




IMPACT CAMPUS MINISTRIES, INC.

Moscow, Idaho



Reviewed Financial Statements
For the Years Ended
June 30, 2022 and 2021

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Impact Campus Ministries, Inc.
Moscow, Idaho

We have reviewed the accompanying financial statements of Impact Campus Ministries, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. 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.

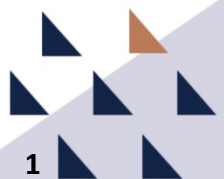
Management's Responsibility for the Financial Statements

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 Impact Campus Ministries, Inc. 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.

Hayden Ross, PLLC

Moscow, Idaho
September 23, 2022

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENTS OF FINANCIAL POSITION
June 30, 2022 and 2021

	2022	2021
ASSETS		
Current Assets		
Cash	405,266	526,871
Investments, demand certificate	513,730	48,946
Employee receivable	1,854	-
Prepaid expenses	980	1,000
Total Current Assets	921,830	576,817
Property and Equipment		
Office furniture and equipment	31,089	28,280
Less: accumulated depreciation	(10,841)	(4,954)
Net Property and Equipment	20,248	23,326
Other Assets		
Investments, time certificate	252,992	250,000
Total other assets	252,992	250,000
TOTAL ASSETS	\$ 1,195,070	\$ 850,143
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	15,238	9,176
Credit cards payable	8,747	12,253
Total Current Liabilities	23,985	21,429
Total Liabilities	23,985	21,429
Net Assets		
Without donor restrictions	1,171,085	828,714
Total Net Assets	1,171,085	828,714
Total Liabilities and Net Assets	\$ 1,195,070	\$ 850,143

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Contributions	1,660,533	-	1,660,533
Miscellaneous income	1,354	-	1,354
Interest income	17,918	-	17,918
Total Revenue, Grants and Other Support	1,679,805	-	1,679,805
Net Assets Released From Restrictions			
Restrictions satisfied by payments	-	-	-
Total net assets released from restrictions	-	-	-
Operating Expenses			
Program services			
Salaries and wages	741,972	-	741,972
Other campus ministries expenses	339,878	-	339,878
Total Program Services Expenses	1,081,850	-	1,081,850
Supporting activities			
General and administrative expenses	136,121	-	136,121
Fundraising expenses	119,463	-	119,463
Total Supporting Activities Expenses	255,584	-	255,584
Total Operating Expenses	1,337,434	-	1,337,434
Change in net assets	342,371	-	342,371
Net assets - beginning of year	828,714	-	828,714
Net assets - end of year	\$ 1,171,085	\$ -	\$ 1,171,085

IMPACT CAMPUS MINISTRIES, INC.

Moscow, Idaho

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021**

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Contributions	1,144,833	-	1,144,833
Gain on extinguishment of debt (PPP loan)	143,870	-	143,870
Miscellaneous income	70,700	-	70,700
Interest income	5,154	-	5,154
Total Revenue, Grants and Other Support	1,364,557	-	1,364,557
Net Assets Released From Restrictions			
Restrictions satisfied by payments	-	-	-
Total net assets released from restrictions	-	-	-
Operating Expenses			
Program services			
Salaries and wages	604,633	-	604,633
Other campus ministries expenses	254,015	-	254,015
Total Program Services Expenses	858,648	-	858,648
Supporting activities			
General and administrative expenses	113,888	-	113,888
Fundraising expenses	98,495	-	98,495
Total Supporting Activities Expenses	212,383	-	212,383
Total Operating Expenses	1,071,031	-	1,071,031
Change in net assets	293,526	-	293,526
Net assets - beginning of year	535,188	-	535,188
Net assets - end of year	\$ 828,714	\$ -	\$ 828,714

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2022 and 2021

	2022	2021
Cash Flows from Operating Activities		
Cash received from contributions	1,660,533	1,144,833
Cash received from interest	17,918	5,154
Other cash received	1,354	70,700
Cash paid to suppliers and employees	(1,330,825)	(1,058,644)
Net Cash Provided by Operating Activities	348,980	162,043
Cash Flows from Investing Activities		
Cash paid for property and equipment	(2,809)	(25,087)
Purchase of demand and time certificates	(467,776)	(298,946)
Net Cash Used in Investing Activities	(470,585)	(324,033)
Cash Flows from Financing Activities	-	-
Net Decrease in Cash and Cash Equivalents	(121,605)	(161,990)
Cash and Cash Equivalents - Beginning of Year	526,871	688,861
Cash and Cash Equivalents - End of Year	\$ 405,266	\$ 526,871
Reconciliation of Change in Net Assets to Net Cash Provided by Operating Activities:		
Change in net assets	342,371	293,526
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Gain on extinguishment of debt (PPP loan)	-	(143,870)
Depreciation	5,887	4,812
Decrease (increase) in employee receivable	(1,854)	2
Decrease (increase) in prepaid expenses	20	(1,000)
Increase (decrease) in accounts payable	6,062	4,627
Increase (decrease) in credit cards payable	(3,506)	3,946
Net Cash Provided by Operating Activities	\$ 348,980	\$ 162,043

IMPACT CAMPUS MINISTRIES, INC.

Moscow, Idaho

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2022

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	741,972	57,105	84,093	883,170
Contracted labor	2,500	-	-	2,500
Campus ministry expenses	116,740	-	-	116,740
Charitable contributions	747	-	-	747
Staff support and development	63,702	5,536	-	69,238
Professional development	32,888	-	-	32,888
Staff recruiting	18,243	-	-	18,243
Communication services	33,895	3,510	4,499	41,904
Dues and memberships	-	1,200	1,200	2,400
Promotional	13,663	549	5,160	19,372
Support development	33,677	-	9,994	43,671
Bank and merchant fees	-	31,845	-	31,845
Insurance	2,961	5,255	-	8,216
Payroll services	-	1,671	-	1,671
Payroll tax and licenses	14,975	1,449	1,697	18,121
Professional fees	-	28,001	12,820	40,821
Depreciation expense	5,887	-	-	5,887
Total	<u>\$ 1,081,850</u>	<u>\$ 136,121</u>	<u>\$ 119,463</u>	<u>\$ 1,337,434</u>

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2021

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	604,633	50,984	84,369	739,986
Contracted labor	64,600	-	-	64,600
Campus ministry expenses	58,902	-	-	58,902
Staff support and development	41,670	-	-	41,670
Professional development	14,750	-	-	14,750
Staff recruiting	726	-	-	726
Communication services	19,199	1,027	1,966	22,192
Dues and memberships	-	1,080	1,080	2,160
Promotional	8,855	554	811	10,220
Support development	20,285	-	8,282	28,567
Bank and merchant fees	-	20,318	-	20,318
Insurance	3,047	4,920	-	7,967
Payroll services	-	2,045	-	2,045
Payroll tax and licenses	11,371	2,549	1,587	15,507
Professional fees	5,498	30,411	400	36,309
Repairs	300	-	-	300
Depreciation expense	4,812	-	-	4,812
Total General and Administrative Expenses	<u>\$ 858,648</u>	<u>\$ 113,888</u>	<u>\$ 98,495</u>	<u>\$ 1,071,031</u>

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 1 Organization and Vision

Impact Campus Ministries, Inc. (ICM) was organized in 2010 and is a non-profit corporation exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The organization is governed by a board of directors who serve without compensation as volunteers. ICM plans campus ministries throughout the United States to encourage students to accept Jesus Christ as Lord and Savior, to connect college students with God and establish them in Christ's church, and to work in teams to pursue, model, and teach intimacy with God within the college campus setting. The Organization receives a majority of its support and revenues from contributions made by the general public.

NOTE 2 Summary of Significant Accounting Policies

Basis of Accounting - The Organization uses the accrual basis of accounting. Revenues are recognized as earned, and expenses are recognized when incurred.

Cash - For purposes of the statement of cash flows, cash equivalents include money market mutual funds, money market accounts, savings accounts, checking accounts and time deposits, certificates of deposit issued by a bank or credit union. The Organization has no requirement to hold cash in separate accounts.

Property and Equipment - The cost of property and equipment is depreciated over the estimated useful lives of the assets. Major expenditures costing at least \$1,000 which substantially increase useful lives are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. Depreciation is computed on the straight-line method for financial reporting purposes. The useful lives of property and equipment for purposes of computing depreciation are 5 to 7 years for office furniture and equipment and 15 years for leasehold improvements. Depreciation expense for the years ended June 30, 2022 and 2021 was \$5,887 and \$4,812, respectively.

Net Assets - Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net Assets without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

NOTE 2 Summary of Significant Accounting Policies (Continued)

Net Assets with Donor Restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Contributed Services - The Organization estimates that during the fiscal years ended June 30, 2022 and 2021 392 people volunteered for 35,580 hours in 2022 and 321 people volunteered for 15,750 hours in 2021. No amounts have been reflected in the statement for donated services since none are specialized and, therefore these services do not meet the criteria for recognition as contributed services.

Contributions - Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions.

Advertising Costs - Are expensed as incurred. Promotional expenses of \$19,372 and \$10,220 were recognized during the fiscal years ending June 30, 2022 and 2021, respectively.

Income Tax Status - The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code except for income, if any, derived from unrelated business. The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending 2020, 2021, and 2022 are subject to examination by the IRS, generally for three years after they were filed.

Use of Estimates - The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses, and actual results may differ from estimated amounts.

Cost Allocation - The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Personnel costs are charged based on an allocation of time spent by program. Expenses, if not charged directly to programs, are generally allocated to programs based on each program's percentage of personnel costs.

Revenue Recognition – The Organization has implemented ASU 2014-09 *Revenue from Contracts with Customers*, and has applied the five-step process to their contract revenue. The Organization has determined that it has no earnings from contract revenue that would be subject to the requirements of ASU 2014-09, *Revenue from Contracts with Customers*.

NOTE 2 Summary of Significant Accounting Policies (Continued)

Subsequent Events - Subsequent events have been evaluated through the date of the review report. This is the date the financial statements were available to be issued. The Organization has concluded that no material subsequent events have occurred.

NOTE 3 Investments

During fiscal year 2021, the Organization invested excess cash reserves in demand and time certificates offered by The Solomon Foundation, a non-profit financial organization that raises investment dollars from investors and lends those funds to churches within the Restoration Movement for refinancing, church building, acquisitions, and other construction projects. Demand certificates offer an interest rate that may be adjusted on a monthly basis and that permits additions of principal and partial withdrawals at any time without any penalty or service fee upon request. Time certificates are investment certificates with an interest rate that remains fixed through its term. At June 30, 2022 and 2021 the Organization held demand certificates in the amount of \$513,730 and \$48,946 respectively. The interest rate at the end of each period was 2.80%. At June 30, 2022 and 2021 the Organization held time certificates in the amount of \$252,992 and \$250,000 respectively. The interest rate at the end of each period was 4.80%. The Organization carries the balances at cost as the intention of management is to hold the demand certificates until they are redeemed or until the time certificates mature. Investments offered by The Solomon Foundation are not bank deposits or obligations and are not insured by the Federal Deposit Insurance Corporation (FDIC), the Securities Investor Protection Corporation (SIPC) or any other federal or state agency.

NOTE 4 Liquidity and Availability of Resources

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of donor-imposed restrictions within one year of the balance sheet date.

	<u>2022</u>	<u>2021</u>
Financial assets available, at year end:		
Cash and cash equivalents	405,266	526,871
Employee receivables	1,854	-
Investments	513,730	48,946
Total financial assets available, at year end	<u>920,850</u>	<u>575,817</u>
Less those unavailable for general expenses within one year, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor with time or purpose restrictions	<u>-</u>	<u>-</u>
Financial assets available to meet cash needs for general expenses within one year	<u>\$ 920,850</u>	<u>\$ 575,817</u>

NOTE 4 Liquidity and Availability of Resources (Continued)

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.

NOTE 5 Concentration of Credit Risk

Impact Campus Ministries, Inc. maintains its cash balances at two financial institutions. The Federal Deposit Insurance Corporation (FDIC) insures up to \$250,000 at an institution for fiscal year-end 2022 and 2021. At fiscal year-end 2022 and 2021 cash exceeded FDIC insurance by \$225,104 and \$254,463, respectively.

NOTE 6 Paycheck Protection Program (PPP) Loan

On May 1, 2020, the Organization received \$143,870 from the Small Business Administration through the Paycheck Protection Program (PPP) as a result of the CARES Act signed into law on March 27, 2020. The Organization has applied ASC 470, *Debt*, to the loan and has shown the loan amount as a liability as of June 30, 2020. On December 10, 2020, the Organization received communication from its lender (JP Morgan Chase Bank) that the bank had received funds from the Small Business Administration as payment of the Organization's PPP loan in full. This was recorded as gain on extinguishment of debt.