



IMPACT CAMPUS MINISTRIES, INC.

Moscow, Idaho



Reviewed Financial Statements
For the Years Ended
June 30, 2023 and 2022

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Accountant’s Review Report	1-2
Statements of Financial Position	3
Statements of Activities	4-5
Statements of Cash Flows.....	6
Statements of Functional Expenses.....	7-8
Notes to the Financial Statements	9-12



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, 2023 and 2022, 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
October 5, 2023

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENTS OF FINANCIAL POSITION
June 30, 2023 and 2022

	2023	2022
ASSETS		
Current Assets		
Cash	356,305	405,266
Investments, demand certificate	503,753	513,730
Investments, time certificate maturing in 12 months or less	300,000	-
Donations in transit	16,017	-
Employee receivable	-	1,854
Prepaid expenses	-	980
Total Current Assets	1,176,075	921,830
Property and Equipment		
Office furniture and equipment	38,192	31,089
Less: accumulated depreciation	(17,962)	(10,841)
Net Property and Equipment	20,230	20,248
Other Assets		
Investments, time certificate	250,000	252,992
Total other assets	250,000	252,992
TOTAL ASSETS	\$ 1,446,305	\$ 1,195,070
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	16,069	15,238
Credit cards payable	19,802	8,747
Total Current Liabilities	35,871	23,985
Total Liabilities	35,871	23,985
Net Assets		
Without donor restrictions	1,410,434	1,171,085
Total Net Assets	1,410,434	1,171,085
Total Liabilities and Net Assets	\$ 1,446,305	\$ 1,195,070

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues			
Contributions	1,872,361	-	1,872,361
Other income	199,065	-	199,065
Interest income	32,031	-	32,031
Total Revenues	<u>2,103,457</u>	<u>-</u>	<u>2,103,457</u>
Net Assets Released From Restrictions			
Restrictions satisfied by payments	-	-	-
Total net assets released from restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Operating Expenses			
Program services			
Salaries and wages	1,064,864	-	1,064,864
Other campus ministries expenses	485,125	-	485,125
Total Program Services Expenses	<u>1,549,989</u>	<u>-</u>	<u>1,549,989</u>
Supporting activities			
General and administrative expenses	185,206	-	185,206
Fundraising expenses	128,913	-	128,913
Total Supporting Activities Expenses	<u>314,119</u>	<u>-</u>	<u>314,119</u>
Total Operating Expenses	<u>1,864,108</u>	<u>-</u>	<u>1,864,108</u>
Change in net assets	239,349	-	239,349
Net assets - beginning of year	1,171,085	-	1,171,085
Net assets - end of year	<u><u>\$ 1,410,434</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,410,434</u></u>

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues			
Contributions	1,660,533	-	1,660,533
Other income	1,354	-	1,354
Interest income	17,918	-	17,918
	<u>1,679,805</u>	<u>-</u>	<u>1,679,805</u>
Total Revenues			
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	<u>1,081,850</u>	<u>-</u>	<u>1,081,850</u>
Supporting activities			
General and administrative expenses	136,121	-	136,121
Fundraising expenses	119,463	-	119,463
Total Supporting Activities Expenses	<u>255,584</u>	<u>-</u>	<u>255,584</u>
	<u>1,337,434</u>	<u>-</u>	<u>1,337,434</u>
Total Operating Expenses			
Change in net assets	342,371	-	342,371
Net assets - beginning of year	<u>828,714</u>	<u>-</u>	<u>828,714</u>
Net assets - end of year	<u>\$ 1,171,085</u>	<u>\$ -</u>	<u>\$ 1,171,085</u>

IMPACT CAMPUS MINISTRIES, INC.
Moscow, Idaho

STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2023 and 2022

	2023	2022
Cash Flows from Operating Activities		
Cash received from contributions	1,856,344	1,660,533
Cash received from interest	32,031	17,918
Other cash received	199,065	1,354
Cash paid to suppliers and employees	(1,842,267)	(1,330,825)
Net Cash Provided by Operating Activities	245,173	348,980
Cash Flows from Investing Activities		
Cash paid for property and equipment	(7,103)	(2,809)
Redemption of reinvested interest in investment certificates	12,969	-
Purchase of demand and time certificates	(300,000)	(467,776)
Net Cash Used in Investing Activities	(294,134)	(470,585)
Cash Flows from Financing Activities	-	-
Net Decrease in Cash and Cash Equivalents	(48,961)	(121,605)
Cash and Cash Equivalents - Beginning of Year	405,266	526,871
Cash and Cash Equivalents - End of Year	\$ 356,305	\$ 405,266
Reconciliation of Change in Net Assets to Net Cash Provided by Operating Activities:		
Change in net assets	239,349	342,371
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	7,121	5,887
Decrease (increase) in donations in transit	(16,017)	-
Decrease (increase) in employee receivable	1,854	(1,854)
Decrease (increase) in prepaid expenses	980	20
Increase (decrease) in accounts payable	831	6,062
Increase (decrease) in credit cards payable	11,055	(3,506)
Net Cash Provided by Operating Activities	\$ 245,173	\$ 348,980

IMPACT CAMPUS MINISTRIES, INC.

Moscow, Idaho

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2023

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	1,064,864	69,511	104,832	1,239,207
Contracted labor	56,381	-	-	56,381
Campus ministry expenses	115,276	-	-	115,276
Charitable contributions	7,646	-	-	7,646
Staff support and development	112,432	217	-	112,649
Professional development	40,134	-	-	40,134
Staff recruiting	1,574	-	-	1,574
Communication services	61,510	6,688	13,227	81,425
Dues and memberships	-	600	600	1,200
Promotional	13,040	362	1,530	14,932
Support development	35,533	-	6,385	41,918
Bank and merchant fees	-	56,464	-	56,464
Insurance	4,969	7,742	-	12,711
Payroll services	-	1,505	-	1,505
Payroll tax and licenses	23,755	2,510	2,339	28,604
Professional fees	5,754	39,607	-	45,361
Depreciation expense	7,121	-	-	7,121
Total	<u>\$ 1,549,989</u>	<u>\$ 185,206</u>	<u>\$ 128,913</u>	<u>\$ 1,864,108</u>

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
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

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023 and 2022

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.

Donations in Transit - Consists of donations made to the Organization through third party service providers that have not yet been processed and the funds remitted to the Organization.

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, 2023 and 2022 was \$7,121 and \$5,887, respectively.

NOTE 2 Summary of Significant Accounting Policies (Continued)

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.

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 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, 2023 and 2022, 571 people volunteered for 19,515 hours in 2023 and 392 people volunteered for 35,580 hours in 2022. 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 \$14,932 and \$19,372 were recognized during the fiscal years ended June 30, 2023 and 2022, 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 ended 2021, 2022, and 2023 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.

NOTE 2 Summary of Significant Accounting Policies (Continued)

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*.

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

The Organization invests 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, 2023 and 2022 the Organization held demand certificates in the amount of \$503,753 and \$513,730 respectively. The interest rate at the end of each period was 4.05% and 2.80%, respectively. At June 30, 2023 Organization held three time certificates with maturities of six (\$150,000), twelve (\$150,000), and sixty months (\$250,000) in the amount of \$550,000. Amounts invested in time certificates due in one year or less are presented as current. Interest rates on the three time certificates in order of maturity were 4.50%, 4.60%, and 4.80%. At June 30, 2022 the Organization held one time certificate with a sixty month maturity in the amount of \$252,992. The interest rate on this certificate 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>2023</u>	<u>2022</u>
Financial assets available, at year end:		
Cash and cash equivalents	356,305	405,266
Donations in transit	16,017	-
Employee receivables	-	1,854
Investments	803,753	513,730
Total financial assets available, at year end	<u>1,176,075</u>	<u>920,850</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>\$ 1,176,075</u>	<u>\$ 920,850</u>

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 one financial institution. During fiscal year-end 2023 and 2022 the limit of Federal Deposit Insurance Corporation (FDIC) insurance was \$250,000 per institution. At fiscal year-end 2023 and 2022 cash exceeded FDIC insurance by \$106,843 and \$225,104, respectively.

NOTE 6 Other Income

During the current fiscal year, the Organization assumed the ministry work of the Christian Student Foundation of PA as that organization closed down and transferred its staff and unspent resources to Impact Campus Ministries, Inc. Management has presented the \$196,171 in funds it received as “other income” as opposed to donations since the funds had previously been recognized as donations by the predecessor organization for ministry work (that is now within the Organization).