

**FORT VANCOUVER REGIONAL
LIBRARY FOUNDATION**

REVIEWED FINANCIAL STATEMENTS

For the years ended June 30, 2025 and 2024

CONTENTS

	Page
Report of Certified Public Accountants	2
Financial Statements	
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expense	7
Statements of Cash Flows	9
Notes to Financial Statements	10
Supplementary Information	
Detailed Schedules of Revenue and Related Expenses – Foundation	19
Detailed Schedules of Revenue and Related Expenses – Friends of the Library	21

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Fort Vancouver Regional Library Foundation
Vancouver, WA 98668

We have reviewed the accompanying financial statements of Fort Vancouver Regional Library Foundation (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Fort Vancouver Regional Library Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 19 – 22 is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the review procedures applied in the review of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

W. W. Langley & Associates, LLP

Tigard, Oregon
November 25, 2025

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
STATEMENTS OF FINANCIAL POSITION
June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
CASH AND CASH EQUIVALENTS		
Foundation	\$ 101,830	\$ 161,017
Friends Groups	237,112	230,699
Money market funds and Certificates of Deposit in investment accounts		
Foundation	276,045	131,299
Friends Groups	126,558	365,339
FBO Library Funds	326,892	187,322
TOTAL CASH AND CASH EQUIVALENTS	<u>1,068,436</u>	<u>1,075,676</u>
INVENTORY	<u>1,450</u>	<u>4,900</u>
INVESTMENTS		
Foundation	3,908,479	4,243,310
FBO Library Investments	3,240,077	2,840,890
Friends Groups	1,823,275	2,001,526
TOTAL INVESTMENTS	<u>8,971,831</u>	<u>9,085,726</u>
FIXED ASSETS	<u>43,432</u>	<u>45,168</u>
 TOTAL ASSETS	 <u><u>\$ 10,085,149</u></u>	 <u><u>\$ 10,211,470</u></u>
 LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 4,955	\$ -
Credit card payable	2,148	1,530
Payroll liabilities	13,850	16,276
 TOTAL LIABILITIES	 <u>20,953</u>	 <u>17,806</u>
 NET ASSETS		
NET ASSETS WITHOUT DONOR RESTRICTIONS	4,309,057	3,755,165
NET ASSETS WITH DONOR RESTRICTIONS	<u>5,755,139</u>	<u>6,438,499</u>
 TOTAL NET ASSETS	 <u>10,064,196</u>	 <u>10,193,664</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 10,085,149</u></u>	 <u><u>\$ 10,211,470</u></u>

The accompanying notes are an integral part of these financial statements

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION

STATEMENT OF ACTIVITIES

For the year ended June 30, 2025

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
REVENUES			
Contributions	\$ 66,370	\$ 779,701	\$ 846,071
Contributions in-kind	129,489	-	129,489
OWL PAC Contributions	36,800		36,800
Grants and collections	-	18,130	18,130
Friends groups	-	190,999	190,999
Special events	182,626	-	182,626
Program revenue	31,686	-	31,686
Dividend and interest income	383,852	138,958	522,810
Unrealized gains (losses) on investments	216,771	(18,942)	197,829
Realized gains (losses) on investments	442,664	81,919	524,583
Gain on sale of fixed assets	7,363	-	7,363
Net assets released from restrictions	1,874,125	(1,874,125)	-
TOTAL REVENUES	3,371,746	(683,360)	2,688,386
PROGRAM EXPENSES			
Friends of the library	193,709	-	193,709
Grants and collections	229,610	-	229,610
Library program support	1,815,223	-	1,815,223
Special events	193,622	-	193,622
Early learning programs	23,391	-	23,391
TOTAL PROGRAM EXPENSES	2,455,555	-	2,455,555
Administrative expenses	275,490	-	275,490
Fundraising expenses	86,807	-	86,807
TOTAL EXPENSES	2,817,852	-	2,817,852
CHANGE IN NET ASSETS	553,894	(683,360)	(129,466)
Net assets, beginning of year	3,755,163	6,438,499	10,193,662
NET ASSETS, END OF YEAR	\$ 4,309,057	\$ 5,755,139	\$ 10,064,196

The accompanying notes are an integral part of these financial statements

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION

STATEMENT OF ACTIVITIES

For the year ended June 30, 2024

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
REVENUES			
Contributions	\$ 72,419	\$ 2,042,485	\$ 2,114,904
Contributions in-kind	74,594	-	74,594
Grants and collections	-	79,580	79,580
Friends groups	-	173,119	173,119
Special events	179,946	-	179,946
Program revenue	28,418	-	28,418
Dividend and interest income	245,058	74,789	319,847
Unrealized gains (losses) on investments	363,585	276,016	639,601
Realized gains (losses) on investments	28,835	10,320	39,155
Net assets released from restrictions	2,155,203	(2,155,203)	-
TOTAL REVENUES	3,148,058	501,106	3,649,164
PROGRAM EXPENSES			
Friends of the library	123,303	-	123,303
Grants and collections	149,087	-	149,087
Library program support	1,993,437	-	1,993,437
Special events	174,336	-	174,336
Early learning programs	21,511	-	21,511
TOTAL PROGRAM EXPENSES	2,461,674	-	2,461,674
Administrative expenses	256,781	-	256,781
Fundraising expenses	89,824	-	89,824
TOTAL EXPENSES	2,808,279	-	2,808,279
CHANGE IN NET ASSETS	339,779	501,106	840,885
Net assets, beginning of year	3,415,384	5,937,393	9,352,777
NET ASSETS, END OF YEAR	\$ 3,755,163	\$ 6,438,499	\$ 10,193,662

The accompanying notes are an integral part of these financial statements

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSE
For the year ended June 30, 2025

	FRIENDS OF THE LIBRARY	GRANTS AND COLLECTIONS	LIBRARY PROGRAM SUPPORT	SPECIAL EVENTS	EARLY LEARNING PROGRAMS	TOTAL PROGRAM EXPENSE	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Executive director	\$ 14,171	\$ 7,085	\$ 28,342	\$ 17,714	\$ 3,543	\$ 70,855	\$ 70,854	\$ 35,426	\$ 177,135
Development Director	8,243	4,121	16,486	10,304	2,061	41,215	41,214	20,607	103,036
Executive Asst	2,952	14,762	32,476	5,905	2,952	59,047	23,619	15,746	98,412
Admin Asst	2,321	11,607	25,535	4,643	2,321	46,427	17,855	7,143	71,425
Payroll Benefits and expenses	450	611	1,673	627	177	3,538	2,497	1,284	7,319
Total personnel expense	28,137	38,186	104,512	39,193	11,054	221,082	156,039	80,206	457,327
Professional services	1,294	1,294	7,117	2,588	650	12,942	12,939	-	25,881
Supplies	-	-	-	-	-	-	1,233	-	1,233
Office expenses	-	-	-	-	-	-	47,963	-	47,963
Memberships and subscriptions	-	-	-	-	-	-	3,208	-	3,208
Bank and investment fees	-	-	-	-	-	-	5,062	-	5,062
Foundation expense	1,834	-	-	-	-	1,834	4,795	-	6,629
Friends expenses	161,508	-	-	-	-	161,508	-	-	161,508
Grant and collection expenses	-	189,194	-	-	-	189,194	-	-	189,194
Library program support	-	-	1,453,245	-	-	1,453,245	-	-	1,453,245
Authors and illustrators dinner	-	-	-	149,975	-	149,975	-	-	149,975
Youth services programs	-	-	48,785	-	-	48,785	-	-	48,785
Volunteer support	-	-	112	-	-	112	-	-	112
Reach out and read program	-	-	-	-	11,224	11,224	-	-	11,224
Donor expenses	-	-	-	-	-	-	-	2,876	2,876
Printing and postage	186	186	1,025	373	93	1,863	1,097	695	3,655
Mileage and travel	238	238	1,308	477	116	2,377	1,402	884	4,663
Board expenses	-	-	-	-	-	-	29,531	-	29,531
Staff training	-	-	-	-	-	-	1,588	-	1,588
Foundation director's discretionary expenses	-	-	-	-	-	-	1,026	-	1,026
Advertising expenses	124	124	683	249	62	1,242	731	463	2,436
Insurance expense	388	388	2,114	767	192	3,849	2,261	1,433	7,543
In-Kind Donations	-	-	87,929	-	-	87,929	-	-	87,929
Depreciation expense	-	-	-	-	-	-	1,735	-	1,735
PAC donation	-	-	108,394	-	-	108,394	-	-	108,394
Miscellaneous	-	-	-	-	-	-	4,880	250	5,130
Total expenses	<u>\$ 193,709</u>	<u>\$ 229,610</u>	<u>\$ 1,815,223</u>	<u>\$ 193,622</u>	<u>\$ 23,391</u>	<u>\$ 2,455,555</u>	<u>\$ 275,490</u>	<u>\$ 86,807</u>	<u>\$ 2,817,852</u>

The accompanying notes are an integral part of these financial statements

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSE
For the year ended June 30, 2024

	<u>FRIENDS OF THE LIBRARY</u>	<u>GRANTS AND COLLECTIONS</u>	<u>LIBRARY PROGRAM SUPPORT</u>	<u>SPECIAL EVENTS</u>	<u>EARLY LEARNING PROGRAMS</u>	<u>TOTAL PROGRAM EXPENSE</u>	<u>MANAGEMENT AND GENERAL</u>	<u>FUNDRAISING</u>	<u>TOTAL</u>
Executive Director	\$ 15,475	\$ 7,738	\$ 30,951	\$ 19,344	\$ 3,869	\$ 77,377	\$ 77,377	\$ 38,688	\$ 193,442
Development Director	8,019	4,009	16,037	10,023	2,005	40,093	40,093	20,046	100,232
Executive Asst	2,885	14,426	31,738	5,770	2,885	57,704	23,082	15,388	96,174
Admin Asst	2,242	11,210	24,662	4,484	2,242	44,840	17,246	6,899	68,985
Payroll benefits and expenses	409	535	1,478	567	157	3,146	2,256	1,159	6,561
Total personnel expense	29,030	37,918	104,866	40,188	11,158	223,160	160,054	82,180	465,394
Professional services	1,792	1,792	9,853	3,584	899	17,920	17,917	-	35,837
Supplies	-	-	-	-	-	-	1,958	-	1,958
Office expenses	-	-	-	-	-	-	52,243	-	52,243
Memberships and subscriptions	-	-	-	-	-	-	3,397	-	3,397
Bank and investment fees	-	-	-	-	-	-	6,236	-	6,236
Foundation expense	1,704	-	-	-	-	1,704	-	-	1,704
Friends expenses	89,397	-	-	-	-	89,397	-	-	89,397
Grant and collection expenses	-	107,998	-	-	-	107,998	-	-	107,998
Library program support	-	-	1,823,610	-	-	1,823,610	-	-	1,823,610
Authors and illustrators dinner	-	-	-	77,319	-	77,319	-	-	77,319
Youth services programs	-	-	18,016	-	-	18,016	-	-	18,016
Volunteer support	-	-	4,704	-	-	4,704	-	-	4,704
Reach out and read program	-	-	-	-	8,773	8,773	-	-	8,773
Donor expenses	-	-	-	-	-	-	-	2,522	2,522
Printing and postage	160	160	880	320	80	1,600	942	596	3,138
Mileage and travel	432	432	2,367	862	210	4,303	2,535	1,599	8,437
Board expenses	-	-	-	-	-	-	421	-	421
Staff training	-	-	-	-	-	-	-	-	-
Foundations director's discretionary expenses	-	-	-	-	-	-	1,082	-	1,082
Advertising expenses	463	463	2,554	930	231	4,641	2,733	1,731	9,105
Insurance expense	324	324	1,765	640	160	3,213	1,887	1,196	6,296
In-Kind Donations	-	-	24,822	50,493	-	75,315	-	-	75,315
Depreciation expense	-	-	-	-	-	-	1,735	-	1,735
Miscellaneous	1	-	-	-	-	1	3,641	-	3,642
Total expenses	<u>\$ 123,303</u>	<u>\$ 149,087</u>	<u>\$ 1,993,437</u>	<u>\$ 174,336</u>	<u>\$ 21,511</u>	<u>\$ 2,461,674</u>	<u>\$ 256,781</u>	<u>\$ 89,824</u>	<u>\$ 2,808,279</u>

The accompanying notes are an integral part of these financial statements

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION

STATEMENTS OF CASH FLOWS

For the years ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (129,466)	\$ 840,885
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	1,735	1,735
(Increase) Decrease in Inventory	3,450	720
Realized (gain)/losses on investments	(524,583)	(39,155)
Unrealized (gain)/losses on investments	(197,829)	(639,601)
Increase (Decrease) in liabilities	<u>3,147</u>	<u>(3,374)</u>
Net cash provided by operating activities	<u>(843,546)</u>	<u>161,210</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from investments	3,494,307	499,789
Purchase of investments	<u>(2,658,001)</u>	<u>(408,413)</u>
Net cash provided by investing activities	<u>836,306</u>	<u>91,376</u>
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	(7,240)	252,586
Cash and cash equivalents at beginning of year	<u>1,075,676</u>	<u>823,090</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 1,068,436</u></u>	<u><u>\$ 1,075,676</u></u>

The accompanying notes are an integral part of these financial statements

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Fort Vancouver Regional Library Foundation (the Foundation) is a Washington Non-Profit Organization. Since its inception in 1991, the focus of the Foundation has been to extend the reach and enhance the depth of public library services to residents of Southwest Washington. In order to meet the emerging needs of libraries in this region, the Foundation has undertaken both a leadership and a fundraising role. The Foundation is supported primarily through donor contributions, grants, and special events.

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Investments

The Organization carries investments in marketable securities with readily determinable fair values and all debt securities at their fair values in the statement of financial position. Realized and unrealized gains and losses are included in the change in net assets in the accompanying statement of activities. Interest income is accrued as earned and reported net of investment advisory fees.

Property and Equipment

In September 2002, the Foundation entered into an agreement with the Fort Vancouver Regional Library District in which the Library District will provide office and storage space, utilities, office equipment, supplies and part-time staff and other benefits in exchange for the fundraising efforts of the Foundation on the Library District's behalf. This agreement was renewed as of August 2015. A new agreement is in the process of being developed. As of July 1, 2023, the Foundation no longer shares office space with the Library District. Acquisitions of property and equipment in excess of \$500 are capitalized. Works of art purchased or donated to the organization will not be depreciated.

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Under FASB ASC 958-605-05, "Revenue Recognition for Not-for-Profit Entities", contributions received are recorded as support without donor restrictions or with donor restrictions, depending on the existence or nature of any donor restrictions.

All donor-restricted support is reported as an increase in net assets without donor restrictions or net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Income Taxes

The Foundation is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3) and is classified by the Internal Revenue Service as other than a private foundation.

Use of Estimates

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

Fundraising Activities

The activities of the Foundation and the Friends groups are supported principally through dues from members and fundraising activities consisting of book sales, special events, grants, direct mail, planned gifts and other miscellaneous activities. In the case of fundraising activities held for the benefit of the individual Friends of the Library groups, all the net proceeds are considered to be for the group that performed the activity. All the fundraising activities of the Foundation and Friends groups have been reported accordingly in these financial statements.

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Services

During the years ended June 30, 2025 and 2024, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Foundation, but these services do not meet the criteria for recognition as contributed services.

Friends of the Library

There are fourteen libraries in the Fort Vancouver Regional Library District that have a Friends of the Library Group that collects dues, holds book sales and other fundraising events and campaigns to support that library. These groups collect public contributions and support through the Foundation's tax-exempt status and do not have separate entity status and, therefore, are considered part of the Foundation.

The Foundation also provides financial services, fundraising support, and other benefits to the groups. The revenues and expenses of the Friends' groups are included in the financial statements of the Foundation. The investment accounts of the Friends' groups are included in the statement of financial position of the Foundation. The income from these investments and the net proceeds from each group's activities are considered to be restricted to the group that performed the activity and are reported as increases in net assets with donor restrictions unless the restriction has been released by the group.

Functional Allocation of Expenses

Expenses are charged directly to programs based on specific identification. Indirect expenses are charged to management and general and have not been allocated to programs.

Compensated Absences

Compensated absences are used by eligible employees on a timely basis throughout the year. Therefore, no accrual has been made for compensated absences.

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE B. SHORT-TERM INVESTMENTS

The Foundation includes cash in bank, money market and investment accounts for the Friends' groups in cash and current assets, in the Statement of Financial Position at June 30, 2025 and 2024. Even though the Foundation considers these cash assets temporarily restricted to the groups, they qualify as available cash and cash equivalents within the groups themselves. These amounts totaled \$363,670 and \$596,038 for the years ended June 30, 2025 and 2024, respectively.

NOTE C. NET ASSETS WITH DONOR RESTRICTIONS

The majority of the restrictions on net assets for the years ended June 30, 2025 and 2024 are related to cash and investment account assets restricted to the various Friends of the Library groups affiliated with the Foundation. Other restricted net assets are related to contributions received by the Foundation in which the restriction had not been met at the end of the fiscal year.

Net assets with temporary donor restrictions are available for the following purposes:

	<u>2025</u>	<u>2024</u>
Friends of the Library groups		
Cash accounts	\$ 345,714	\$ 231,231
Investment accounts	2,326,431	2,363,830
Restricted monies in Foundation savings:		
FBO Library funds	979,822	954,316
Library Plaza	-	999,877
Dorothy Howard Endowment Fund	714,575	502,532
Three Creeks Media Grant	-	579
Altrusa Fund	6,286	6,286
Reach Out and Read Campaign	<u>13,010</u>	<u>10,547</u>
	<u>\$4,385,838</u>	<u>\$5,069,198</u>

Net assets with permanent donor restrictions consisted of the following:

	<u>2025</u>	<u>2024</u>
Dorothy Howard Endowment Fund	<u>\$ 1,369,301</u>	<u>\$ 1,369,301</u>

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE D. BOARD DESIGNATED NET ASSETS

The Board of Directors of the Foundation has designated certain amounts of net assets without donor restrictions for an endowment fund, early learning program and for an operating reserve fund. For the years ended June 30, 2025 and 2024, board designated net assets were for the following:

	<u>2025</u>	<u>2024</u>
Endowment – General	\$430,494	\$372,706
Operating Reserves	958,926	-
Early Learning Programs	<u>8,826</u>	<u>7,480</u>
	<u>\$1,398,246</u>	<u>\$380,186</u>

NOTE E. ENDOWMENT FUNDS

The Endowment Funds are invested with the objective of preserving the long-term real purchasing power of the Funds' assets while realizing appropriate investment income. Endowment Fund assets may be invested in certificates of deposit, Treasury bills, commercial paper, bankers acceptances, repurchase agreements, mutual funds, exchange traded funds, equities (including common stock, preferred stock, convertible securities and other equities, whether traded on an exchange or not publicly traded), fixed income securities, real estate, commodities, natural-resource related stock, hedge funds, derivatives, alternate investment vehicles and, as to an appropriate portion, cash equivalent investments. The asset allocation of each of the Endowment Funds is determined from time to time by the Board of Directors, in consultation with any managers or advisors if desired (unless the Board delegates such task to an external manager), which allocation shall reflect a proper balance of such Fund's investment objective, any risk tolerance standard and the need for liquidity.

All spending from each of the organization's endowment funds is required to comply with any donor restrictions on spending imposed on such fund and with the Washington State Prudent Management of Institutional Funds Act. In creating an endowment fund, the donor also may have restricted the purpose or purposes for which funds from the endowment may be spent. All decisions regarding expenditures from an endowment fund restricted as to purpose must comply with such purpose restrictions. Expenditures from endowment funds that are not restricted as to purpose may be used for any purposes of the Organization. As of the years ended June 30, 2025 and 2024, endowment funds and income and expenditures for the years then ended were as follows:

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE E. ENDOWMENT FUNDS(Continued)

General Endowment Fund	
Balance as of June 30, 2024	\$ 372,706
Net investment earnings, gains and losses	<u>57,788</u>
Balance as of June 30, 2025, Unrestricted	<u>\$ 430,494</u>
Dorothy Howard Endowment Fund	
Balance as of June 30, 2024	\$1,871,832
Net investment earnings, gains and losses	212,043
Earnings released from restrictions	<u>-</u>
Balance as of June 30, 2025	<u>\$2,083,875</u>
Permanently Restricted	\$1,369,301
Temporarily Restricted	<u>714,574</u>
	<u>\$2,083,875</u>

Net asset classifications vary depending on the specifications of the donor's gift. Each gift will be evaluated depending on the relevant facts and circumstances. For example, if a donor states that the original gift must be maintained in perpetuity but that any earnings can be used for organization purposes, the original gift will be classified as a permanently restricted net asset and the asset earnings will be temporarily restricted net assets until appropriated for expenditure.

In situations where the donor is silent in regard to treatment on all elements of the unrestricted gift, Washington State law will be used to determine its proper treatment.

Quasi endowments created by the Organization's board of directors out of net assets without donor restrictions are classified as net assets without donor restrictions.

NOTE F. FAIR VALUE MEASUREMENTS

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2025, are as follows:

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Other Unobservable Inputs (Level 3)
Short-term investments:			
Money Market funds	\$ 729,496	\$ -	\$ -
Total short-term investments	<u>\$ 729,496</u>	<u>\$ -</u>	<u>\$ -</u>
Long-term investments:			
Common stocks and mutual funds	\$ 8,971,831	\$ -	\$ -
Real estate investment trusts	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term investments	<u>\$ 8,971,831</u>	<u>\$ -</u>	<u>\$ -</u>

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2024, were as follows:

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Other Unobservable Inputs (Level 3)
Short-term investments:			
Money Market funds	\$ 683,960	\$ -	\$ -
Total short-term investments	<u>\$ 683,960</u>	<u>\$ -</u>	<u>\$ -</u>
Long-term investments:			
Common stocks and mutual funds	\$ 9,085,726	\$ -	\$ -
Real estate investment trusts	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term investments	<u>\$ 9,085,726</u>	<u>\$ -</u>	<u>\$ -</u>

The Organization recognizes transfers of assets into and out of levels as of the date an event or change in circumstances causes the transfer. There were no transfers between levels in the years ended June 30, 2024 or 2025.

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE F. FAIR VALUE MEASUREMENTS(Continued)

Short-term investments and long-term investments are reported at fair value on a recurring basis determined by reference to quoted market prices and other relevant information generated by market transactions.

NOTE G. RECLASSIFICATION OF 2024 COMPARATIVE TOTALS

Certain 2024 amounts presented in the financial statements have been reclassified to conform to the 2025 presentation. Net Assets have been reclassified to meet the requirements of FASB ASU 2016-18.

NOTE H. FURNITURE AND EQUIPMENT

The following is a summary of furniture and equipment as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Furniture and Equipment	\$ 49,423	\$ 56,380
Accumulated Depreciation	<u>(5,991)</u>	<u>(11,212)</u>
	<u>\$ 43,432</u>	<u>\$ 45,168</u>

NOTE I. SUBSEQUENT EVENTS

FASB ASC 855-10-5-2 requires accounting and disclosure for subsequent events. Subsequent events have been evaluated through November 25, 2025, which is the date the financial statements were available to be issued. This date coincides with the review report date.

**FORT VANCOUVER REGIONAL LIBRARY
FOUNDATION
NOTES TO FINANCIAL STATEMENTS
For the years ended June 30, 2025 and 2024**

NOTE J. ASSETS AVAILABLE FOR GENERAL EXPENDITURE

The organization's financial assets available within one year of June 30, 2025, for general expenditure are as follows:

Cash and cash equivalents

Foundation Cash	\$ 101,830
-----------------	------------

Foundation Money market funds	276,045
-------------------------------	---------

less:

Board Designated Funds

General Endowment Cash	(256)
------------------------	-------

Early Learning Programs Cash	(4)
------------------------------	-----

Funds with Donor Restrictions

Reach Out and Read Cash	(13,010)
-------------------------	----------

Altrusa Fund Cash	(29)
-------------------	------

Dorothy Howard Endowment Cash	<u>(171,557)</u>
-------------------------------	------------------

Total assets available for general expenditure	<u>\$ 193,019</u>
--	-------------------

Supplementary Information

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
SCHEDULE OF REVENUE AND RELATED EXPENSES - FOUNDATION

For the year ended June 30, 2025

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
SUPPORT			
Donations for foundation	\$ 66,370	\$ 779,701	\$ 846,071
In-kind donations	129,489	-	129,489
OWL PAC Contributions	36,800	-	36,800
Grants for foundation	-	18,130	18,130
Friends groups income into foundation held accts	-	10,493	10,493
Special events	182,626	-	182,626
Other programs	31,686	-	31,686
TOTAL SUPPORT	446,971	808,324	1,255,295
INVESTMENT INCOME			
Dividends and interest	383,852	-	383,852
Realized gains (losses)	442,664	81,919	524,583
Unrealized gains (losses)	216,771	(132,547)	84,224
Gain on sale of fixed assets	7,363	-	7,363
TOTAL INVESTMENT INCOME	1,050,650	(50,628)	1,000,022
TOTAL SUPPORT AND INVESTMENT INCOME	1,497,621	757,696	2,255,317
EXPENSE			
Professional services	25,881	-	25,881
Executive director salary and funds	178,161	-	178,161
Grant and collection expenses	36,194	153,000	189,194
Library program support	11,438	1,441,807	1,453,245
Friends group expense from foundation held accts	52,868	-	52,868
Reach out and read program	-	11,224	11,224
Special events	149,975	-	149,975
Administrative expense:			
Foundation salaries and expense	286,821	-	286,821
DH Endowment funds released for operations	(159,454)	159,454	-
Board expense	29,531	-	29,531
Staff training	1,588	-	1,588
Donor expense	2,876	-	2,876
Membership and dues	3,208	-	3,208
Office expense	49,196	-	49,196
Printing and postage	3,655	-	3,655
Mileage and travel	4,663	-	4,663
Advertising expenses	2,436	-	2,436
Summer reading expenses	48,785	-	48,785
Volunteer support	112	-	112
Insurance expense	7,543	-	7,543
PAC donation	108,394	-	108,394
In-Kind donations	87,929	-	87,929
Depreciation	1,735	-	1,735
Miscellaneous	5,130	-	5,130
Bank fees	5,062	-	5,062
TOTAL EXPENSE	943,727	1,765,485	2,709,212
CHANGE IN NET ASSETS - FOUNDATION	553,894	(1,007,789)	(453,895)
CHANGE IN NET ASSETS - FRIENDS GROUPS	-	324,429	324,429
TOTAL CHANGE IN NET ASSETS	\$ 553,894	\$ (683,360)	\$ (129,466)

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
SCHEDULE OF REVENUE AND RELATED EXPENSES - FOUNDATION

For the year ended June 30, 2024

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
SUPPORT			
Donations for foundation	\$ 72,419	\$ 2,042,485	\$ 2,114,904
In-kind donations	74,594	-	74,594
Grants for Foundation	-	79,580	79,580
Friends group income in foundation held accts	-	10,526	10,526
Special events	179,946	-	179,946
Other programs	28,418	-	28,418
TOTAL SUPPORT	355,377	2,132,591	2,487,968
INVESTMENT INCOME			
Dividends and interest	245,058	-	245,058
Realized gains (losses)	28,835	10,320	39,155
Unrealized gains (losses)	363,585	162,411	525,996
TOTAL INVESTMENT INCOME	637,478	172,731	810,209
TOTAL SUPPORT AND INVESTMENT INCOME	992,855	2,305,322	3,298,177
EXPENSE			
Professional services	35,837	-	35,837
Executive director salary and funds	194,522	-	194,522
Grant and collection expenses	11,998	96,000	107,998
Library program support	3,499	1,820,111	1,823,610
Friends expense from foundation held accts	12,340	-	12,340
Reach out and read program	-	8,773	8,773
Special events	77,319	-	77,319
Administrative expense:			
Foundation salaries and expense	273,658	-	273,658
DH Endowment funds released for operations	(153,261)	153,261	-
Board expense	421	-	421
Staff training	-	-	-
Donor expense	2,522	-	2,522
Membership and dues	3,397	-	3,397
Office expense	54,201	-	54,201
Printing and postage	3,138	-	3,138
Mileage and travel	8,437	-	8,437
Advertising expenses	9,105	-	9,105
Summer reading expenses	18,016	-	18,016
Volunteer support	4,704	-	4,704
Insurance expense	6,296	-	6,296
In-Kind donations	75,315	-	75,315
Depreciation	1,735	-	1,735
Miscellaneous	3,642	-	3,642
Bank fees	6,236	-	6,236
TOTAL EXPENSE	653,077	2,078,145	2,731,222
CHANGE IN NET ASSETS - FOUNDATION	339,778	227,177	566,955
CHANGE IN NET ASSETS - FRIENDS GROUPS	-	273,929	273,929
TOTAL CHANGE IN NET ASSETS	\$ 339,778	\$ 501,106	\$ 840,884

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
DETAILED SCHEDULE OF REVENUE AND RELATED EXPENSES - FRIENDS OF THE LIBRARY
For the year ended June 30, 2025

	<u>Battle Ground</u>	<u>Cascade Park</u>	<u>Goldendale</u>	<u>La Center</u>	<u>Ridgefield</u>	<u>Stevenson</u>	<u>Three Creeks</u>	<u>Vancouver Mall</u>	<u>Vancouver Community</u>	<u>Washougal</u>	<u>White Salmon</u>	<u>Woodland</u>	<u>Yacolt</u>	<u>Yale</u>	<u>Total</u>
REVENUE															
Dues	\$ 850	\$ 475	\$ 410	\$ 729	\$ 1,290	\$ 435	\$ -	\$ -	\$ -	\$ 554	\$ 945	\$ 400	\$ 530	\$ 40	\$ 6,658
Book sales	8,979	25,364	2,859	6,103	8,979	3,171	15,573	-	24,837	7,442	15,650	6,731	952	176	126,816
Special events	1,312	332	1,682	599	1,230	-	948	-	3,545	8,022	-	1,126	436	-	19,232
Donations	540	-	410	562	783	8,013	4,245	-	52	5,162	2,541	3,186	1,300	-	26,794
Interest	232	95	68	-	20	5	10	-	-	2	-	-	-	1	433
Programs, other	-	-	-	-	-	-	-	-	-	458	100	-	15	-	573
TOTAL REVENUE	<u>11,913</u>	<u>26,266</u>	<u>5,429</u>	<u>7,993</u>	<u>12,302</u>	<u>11,624</u>	<u>20,776</u>	<u>-</u>	<u>28,434</u>	<u>21,640</u>	<u>19,236</u>	<u>11,443</u>	<u>3,233</u>	<u>217</u>	<u>180,506</u>
EXPENSES															
Program expense	7,565	12,402	1,026	2,040	9,827	8,280	5,556	-	12,198	970	7,008	5,310	248	114	72,544
Fundraising	2,344	30	2,390	1,133	398	395	2,215	-	2,954	607	150	1,228	-	-	13,844
Management and general	532	1,310	543	659	334	1,429	375	-	8,653	407	6,672	1,286	9	43	22,252
TOTAL EXPENSES	<u>10,441</u>	<u>13,742</u>	<u>3,959</u>	<u>3,832</u>	<u>10,559</u>	<u>10,104</u>	<u>8,146</u>	<u>-</u>	<u>23,805</u>	<u>1,984</u>	<u>13,830</u>	<u>7,824</u>	<u>257</u>	<u>157</u>	<u>108,640</u>
NET CHANGE	1,472	12,524	1,470	4,161	1,743	1,520	12,630	-	4,629	19,656	5,406	3,619	2,976	60	71,866
Transfers to/from Foundation	(6,200)	(27,200)	-	-	(10,000)	-	(5,000)	(2,555)	(1,200)	(10,000)	-	-	(3,300)	-	(65,455)
Beginning cash	26,071	36,276	11,574	8,885	22,930	17,513	38,193	2,555	17,044	5,704	24,469	15,628	781	3,078	230,701
ENDING CASH	<u>\$ 21,343</u>	<u>\$ 21,600</u>	<u>\$ 13,044</u>	<u>\$ 13,046</u>	<u>\$ 14,673</u>	<u>\$ 19,033</u>	<u>\$ 45,823</u>	<u>\$ -</u>	<u>\$ 20,473</u>	<u>\$ 15,360</u>	<u>\$ 29,875</u>	<u>\$ 19,247</u>	<u>\$ 457</u>	<u>\$ 3,138</u>	<u>\$ 237,112</u>
RECONCILIATION OF NET CHANGE															
Net change in cash accounts	\$ 1,472	\$ 12,524	\$ 1,470	\$ 4,161	\$ 1,743	\$ 1,520	\$ 12,630	\$ -	\$ 4,629	\$ 19,656	\$ 5,406	\$ 3,619	\$ 2,976	\$ 60	\$ 71,866
Investment interest/dividends	11,546	5,696	-	51,752	3,082	1,077	2,154	1,660	23,640	17,186	17,835	2,584	746	-	138,958
Realized gains/losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unrealized gains (see NOTE)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	113,605
TOTAL NET CHANGE	<u>\$ 13,018</u>	<u>\$ 18,220</u>	<u>\$ 1,470</u>	<u>\$ 55,913</u>	<u>\$ 4,825</u>	<u>\$ 2,597</u>	<u>\$ 14,784</u>	<u>\$ 1,660</u>	<u>\$ 28,269</u>	<u>\$ 36,842</u>	<u>\$ 23,241</u>	<u>\$ 6,203</u>	<u>\$ 3,722</u>	<u>\$ 60</u>	<u>\$ 324,429</u>

NOTE: Unrealized gains and losses for Friends' group accounts has not been tracked by individual group, therefore, it is recorded on this report in total only.
"Cash" means cash held by the Friends group and not in any investment, CD or money market account held by the foundation

FORT VANCOUVER REGIONAL LIBRARY FOUNDATION
DETAILED SCHEDULE OF REVENUE AND RELATED EXPENSES - FRIENDS OF THE LIBRARY
For the year ended June 30, 2024

	<u>Battle Ground</u>	<u>Cascade Park</u>	<u>Goldendale</u>	<u>La Center</u>	<u>Ridgefield</u>	<u>Stevenson</u>	<u>Three Creeks</u>	<u>Vancouver Mall</u>	<u>Vancouver Community</u>	<u>Washougal</u>	<u>White Salmon</u>	<u>Woodland</u>	<u>Yacolt</u>	<u>Yale</u>	<u>Total</u>
REVENUE															
Dues	\$ 415	\$ 270	\$ 462	\$ 760	\$ 810	\$ 35	\$ -	\$ -	\$ -	\$ 402	\$ 790	\$ 350	\$ 280	\$ 50	\$ 4,624
Book sales	8,619	23,144	3,418	3,564	8,416	4,048	13,743	-	21,396	4,871	14,784	6,461	1,189	234	113,887
Special events	2,002	716	598	424	2,170	4,206	618	-	4,610	1,559	-	8,624	-	127	25,654
Donations	365	-	210	547	833	1,676	500	-	313	3,703	745	8,132	63	-	17,087
Interest	6	5	58	-	26	5	10	-	-	1	-	-	-	1	112
Programs, Other	20	257	-	390	-	-	98	-	-	185	250	-	19	10	1,229
TOTAL REVENUE	11,427	24,392	4,746	5,685	12,255	9,970	14,969	-	26,319	10,721	16,569	23,567	1,551	422	162,593
EXPENSES															
Program expense	5,683	8,056	1,716	3,351	3,558	10,238	4,759	-	6,877	456	7,617	2,586	208	-	55,105
Fundraising	2,703	-	737	2,813	926	-	2,680	-	1,410	225	215	3,011	-	-	14,720
Management and general	393	647	1,347	652	170	98	539	-	236	258	2,151	614	127	-	7,232
TOTAL EXPENSE	8,779	8,703	3,800	6,816	4,654	10,336	7,978	-	8,523	939	9,983	6,211	335	-	77,057
NET CHANGE	2,648	15,689	947	(1,131)	7,601	(366)	6,991	-	17,796	9,782	6,586	17,356	1,216	422	85,536
Transfers to/from Foundation	(2,040)	-	-	(500)	-	-	-	-	(21,200)	(15,800)	(25,000)	(10,000)	(5,500)	-	(80,040)
Beginning cash	25,463	20,587	10,627	10,516	15,329	17,879	31,202	2,555	20,448	11,722	42,883	8,272	5,065	2,656	225,204
ENDING CASH	\$ 26,071	\$ 36,276	\$ 11,574	\$ 8,885	\$ 22,930	\$ 17,513	\$ 38,193	\$ 2,555	\$ 17,044	\$ 5,704	\$ 24,469	\$ 15,628	\$ 781	\$ 3,078	\$ 230,700
RECONCILIATION OF NET CHANGE															
Net change in cash accounts	\$ 2,648	\$ 15,689	\$ 947	\$ (1,131)	\$ 7,601	\$ (366)	\$ 6,991	\$ -	\$ 17,796	\$ 9,782	\$ 6,586	\$ 17,356	\$ 1,216	\$ 422	\$ 85,536
Investment interest/dividends	6,310	2,950	-	17,539	1,728	604	1,192	930	13,078	7,616	9,265	13,337	240	-	74,789
Realized gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unrealized gains (see NOTE)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	113,605
TOTAL NET CHANGE	\$ 8,958	\$ 18,639	\$ 947	\$ 16,408	\$ 9,329	\$ 238	\$ 8,183	\$ 930	\$ 30,874	\$ 17,398	\$ 15,851	\$ 30,693	\$ 1,456	\$ 422	\$ 273,930

NOTE: Unrealized gains and losses for Friends' group accounts has not been tracked by individual group, therefore, it is recorded on this report in total only.
"Cash" means cash held by the Friends group and not in any investment, CD or money market account