

**KOINONIA HOUSE NATIONAL
MINISTRIES, INC. AND AFFILIATE**

Consolidated Financial Statements

December 31, 2023

(With Independent Accountants' Review Report Thereon)

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

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Independent Accountants' Review Report

Board of Trustees
Koinonia House National Ministries, Inc.:

We have reviewed the accompanying consolidated financial statements of Koinonia House National Ministries, Inc. and Affiliate d/b/a Koinonia House Ministries (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2023, 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. 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 any 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.

Accountants' 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 Koinonia House Ministries and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

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

Supplementary Information

The consolidating supplementary information included in schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic 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 supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Report on 2022 Financial Statements

The consolidated financial statements of Koinonia House Ministries as of December 31, 2022, were reviewed by other accountants whose report dated June 3, 2023, stated that based on their procedures, they are not aware of any material modifications that should be made to the consolidated financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Paul J. Smit & Associates

Lansing, Illinois
September 20, 2024

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidated Statements of Financial Position

December 31, 2023 and 2022

	2023	2022
Assets		
Cash and cash equivalents	\$ 898,065	\$ 780,665
Pledges receivable	6,450	335
Prepaid expenses	4,893	4,037
Inventory	14,318	13,856
Property and equipment, net (note 3)	83,172	87,216
Total assets	\$ 1,006,898	\$ 886,109
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued expenses	\$ 19,075	\$ 8,664
Total liabilities	19,075	8,664
Net assets:		
Without donor restrictions		
Investment in property and equipment	83,172	87,216
Board designated for Safety Reserve (note 5)	116,883	50,000
Pledges receivable	—	335
Undesignated	771,668	724,544
Total without donor restrictions	971,723	862,095
With donor restrictions (note 4)		
Pledges receivable	6,450	—
Inventory	—	5,700
International Ministries	9,650	9,650
Total with donor restrictions	16,100	15,350
Total net assets	987,823	877,445
Total liabilities and net assets	\$ 1,006,898	\$ 886,109

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidated Statements of Activities

Years ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Changes in net assets without donor restrictions:		
Support and revenue:		
Contributions	\$ 497,930	\$ 464,889
Interest and dividend income	15,539	626
Other income	136	619
Net assets released from restrictions - satisfaction of program restrictions	<u>5,700</u>	<u>450</u>
Total support and revenue	<u>519,305</u>	<u>466,584</u>
Expenses:		
Program services	307,982	272,799
Supporting services:		
Management and general	58,780	62,916
Fundraising	<u>42,915</u>	<u>49,941</u>
Total expenses	<u>409,677</u>	<u>385,656</u>
Change in net assets without donor restrictions	109,628	80,928
Changes in net assets with donor restrictions:		
Contributions	6,450	6,150
Net assets released from restrictions - satisfaction of program restrictions	<u>(5,700)</u>	<u>(450)</u>
Change in net assets with donor restrictions	<u>750</u>	<u>5,700</u>
Change in net assets	110,378	86,628
Net assets at beginning of year	<u>877,445</u>	<u>790,817</u>
Net assets at end of year	<u>\$ 987,823</u>	<u>\$ 877,445</u>

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidated Statement of Functional Expenses

Year ended December 31, 2023

	Program services							Supporting services		Total expenses	
	Radical Time Out	Radical Prayer	In-Prison Ministries	Build Bridges Restore Hope	Meet Me at the Gate	Koinonia House of Wheaton	Cook County Jail	Total	Management and General		Fundraising
Salaries, wages, and related costs:											
Salaries and wages	\$ 58,963	\$ 2,241	\$ 39,701	\$ 35,073	\$ 5,631	\$ 7,194	\$ 65,696	\$ 214,499	\$ 32,900	\$ 27,493	\$ 274,892
Benefits	6,357	14	4,135	830	48	110	5,219	16,713	1,264	168	18,145
Payroll taxes	2,325	—	1,355	288	2	122	5,029	9,121	2,520	818	12,459
Total salaries, wages, and related costs	67,645	2,255	45,191	36,191	5,681	7,426	75,944	240,333	36,684	28,479	305,496
Fees for services	—	—	—	—	—	620	—	620	7,406	8,361	16,387
Conferences and meetings	3,951	259	1,739	2,789	442	—	16,976	26,156	1,395	579	28,130
Literature for ministries	—	783	6,410	1,556	9	—	204	8,962	—	—	8,962
Grants and assistance	—	—	1,366	505	758	—	—	2,629	—	—	2,629
Travel	25	586	10,562	99	298	—	—	11,570	—	1,460	13,030
Occupancy	—	—	—	—	—	11,031	—	11,031	—	—	11,031
Office	5	4	262	32	29	50	84	466	2,149	1,244	3,859
Information technology	290	—	—	—	—	—	265	555	6,424	2,792	9,771
Insurance	—	—	—	—	—	—	—	—	3,760	—	3,760
Marketing	—	—	—	630	—	—	350	980	150	—	1,130
Other	—	—	—	30	—	—	—	30	812	—	842
Total expenses before depreciation	71,916	3,887	65,530	41,832	7,217	19,127	93,823	303,332	58,780	42,915	405,027
Depreciation and amortization	379	—	—	—	—	4,271	—	4,650	—	—	4,650
Total expenses	\$ 72,295	\$ 3,887	\$ 65,530	\$ 41,832	\$ 7,217	\$ 23,398	\$ 93,823	\$ 307,982	\$ 58,780	\$ 42,915	\$ 409,677

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidated Statement of Functional Expenses

Year ended December 31, 2022

	Program services						Supporting services		Total expenses	
	Radical Time Out	Radical Prayer	In-Prison Ministries	Build Bridges Restore Hope	Meet Me at the Gate	Koinonia House of Wheaton	Total	Management and General		Fundraising
Salaries, wages, and related costs:										
Salaries and wages	\$ 74,928	\$ 3,234	\$ 43,288	\$ 63,843	\$ 12,935	\$ 9,931	\$ 208,159	\$ 39,531	\$ 37,904	\$ 285,594
Benefits	5,912	—	3,852	1,471	—	92	11,327	2,671	627	14,625
Payroll taxes	2,610	—	1,222	1,425	—	141	5,398	3,037	1,044	9,479
Total salaries, wages, and related costs	83,450	3,234	48,362	66,739	12,935	10,164	224,884	45,239	39,575	309,698
Fees for services	—	—	500	—	—	150	650	5,296	7,400	13,346
Conferences and meetings	2,892	15	3,890	2,077	1,318	—	10,192	852	50	11,094
Literature for ministries	—	1,787	4,658	2,118	—	—	8,563	—	—	8,563
Grants and assistance	—	—	193	1,172	949	—	2,314	—	—	2,314
Travel	—	—	2,660	606	244	—	3,510	—	—	3,510
Occupancy	—	—	—	—	—	11,684	11,684	—	—	11,684
Office	1,097	117	1,949	971	88	97	4,319	2,064	1,422	7,805
Information technology	319	—	—	31	—	—	350	5,022	1,080	6,452
Insurance	—	—	—	—	—	—	—	3,620	—	3,620
Marketing	—	—	570	843	—	—	1,413	—	414	1,827
Other	—	—	—	—	—	—	—	823	—	823
Total expenses before depreciation	87,758	5,153	62,782	74,557	15,534	22,095	267,879	62,916	49,941	380,736
Depreciation and amortization	473	—	—	—	—	4,447	4,920	—	—	4,920
Total expenses	<u>\$ 88,231</u>	<u>\$ 5,153</u>	<u>\$ 62,782</u>	<u>\$ 74,557</u>	<u>\$ 15,534</u>	<u>\$ 26,542</u>	<u>\$ 272,799</u>	<u>\$ 62,916</u>	<u>\$ 49,941</u>	<u>\$ 385,656</u>

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidated Statements of Cash Flows

Years ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Change in net assets	\$ 110,378	\$ 86,628
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,650	4,920
Changes in assets and liabilities:		
Pledges receivable	(6,115)	3,075
Prepaid expenses	(856)	908
Inventory	(462)	(9,517)
Accounts payable and accrued expenses	10,411	4,706
Net cash provided by operating activities	<u>118,006</u>	<u>90,720</u>
Cash flows from investing activities -		
Purchase of property and equipment	<u>(606)</u>	<u>—</u>
Net cash used in investing activities	<u>(606)</u>	<u>—</u>
Net increase in cash and cash equivalents	117,400	90,720
Cash and cash equivalents at beginning of year	<u>780,665</u>	<u>689,945</u>
Cash and cash equivalents at end of year	<u><u>\$ 898,065</u></u>	<u><u>\$ 780,665</u></u>

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

(1) Description of Organization

Koinonia House National Ministries, Inc. (KHNM) and Koinonia House of DuPage County (KHD) were incorporated in 1997 and 1991, respectively, to equip the local church to embrace and minister effectively to the needs of Christian neighbors being released from prison. KHNM bridges the gap between the Christian inmate and the local church, facilitating the integration of the former inmate into the church, workplace, and society through biblical discipleship. KHD provides a fifteen-month family-home-based program of mentoring/discipleship to Christian inmates upon their release from prison. Financial support for these ministries comes primarily from contributions from individuals, churches, foundations, and businesses.

The accompanying consolidated financial statements include the accounts of Koinonia House National Ministries, Inc. and Koinonia House of DuPage County (Koinonia House Ministries). KHNM and KHD have a common Board of Trustees and officers and are administered jointly by a chief executive officer, working under the authority of the Board. Intercompany accounts and transactions have been eliminated in consolidated financial statements.

(2) Summary of Significant Accounting Policies

The financial statements of Koinonia House Ministries have been prepared on the accrual basis of accounting; consequently, revenues are recognized when earned and expenses when the obligation is incurred. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Basis of Presentation

Koinonia House Ministries maintains its accounts in accordance with accounting principles generally accepted in the United States of America, which requires that resources be classified for reporting purposes based on the existence or absence of donor-imposed restrictions. This is accomplished by classification of balances into two classes of net assets – without donor restrictions and with donor restrictions. Descriptions of the three net asset categories and the types of transactions affecting each category follow:

- Without Donor Restrictions – net assets that are not subject to donor-imposed restrictions and are available for ministry purposes under the direction of the Board of Trustees. Items that affect this category principally consist of unrestricted cash and contributions, grant income and related grant expenses, as well as all expenses incurred in connection with the operations of Koinonia House Ministries.
- With Donor Restrictions – net assets subject to donor-imposed restrictions that will be met either by actions of Koinonia House Ministries or the passage of time. Items that affect this category are gifts for which restrictions have not been met. These amounts are reclassified to net assets without donor restrictions when such restrictions are met or have expired.

Also included in this category are net assets subject to donor-imposed restrictions to be maintained permanently by Koinonia House Ministries. Items that affect this category include gifts wherein donors stipulate that the corpus be held in perpetuity and only income be made available for program operations. Koinonia House Ministries has no net assets restricted in perpetuity.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

Cash and Cash Equivalents

Cash and cash equivalents include petty cash, checking, money market accounts and certificates of deposit. For the purposes of the statement of cash flows, Koinonia House Ministries considers all highly liquid debt instruments, if any, purchased or donated with an original maturity or anticipated liquidation of three months or less to be cash equivalents.

Prepaid Expenses

Payments to vendors for services that will benefit future periods are recorded as prepaid expenses.

Inventory

Inventory is stated at cost. Donated items to be used in the ministry are valued at the fair value on the date of the gift.

Property and Equipment

Expenditures for property and equipment and items which substantially increase the useful lives of existing assets are capitalized at cost. Koinonia House Ministries provides for depreciation on the straight-line method at rates designed to depreciate the costs of assets over their estimated useful lives, estimated to be 5 to 30 years. Donated assets are recorded at fair value on the date of the donation.

Equipment	5 years
Furniture	7 years
Building	30 years
Improvements	27.5 years

All Other Assets and Liabilities

The carrying values of all other assets and liabilities do not differ materially from their estimated fair value.

Contributions

Contributions, including unconditional pledges, are recognized in the appropriate category of net assets in the period received. Gifts of cash and other assets received without donor stipulations are reported as increases in net assets without donor restrictions. Contributions of assets other than cash are recorded at estimated fair value at the date of the gift. Contributions received with a donor stipulation that limits their use are reported as increases in net assets with donor restrictions. When a donor 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 restrictions. Conditional promises to give and intentions to give are not recognized until the conditions are substantially met.

Pledges receivable are presented net of an allowance for doubtful accounts, which is an estimate of amounts that may not be collectible. Management believes the pledges receivable balance at December 31, 2023 is fully collectible; and therefore, no allowance for doubtful accounts has been recorded as of December 31, 2023.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

Contributed Services

A substantial number of unpaid volunteers, including members of the Board of Trustees, have made significant contributions of their time to Koinonia House Ministries' policy-making, program and support functions. The value of this contributed time does not meet the criteria for recognition of contributed services defined by professional accounting standards, and, accordingly, is not reflected in these financial statements.

Functional Allocation of Expenses

Expenses are recorded when the obligation is incurred. The costs of providing various program and supporting activities have been summarized on a functional basis in the accompanying statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Natural expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques such as square footage and time and effort.

Income Taxes

Koinonia House Ministries has received a determination letter from the Internal Revenue Service indicating that it is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986, except for income taxes pertaining to unrelated business income. No provision has been made for income taxes in the accompanying financial statements, as Koinonia House Ministries has had no significant unrelated business net income. As of December 31, 2023 and 2022, Koinonia House Ministries had no uncertain tax positions.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken and recognize a tax liability (or asset) if the organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by taxing authorities. Management has analyzed the tax positions taken and has concluded that as of December 31, 2023 and 2022, there are no uncertain income tax positions that would require recognition of a liability (or asset) or disclosure in the financial statements. Koinonia House Ministries has filed income tax returns through the year ended December 31, 2022 and believes it is no longer subject to income tax examination for years prior to the year ended December 31, 2019.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires that management make estimates and assumptions related to the reporting of assets and liabilities at the date of the financial statements, and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the period. Actual results may differ from those estimates.

Reclassifications

Certain amounts reported in the accompanying 2022 financial statements have been reclassified to conform to the 2023 presentation.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

Subsequent Events

Management has performed an analysis of the activities and transactions subsequent to December 31, 2023, to determine the need for any adjustments to and/or disclosures within the audited financial statements for the year ended December 31, 2023. Management has performed their analysis through September 20, 2024, the date the financial statements were available to be issued. Activities subsequent to this date have not been evaluated by management.

(3) Property and Equipment

Property and equipment at December 31, 2023 and 2022 consisted of the following:

	<u>2023</u>	<u>2022</u>
Equipment	\$ 39,522	\$ 38,916
Furniture	16,740	16,740
Building	100,000	100,000
Improvements	128,465	128,465
Land	<u>33,000</u>	<u>33,000</u>
	317,727	317,121
Less accumulated depreciation	<u>(234,555)</u>	<u>(229,905)</u>
Total	\$ <u>83,172</u>	\$ <u>87,216</u>

(4) Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following:

	<u>2023</u>	<u>2022</u>
Restricted by Purpose:		
Inventory	\$ —	\$ 5,700
International Ministries	<u>9,650</u>	<u>9,650</u>
Total restricted by purpose or time	9,650	15,350
Restricted by Time – future period operations	<u>6,450</u>	<u>—</u>
Total net assets with donor restrictions	\$ <u>16,100</u>	\$ <u>15,350</u>

(5) Board Designated Net Assets

During the year ended December 31, 2018, the Board of Trustees of Koinonia House Ministries established a Safety Reserve Fund. The reserve will be available, upon board authorization, to meet unexpected cash flow needs of Koinonia House Ministries. The reserve funds are held in cash in a checking account and the board designated reserve fund is included in net assets without donor restrictions at December 31, 2023 and 2022. The reserve balance was \$50,000 as of December 31, 2022. During the year ended December 31, 2023, the Board authorized to increase the reserve fund to an average of three months' expenses based on the current year budget, which was \$116,883 for the year ended December 31, 2023.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

(6) Concentrations

During fiscal year 2023, Koinonia House Ministries received 51% of total contributions from 10 donors. During fiscal year 2022, Koinonia House Ministries received 51% of total contributions from 11 donors. These donors consisted of individuals, corporations, churches and foundations.

Financial instruments which potentially subject Koinonia House Ministries to concentrations of credit risk include cash deposits with a commercial bank. During the years ended December 31, 2023 and 2022, Koinonia House Ministries maintained deposits in excess of federally insured limits. As of December 31, 2023 and 2022, cash deposits exceeded federally insured limits by \$120,586 and \$20,361, respectively. The risk was managed by maintaining all deposits in high quality financial institutions.

(7) Liquidity

The following reflects Koinonia House Ministries' financial assets as of December 31, 2023 and 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the consolidated statement of financial position date. Amounts not available include amounts set aside by the Board of Trustees for contingency reserves and program funding, all of which could be drawn upon for other purposes if the Board approves that action.

	<u>2023</u>	<u>2022</u>
Financial assets, at year-end	\$ 898,065	\$ 780,655
Less those unavailable for general expenditure due to:		
Contractual or donor-imposed restrictions – designated for international ministry	(9,650)	(9,650)
Board designations – operating reserves	<u>(116,883)</u>	<u>(50,000)</u>
Total	<u>\$ 771,532</u>	<u>\$ 721,005</u>

Koinonia House Ministries' cash flows have seasonal variations during the year attributable to fundraising campaigns and donor appeals, the timing of its programs and program needs, and a concentration of gifts received at year-end. Restricted contributions are occasionally received from donors. Because a donor's restriction requires resources to be used for a particular purpose or in a future period, Koinonia House Ministries must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. Koinonia House Ministries regularly monitors liquidity required to meet operating needs, general expenditures, and other financial commitments, while also striving to maximize the investment of its available funds. As part of Koinonia House Ministries' liquidity management, the organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. In addition, Koinonia House Ministries invests cash in excess of daily requirements in short-term investments, CDs, and money market funds.

The Board designates a portion of any operating surplus to its contingency reserve or other specific projects within the ministry. These funds are established by the Board and may be drawn upon in the event of financial distress or an immediate liquidity need resulting from events outside the financial liabilities of the organization. Koinonia House Ministries plans to meet its future cash needs through future contributions from its donor base and through the use of operating reserves if necessary.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidating Statement of Financial Position

December 31, 2023

	<u>Koinonia House National Ministry</u>	<u>Koinonia House of DuPage</u>	<u>Consolidated</u>
Assets			
Cash and cash equivalents	\$ 889,437	\$ 8,628	\$ 898,065
Pledges receivable	6,450	—	6,450
Prepaid expenses	4,893	—	4,893
Inventory	14,318	—	14,318
Property and equipment, net	711	82,461	83,172
Total assets	<u>\$ 915,809</u>	<u>\$ 91,089</u>	<u>\$ 1,006,898</u>
Liabilities and Net Assets			
Liabilities:			
Accounts payable and accrued expenses	<u>\$ 18,944</u>	<u>\$ 131</u>	<u>\$ 19,075</u>
Total liabilities	18,944	131	19,075
Net assets:			
Without donor restrictions			
Investment in property and equipment	711	82,461	83,172
Board designated for Safety Reserve	116,883	—	116,883
Undesignated	<u>763,171</u>	<u>8,497</u>	<u>771,668</u>
Total without donor restrictions	880,765	90,958	971,723
With donor restrictions			
Pledges receivable	6,450	—	6,450
International Ministries	<u>9,650</u>	<u>—</u>	<u>9,650</u>
Total with donor restrictions	16,100	—	16,100
Total net assets	<u>896,865</u>	<u>90,958</u>	<u>987,823</u>
Total liabilities and net assets	<u>\$ 915,809</u>	<u>\$ 91,089</u>	<u>\$ 1,006,898</u>

See accompanying independent accountants' review report and notes to consolidated financial statements.

KOINONIA HOUSE NATIONAL MINISTRIES, INC. AND AFFILIATE

Consolidating Statement of Activities

Year ended December 31, 2023

	<u>Koinonia House National Ministry</u>	<u>Koinonia House of DuPage</u>	<u>Eliminations</u>	<u>Consolidated</u>
Changes in net assets without donor restrictions:				
Support and revenue:				
Contributions	\$ 497,930	\$ 10,164	\$ (10,164)	\$ 497,930
Interest and dividend income	15,538	1	—	15,539
Other income	136	—	—	136
Net assets released from restrictions - satisfaction of program restrictions	5,700	—	—	5,700
Total support and revenue	<u>519,304</u>	<u>10,165</u>	<u>(10,164)</u>	<u>519,305</u>
Expenses:				
Program services	305,016	13,130	(10,164)	307,982
Supporting services:				
Management and general	58,745	35	—	58,780
Fundraising	42,915	—	—	42,915
Total expenses	<u>406,676</u>	<u>13,165</u>	<u>(10,164)</u>	<u>409,677</u>
Change in net assets without donor restrictions	112,628	(3,000)	—	109,628
Changes in net assets with donor restrictions:				
Contributions	6,450	—	—	6,450
Net assets released from restrictions - satisfaction of program restrictions	(5,700)	—	—	(5,700)
Change in net assets with donor restrictions	<u>750</u>	<u>—</u>	<u>—</u>	<u>750</u>
Change in net assets	113,378	(3,000)	—	110,378
Net assets at beginning of year	<u>783,487</u>	<u>93,958</u>	<u>—</u>	<u>877,445</u>
Net assets at end of year	<u>\$ 896,865</u>	<u>\$ 90,958</u>	<u>\$ —</u>	<u>\$ 987,823</u>

See accompanying independent accountants' review report and notes to consolidated financial statements.