

**QUADRIPLIGICS UNITED AGAINST
DEPENDENCY, INC. AND AFFILIATES**

CONSOLIDATED FINANCIAL STATEMENTS

Year Ended June 30, 2024



KERN ▲ THOMPSON
CERTIFIED PUBLIC ACCOUNTANTS

QUADRIPLEGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATED FINANCIAL STATEMENTS

Year Ended June 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Quadriplegics United Against
Dependency, Inc. and Affiliates
Portland, Oregon

Opinion

We have audited the accompanying consolidated financial statements of Quadriplegics United Against Dependency, Inc. and Affiliates (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2024, 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.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Quadriplegics United Against Dependency, Inc. and Affiliates as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Consolidated Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Quadriplegics United Against Dependency, Inc. and Affiliates's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, 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.

To the Board of Directors
Quadriplegics United Against Dependency, Inc. and Affiliates

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Quadriplegics United Against Dependency, Inc. and Affiliates'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 Quadriplegics United Against Dependency, Inc. and Affiliates'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.

Report on Summarized Comparative Information

We have previously audited Quadriplegics United Against Dependency, Inc. and Affiliates's 2023 consolidated financial statements, and we expressed an unmodified opinion on those audited consolidated financial statements in our report dated November 6, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary schedules are presented for purposes of additional analysis and is 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.

Kern & Thompson LLC

Portland, Oregon
December 19, 2024

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

June 30, 2024

(With Comparative Totals as of June 30, 2023)

ASSETS

	2024	2023
Cash and cash equivalents	\$ 226,006	\$ 123,793
Accounts receivable	555,852	434,860
Developer fee receivable - related party (Note J)	79,846	79,846
Investments (Note C)	1,042,420	1,322,009
Restricted reserves (Note D)	194,537	213,342
Property and equipment, net (Note E)	3,360,684	3,527,676
Right to Use Asset (Note F)	18,541	49,724
Notes receivable - related party (Note J)	794,324	794,324
Development advance - related party (Note J)	214,257	234,716
Operating deficit advance - related party (Note J)	100,596	80,137
Interest receivable - related party (Note J)	193,068	168,232
	\$ 6,780,131	\$ 7,028,659

LIABILITIES AND NET ASSETS

Accounts payable	\$ 71,025	\$ 78,203
Accrued payroll liabilities	255,002	229,838
Operating lease liability	19,097	50,474
Tenant security deposits (Note D)	27,150	25,655
Total liabilities	372,274	384,170
Net assets		
Without donor restrictions		
Available for general programs and operations	1,585,994	1,528,464
Net investment in capital assets and restricted reserves	3,360,684	3,699,566
Net held for Station 162 (Note J)	1,382,091	1,357,255
Total without donor restrictions	6,328,769	6,585,285
With donor restrictions (Note K)	79,088	59,204
Total net assets	6,407,857	6,644,489
Total liabilities and net assets	\$ 6,780,131	\$ 7,028,659

See notes to consolidated financial statements.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF ACTIVITIES

Year Ended June 30, 2024

(With Comparative Totals for the Year Ended June 30, 2023)

	Without Donor Restrictions	With Donor Restrictions	2024	2023
Revenues and other support				
Attendant care	\$ 4,709,440	\$ -	\$ 4,709,440	\$ 4,655,976
HUD government rent support	422,452	-	422,452	322,582
Management fees	24,651	-	24,651	24,832
Tenant rental income	241,121	-	241,121	307,774
Laundry and vending revenue	8,701	-	8,701	9,010
Grants and contributions	71,768	19,200	90,968	49,498
Investment return	82,210	1,314	83,524	40,515
Interest income-affiliate	24,835	-	24,835	23,608
Miscellaneous income	1,074	-	1,074	786
	<u>5,586,252</u>	<u>20,514</u>	<u>5,606,766</u>	<u>5,434,581</u>
Net assets released from restrictions	630	(630)	-	-
Total revenues and other support	<u>5,586,882</u>	<u>19,884</u>	<u>5,606,766</u>	<u>5,434,581</u>
Expenses				
Program services	4,877,449	-	4,877,449	4,600,229
Management and general	887,441	-	887,441	736,504
Fundraising	78,508	-	78,508	78,402
Total expenses	<u>5,843,398</u>	<u>-</u>	<u>5,843,398</u>	<u>5,415,135</u>
Change in net assets	(256,516)	19,884	(236,632)	19,446
Net assets				
Beginning of year	<u>6,585,285</u>	<u>59,204</u>	<u>6,644,489</u>	<u>6,625,043</u>
End of year	<u>\$ 6,328,769</u>	<u>\$ 79,088</u>	<u>\$ 6,407,857</u>	<u>\$ 6,644,489</u>

See notes to consolidated financial statements.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2024

(With Comparative Totals for the Year Ended June 30, 2023)

	<u>PROGRAM SERVICES</u>			<u>SUPPORTIVE SERVICES</u>		<u>Total</u>	
	<u>Specialized Housing</u>	<u>Specialized Living Program</u>	<u>Total Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2024</u>	<u>2023</u>
Personnel costs	\$ 260,369	\$ 3,736,206	\$ 3,996,575	\$ 549,409	\$ 61,246	\$ 4,607,230	\$ 4,106,962
Contract services	126,061	-	126,061	-	-	126,061	150,924
Utilities	125,702	-	125,702	-	-	125,702	115,676
Garbage and trash removal	25,059	-	25,059	-	-	25,059	19,824
Property and liability insurance	39,848	17,144	56,992	11,221	-	68,213	69,465
Travel expense	4,008	5,688	9,696	3,642	-	13,338	9,233
Material and supplies	78,586	18,130	96,716	18,734	-	115,450	106,194
Resident expenses	2,112	-	2,112	2,223	-	4,335	6,193
Office rent	-	-	-	69,003	-	69,003	39,652
Office expenses	54,913	34,319	89,232	79,683	-	168,915	189,179
Advertising and marketing	-	12,119	12,119	2,944	9,778	24,841	29,930
Manager rent-free unit	-	-	-	-	-	-	21,302
Professional fees	53,673	19,500	73,173	14,280	-	87,453	85,351
Meetings and events	-	12,181	12,181	17,684	-	29,865	57,868
Donation	-	-	-	300	-	300	43,427
Direct program costs	-	25,894	25,894	38,329	7,484	71,707	74,728
Retirement plan contributions	-	39,629	39,629	21,101	-	60,730	56,510
Depreciation	186,308	-	186,308	58,888	-	245,196	232,717
	<u>\$ 956,639</u>	<u>\$ 3,920,810</u>	<u>\$ 4,877,449</u>	<u>\$ 887,441</u>	<u>\$ 78,508</u>	<u>\$ 5,843,398</u>	<u>\$ 5,415,135</u>

See notes to consolidated financial statements.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATED STATEMENT OF CASH FLOWS

Year Ended June 30, 2024

(With Comparative Totals for the Year Ended June 30, 2023)

	2024	2023
Cash flows from operating activities:		
Attendant care	\$ 4,420,364	\$ 4,728,088
Management fees	24,651	24,832
Rents and housing assistance	629,481	605,508
Grants and contributions	90,968	-
Miscellaneous income	9,775	10,546
Investment return	55,229	26,081
	<u>5,230,468</u>	<u>5,395,055</u>
Personnel costs	(4,238,629)	(3,779,003)
Administrative	(936,649)	(774,495)
Operating and maintenance	(5,721)	(337,897)
Utilities	(136,109)	(115,674)
Miscellaneous taxes and insurance	(19,783)	(39,893)
Property insurance	(39,849)	(38,350)
Net cash provided by (used in) operating activities	(146,272)	309,743
Cash flows from investing activities:		
Purchases of investments	(717,596)	(1,280,782)
Proceeds from redemption of investments	1,025,480	893,217
Purchase of property and equipment	(78,204)	(253,796)
Net cash provided by (used in) investing activities	229,680	(641,361)
Net change in cash	83,408	(331,618)
Cash and cash equivalents, beginning of year	337,135	668,753
Cash and cash equivalents, end of year	\$ 420,543	\$ 337,135
Supplementary disclosures of cash flow information:		
Cash and cash equivalents	\$ 226,006	\$ 123,793
Cash restricted for funded reserves	194,537	213,342
	\$ 420,543	\$ 337,135

See notes to consolidated financial statements.

QUADRIPLLEGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024

NOTE A – DESCRIPTION OF ORGANIZATION AND PROGRAM SERVICES

Quadriplegics United Against Dependency, Inc. (QUAD, Inc. or the Organization) and its affiliates were incorporated in the State of Oregon for charitable and educational purposes. QUAD, Inc.'s primary mission focuses on meeting the basic needs of individuals with severe physical disabilities to provide affordable housing and dependable attendant care services. The services offered by QUAD, Inc. enable each of the residents to live independently and pursue goals of their own choosing leading to greater levels of autonomy and self-sufficiency.

The Organization contracts with the State of Oregon to provide specialized living program services. In addition, QUAD, Inc. currently operates four apartment complexes operating under Sections 8, 202 and 811 of the National Housing Act, and one low income housing tax credit project. Separate financial statements and related reports prepared in accordance with Government Auditing Standards and the U.S. Office of Management and Budget (OMB) Uniform Grant Guidance *Compliance Supplement* have been issued for each affiliate. Four of these affiliated organizations are consolidated with QUAD, Inc.'s financial information. Station 162, a low-income housing tax credit partnership, is not consolidated, as the criteria for consolidation is not met.

During the year ended June 30, 2024, the Organization incurred program expenses in the following areas:

- **Specialized Housing** – Provides barrier free, accessible affordable housing resources for physically challenged residents. Housing is currently provided at five locations: Myers Court (Portland, Oregon), Rolling Green Apartments (Hillsboro, Oregon), Central Station Apartments (Gresham, Oregon), Burnside Station Apartments (Portland, Oregon), and Station 162 (Gresham, Oregon).
- **Specialized Living Program** – Provides around-the-clock shared attendant care services to adults with severe physical disabilities.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Organization and its affiliates maintain their records and prepare their financial statements using the accrual method of accounting.

Basis of Consolidation

The accompanying financial statements include the net assets of Quadriplegics United Against Dependency, Inc. consolidated with the accounts of Hillsboro Supportive Housing, Inc. (Rolling Green Apartments), Portland Supportive Housing, Inc. (Central Station), East Portland Supportive Housing, Inc. (Burnside Station), and Myers Court. Significant inter-organization accounts and transactions have been eliminated. Station 162 is not wholly owned, and is treated differently.

A general partner in a limited partnership is presumed to control the limited partnership, regardless of the extent of its ownership interest. Consequently, unless this presumption is overcome, a sole general partner is required to consolidate its limited partnership interests. Management has concluded that consolidation of Station 162 is not required as the presumption of control had been overcome in this case.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Consolidation (Continued)

The equity method of accounting is followed for this investment in limited partnership for which the Organization serves as sponsor and general partner, and in which it holds a .01% equity interest. The entity is under common management; however, QUAD does not have a controlling financial and economic interest.

Under the equity method, the Organization's share of affiliate earnings is included in the statement of activities.

Financial Statement Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

- **Net Assets Without Donor Restrictions** – Net assets that are not subject to donor-imposed stipulations. The Board of Directors may designate net assets without donor restrictions for specific purposes.
- **Net Assets With Donor Restrictions** – Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time, or net assets with donor restrictions that are not subject to appropriation or expenditure.

Expenses are reported as a decrease in net assets without donor restrictions. Gains and losses are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expiration of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Functional Allocation of Expenses

The costs of providing the programs and supporting services have been summarized in the statement of activities. Directly identifiable expenses are charged to programs and supporting services when incurred. Certain costs, including office expense, occupancy, leases and utilities have been allocated among the programs and supporting services benefited based primarily on estimates of time and effort.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Depreciation and amortization are calculated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Equipment	3-5 years
Leasehold Improvements	5-10 years

The Organization follows the practice of capitalizing, at cost, all expenditures for equipment and leasehold improvements in excess of \$5,000. Donated property is recorded at the estimated fair market value at the date of donation.

Income Taxes

Quadriplegics United Against Dependency, Inc. and its affiliates each have been approved as tax exempt organizations under the Internal Revenue Code Section 501(c)(3) and applicable state laws. Accordingly, no provision for income taxes is included in the accompanying financial statements.

Accounts Receivable

Accounts receivable were comprised of amounts due primarily from clients for fees for services. Generally, accounts receivable are due 30 days after the issuance of the invoice. Receivables past due more than 90 days are considered delinquent. Delinquent receivables are written off based on individual credit evaluation and specific circumstances of the client. Amounts older than 90 days at June 30, 2024 totaled \$227,505, but are due from related wholly owned HUD properties, and thus eliminated for financial statement purposes, as is the related revenue. The allowance for credit losses was \$14,000 as of June 30, 2024.

The allowance for credit losses is a valuation account that is deducted from, or added to, the net amount expected to be collected on the receivables. Receivables are charged off against the allowance when management believes the uncollectibility is confirmed. Expected recoveries do not exceed the aggregate of amounts previously charged-off and expected to be charged-off on accounts. Management estimates the allowance balance using relevant available information, from internal and external sources, relating to past events, current conditions, and reasonable and supportable forecasts. Historical credit loss experience provides the basis for the estimation of expected credit losses. Adjustments are made for differences in specific account delinquency level, and for changes in environmental conditions for specific clients.

Use of Estimates

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

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

With regard to revenues from all sources, QUAD evaluates whether each transfer of assets is (1) an exchange reciprocal transaction in which a resource provider receives commensurate value in return for the assets transferred, or (2) a nonreciprocal transfer (a contribution or a grant), where no value is exchanged.

- *Exchange Transactions* – If the transfer of assets is determined to be an exchange transaction, QUAD recognizes revenue when or as it satisfies the required performance obligations and transfers the promised good or service to a customer, and when the customer obtains control of that good or service.
- *Contributions and Grants* – If the transfer of assets is determined to be a contribution, QUAD evaluates whether the contribution is conditional based upon whether the agreement includes both (1) a barrier that must be overcome to be entitled to the funds and (2) either a right of return of assets transferred or a release of a promisor's obligation to transfer assets.

Contributions

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions with donor restrictions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. Otherwise, when a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. Contributions received with both donor-imposed conditions and restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions.

Conditional Promises to Give

A portion of the Organization's revenue is derived from cost-reimbursable state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Organization determines if an arrangement is a lease or contains a lease at inception of a contract. A contract is determined to be or contain a lease if the contract conveys the right to control the use of identified property, plant, or equipment (an identified asset) in exchange for consideration. The Organization determines these assets are leased because the Organization has the right to obtain substantially all of the economic benefit from and the right to direct the use of the identified asset. Assets in which the supplier or lessor has the practical ability and right to substitute alternative assets for the identified asset and would benefit economically for the exercise of the right to substitute the asset are not considered to be or contain a lease because the Organization determines it does not have the right to contract and direct the use of the identified asset.

In evaluating its contracts, the Organization separately identifies lease and non-lease components, such as fixed common area and other fixed maintenance costs, in calculating the Right of Use (ROU) assets and lease liabilities for its office buildings, apartments and vehicles. Non-lease components, which primarily include payments for maintenance and utilities, are excluded from lease payments in calculating the ROU balances.

Leases result in the recognition of ROU assets and lease liabilities on the statement of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. The Organization determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization uses the implicit rate when readily determinable. As most leases do not provide an implicit rate, the Organization uses a risk-free discount rate to measure the present value.

Lease expense is generally recognized on a straight-line basis over the lease term.

Cash and Cash Equivalents

Cash and cash equivalents are short-term, highly liquid investments that are quickly convertible to known cash amounts and with original maturities of three months or less.

Investments

Investments are valued at their fair value in the statement of financial position. Net appreciation in the fair value of investments, which consists of the realized gains or losses and the unrealized appreciation (decline) of those investments, is also shown in the statement of activities. Interest income is accrued as earned. See Note C for a discussion of fair value measurements.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prior Year Summarized Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class or natural expense classification by function. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended June 30, 2023, from which the summarized information was derived.

NOTE C – FAIR VALUE MEASUREMENTS

Valuation techniques used to measure fair value are prioritized into the following three-level hierarchy. The classification of assets and liabilities within the hierarchy is based on whether the inputs to the valuation methodology used for measurement are observable or unobservable. Observable inputs reflect market-derived or market-based information obtained from independent sources, while unobservable inputs reflect estimates about market data.

Level 1 – Quoted prices in active markets for identical assets. Assets in this level typically include publicly traded equities, mutual fund investments and cash equivalents.

Level 2 – Quoted prices for similar assets in active or inactive markets, or inputs derived from observable market data such as published interest rates and yield curves, over-the-counter derivatives, market modeling, or other valuation methodologies.

Level 3 – Unobservable inputs that reflect management's assumptions and best estimates based on available data. Assets in this level include beneficial interests in charitable trusts.

Investments are measured at fair value in the statement of financial position based on quoted market price. Net realized and unrealized gains and losses are included in the statement of activities. Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met in the reporting period in which the income and gains are recognized. Investments consist of the following at June 30, 2024 assets in the accompanying statement of activities.

	Level 1	Level 2	Level 3	Total
Equities	\$ 565,345	\$ -	\$ -	\$ 565,345
Fixed income	455,808	-	-	455,808
Cash alternatives	16,279	-	-	16,279
Other	4,988	-	-	4,988
	<u>\$ 1,042,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,042,420</u>

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE D – RESTRICTED RESERVES

Under separate regulatory agreements, there are currently four U.S. Department of Housing and Urban Development (HUD) Projects operated by this Organization that are required to set aside amounts for the replacement of property and other project expenditures approved by HUD. The Organization also collects security deposits from its tenants and is required to maintain these funds in a separate account. As of June 30, 2024, security deposits of \$26,035 and HUD restricted resources totaling \$168,502 are held in separate accounts and generally are not available for operating purposes.

HUD requires each individual HUD entity to deposit in a separate bank account, within 60 days of year end, surplus cash as computed on HUD’s Computation of Surplus Cash. All disbursements from the residual receipts reserve must be approved by HUD.

NOTE E – PROPERTY AND EQUIPMENT

A summary of property and equipment at June 30, 2024 is as follows:

Land	\$	552,263
Buildings		6,991,858
Furniture and equipment		585,495
Construction in Progress		6,513
		8,136,129
Less accumulated depreciation		(4,775,445)
		\$ 3,360,684

Buildings included above have been funded with HUD grants that include stipulations that the properties are to be used exclusively for low income housing to tenants with disabilities. Failure to comply with these terms would subject the organization to forfeiture of its original grant. As of the date of these financial statements, all projects were in compliance.

NOTE F – LEASING ARRANGEMENTS

Myers Court (a division within QUAD, Inc.) leases land on which the Myers Court apartment complex is situated from the City of Portland for a fifty-year period at \$1 per year. At the expiration of the lease in 2030, the City of Portland will reconsider the best use of the land and either renew its lease with the Organization or initiate a resettlement plan.

The Organization leases office space for administration and operations under an operating lease expiring March 2025. The current monthly rental commitment is \$2,674 per month. Rent expense totaled \$68,529 for the year ended June 30, 2024.

		Office
Weighted-average remaining lease term		8 months
Weighted-average discount rate		3%

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE F – LEASING ARRANGEMENTS (CONTINUED)

Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from leases	\$ <u>32,408</u>
Annual lease cost	\$ <u>32,214</u>

The lease matures February 2025, remaining payments of \$22,032 have been discounted to the present value of the lease liability, \$19,097 as of June 30, 2024.

NOTE G – CURRENT VULNERABILITY DUE TO GOVERNMENT REGULATIONS

The Organization's programs include multifamily housing in a heavily regulated environment. The housing operations are subject to the administrative directives, rules and regulations of federal, state, and local regulatory agencies, including, but not limited to, HUD. Such administrative directives, rules, and regulations are subject to change by an act of Congress or an administrative change mandated by HUD. Such changes may occur with little notice or inadequate funding to pay for the related cost, including the additional administrative burden, to comply with a change.

Amounts receivable from various contracting agencies are subject to audit and potential adjustment by the contracting agencies. Any disallowed claims, including amounts already collected, would become a liability of QUAD, Inc. if so determined in the future. It is management's belief that no material amounts received or receivable, that have not already been provided for, will be required to be returned in the future.

NOTE H – CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash, receivables, and investments. The Organization places its cash with financial institutions insured by the Federal Deposit Insurance Corporation (FDIC). Amounts in excess of FDIC coverage are not insured. As of June 30, 2024, the Organization did not hold cash in excess of FDIC coverage. The Organization's receivables are unsecured and are generally due within 30 days. The Organization has not experienced any significant losses on these accounts. Investments consist primarily of fixed income and equity securities held in brokerage accounts and are subject to market fluctuations.

In addition, the majority of the Organization's revenues are earned under a single contract with the State of Oregon and are included in attendant care revenue. The State's contract totaled \$4,709,440 in the year ended June 30, 2024, which constitutes approximately 84% of total revenues.

NOTE I – PENSION AND RETIREMENT PLAN

The Organization sponsors a 401(k) plan which covers all full time and certain part time employees. The Organization matches employee deferrals on a dollar-for-dollar basis up to a maximum of 4% of annual compensation of eligible employee. Retirement plan expense, including administrative fees, amounted to \$60,730 for the year ended June 30, 2024.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – RELATED PARTY TRANSACTIONS

Consolidated Housing Projects

The Organization receives fees from East Portland Supportive Housing, Hillsboro Supportive Housing, Myers Court, and Portland Supportive Housing for property management services. During the year ended June 30, 2024, the Organization received \$60,068 in management fees, which were eliminated as an inter-organization transaction. As described in Note B, these entities are consolidated with those of Quad, Inc. In addition, the Organization received \$24,651 of management fees from Station 162.

Station 162 Housing LLC

QUAD, Inc. is the general partner, developer, and .001% owner, of a LIHTC (Low Income Housing Tax Credit) project, known as Station 162 Housing LLC, or Station 162. Station 162 is governed by an extensive operating agreement. As the Managing Member, all transactions with the entity are related party transactions. QUAD, Inc.'s initial capital contribution is \$100.

As the developer, QUAD, Inc. is entitled to a developer fee and has loaned funds to the LLC. The loans accrue interest, at a rate of 2.61% annually, but QUAD, Inc. will only receive payments if Station 162 meets certain cash flow conditions. QUAD, Inc. has also advanced additional funds that do not accrue interest, referred to as additional development advances.

QUAD, Inc. has also received restricted grants to support Station 162, from both State and private sources. The State funding locks the property into a low-income housing provider status on a long term basis. In order to incentivize this type of development, upon completion of the project, federal tax credits have been awarded to Station 162, and distributed to the members.

QUAD, Inc. accounts for its investment in Station 162, LLC by the equity method of accounting under which the proportionate share of net income or loss of the partnership is recognized in QUAD, Inc.'s statement of activities and added or subtracted from the investment account. Station 162 received a certificate of completion in January of 2019.

As the general partner in a limited liability company, QUAD, Inc. is providing property management service, development services, and financing. QUAD, Inc. earned \$24,651 in property management fees during the year ended June 30, 2024.

There are a number of receivables owed to Quad, Inc. by Station 162 under a developer services agreement between the organizations as follows:

Developer fee receivable	\$	79,846
Interest receivable		193,068
Operating deficit advance		100,596
Notes receivable		794,324
Development advance		<u>214,257</u>
Net held for Station 162	\$	<u><u>1,382,091</u></u>

The developer fee receivable from Station 162 represents fees earned by the organization as the developer of Station 162. The development fee was earned at project completion in January 2018.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – RELATED PARTY TRANSACTIONS (CONTINUED)

Station 162 Housing LLC (Continued)

The home loan receivable and notes receivable from Station 162 represent grant funds received by QUAD, Inc. and in turn lent to the LLC. The notes are subordinate to senior indebtedness of Station 162. No principal payments were made during the year. Interest income is accrued monthly. The amounts are combined on the statement of financial position and total \$794,324.

The operating deficit advance represents additional support to fund operations of Station 162, and is subordinate to senior indebtedness of Station 162.

For the year ended June 30, 2024, QUAD, Inc. recorded interest income of approximately \$24,835 from Station 162. Payment of interest is subject to available cash flow.

The development advance represents additional contributions awarded to QUAD, Inc. and lent to Station 162. The advance is subordinate to senior indebtedness of Station 162.

NOTE K – RESTRICTIONS ON NET ASSETS

The Organization's net assets with donor restrictions for year ended June 30, 2024 total \$79,088, and are restricted as endowment as described at Note L.

NOTE L – ENDOWMENT

The Organization received an endowment gift for the purpose of providing ongoing career support to the attendant care staff employed by QUAD, Inc.

Interpretation of Relevant Law

The Uniform Prudent Management of Institutional Funds Act (UPMIFA) was enacted by the state of Oregon. UPMIFA eliminates the historic dollar value threshold, an amount below which an organization could not spend from an endowment fund and establishes a set of prudent management and investment standards for boards to follow when managing endowment funds. Under UPMIFA, the Organization may spend so much of an endowment fund as it considers prudent, regardless of whether the fund is below its historic dollar value. A donor's intent to maintain an endowment in perpetuity must still be considered and the fund managed accordingly. However, the Organization retains variance power over its endowment assets. The Organization's organizing documents and fund agreements set forth the power to modify any restrictions or conditions on distributions from funds if, in the Organization's judgment, such restrictions or conditions become unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the area being served.

The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Organization, and (7) the Organization's investment policies.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE L – ENDOWMENT (CONTINUED)

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the historic dollar value of the gifts. As of June 30, 2024, no endowment funds are valued below historic dollar value of the associated gifts.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner intended to produce results that meet the price and yield results of the S&P 500 index while assuming a moderate level of investment risk. The Organization expects its endowment funds, over time, to provide a minimum rate of return of approximately 5 percent plus inflation, over a three to five year rolling period.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Once the corpus achieves a balance of \$100,000, the Organization has a policy of appropriating, for distribution each year, 5 percent of its endowment fund's average fair value over the prior 12 quarters, through the calendar year end preceding the fiscal year in which the distribution is planned. Each year, the finance committee may modify the spending policy based on the needs of the Organization. In establishing this policy, the Organization considered long-term expected return on its endowment. Accordingly, over the long-term, the Organization expects the current spending policy to allow its endowment to grow at an average annual rate of inflation. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

Changes in endowment net assets are as follows for the year ended June 30, 2024:

	<u>With Donor Restrictions</u>		<u>Total Net</u>
	<u>Accumulated</u>		<u>Endowment</u>
	<u>Gains</u>	<u>Corpus</u>	<u>Assets</u>
Endowments net assets, June 30, 2023	\$ (2,375)	\$ 55,058	\$ 52,683
Contributions	-	19,200	19,200
Investment income, net	1,820	-	1,820
Net realized and unrealized gain on investment	6,015	-	6,015
Amounts appropriated for expenditures	-	-	-
Expenditures	<u>(630)</u>	<u>-</u>	<u>(630)</u>
Endowment net assets, June 30, 2024	<u>\$ 4,830</u>	<u>\$ 74,258</u>	<u>\$ 79,088</u>

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE M – COMMITMENTS

QUAD, Inc. has entered into guaranty agreements pursuant to the Station 162 operating agreement under which QUAD, Inc. acts as general partner. Under these agreements, QUAD, Inc. may be responsible for funding operating deficits if the limited liability company fails to maintain certain reserves. As of June 30, 2024 these reserves are sufficient.

NOTE N – LIQUIDITY

The following represents the Organization's financial assets available to meet cash needs for general expenditures within one year of June 30, 2024:

Financial assets at year-end	
Cash and cash equivalents	\$ 226,006
Accounts receivable	555,852
Investments	<u>1,042,420</u>
Total financial assets	<u>1,824,278</u>
Less amounts unavailable for use within one year due to:	
Endowment restriction	<u>(79,088)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,745,190</u>

The Organization's endowment funds consist of donor-restricted endowments. Income from donor-restricted endowments is restricted for specific purposes and, therefore, is not available for general expenditure. As described in Note L, the Organization's spending policy is to maintain all investment earnings until the endowment reaches \$100,000.

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of current requirements in short-term investments.

NOTE O – SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 19, 2024, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

June 30, 2024

ASSETS

	<u>Burnside Station</u>	<u>Central Station</u>	<u>Myers Court</u>	<u>Rolling Green</u>	<u>QUAD Service</u>	<u>Eliminating Entries</u>	<u>2024 Consolidated</u>
Cash and cash equivalents	\$ 6,042	\$ 2,036	\$ 31,861	\$ 4,049	\$ 182,018	\$ -	\$ 226,006
Accounts receivable	10,846	46,796	1,247	6,315	767,262	(276,614)	555,852
Developer fee receivable - related party (Note J)	-	-	-	-	79,846	-	79,846
Investments (Note C)	-	-	-	-	1,042,420	-	1,042,420
Restricted reserves (Note D)	46,831	40,754	67,112	39,840	-	-	194,537
Property and equipment, net (Note E)	1,172,159	694,327	220,689	962,839	310,670	-	3,360,684
Right to Use Asset (Note F)	-	-	-	-	18,541	-	18,541
Notes receivable - related party (Note J)	-	-	-	-	794,324	-	794,324
Development advance - related party (Note J)	-	-	-	-	214,257	-	214,257
Operating deficit advance - related party (Note J)	-	-	-	-	100,596	-	100,596
Interest receivable - related party (Note J)	-	-	-	-	193,068	-	193,068
Total assets	\$ <u>1,235,878</u>	\$ <u>783,913</u>	\$ <u>320,909</u>	\$ <u>1,013,043</u>	\$ <u>3,703,002</u>	\$ <u>(276,614)</u>	\$ <u>6,780,131</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 83,374	\$ 87,278	\$ 51,848	\$ 86,667	\$ 38,472	\$ (276,614)	\$ 71,025
Accrued payroll liabilities	2,063	2,174	2,365	2,660	245,740	-	255,002
Operating lease liability	-	-	-	-	19,097	-	19,097
Tenant security deposits (Note D)	6,541	6,962	6,070	7,577	-	-	27,150
Total liabilities	<u>91,978</u>	<u>96,414</u>	<u>60,283</u>	<u>96,904</u>	<u>303,309</u>	<u>(276,614)</u>	<u>372,274</u>
Net assets							
Without donor restrictions							
Available for general programs and operations	(28,259)	(6,828)	39,937	(46,700)	1,627,844	-	1,585,994
Net investment in capital assets and restricted reserves	1,172,159	694,327	220,689	962,839	310,670	-	3,360,684
Net held for Station 162 (Note J)	-	-	-	-	1,382,091	-	1,382,091
Total without donor restrictions	<u>1,143,900</u>	<u>687,499</u>	<u>260,626</u>	<u>916,139</u>	<u>3,320,605</u>	<u>-</u>	<u>6,328,769</u>
With donor restrictions (Note K)	-	-	-	-	79,088	-	79,088
Total net assets	<u>1,143,900</u>	<u>687,499</u>	<u>260,626</u>	<u>916,139</u>	<u>3,399,693</u>	<u>-</u>	<u>6,407,857</u>
Total liabilities and net assets	\$ <u>1,235,878</u>	\$ <u>783,913</u>	\$ <u>320,909</u>	\$ <u>1,013,043</u>	\$ <u>3,703,002</u>	\$ <u>(276,614)</u>	\$ <u>6,780,131</u>

See notes to consolidated financial statements and independent auditor's report.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATING STATEMENT OF ACTIVITIES

Year Ended June 30, 2024

	<u>Burnside Station</u>	<u>Central Station</u>	<u>Myers Court</u>	<u>Rolling Green</u>	<u>QUAD Service</u>	<u>Eliminating Entries</u>	<u>2024 Consolidated</u>
Revenues and other support							
Attendant care	\$ -	\$ -	\$ -	\$ -	\$ 4,709,440	\$ -	\$ 4,709,440
HUD government rent support	86,655	96,497	152,629	86,671	-	-	422,452
Management fees	-	-	-	-	84,719	(60,068)	24,651
Tenant rental income	51,340	63,562	55,436	70,783	-	-	241,121
Laundry and vending revenue	2,287	2,141	1,570	2,703	-	-	8,701
Grants and contributions	-	-	-	-	90,968	-	90,968
Investment return	11	8	15	5	83,485	-	83,524
Interest income-affiliate	-	-	-	-	24,835	-	24,835
Miscellaneous income	-	-	-	-	1,074	-	1,074
Total revenues and other support	<u>140,293</u>	<u>162,208</u>	<u>209,650</u>	<u>160,162</u>	<u>4,994,521</u>	<u>(60,068)</u>	<u>5,606,766</u>
Expenses							
Program services	197,848	190,542	144,904	222,969	4,121,186	-	4,877,449
Management and general	62,751	63,690	60,872	73,134	687,062	(60,068)	887,441
Fundraising	-	-	-	-	78,508	-	78,508
Total expenses	<u>260,599</u>	<u>254,232</u>	<u>205,776</u>	<u>296,103</u>	<u>4,886,756</u>	<u>(60,068)</u>	<u>5,843,398</u>
Change in net assets	(120,306)	(92,024)	3,874	(135,941)	107,765	-	(236,632)
Net assets							
Beginning of year	<u>1,264,206</u>	<u>779,523</u>	<u>256,752</u>	<u>1,052,080</u>	<u>3,291,928</u>	<u>-</u>	<u>6,644,489</u>
End of year	<u>\$ 1,143,900</u>	<u>\$ 687,499</u>	<u>\$ 260,626</u>	<u>\$ 916,139</u>	<u>\$ 3,399,693</u>	<u>\$ -</u>	<u>\$ 6,407,857</u>

See notes to consolidated financial statements and independent auditor's report.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATING STATEMENT OF CASH FLOWS

Year Ended June 30, 2024

	<u>Burnside Station</u>	<u>Central Station</u>	<u>Myers Court</u>	<u>Rolling Green</u>	<u>QUAD Service</u>	<u>Eliminating Entries</u>	<u>2024 Consolidated</u>
Cash flows from operating activities:							
Attendant care	\$ -	\$ -	\$ -	\$ -	\$ 4,420,364	\$ -	\$ 4,420,364
Management fees	-	-	-	-	84,719	(60,068)	24,651
Rents and housing assistance	137,536	124,596	213,520	153,829	-	-	629,481
Grants and contributions	-	-	-	-	90,968	-	90,968
Miscellaneous income	2,287	2,141	1,570	2,703	1,074	-	9,775
Investment return	11	8	15	5	55,190	-	55,229
	<u>139,834</u>	<u>126,745</u>	<u>215,105</u>	<u>156,537</u>	<u>4,652,315</u>	<u>(60,068)</u>	<u>5,230,468</u>
Personnel costs	(57,623)	(38,675)	(35,680)	(70,615)	(4,036,036)	-	(4,238,629)
Administrative	(28,130)	(25,646)	(27,351)	(30,500)	(825,022)	-	(936,649)
Management fees	(14,489)	(16,250)	(10,403)	(18,926)	-	60,068	-
Operating and maintenance	15,735	(7,810)	(45,233)	31,587	-	-	(5,721)
Utilities	(32,790)	(26,902)	(37,510)	(38,907)	-	-	(136,109)
Miscellaneous taxes and insurance	(3,877)	(3,745)	(2,891)	(9,270)	-	-	(19,783)
Property insurance	(10,770)	(11,828)	(8,031)	(9,220)	-	-	(39,849)
Net cash provided by (used in) operating activities	<u>7,890</u>	<u>(4,111)</u>	<u>48,006</u>	<u>10,686</u>	<u>(208,743)</u>	<u>-</u>	<u>(146,272)</u>
Cash flows from investing activities:							
Purchases of investments	-	-	-	-	(717,596)	-	(717,596)
Proceeds from redemption of investments	-	-	-	-	1,025,480	-	1,025,480
Purchase of property and equipment	(20,465)	-	(35,186)	-	(22,553)	-	(78,204)
Net cash provided by (used in) investing activities	<u>(20,465)</u>	<u>-</u>	<u>(35,186)</u>	<u>-</u>	<u>285,331</u>	<u>-</u>	<u>229,680</u>

See notes to consolidated financial statements and independent auditor's report.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

CONSOLIDATING STATEMENT OF CASH FLOWS (CONTINUED)

Year Ended June 30, 2024

	<u>Burnside Station</u>	<u>Central Station</u>	<u>Myers Court</u>	<u>Rolling Green</u>	<u>QUAD Service</u>	<u>Eliminating Entries</u>	<u>2023 Consolidated</u>
Net change in cash	(12,575)	(4,111)	12,820	10,686	76,588	-	83,408
Cash and cash equivalents, beginning of year	<u>65,448</u>	<u>46,901</u>	<u>86,153</u>	<u>33,203</u>	<u>105,430</u>	<u>-</u>	<u>337,135</u>
Cash and cash equivalents, end of year	<u>\$ 52,873</u>	<u>\$ 42,790</u>	<u>\$ 98,973</u>	<u>\$ 43,889</u>	<u>\$ 182,018</u>	<u>\$ -</u>	<u>\$ 420,543</u>
Supplementary disclosures of cash flow information:							
Cash and cash equivalents	\$ 6,042	\$ 2,036	\$ 31,861	\$ 4,049	\$ 182,018	\$ -	\$ 226,006
Cash restricted for funded reserves	<u>46,831</u>	<u>40,754</u>	<u>67,112</u>	<u>39,840</u>	<u>-</u>	<u>-</u>	<u>194,537</u>
	<u>\$ 52,873</u>	<u>\$ 42,790</u>	<u>\$ 98,973</u>	<u>\$ 43,889</u>	<u>\$ 182,018</u>	<u>\$ -</u>	<u>\$ 420,543</u>

See notes to consolidated financial statements and independent auditor's report.

QUADRIPLIGICS UNITED AGAINST DEPENDENCY, INC. AND AFFILIATES

MANAGEMENT AND OTHER INFORMATION

June 30, 2024

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