is classified as financing leases. These leases generally contain renewal options for periods ranging from one to two years. Because SNAP is reasonably certain to exercise these renewal options, the optional period are included in determining the lease term, and associated payments under these renewal options are included in the lease payments. SNAP's leases do not include restrictive financial or other covenants. Payments due under the lease contracts include fixed payments.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 8 LEASES (CONTINUED)

The components of lease cost for the year ended December 31, 2022, are as follows:

Operating Lease Cost	\$ 81,752
Short Tem Lease Cost	<u>135,432</u>
Total Lease Cost	<u>\$217,184</u>

Other information related to leases as of December 31, 2022, are as follows:

Supplemental cash flow information:

Cash Paid for Amounts Included in the Measurement of Lease Liabilities:	
Operating Cash Flow from Operating Leases	\$147,996

ROU Assets Obtained in Exchange for Lease Obligations:	
Operating Leases	\$147,996

Reductions to ROU Assets Resulting from Reductions to Lease Obligations:	
Operating Leases	\$81,752

Remaining lease term:	
Operating Leases	9 months to 1 year

Discounted rate:	
Operating Leases	2.50%

Amounts disclosed for ROU assets obtained in exchange for lease obligations and reductions to ROU assets resulting from reductions to lease obligations include amounts added to or reduced from the carrying amount of ROU assets resulting from new leases, lease modifications or reassessments.

Maturities of lease liabilities under noncancellable operating leases as of December 31, 2022, are as follows:

2023	\$ 66,862
Less Imputed Interest	(618)
Total	<u>\$ 66,244</u>

The above schedule includes lease payments for one year leases that SNAP has the option to renew.

SNAP leases photocopy machines for various office locations. The following is a schedule of total finance lease payments at 2.50% interest.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 8 LEASES (CONTINUED)

<u>Year Ending December 31,</u>	<u>Amount</u>
2023	\$ 2,916
2024	2,916
2025	2,916
2026	243
	<u>8,991</u>
Less Imputed Interest	(346)
Total	<u>\$ 8,645</u>

NOTE 9 RELATED PARTY TRANSACTIONS

SNAP has a note receivable from Riverwalk Point I LLC (RWP I) in the amount of \$150,000 and a note receivable in the amount of \$31,950. A discount of \$8,211 and \$8,678 was recorded at December 31, 2022 and 2021 respectively. The aforementioned receivables, discounts and interest payable have been eliminated for the purposes of the consolidated financial statements.

SNAP is the managing member of Riverwalk Point II LLC (RWP II), a limited liability company. RWP II was formed for the purpose of constructing and operating a 51-unit low-income rental housing project located in Spokane, Washington. The Limited Liability Company Agreement provides for various obligations of the managing member, including its obligations to provide funds for operating deficits.

During 2008, SNAP provided RWP II with a loan in the amount of \$605,000. The loan bears interest at the rate of 5% per year. Payments of principal and interest are due on a yearly basis beginning July 1, 2009. Payments are subject to availability of cash flow at RWP II.

The loan matures on May 31, 2049. As of December 31, 2022, a note in the amount of \$162,019, net of discount of \$442,981, is deferred. As of December 31, 2021, a note in the amount of \$154,336, net of discount of \$450,664, is deferred.

SNAP also has a company management fee as of December 31, 2022 and 2021, of \$182,000 and \$169,000, respectively, due from RWP II. During 2022 and 2021, SNAP's management determined that the receivable from RWP II was most likely uncollectible and has recorded an allowance for estimated uncollectible amounts of \$182,000 and \$169,000 at December 31, 2022 and 2021, respectively.

During 2021, SNAP provided L&S investments dba Republic Gardends a cash advance loan in the amount of \$10,000. The loan bears no interest and was paid in full February 2022.

NOTE 10 CLIENT LOAN PROGRAMS

SNAP and its subsidiary, SNAP Financial Access, currently administer several loan programs.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 10 CLIENT LOAN PROGRAMS (CONTINUED)

The State HOME Rehabilitation program (Project #272) allows clients to receive either a grant or loan, depending on their income, and the loans only need to be repaid on the sale or change of use of the property. SNAP has chosen to record these loans and set up an allowance for the full amount of the loans. Revenues will be recognized when repayments are received. Repayments are remitted back to Washington State Department of Commerce as the HOME Rehabilitation program has been terminated and reverted back to the State.

The Washington Department of Commerce Rehabilitation Program (Project #270) is a revolving loan program designed to help low-income individuals finance home improvements. These loans are a mix of performing and deferred change of use loans. If the purchaser is qualified, the loan may be transferred to the new owner. Repaid funds from borrowers are to be used to support this program.

Northwest Business Development Association (NWBDA) provided SNAP Financial Access (Project #702) with a grant used to establish a NWBDA micro enterprise revolving loan fund. Loans made from the revolving loan fund are to provide financing for businesses in Spokane County that are unable to obtain adequate financing from conventional lenders. Repaid funds from borrowers are to be used to support additional business lending.

The County of Spokane CDBG Loan program (Project #705) was created for SNAP Financial Access to provide financing for businesses, located within the County of Spokane, that are unable to obtain adequate financing from conventional lenders in the community. The funds are dedicated to low and moderate-income persons residing in the County of Spokane. A revolving loan fund payable was established, which represents the amount of money that would revert to the County should the program terminate.

The AVISTA Loan Fund (Project #713) is supported by a memorandum of understanding between SNAP Financial Access and AVISTA to provide financing to aid startup businesses created by graduates of community college, business centers, and high school entrepreneur programs who are participating in the AVISTA Business Entrepreneurship Network. Repaid funds from borrowers are to be used to support additional business lending.

The US Department of Health and Human Services (DHHS) Business Revolving Loan Fund (Project #720) is comprised of the consolidation of the DHHS Community Economic Development (CED) Revolving Loan Fund and the DHHS Microenterprise Refugee Revolving Loan Funds. SNAP Financial Access can use the funds to make business loans within its CDFI Target Market. Repaid funds from borrowers are to be used to support additional business lending.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 10 CLIENT LOAN PROGRAMS (CONTINUED)

The United States Small Business Administration (SBA) Micro Loan Program (Project #721) was established to make microloans to eligible small businesses. Funding was provided through a loan made from the SBA to SNAP Financial Access. Microloans made may be used for various business activities. The SNAP Financial Access loan from SBA has an interest rate of 1.375% and is payable over a 10-year period ending 2026.

The SBA Micro Loan Program (Project #722) was established to make microloans to eligible small businesses. Funding was provided through a loan made from the SBA to SNAP Financial Access. Microloans made may be used for various business activities. The SNAP Financial Access loan from SBA has an interest rate of 1.875% and is payable over a 10-year period ending 2029.

The SBA Micro Loan Program (Project #725) was established to make microloans to eligible small businesses. Funding was provided through a loan made from the SBA to SNAP Financial Access. Microloans made may be used for various business activities. The SNAP Financial Access loan from SBA has an interest rate of 0.00% and is payable over a 10-year period ending 2030.

The Washington State Attorney General Foreclosure Prevention Loan Program (Project #750) was established via a legal settlement between the State of Washington and five private mortgage servicing firms. SNAP Financial Access uses the funds to make loans to individuals who need refinancing of a current mortgage and/or additional liens, or rehabilitation of the underlying property. Loans made are also focused on the prevention of foreclosure. Repaid funds from borrowers are to be used to support additional housing or homeownership retention for homebuyers and homeowners.

The City of Spokane CDBG Down Payment Loan program (Project #751) was created for SNAP Financial Access to provide down payment assistance financing for home purchases located within the City of Spokane. The funds are dedicated to low and moderate-income persons purchasing a home located within the Spokane City limits. A revolving loan fund payable was established, which represents the amount of money that reverts to the City after the program ends in Fiscal Year 2024.

The Washington State Department of Commerce Housing Trust Fund DAP 7 Program agreement (Project #758) provides funding for SNAP Financial Access to make loans to low and moderate-income homebuyers and homeowners. Repaid funds from borrowers are to be used to support additional housing or homeownership retention for homebuyers and homeowners.

The United States Treasury Community Development Financial Institution (CDFI) Fund's Financial Assistance Grant Loan Program (Project #760), are grants issued to SNAP Financial Access to provide its target market with Financial Products. Proceeds from the CDFI Fund's Financial Assistance grants can be used to make business or residential-based loans. Repaid funds from borrowers are to be used to support additional lending.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 10 CLIENT LOAN PROGRAMS (CONTINUED)

The CDFI Fund's Rapid Response Program Grant #01 Loan Program (Project #763), is a grant issued to SNAP Financial Access to provide its target market with Financial Products. Proceeds from the CDFI Fund's grant can be used to make business or residential-based loans. Repaid funds from borrowers are to be used to support additional lending.

The Mountain West Bank Equity Equivalent #01 (EQ2) is an investment in SNAP Financial Access (Project #770) by the bank. This investment is considered deeply subordinated debt, for the provision of both business and residential capital. SNAP Financial Access deploys the investment proceeds to meet its mission via lending. Proceeds from this investment carry a rate of 3.95% with an interest-only repayment provision on a quarterly basis. Principal can be repaid at any time within the duration of the investment. The investment duration is ten years, initially expiring in August, 2028, with an obligated extension of five years. Annually thereafter, duration is extended an additional year at the bank's discretion.

The Mountain West Bank EQ2 (Project #770) borrower repayments of principal and interest are deposited into the Mountain West Bank EQ2 Debt Service Fund (Project #771). An internal SNAP amortization schedule is used to ensure the balance of the EQ2, due in fifteen years, on August 16, 2033, is on hand for repayment. Funds needed to meet this future obligation are pooled in Project #771 to ensure proper alignment with the amortization schedule. Cash balances from this pool can be redeployed as loans during the EQ2 investment duration.

The Mountain West Bank Equity Equivalent #02 (EQ2) is an investment in SNAP Financial Access (Project #772) by the bank. This investment is considered deeply subordinated debt, for the provision of both business and residential capital. SNAP Financial Access deploys the investment proceeds to meet its mission via lending. Proceeds from this investment carry a rate of 3.00% with an interest-only repayment provision on a quarterly basis. Principal can be repaid at any time within the duration of the investment. The investment duration is ten years, initially expiring in September, 2029, with an obligated extension of five years. Annually thereafter, duration is extended an additional year at the bank's discretion.

The Mountain West Bank EQ2 (Project #772) borrower repayments of principal and interest are deposited into the Mountain West Bank EQ2 Debt Service Fund (Project #773). An internal SNAP amortization schedule is used to ensure the balance of the EQ2, due in fifteen years, on September 11, 2034, is on hand for repayment. Funds needed to meet this future obligation are pooled in Project #773 to ensure proper alignment with the amortization schedule. Cash balances from this pool can be redeployed as loans during the EQ2 investment duration.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 10 CLIENT LOAN PROGRAMS (CONTINUED)

The Umpqua Bank Equity Equivalent (EQ2) is an investment in SNAP Financial Access (Project #774) by the bank. This investment is considered deeply subordinated debt, for the provision of both business and residential capital. SNAP Financial Access deploys the investment proceeds to meet its mission via lending. Proceeds from this investment carry a rate of 2.00% with an interest-only repayment provision on a quarterly basis. Principal can be repaid at any time within the duration of the investment. The investment duration is ten years, initially expiring in January, 2030, with an obligated extension of five years. Annually thereafter, duration is extended an additional year at the bank's discretion.

The First Interstate Bank Equity Equivalent (EQ2) is an investment in SNAP Financial Access (Project #776) by the bank. This investment is considered deeply subordinated debt, for the provision of both business and residential capital. SNAP Financial Access deploys the investment proceeds to meet its mission via lending. Proceeds from this investment carry a rate of 3.00% with an interest-only repayment provision on a quarterly basis. Principal can be repaid at any time within the duration of the investment. The investment duration is ten years, initially expiring in January, 2030, with an obligated extension of five years. Annually thereafter, duration is extended an additional year at the bank's discretion.

The SNAP Home Loss Prevention loan program (Project #171) and Spokane Home Ownership Program (Project #751) involve set due dates that are not contingent upon the sale of the home.

The following is a recap of loans receivable and revolving loan funds payable for the years ended December 31, 2022 and 2021, respectively:

Project Number	Loan Type	2022				
		Gross Loan Receivable	Allowance for Loan Loss Provisions	Net Receivable	Net Payable	Cash Available
Project #171	RL	\$ 10,361	\$ 2,072	\$ 8,289	\$ -	\$ 3,537
Project #270	RL	475,879	123,059	352,820	-	115,793
Project #272	RL	13,207	13,207	-	-	-
Project #702	RL	41,137	8,227	32,909	-	28,231
Project #705	RL	15,484	3,097	12,388	85,740	(3,018)
Project #713	RL	15,664	3,133	12,531	-	101,983
Project #720	RL	290,181	58,036	232,145	-	369,565
Project #721	RL	46,518	9,304	37,214	85,843	95,114
Project #722	RL	79,201	15,840	63,361	228,626	235,382
Project #725	RL	233,256	46,651	186,605	249,999	73,142
Project #750	RL	2,492,977	124,649	2,368,328	-	340,337
Project #751	RL	9,091	455	8,636	9,546	(88,936)
Project #758	RL	2,275,278	405,198	1,870,080	-	587,113
Project #760	RL	76,239	15,248	60,991	-	492,482
Project #763	RL	331,998	60,439	271,559	-	-

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 10 CLIENT LOAN PROGRAMS (CONTINUED)

Project #770	IL	221,387	11,069	210,318	188,501	9,389
Project #771	IL	421,937	84,387	337,549	811,499	451,582
Project #772	IL	619,225	30,961	588,264	581,801	39,219
Project #773	IL	136,849	27,370	109,480	418,199	310,792
Project #774	IL	389,251	19,463	369,789	388,778	60,462
Project #775	IL	241,549	48,310	193,238	611,222	398,974
Project #776	IL	986,849	49,341	937,507	986,850	-
Project #777	IL	-	-	-	13,150	13,161
Total		<u>\$ 9,423,518</u>	<u>\$ 1,159,516</u>	<u>\$ 8,264,001</u>	<u>\$ 4,659,754</u>	<u>\$ 3,634,304</u>

		2021				
Project Number	Loan Type	Allowance for		Net Receivable	Net Payable	Cash Available
		Gross Loan Receivable	Loan Loss Provisions			
Project #171	RL	\$ 11,335	\$ 2,267	\$ 9,068	\$ -	\$ 2,300
Project #270	RL	449,811	123,372	326,439	-	149,134
Project #272	RL	23,840	23,840	-	-	-
Project #702	RL	42,123	8,425	33,698	-	27,267
Project #705	RL	26,217	5,243	20,974	83,593	57,863
Project #713	RL	29,215	5,843	23,372	-	88,432
Project #720	RL	315,199	63,040	252,159	-	344,570
Project #721	RL	30,670	6,134	24,536	110,305	134,019
Project #722	RL	215,716	43,143	172,573	261,732	123,159
Project #725	RL	61,829	12,366	49,463	283,333	269,262
Project #750	RL	2,477,179	123,859	2,353,320	-	309,590
Project #751	RL	9,478	474	9,004	9,526	(53,157)
Project #758	RL	1,989,702	447,719	1,541,984	-	849,859
Project #760	RL	241,307	47,834	193,472	-	327,399
Project #770	IL	327,331	16,366	310,964	294,445	33,207
Project #771	IL	378,840	75,768	303,072	705,555	359,920
Project #772	IL	659,804	32,990	626,814	622,380	39,854
Project #773	IL	190,226	38,045	152,181	377,620	206,945
Project #774	IL	399,777	19,989	379,788	399,304	58,854
Project #775	IL	191,589	38,318	153,271	600,696	422,381
Project #776	IL	994,337	49,717	944,621	1,000,000	61,697
Total		<u>\$ 9,065,525</u>	<u>\$ 1,184,752</u>	<u>\$ 7,880,773</u>	<u>\$ 4,748,489</u>	<u>\$ 3,812,555</u>

Loan Type:

RL = Revolving Loan

IL = Investment Loan

Certain revolving loan funds payable contain scheduled principal payments. Aggregate maturities required on these revolving loans for each of the succeeding years at December 31 are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2023	\$ 82,555
2024	82,555
2025	82,555
2026	69,954
2027	57,944
Thereafter	284,191
Total	<u>\$ 659,754</u>

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021**

NOTE 11 INVESTMENTS

Wilbur Associates

At the time these reports were produced, SNAP had not received the Tax Reports of Partnership Income for Wilbur Associates and therefore, the values presented below for 2022 are estimates based on financial statements available at that time.

In December 2017, SNAP was donated a 24.75% limited partnership interest in Wilbur Associates, Ltd., which owns 100% interest in the Hillcrest Village property. The Hillcrest Village property is located at 501 NW Armstrong Ave. in Wilbur, Washington and consists of a 20-unit, single-story affordable housing community complex. In 2021, SNAP's ownership interest was changed to 28.5%. At December 31, 2022 and 2021, SNAP's interest in the partnership had a value of \$77,228 and \$64,769, respectively.

In 2020, SNAP Rural Housing LLC purchased a 5% general partnership interest in Wilbur Associates. At December 31, 2022 and 2021 that interest had a value of \$19,239 and \$17,053, respectively.

Riverwalk Point II LLC

SNAP is the managing member of Riverwalk Point II. SNAP is a 0.01% participant in the income/loss of the 51-unit, low-income housing, tax credit project located in Spokane, Washington.

SNAP's invested capital in Riverwalk Point II at December 31, 2022 and 2021, was \$457,176 and \$457,204, respectively. At the end of the tax credit period, in 2024, SNAP will have the option to purchase the interest from the investor member, whose total capital contribution to the project approximated \$5,646,947.

As discussed in Note 9, certain amounts were due to SNAP from Riverwalk Point II.

NOTE 12 BENEFICIAL INTEREST IN ASSETS HELD BY INNOVIA FOUNDATION

During 2012, SNAP established the Spokane Neighborhood Action Partners Fund (the Fund) with Innovia, formerly known as Inland Northwest Community Foundation, Spokane, Washington, a nonprofit corporation, by the transfer of \$50,000 to that foundation.

The Fund is considered an agency endowment fund of Innovia and SNAP is the Fund's designated beneficiary. Accordingly, SNAP has a beneficial interest in the Fund's assets held by Innovia. The distributable income of the Fund is subject to assessment for the costs of fund administration by Innovia and will be distributed to SNAP, to be used for its charitable purposes, provided that at the time of such distribution SNAP has retained its nonprofit tax status. The board further resolved that SNAP's CEO, Board Chair, and Board Secretary Treasurer, or any one of them, are authorized and directed to act on behalf of the board of directors in all matters relating to any endowment fund at Innovia for which SNAP is a beneficiary, including but not limited to, receiving distributions, accounting for such.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

**NOTE 12 BENEFICIAL INTEREST IN ASSETS HELD BY INNOVIA FOUNDATION
(CONTINUED)**

Upon majority approval of the boards of directors of SNAP and Innovia, any part of the investment earnings, or any portion not restricted by the original donor of the gift in excess of \$5,000, may be distributed to SNAP to be used to support SNAP's charitable mission, provided any permanently restricted endowed funds are protected.

SNAP has granted variance power to Innovia; therefore, Innovia has the power to modify gift restrictions that are no longer practicable or capable of fulfillment.

The investment is reported in the statements of financial position as is described as beneficial interest in assets held by Innovia in the amount of \$357,921 and \$412,412 as of December 31, 2022 and 2021, respectively.

Since the Fund resulted from an internal designation and is not donor-restricted, it is classified and reported as unrestricted board designated net assets. Innovia's spending policies are designed to protect the long-term viability of endowments by addressing the distribution of assets, investment authority, delegation of investment management, standards of conduct and releasing of restrictions on the use of the endowment or investments. The distributable amount is based on the average market value over a 13-quarter rolling average.

During the fiscal years ended December 31, 2022 and 2021, \$-0- was transferred from the Fund to operations.

The following table illustrates the diversification plan of Innovia as of December 31, 2022:

Fixed Income	28%
Non-U.S. Equity	16%
U.S. Large Cap Equity	17%
Real Return Strategies	10%
Real Estate	10%
Alternate Investments	10%
Other	9%

NOTE 13 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes or periods as of December 31:

SPOKANE NEIGHBORHOOD ACTION PARTNERS
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NOTE 13 NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

	2022	2021
Local Minor Home Repair Program	\$ 198	\$ 1,565
Homeless Special	18,604	131,409
Urgent Care Transport Program	6,531	30,359
Weatherization, Primarily Avista	558,506	160,250
Utility Bills, Avista Project Share/Modern Help	255,149	140,030
Housing Rehabilitation Program	456,159	456,731
CDFI Revolving Loan Funds	6,675,694	6,599,318
Total	<u>\$ 7,970,841</u>	<u>\$ 7,519,661</u>

Net assets with donor restrictions released from restrictions were as follows during the year ending December 31:

	2022	2021
Local Minor Home Repair	\$ 1,367	\$ -
Homeless Special	112,805	-
Urgent Care Transport Program	25,676	-
Weatherization, Primarily Avista	35,749	8,033
Utility Bills, Avista Project Share/Modern Help	-	179,137
Housing Rehabilitation Program	571	-
CFDI Revolving Loan Funds	22,426	457,325
Total	<u>\$ 198,594</u>	<u>\$ 644,495</u>

NOTE 14 PLEDGES RECEIVABLE

Pledges receivable are as follows at December 31:

	2022	2021
Receivables to be Collected in Less Than One Year	\$ -	\$ 3,210
Receivables to be Collected in One to Five Years	-	-
Total	-	3,210
Less: Discount to Present Value (4.75%)	-	-
Net Pledges Receivable	<u>\$ -</u>	<u>\$ 3,210</u>

NOTE 15 UNCERTAIN TAX POSITIONS

SNAP files income tax returns in the U.S. federal jurisdiction. At December 31, 2022, there is no examination or pending examination with the IRS.

SNAP adopted the provisions of FASB ASC 740, *Accounting for Uncertainty in Income Taxes*, on January 1, 2009. As of December 31, 2022 and 2021, there are no tax positions for which the deductibility is certain but for which there is uncertainty regarding the timing of such deductibility.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 15 UNCERTAIN TAX POSITIONS (CONTINUED)

SNAP recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. During the years ended December 31, 2022 and 2021, SNAP recognized \$-0- in interest and penalties. SNAP recognized \$-0- for the payment of interest and penalties accrued at December 31, 2022 and 2021.

NOTE 16 FAIR VALUE MEASUREMENTS

FASB 820 provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy defined by FASB ASC 820 are as follows:

Level 1 – Quoted prices are available in active markets for identical assets or liabilities. Active markets are those in which transactions for the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 – Pricing inputs are other than quoted prices in active markets included in Level 1, which are either directly or indirectly observable as of the reporting date. Level 2 includes those financial instruments that are valued using models or other valuation methodologies. These models are primarily industry-standard models that consider various assumptions, including quoted forward prices for commodities, time value, volatility factors, and current market and contractual prices for the underlying instruments, as well as other relevant economic measures. Substantially all of these assumptions are observable in the marketplace throughout the full term of the instrument, can be derived from observable data, or are supported by observable levels at which transactions are executed in the marketplace.

Level 3 – Pricing inputs include significant inputs that are generally unobservable from objective sources. These inputs may be used with internally developed methodologies that result in management's best estimate of fair value. Level 3 instruments include those that may be more structured or otherwise tailored to SNAP's needs.

Financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. SNAP's assessment of the significance of a particular input to the fair value measurement requires judgment, and may affect the valuation of fair value assets and liabilities and their placement within the fair value hierarchy levels.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2022 and 2021.

SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 16 FAIR VALUE MEASUREMENTS (CONTINUED)

Beneficial Interest in Assets Held by Innovia Foundation - Valued at fair value based on unadjusted quoted market prices of the underlying investments.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while SNAP believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables disclose, by level within the fair value hierarchy, SNAP's assets measured and reported on the statements of financial position at fair value on a recurring basis as of December 31, 2022 and 2021, respectively:

		2022			
		Level 1	Level 2	Level 3	Total
Beneficial Interest in Assets Held by Innovia Foundation					
		\$ -	\$ -	\$ 357,921	\$ 357,921
		2021			
		Level 1	Level 2	Level 3	Total
Beneficial Interest in Assets Held by Innovia Foundation					
		\$ -	\$ -	\$ 412,412	\$ 412,412

The following sets forth a summary for the years ended December 31, 2022 and 2021 of changes in the fair value of beneficial interest in assets held by Innovia Foundation, the organization's Level 3 asset:

	2022	2021
Balance – Beginning of Year	\$ 412,412	\$ 356,969
Change in Value, Net	(54,491)	55,443
Balance – End of Year	\$ 357,921	\$ 412,412

NOTE 17 LIQUIDITY AND AVAILABILITY

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 17 LIQUIDITY AND AVAILABILITY (CONTINUED)

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 391,364	\$ 2,403,229
Accounts receivable	4,073,313	3,914,827
Promises to give	-	3,210
Loans receivable within one year	466,885	466,885
	<u>\$ 4,931,562</u>	<u>\$ 6,788,151</u>

Earnings from SNAP's board-designated endowment fund were reinvested into the endowment as is our practice. See Note 12 for further information.

In 2018, SNAP adopted a Cash Management Policy that established cash management and investment objectives related to cash and investments made from cash. As a part of this policy, SNAP invests cash in excess of daily requirements overnight into SNAP's Cash Reserve Sweep Account, which consists of short-term investments or interest-bearing cash equivalents. At December 31, 2022, no other investments made from cash existed.

SNAP has ongoing grants and contracts that will reimburse SNAP allowable expenditures for that grant or contract.

NOTE 18 CHANGE IN ACCOUNTING PRINCIPLE

Effective January 1, 2022, SNAP adopted the new lease accounting guidance in Accounting Standards Update No 2016-02, Leases (Topic 842). As a result of the adoption of the new lease accounting guidance, SNAP recognized on January 1, 2022, (a) a lease liability of \$147,996, which represents the present value of the remaining lease payments of \$151,120, discounted using SNAP's incremental borrowing rate of 2.50%, and (b) a right-of-use asset of \$147,996, which represents the lease liability.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATING STATEMENT OF FINANCIAL POSITION**

December 31, 2022	2022						
	Spokane Neighborhood Action Partners	SNAP Financial Access	Pine Villa	Riverwalk Point I	L&S Housing	Eliminations	Total
ASSETS							
Cash and cash equivalents	\$ 1,298,273	\$ 3,443,096	\$ 247,535	\$ 203,452	\$ 48,165	\$ -	\$ 5,240,521
Restricted cash	1,476,111	1,360,666	291,616	372,996	64,383	-	3,565,772
	<u>2,774,384</u>	<u>4,803,762</u>	<u>539,151</u>	<u>576,448</u>	<u>112,548</u>	<u>-</u>	<u>8,806,293</u>
Accounts receivable, primarily grantor agencies	3,962,013	335,972	19,107	10,335	46,213	-	4,373,640
Pledges receivable	-	-	-	-	-	-	-
Loans receivable	361,109	7,902,892	-	-	-	-	8,264,001
Related party notes receivable	480,068	-	-	-	-	(318,049)	162,019
Inventory	76,583	-	-	-	-	-	76,583
Prepaid expenses	230,723	-	16,380	8,076	22,419	-	277,598
Investments	815,097	-	-	-	155,082	(58,614)	911,565
Property and equipments, net	11,495,774	-	860,086	4,164,491	120,150	-	16,640,501
Operating lease right of use assets	65,609	-	-	-	-	-	65,609
Finance lease right of use assets	8,645	-	-	-	-	-	8,645
Other Assets	310,736	-	-	-	-	-	310,736
TOTAL ASSETS	\$ 20,580,741	\$ 13,042,626	\$ 1,434,724	\$ 4,759,350	\$ 456,412	\$ (376,663)	\$ 39,897,190
LIABILITIES							
Accounts payable and accrued expenses	\$ 2,653,620	\$ 7,856	\$ 20,355	\$ 272,794	\$ 36,062	\$ (144,310)	\$ 2,846,377
Funds held for others	35,824	(3,240)	13,597	21,301	10,230	-	77,712
Revolving loan funds payable	-	659,754	-	-	-	-	659,754
Loans and mortgages payable	6,822,891	-	548,303	1,968,136	151,833	(173,739)	9,317,424
Investment loans payable	-	4,000,000	-	-	-	-	4,000,000
Operating lease liability payable	66,244	-	-	-	-	-	66,244
Finance lease liability payable	8,645	-	-	-	-	-	8,645
Deferred revenues	30,315	85,896	5,804	5,539	4,262	-	131,816
Total liabilities	9,617,539	4,750,266	588,059	2,267,770	202,387	(318,049)	17,107,972
NET ASSETS							
Without donor restrictions:							
Undesignated	2,731,964	1,616,666	243,266	(62,385)	73,754	(58,614)	4,544,651
Board designated for replacement and operations of SNAP rental properties	518,226	-	291,616	357,610	64,383	-	1,231,835
Board designated for operating reserves	926,085	-	-	-	-	-	926,085
Board designated beneficial interest in assets held by Innovia	357,921	-	-	-	-	-	357,921
Invested in property and equipment, net of related debt	5,133,859	-	311,783	2,196,355	115,888	-	7,757,885
	<u>9,668,055</u>	<u>1,616,666</u>	<u>846,665</u>	<u>2,491,580</u>	<u>254,025</u>	<u>(58,614)</u>	<u>14,818,377</u>
With donor restrictions							
Purpose restrictions	1,295,147	6,675,694	-	-	-	-	7,970,841
Total net assets	10,963,202	8,292,360	846,665	2,491,580	254,025	(58,614)	22,789,218
TOTAL LIABILITIES AND NET ASSETS	\$ 20,580,741	\$ 13,042,626	\$ 1,434,724	\$ 4,759,350	\$ 456,412	\$ (376,663)	\$ 39,897,190

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
CONSOLIDATING STATEMENT OF ACTIVITIES**

YEAR ENDED DECEMBER 31, 2022	2022					
	Spokane Neighborhood Action Partners	SNAP Financial Access	Pine Villa	Riverwalk Point I	L&S Housing	Consolidated Total
REVENUE, SUPPORT, AND OTHER						
Without donor restrictions:						
Governmental awards	\$ 35,032,191	\$ 1,077,454	\$ -	\$ -	\$ -	\$ 36,109,645
Public support and private donations	11,468,915	345,097	4,434	329	5,731	11,824,506
Client fees and matching contributions	1,097,055	1,543,338	463,356	478,658	308,234	3,890,641
Other income (expense), including						
developer fees	30,882	47,699	120	258	14,766	93,725
In-kind	28,524	1,187	-	-	-	29,711
Interest income	8,755	492,110	255	2	53	501,175
Net assets released from restrictions	176,167	22,426	-	-	-	198,593
Total without donor restrictions	47,842,489	3,529,311	468,165	479,247	328,784	52,647,996
With donor restrictions:						
Public support and private donations	550,972	-	-	-	-	550,972
Client fees and matching contributions	-	98,802	-	-	-	98,802
Net assets released from restrictions	(176,167)	(22,426)	-	-	-	(198,593)
Total with donor restrictions	374,805	76,376	-	-	-	451,181
TOTAL REVENUE AND OTHER SUPPORT	48,217,294	3,605,687	468,165	479,247	328,784	53,099,177
EXPENSES						
Program services						
Community action	17,198,013	-	-	-	-	17,198,013
Housing services	6,945,434	-	465,537	477,450	254,137	8,142,558
Essential connections	21,035,073	-	-	-	-	21,035,073
Financial stability	497,351	2,898,753	-	-	-	3,396,104
Support services						
Community action	1,340,729	-	-	-	-	1,340,729
Housing services	417,947	-	-	-	-	417,947
Essential connections	43,273	-	-	-	-	43,273
Financial stability	-	62,288	-	-	-	62,288
Fundraising	380,035	-	-	-	-	380,035
TOTAL EXPENSES	47,857,855	2,961,041	465,537	477,450	254,137	52,016,020
Change in net assets	359,439	644,646	2,628	1,797	74,647	1,083,157
NET ASSETS, beginning of year	10,615,863	7,647,714	844,037	2,477,683	120,764	21,706,061
Transfers	(12,100)	-	-	12,100	-	-
NET ASSETS, end of year	\$ 10,963,202	\$ 8,292,360	\$ 846,665	\$ 2,491,580	\$ 195,411	\$ 22,789,218

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF PUBLIC SUPPORT AND PRIVATE DONATIONS**

YEARS ENDED DECEMBER 31, 2022 AND 2021	2022	2021
United Way of Spokane County		
CHC-Mortgage Assistance Program	\$ 21,083	\$ 23,000
Financial Access	24,750	27,000
Resource Development	2,219	2,035
Vending Revenues - Various Properties	15,123	14,011
Project Share		
Avista	625,968	236,323
Inland Power & Light	68,414	51,765
Modern Electric	10,574	12,993
Utility customers and other private donations	68,581	60,578
Avista - Utility Conservation Program	2,276,822	1,716,210
Avista - LIRAP - Low Income Rate Assistance Program	7,780,482	6,339,311
Avista - Retrofit CEEP Program	228	92,111
Comprehensive Housing Counseling		
Bank of America	-	31,000
Chase	-	5,000
US Bank Foundation	20,000	25,000
Other Support	520	4,063
Foundations and Other Public Support		
Ombudsman Program	-	2,500
Women's Business Center	176,129	37,700
Other Financial Institutions	144,218	99,906
Avista Loan Fund	-	(3,506)
Other Institutions:		
Housing Development/RWPI Investment	101,911	41,205
Urgent Care Pilot Program	194,014	271,354
Asset Management	19,267	23,204
SNAP Rural Housing	5,732	18,394
SNAP Senior Housing Development	342,000	-
Avista Homeless Diversion	-	69,000
Other - Public Support and Private Donations	477,443	543,285
Total	\$ 12,375,478	\$ 9,743,442

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF SUPPORTING SERVICES DETAIL BY PROGRAM**

YEAR ENDED DECEMBER 31, 2022	2022				
	Community Action	Housing Services	Essential Connections	Financial Stability	Total
Salaries	\$ 1,736,739	\$ 58,573	\$ 15,563	\$ 27,163	\$ 1,838,038
Employee benefits	394,808	13,613	4,565	6,682	419,668
Employee payroll taxes	150,888	4,948	1,497	2,286	159,619
Total salaries and related expenses	2,282,435	77,134	21,625	36,131	2,417,325
Occupancy	(125,741)	3,904	573	1,650	(119,614)
Utilities	44,696	-	-	-	44,696
Building maintenance/capital purchase and offset	49,115	-	-	-	49,115
Communications	173,319	3,757	46	-	177,122
Supplies	117,959	2,645	108	79	120,791
Printing and copying	25,688	2,606	-	151	28,445
Insurance	20,337	1,115	99	152	21,703
Transportation	1,925	217	-	-	2,142
Vehicle maintenance	843	-	-	-	843
Travel	6,241	-	-	-	6,241
Dues, memberships, and registration	11,506	1,935	-	-	13,441
Training	9,089	-	-	-	9,089
In-kind	12,473	-	-	-	12,473
Professional fees	492,133	13,734	-	-	505,867
Interest expense	67,038	-	-	-	67,038
Miscellaneous	39,508	(463)	-	-	39,045
Pooled general expenses	(922,111)	302,321	18,781	20,717	(580,292)
Pooled network expenses	(781,904)	9,042	2,041	3,408	(767,413)
Total expenses before depreciation	1,524,549	417,947	43,273	62,288	2,048,057
Depreciation	196,215	-	-	-	196,215
TOTAL EXPENSES PLUS DEPRECIATION	\$ 1,720,764	\$ 417,947	\$ 43,273	\$ 62,288	\$ 2,244,272

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

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF SUPPORTING SERVICES DETAIL BY PROGRAM**

YEAR ENDED DECEMBER 31, 2021						2021
	Community Action	Housing Services	Essential Connections	Financial Stability	Total	
Salaries	\$ 1,562,760	\$ 51,281	\$ 28,126	\$ 30,543	\$ 1,672,710	
Employee benefits	337,849	12,610	5,368	6,979	362,806	
Employee payroll taxes	175,277	4,680	2,591	2,797	185,345	
Total salaries and related expenses	2,075,886	68,571	36,085	40,319	2,220,861	
Occupancy	(91,291)	4,276	1,645	1,396	(83,974)	
Utilities	43,337	-	-	-	43,337	
Building maintenance/capital purchase and offset	(14,647)	-	-	-	(14,647)	
Communications	143,010	364	28	-	143,402	
Supplies	115,802	1,336	532	95	117,765	
Printing and copying	21,551	2,559	-	146	24,256	
Insurance	16,889	564	2,018	161	19,632	
Transportation	2,379	279	-	25	2,683	
Vehicle maintenance	509	-	-	-	509	
Travel	558	-	-	-	558	
Dues, memberships, and registration	10,934	2,648	-	-	13,582	
Training	12,262	-	-	-	12,262	
In-kind	1,140	-	148	-	1,288	
Professional fees	373,176	1,105	-	-	374,281	
Interest expense	43,459	-	-	-	43,459	
Miscellaneous	21,706	5,840	-	-	27,546	
Pooled general expenses	(821,289)	295,307	23,193	19,267	(483,522)	
Pooled network expenses	(615,695)	7,876	7,598	3,626	(596,595)	
Management fees	(103,431)	-	-	-	(103,431)	
Total expenses before depreciation	1,236,245	390,725	71,247	65,035	1,763,252	
Depreciation	169,512	-	-	-	169,512	
TOTAL EXPENSES PLUS DEPRECIATION	\$ 1,405,757	\$ 390,725	\$ 71,247	\$ 65,035	\$ 1,932,764	

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

**INDEPENDENT AUDITORS' REPORT 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**

Board of Directors
Spokane Neighborhood Action Partners
Spokane, WA

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 consolidated financial statements of Spokane Neighborhood Action Partners (SNAP), which comprise the consolidated statement of financial position as of December 31, 2022, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated June 21, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered SNAP's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of SNAP's internal control. Accordingly, we do not express an opinion on the effectiveness of SNAP'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 consolidated 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether SNAP's consolidated 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 determination of consolidated financial statement amounts. 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.



Aiken & Sanders, Inc., PS
Certified Public Accountants
& Management Consultants

June 21, 2023

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors
Spokane Neighborhood Action Partners
Spokane, WA

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Spokane Neighborhood Action Partners (SNAP) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of SNAP's major federal programs for the year ended December 31, 2022. SNAP's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, SNAP complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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 SNAP 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 each major federal program. Our audit does not provide a legal determination of SNAP'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 SNAP'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 SNAP'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 SNAP's compliance with the requirements of each 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 SNAP'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 SNAP'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 SNAP's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged 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 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. 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.

A handwritten signature in cursive script that reads "Aiken & Sanders".

Aiken & Sanders, Inc., PS
Certified Public Accountants
& Management Consultants

June 21, 2023

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2022**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditor’s report issued: *Unmodified*
2. Internal control over financial reporting:
 - Material weakness(es) identified? _____ yes X no
 - Reportable condition(s) identified that are not considered to be material weaknesses? _____ yes X none reported
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

1. Internal control over major programs:
 - Material weakness(es) identified? _____ yes X no
 - Reportable condition(s) identified that are not considered to be material weaknesses? _____ yes X none reported
2. Type of auditor’s report issued on compliance for major programs: *Unmodified*
3. Audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule? _____ yes X no

Identification of Major Federal Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.023	Emergency Rental Assistance Program
14.218	Community Development Block Grants (CDBG) program

Dollar threshold used to distinguish between Type A and Type B programs: \$1,115,826

Auditee qualified as low-risk auditee? X yes _____no

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2022**

Section II - Financial Statement Findings

No matters were reported for the year ended December 31, 2022.

Section III - Federal Award Findings and Questioned Costs

No matters were reported for the year ended December 31, 2022.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2022**

There were no prior year findings.

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Fund Number	CFDA Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Amounts Passed Through to Subrecipients	Expenditures During the Year	Unexpended Balance of Award at End of Year
U.S. Department of Health and Human Services										
DHHS Community Economic Development	720	93.570	OCS CED	01/01/22-12/31/22	\$ 344,547	\$ 344,547	\$ 57,214	\$ -	\$ 32,196	\$ 369,565
Passed through Washington State Department of Commerce - Housing										
LIHEAP Weatherization ARP	206	93.568	F21-5310C-423 A	07/01/21-09/30/23	1,064,779	1,047,968	662,906	-	702,206	345,762
LIHEAP Weatherization Program	209	93.568	F19-53101-423 E	10/01/19-09/30/22	1,884,497	69,935	87,979	-	69,935	-
LIHEAP Weatherization Program	209	93.568	F21-53101-423 A	10/01/21-09/30/23	707,008	707,008	455,797	-	483,797	223,211
Passed through Washington State Department of Commerce - Community Services										
LIHEAP - EAP	411	93.568	F22-32606-054 A	10/01/21-09/30/24	3,968,573	3,968,573	3,627,208	-	3,968,573	-
LIHEAP - EAP	411	93.568	F23-32606-054	10/01/22-09/30/25	3,604,270	3,604,270	-	-	-	3,604,270
LIHWAP - CAA Water Assistance	408	93.568	F21-32607-054	10/01/21-09/30/23	552,801	552,408	552,801	-	552,408	-
LIHWAP - ARP Water Assistance	409	93.568	F22-32607-054	10/01/21-09/30/23	433,230	433,230	433,230	-	433,230	-
LIHEAP - ARP Energy Assistance	410	93.568	F21-3260A-054 A	07/01/21-09/30/23	5,735,865	4,247,096	4,361,060	-	4,016,169	230,927
LIHEAP - Supplemental	414	93.568	F23-326CR-054	10/01/22-09/30/24	1,151,999	1,151,999	-	-	94,261	1,057,738
LIHEAP - IJJA	415	93.568	F23-32601-054	10/01/22-09/30/24	230,153	230,153	-	-	-	230,153
					19,333,175	16,012,639	10,180,980	-	10,320,578	5,692,061
Passed through Washington State Department of Commerce - Community Services										
Community Services Block Grant	100	93.569	F21-32101-028	10/01/20-09/30/22	593,252	402,186	443,903	-	402,186	-
Community Services Block Grant	110	93.569	F22-32101-028	10/01/21-09/30/23	586,492	586,492	135,640	-	185,693	400,799
Community Services Block Grant-COVID Cares	199	93.569	F20-3210C-028	01/01/20-09/30/22	840,015	254,295	291,825	-	254,295	-
					2,019,759	1,242,973	871,367	-	842,174	400,799
Passed through Aging & Long Term Care of Eastern Washington										
Minor Home Repair IIIB	220	93.044	2021:57:14	01/01/21-12/31/21	39,430	-	3,583	-	-	-
Minor Home Repair IIIB	220	93.044	21-22:57:14(2)	01/01/22-12/31/22	39,940	39,940	36,392	-	39,440	500
Minor Home Repair IIIB-ARP	220	93.044	21-22:57:14(2)	01/01/22-12/31/22	352,941	352,941	151,832	-	180,306	172,635
Emergency Home Repair RFP AMP Cares Act IIIB	226	93.044	2020:RFP EHRM:14(1)	07/01/20-06/30/22	146,085	21,546	36,535	-	21,546	-
LTC Ombudsman Program ALTCEW	123	93.044	2022:88:14	01/01/22-12/31/22	15,397	15,397	15,397	-	15,397	-
					593,793	429,824	243,739	-	256,689	173,135
Passed through Multi-Service Center										
LTC Ombudsman Program MSC	122	93.778	LTCOP 2022-1	07/01/21-06/30/22	194,089	131,341	118,850	-	56,102	75,239
LTC Ombudsman Program MSC	122	93.778	LTCOP 2023-1	07/01/22-06/30/23	145,186	145,186	39,113	-	110,126	35,060
					339,275	276,527	157,963	-	166,228	110,299
Total U.S. Department of Health and Human Services					22,630,549	18,306,510	11,511,264	-	11,617,866	6,745,859

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Fund Number	CFDA Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Amounts Passed Through to Subrecipients	Expenditures During the Year	Unexpended Balance of Award at End of Year
U.S. Department of Energy										
Passed through Washington State Department of Commerce - Housing										
DOE Weatherization	205	81.042	F21-53103-423 B	07/01/21-06/30/22	942,746	496,871	516,553	-	496,871	-
DOE Weatherization	205	81.042	F22-53103-423	07/01/22-06/30/23	411,096	411,096	152,000	-	212,636	198,460
DOE BIL Weatherization	215	81.042	F22-92401F-423	09/01/22-06/30/27	389,087	389,087	-	-	-	389,087
Total U.S. Department of Energy					1,742,929	1,297,054	668,553	-	709,507	587,547
U.S. Department of Housing and Urban Development										
Passed through City of Spokane - Community, Housing, & Human Services										
Small Cities - RRH	158	14.267	WA0001U0T022002	08/01/21-07/31/22	114,239	64,087	65,960	-	60,920	3,167
Coordinated Assessment - SHCA	160	14.267	WA0001U0T022002	08/01/21-07/31/22	163,000	103,987	99,629	-	84,313	19,675
Coordinated Assessment - SHCA	160	14.267	WA9999U0T022102	08/01/22-07/31/23	73,830	73,830	-	-	73,385	445
Coc RRH Singles w-o Children	175	14.267	OPR 2022-0783	08/01/21-07/31/22	143,461	61,968	68,825	-	60,371	1,597
Coc RRH Singles w-o Children	175	14.267	WA9999U0T022102	08/01/22-07/31/23	179,163	179,163	73,563	-	83,531	95,632
					673,693	483,036	307,976	-	362,520	120,516
Passed through City of Spokane - Community, Housing, & Human Services										
City Single Family Rehab Program	223	14.218	OPR 2021-0122	01/01/21-12/31/21	1,433,219	-	135,589	-	-	-
City Single Family Rehab Program	223	14.218	OPR 2021-0849	01/01/22-12/31/22	1,433,219	1,433,219	478,928	-	604,131	829,088
CD-City Minor Home Repair and 'E.H.R.'	228	14.218	OPR 2021-0121	01/01/21-12/31/21	500,000	-	35,047	-	-	-
CD-City Minor Home Repair and 'E.H.R.'	228	14.218	OPR 2021-0848	01/01/22-12/31/22	500,000	500,000	276,293	-	302,180	197,820
City CDBG Homeownership Program	751	14.218	OPR 2019-0917	07/01/21-06/30/22	159,982	106,015	112,171	-	71,173	34,841
City CDBG Homeownership Program	751	14.218	OPR 2019-0917 C	07/01/22-06/30/23	134,418	134,418	-	-	77,439	56,979
Passed through Spokane County Community Services, Housing and Community Development Department										
Emergency Health&Safety Repairs and Accessibility	224	14.218	21-24923	07/01/21-06/30/22	150,000	109,217	85,679	-	68,543	40,674
Emergency Health&Safety Repairs and Accessibility	224	14.218	22-25136	07/01/22-06/30/23	171,772	171,772	-	-	42,523	129,249
County CDBG COVID	562	14.218	CDBG CV 20-01	10/01/20-02/28/22	621,416	78,478	113,638	-	77,997	481
County CDBG Loan Fund 20	705	14.218	CDBG 21-24928	07/01/21-06/30/22	124,929	105,264	103,705	-	100,014	5,250
County CDBG Loan Fund 21	705	14.218	CDBG 22-25143	07/01/22-06/30/23	107,286	107,286	-	-	77,389	29,897
					5,336,241	2,745,669	1,341,049	-	1,421,389	1,324,280

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Fund Number	CFDA Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Amounts Passed Through to Subrecipients	Expenditures During the Year	Unexpended Balance of Award at End of Year
Passed through Washington State Housing Finance Commission										
Super NOFA	569	14.169	Super NOFA	10/01/20-12/31/22	105,045	11,846	46,926	-	11,846	-
Passed through Washington State Department of Commerce										
Collins Apartments Loan	515	14.239	98-40497-207	06/30/98-06/30/49	215,135	141,643	-	-	141,644	141,644
2108 E. First Avenue Loan	516	14.239	96-404-107	06/30/00-06/30/49	100,000	62,045	-	-	62,045	62,045
Riverwalk Point I Loan	538	14.239	02-40420-003	12/31/06-12/31/52	1,086,611	1,086,611	-	-	1,086,611	1,086,611
Riverwalk Point I Loan	538	14.239	02-40420-003	12/31/06-12/31/28	248,093	120,018	-	-	120,018	120,018
Alexandria Apartments Loan	539	14.239	04-40403-030	10/16/03-06/30/44	508,224	508,224	-	-	508,224	508,224
Alexandria Apartments Loan	539	14.239	04-40403-030	10/16/03-06/30/44	145,888	145,888	-	-	145,888	145,888
Passed through City of Spokane Department of Community Development										
Patrician Apartments Loan	507	14.239	OPR 94-251	03/22/94-12/31/24	197,500	197,500	-	-	197,500	197,500
Passed through Spokane County Housing and Community Development Loan										
Pine Villa	501	14.239	Pine Villa	01/01/99-06/01/42	637,645	499,458	-	-	499,458	482,306
RWPI County HOME Loan	538	14.239	11-0197	12/31/01-12/31/22	347,768	86,960	-	-	86,960	-
					<u>3,486,864</u>	<u>2,848,347</u>	<u>-</u>	<u>-</u>	<u>2,848,348</u>	<u>2,744,236</u>
Total U.S. Department of Housing and Urban Development					<u>9,601,843</u>	<u>6,088,897</u>	<u>1,695,951</u>	<u>-</u>	<u>4,644,103</u>	<u>4,189,032</u>
Bonneville Power Administration										
Passed through Washington State Department of Commerce - Housing										
BPA Weatherization	219	81.999	F21-53104-423 B	10/01/21-09/30/22	<u>300,360</u>	<u>285,354</u>	<u>150,202</u>	<u>-</u>	<u>152,196</u>	<u>133,158</u>
Total Bonneville Power Administration					<u>300,360</u>	<u>285,354</u>	<u>150,202</u>	<u>-</u>	<u>152,196</u>	<u>133,158</u>
Federal Transit Administration										
Passed through Spokane Transit Authority										
STA Volunteer Drive Program	103	20.513	2020-10534	03/01/21-02/28/23	<u>170,000</u>	<u>78,151</u>	<u>41,755</u>	<u>-</u>	<u>60,536</u>	<u>17,614</u>
Total Federal Transit Administration					<u>170,000</u>	<u>78,151</u>	<u>41,755</u>	<u>-</u>	<u>60,536</u>	<u>17,614</u>

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Fund Number	CFDA Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Amounts Passed Through to Subrecipients	Expenditures During the Year	Unexpended Balance of Award at End of Year
U.S. Department of Treasury										
U.S. Treasury CDFI Financial Assistance Grant	760	21.020	1FA011523+161FA02046	01/01/22-12/31/22	323,170	323,170	192,861	-	(27,833)	488,198
U.S. Treasury CDFI Financial Assistance Grant	762	21.020	201FA054393	09/24/20-01/01/23	650,000	46,287	46,287	-	46,287	-
					973,170	973,170	973,170	-	18,454	488,198
U.S. Treasury CDFI Financial Assistance Grant	763	21.024	21RRP057587	06/15/21-12/31/23	1,000,000	979,431	393,535	-	463,975	515,456
Passed through Washington State Housing Finance Commission										
Housing Counseling CARES Act	568	21.019	HFC Cares Act 20	03/01/20-12/31/21	435,194	-	18,716	-	-	-
Home Owners Assistance	571	21.027	HAF ARP 2022	01/01/22-09/30/22	250,000	250,000	201,501	-	201,501	48,499
Home Owners Assistance	571	21.027	HAF0025	10/01/22-06/30/24	891,000	891,000	-	-	81,305	809,695
					1,141,000	1,141,000	1,141,000	-	282,806	858,194
Passed through Spokane County Community Services, Housing and Community Development Department										
ERAP CARES Rental Assistance	444	21.023	22HCD2657(1)	02/01/22-06/30/23	8,818,784	8,818,784	4,189,376	-	5,281,301	3,537,483
ERA Rental Assistance	446	21.023	SNAP ERA	02/01/21-06/30/22	9,061,329	62,239	534,733	-	61,739	500
TRAP Rental Assistance	447	21.023	21HCD2546	03/01/21-09/30/22	11,289,274	1,976,671	3,610,303	-	1,515,252	461,420
TRAP 2.0 Rental Assistance	448	21.023	22HCD2655	10/01/21-06/30/23	12,832,717	12,832,717	9,761,200	-	10,729,402	2,103,315
ERA 2.0 Rental Assistance	449	21.023	SNAP ERA 2.0	03/01/21-08/30/25	3,264,065	3,264,065	1,133,040	-	1,163,619	2,100,446
					45,266,169	45,266,169	45,266,169	-	18,751,312	8,203,164
Total U.S. Department of Treasury					48,815,534	48,815,534	48,815,534	-	19,516,547	10,065,013
U.S. Small Business Administration										
SBA Prime TA Grant	717	59.046	SBAOCAML210270-01-00	07/01/21-06/30/22	130,223	71,345	79,041	-	56,739	14,606
SBA Prime TA Grant	717	59.046	SBAOCAML220396-01-00	07/01/22-06/30/23	198,874	198,874	-	-	40,052	158,822
					329,097	270,219	79,041	-	96,791	173,427
SBA Women's Business Center	716	59.043	SBAOEDWB210027-01-00	09/30/21-09/29/22	150,000	129,985	55,549	-	129,985	-
SBA Women's Business Center	716	59.043	SBAOEDWB220074	09/30/22-09/29/23	150,000	150,000	-	-	48,107	101,893
SBA Women's Business Center CARES Act	724	59.043	SBAHQ-20-C-0109	05/01/20-04/30/22	420,000	83,590	116,497	-	39,082	44,508
					720,000	363,576	172,045	-	217,175	146,401
Total U.S. Small Business Administration					1,049,097	633,795	251,086	-	313,966	319,828

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Fund Number	CFDA Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Amounts Passed Through to Subrecipients	Expenditures During the Year	Unexpended Balance of Award at End of Year
United States Department of Agriculture										
Republic USDA RRH Loan	801	10.415	Case#56-10-1332187	09/26/79-09/30/29	320,000	29,626	-	-	34,745	7,881
Woodhaven USDA RRH Loan	802	10.415	Case#56-033-586245552	12/09/02-05/31/34	177,732	142,443	-	-	144,740	139,685
Total United States Department of Agriculture					497,732	172,069	-	-	179,485	147,566
Total Federal Assistance Awards					\$ 84,808,044	\$ 56,306,193	\$ 34,400,362	\$ -	\$ 37,194,206	\$ 22,205,617

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2022**

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Spokane Neighborhood Action Partners (SNAP) and is presented on the accrual basis of accounting. The information in this 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 INDIRECT COSTS

SNAP's Cost Allocation Policy is based on the Direct Allocation method described in 2 CFR 200 Appendix IV B.4. This Direct Allocation Method treats all costs as direct costs except general administration and general expenses. SNAP did not elect to use the 10% de minimus rate.

NOTE 3 FEDERAL LOANS

The federal loan programs listed subsequently are administered directly by SNAP, and balances and transactions relating to these programs are included in SNAP's basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule of Expenditures of Federal Awards. The balance of loans outstanding at December 31, 2022 consist of:

	FD Number	CFDA Number	Award Number	Period of Award	Total Authorized Loan	Balance Outstanding at End of Year	Balance Outstanding at Beginning of Year
U.S. Department of Housing and Urban Development							
Passed through Washington State Department of Commerce							
Collins Apartments	515	14.239	98-40497-207	06/30/98-06/30/49	\$ 215,135	\$ 141,644	\$ 141,644
2108 E. First Avenue	516	14.239	96-404-107	06/30/00-06/30/49	100,000	62,045	62,045
Riverwalk Point I	538	14.239	02-40420-003	12/31/06-12/31/52	1,086,611	1,086,611	1,086,611
Riverwalk Point I	538	14.239	02-40420-003	12/31/06-12/31/28	248,093	120,018	120,018
Alexandria Apartments	539	14.239	04-40403-030	10/16/03-06/30/44	508,224	508,224	508,224
Alexandria Apartments	539	14.239	04-40403-030	10/16/03-06/30/44	145,888	145,888	145,888
Passed through City of Spokane Department of Community Development							
Patrician Apartments	507	14.239	OPR 94-251	03/22/94-12/31/24	197,500	197,500	197,500

**SPOKANE NEIGHBORHOOD ACTION PARTNERS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2022**

NOTE 3 FEDERAL LOANS (CONTINUED)

Passed through Spokane County Housing and							
Pine Villa Loan Community Development	501	14.239	Pine Villa	01/01/99-06/01/42	637,645	482,304	499,458
RWPI HOME Loan	538	14.239	11-0197	12/31/01-12/31/22	347,768	-	86,960
United States Department of Agriculture							
Republic USDA RRH Loan	801	10.415	Case# 56-10-1332187	09/26/79-09/30/29	320,000	7,881	34,745
Woodhaven USDA RRH Loan	802	10.415	Case# 56-033-586245552	12/09/02-05/31/34	177,732	139,685	144,740
Total Loans					<u>\$ 3,984,596</u>	<u>\$ 2,891,800</u>	<u>\$ 3,027,833</u>

SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF STATE and LOCAL AWARDS
YEAR ENDED DECEMBER 31, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Project Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Expenditures During the Year	Unexpended Balance of Award at End of Year
Washington State Department of Commerce								
CSBG-State 2019/2021	101	S22-32101-228	07/01/21-06/30/23	\$ 146,498	\$ 131,174	\$ 71,053	\$ 70,131	\$ 61,044
CSBG-State Supplemental	111	S23-32B902-228	07/01/22-06/30/23	162,254	162,254	4,437	8,147	154,107
WA State Tax Credit Community Outreach	149	S23-32TC212-030	10/01/22-06/30/23	207,000	207,000	731	2,917	204,083
WA State Commerce ID Assistance & Support Grant	163	22-46135-01	10/15/21-06/30/23	65,625	41,452	5,597	7,717	33,736
Matchmaker - Home Repair & Rehabilitation Program	213	S21-92401-423 B	07/01/21-06/30/23	1,475,023	906,767	360,278	450,254	456,513
Lead Remediation Program	216	S18-92403-423 G	07/23/18-12/31/21	561,962	-	26,640	-	-
Washington HTF Revolving Loan Fund - Consolidated	270	2-91-491-20	04/01/91-09/30/23	148,834	148,834	44,808	77,849	115,793
Outreach to Underserved Communities	610	22-36704-020	03/01/22-06/30/23	358,277	358,277	91,865	97,416	260,861.06
Washington Revolving Loan Fund - Consolidated	758	09-94100-005	08/03/09-12/31/30	2,960,900	848,071	434,927	701,030	581,968
Passed through City of Spokane								
Spokane City Rapid Re-Housing Singles - CHG	164	20-46108/22-46108-30	07/01/19-06/30/24	1,025,274	432,992	286,868	373,527	59,465
Spokane City Singles Homeless Diversion	165	20-46108-30/22-46108-30	07/01/19-06/30/24	275,531	112,915	82,057	82,518	30,397
Spokane City Young Adult Housing Program	166	20-46312-203/22-46312-203	07/01/19-12/31/22	295,814	13,562	11,885	(521)	14,083
Spokane City RRH Singles - County CHG	179	19HCD2390	07/01/19-06/30/22	673,656	129,407	86,382	75,506	53,901
Passed through Spokane County Community Services, Housing and Community Development Department								
Spokane County Homeless Outreach	176	HHAA 20-10	01/01/20-12/31/21	199,342	3,513	7,892	-	3,513
Spokane County Homeless Outreach	176	HHAA 22-25081	01/01/22-12/31/22	109,102	109,102	80,522	95,269	13,833
Spokane County RRH-CHG	179	22HCD2681	07/01/22-06/30/23	328,072	328,072	116,851	160,197	167,875
Washington State Department of Transportation								
Volunteer Driver Transportation Services	609	PTD0376	07/01/21-06/30/23	253,324	208,142	116,386	117,784	90,359

SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF STATE and LOCAL AWARDS
YEAR ENDED DECEMBER 31, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Project Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Expenditures During the Year	Unexpended Balance of Award at End of Year
Other								
Passed through City of Spokane - Community, Housing, & Human Services								
Spokane City Single Homeless Coordinated Assessment	162	OPR-2019-0773	07/01/19-06/30/24	199,386	88,528	62,307	61,578	26,950
Homeless Outreach Project	169	OPR 2019-0772	07/01/19-06/30/24	695,519	328,424	171,180	161,546	166,878
Passed through Aging & Long Term Care of Eastern Washington								
ALTCEW-Minor Home Repair SCSA	220	21-22:57:14(2)	01/01/22-12/31/22	106,978	106,978	105,345	106,749	229
ALTCEW-Grab Bar Grant	023	22-23:GBI:14(1)	08/01/22-12/31/23	4,500	4,500	-	-	4,500
Passed through Avista Utilities								
Avista Weatherization Assistance	203	D-35207	01/01/22-12/31/23	3,900,000	3,900,000	2,355,700	1,863,451	2,036,549
Avista CEEP	217	D-35188 Amend 2	01/01/20-04/28/23	375,000	210,476	53,390	82,432	128,044
LIRAP Avista Energy Assistance	412	R42784 Amend 2	10/01/21-09/30/22	12,883,262	11,293,716	5,867,050	5,908,154	5,385,562
LIRAP Avista Energy Assistance-Rate Program	412	2022-2023	10/01/22-09/30/23	12,000,000	5,385,562	2,003,945	2,133,477	3,252,085
Avista Project Share	440	PS 21-22	07/01/21-6/30/22	250,000	97,745	178,327	196,388	79,683
Avista Project Share	440	PS 22-23	07/01/22-6/30/23	250,000	79,683	178,481	113,177	144,988
Avista Project Share Mgt	441	2021-2022	07/01/21-06/30/22	316,000	49,685	218,116	192,443	75,358
Avista Project Share Mgt	441	2022-2023	07/01/22-06/30/23	316,000	75,358	206,183	171,380	110,161
Passed through United Way of Spokane County								
Centralized Diversion Grant	145	CDF	08/01/22-12/31/22	25,738	10,724	15,014	10,421	15,318
Centralized Diversion Grant	145	CDF	11/01/22-06/30/23	90,000	90,000	-	-	90,000
Passed through Department of Social & Health Services								
AL TSA-GOSH	150	2112-19492	07/01/21-06/30/25	191,687	197,939	21,920	42,906	155,033

SPOKANE NEIGHBORHOOD ACTION PARTNERS
SCHEDULE OF EXPENDITURES OF STATE and LOCAL AWARDS
YEAR ENDED DECEMBER 31, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Project Number	Awards Number	Period of Award	Total Authorized Award	Balance of Award at Beginning of Year	Funds Received During the Year	Expenditures During the Year	Unexpended Balance of Award at End of Year
Passed through Other								
Minor Home Repair Discretionary 2021	023	MHR	01/01/22-12/31/22	27,681	27,681	(641)	4,720	22,320
SNAP Special 2021	035	Special	01/01/22-12/31/22	36,049	36,049	34,315	29,765	40,599
SNAP Homeless Special 2021	060	HL Special	01/01/22-12/31/22	175,597	175,597	34,890	189,027	21,460
SNAP Housing Development 2021	078	SNAP HD 2022	01/01/22-12/31/22	25,000	29,397	128,204	29,397	-
Cancer Can't - Neighbors on the Go	102	Cancer Can't	01/01/22-12/31/22	4,500	103	4,000	2,152	1,952
Ride To Health	105	Ride2Health	01/01/22-12/31/22	50,181	43,091	38,186	42,560	38,717
OMBUDS Misc 2021	124	OMBUDS	01/01/22-12/31/22	16,764	16,764	14	3,428	13,351
Amerigroup	151	0	09/01/18-08/31/23	44,741	13,690.55	7,728	21,310	108
Landlord Match Discretionary 2021	214	LL Match	01/01/22-12/31/22	45,507	45,507	14,085	23,419	36,173
Better Health Together	600	BHT 18-20	08/30/18-08/31/23	165,580	29,589.37	15,080	42,704	1,966
Nourishing Neighbors - Meals on Wheels	602	0	01/01/22-12/31/22	30,000	30,000.00	-	30,000	-
Better Health Together-CCT	606	BHT-CCT	01/01/22-12/31/22	33,500	56	7,500	-	7,556
Better Health Together-SDH	607	BHT-SDoH	10/01/20-06/30/23	269,080	165,182	117,097	109,042	56,140
Covid-19 Care Coordination	608	0	07/01/21-06/30/22	58,464	29,488	30,449	25,640	3,849
Mastercard Impact Fund SBA	701	MC Impact Fund	11/01/20-10/31/23	50,000	8,388	50,000	23,425	34,964
NWBDA Revolving Loan Fund	702	NWBDA	01/01/22-12/31/22	20,952	27,244	21,614	20,627	28,231
WA State Attorney Mortgage Settlement Revolving Loan	750	MSF Grant	01/01/21-12/31/21	2,600,000	428,321	127,228	199,559	355,990
Total State and Local Assistance Awards				\$ 44,414,155	\$ 27,077,003	\$ 13,895,885	\$ 14,160,614	\$ 14,546,242