FAMILY PROMISE OF THE MAIN LINE

(F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE)

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2022

(WITH SUMMARIZED COMPARATIVE TOTALS AT JUNE 30, 2021)

J. MILLER & ASSOCIATES LLC

CPAs FOR NONPROFITS

FAMILY PROMISE OF THE MAIN LINE
F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE
YEAR ENDED JUNE 30, 2022
(WITH SUMMARIZED COMPARATIVE TOTALS AT JUNE 30, 2021)
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J. MILLER & ASSOCIATES LLC
CPAs FOR NONPROFITS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Family Promise of the Main Line
(f/k/a Interfaith Hospitality Network of the Main Line)
Norristown, Pennsylvania

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Family Promise of the Main Line (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Family Promise of the Main Line as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the 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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Family Promise of the Main Line's ability to continue as a going concern within one year after the date of the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Family Promise of the Main Line's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Family Promise of the Main Line's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Board of Directors
Family Promise of the Main Line

Report on Summarized Comparative Information

The prior year summarized comparative information has been derived from Family Promise of the Main Line's 2021 financial statements and, in our report dated October 14, 2021, we expressed an unmodified opinion on the financial statements.

J. Miller & Associates, LLC

J. MILLER & ASSOCIATES, LLC

Philadelphia, Pennsylvania
November 8, 2022

FAMILY PROMISE OF THE MAIN LINE
(F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE)
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022
(WITH SUMMARIZED COMPARATIVE TOTALS AS OF JUNE 30, 2021)

	2022	2021
ASSETS		
Cash and cash equivalents	$ 684,932	$ 395,400
Promises to give	10,000	-
Grants receivable	27,021	27,200
Prepaid expenses	2,082	2,181
Investment in certificates of deposit	217,466	217,466
Inventory	8,400	-
Property and equipment, net	127,424	131,833
TOTAL ASSETS	$ 1,077,325	$ 774,080
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	$ 25,187	$ 7,530
TOTAL LIABILITIES	25,187	7,530
NET ASSETS		
Without donor restrictions	1,033,738	746,200
With donor restrictions	18,400	20,350
TOTAL NET ASSETS	1,052,138	766,550
TOTAL LIABILITIES AND NET ASSETS	$ 1,077,325	$ 774,080

See accompanying Notes to Financial Statements.

FAMILY PROMISE OF THE MAIN LINE
(F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE)
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022
(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)

	Without Donor Restrictions	With Donor Restrictions	2022 Total	2021 Total
REVENUE AND SUPPORT				
Grants and contributions	$ 490,559	$ 10,000	$ 500,559	$ 404,109
Host and support congregations	102,592	-	102,592	89,252
Contribution of nonfinancial assets	38,542	8,400	46,942	30,938
Fundraising	91,770	-	91,770	69,428
Less: cost of direct donor benefits	(20,281)	-	(20,281)	(2,478)
Interest income	291	-	291	4,126
Other income	357	-	357	2,283
Net assets released from donor restrictions	20,350	(20,350)	-	-
Total Revenue and Support	724,180	(1,950)	722,230	597,658
EXPENSES				
Program	325,625	-	325,625	259,916
Management and general	67,839	-	67,839	77,376
Fundraising	43,178	-	43,178	31,462
Total Expenses	436,642	-	436,642	368,754
Change in Net Assets	287,538	(1,950)	285,588	228,904
Net Assets, Beginning of Year	746,200	20,350	766,550	537,646
Net Assets, End of Year	$ 1,033,738	$ 18,400	$ 1,052,138	$ 766,550

See accompanying Notes to Financial Statements.

FAMILY PROMISE OF THE MAIN LINE
(F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE)
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2022
(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)

Description	Program Services	Management and General	Fundraising	Total 2022	Total 2021
Salaries	$ 132,500	$ 32,322	$ 23,114	$ 187,936	$ 163,362
Payroll taxes	11,475	2,799	2,002	16,276	14,252
Retirement plan	3,957	965	690	5,612	5,023
Employee benefits	7,143	1,743	1,246	10,132	9,532
Total salaries and related expenses	155,075	37,829	27,052	219,956	192,169
Accounting and audit	-	12,897	-	12,897	9,766
Advertising	1,118	-	-	1,118	662
Bank and financial fees	-	1,513	-	1,513	1,224
Prevention rental assistance	33,035	-	-	33,035	30,938
Dues and subscriptions	3,124	-	-	3,124	3,150
Consultant	-	-	11,655	11,655	16,200
Furniture and equipment	-	-	-	-	5,556
Guest relocation and services	34,640	-	-	34,640	34,617
In-kind resources to clients	38,542	-	-	38,542	-
Insurance	8,039	3,910	-	11,949	14,573
Legal services	-	2,096		2,096	2,500
Occupancy	23,973	1,759	-	25,732	20,438
Office supplies and expense	3,465	845	604	4,914	7,868
Payroll processing	-	1,583	-	1,583	1,419
Postage	431	105	76	612	384
Printing	4,103	1,001	715	5,819	3,806
Staff development	218	-	-	218	379
Telephone	4,127	1,007	720	5,854	6,691
Travel expense	-	-	-	-	-
Van expense	2,230	-	-	2,230	1,146
All other expenses		-	-	-	906
Depreciation	13,505	3,294	2,356	19,155	14,362
Total	$ 325,625	$ 67,839	$ 43,178	$ 436,642	$ 368,754

See accompanying Notes to Financial Statements.

FAMILY PROMISE OF THE MAIN LINE
(F/K/A INTERFAITH HOSPITALITY NETWORK OF THE MAIN LINE)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2022
(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ 285,588	$ 228,904
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	19,155	14,362
Gain on trade-in of van	-	(2,000)
Forgiveness of Paycheck Protection Program loan	-	(38,645)
Decrease (Increase) in Assets:		
Promises to give	(10,000)	
Grants receivable	179	3,312
Prepaid expenses	99	(13)
Inventory	(8,400)	-
Increase (Decrease) in liabilities:		
Accounts payable	17,656	(2,851)
Accrued payroll	-	(493)
Deferred revenue	-	(22,625)
Net cash provided/(used) by operating activities	304,277	179,951
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of certificates of deposit	-	(3,757)
Redemption of certificates of deposit	-	-
Purchase of property and equipment	(14,745)	(50,322)
Net cash provided/(used) by investing activities	(14,745)	(54,079)
NET INCREASE/(DECREASE) IN CASH	289,532	125,872
Cash and cash equivalents - beginning of year	395,400	269,528
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 684,932	$ 395,400

See accompanying Notes to Financial Statements.

NOTE 1 NATURE OF ORGANIZATION

Family Promise of the Main Line ("FPML") (formerly known as Interfaith Hospitality Network of the Main Line) is a nonprofit corporation whose mission is to help families experiencing homelessness and low-income families achieve sustainable independence through a community based response. FPML's programs and services connect the families to community resources, empowering them to achieve and maintain affordable housing. FPML is funded by a variety of private grants and contributions

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting
FPML prepares its financial statements in accordance with accounting principles generally accepted in the United States of America which involve the application of the accrual basis of accounting; consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

Summarized Comparative Information
The summarized comparative information presents amounts in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with WRC's financial statements for the year ended June 30, 2021 from which the summarized information was derived.

Cash and Cash Equivalents
FPML considers all cash and highly liquid financial instruments with an original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents.

Promises to Give
FPML records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. FPML determines the allowance for uncollectible promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collection. Promises to give are written off when deemed uncollectible. At June 30, 2022, no allowance was deemed warranted.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants Receivable
Grants receivable consist primarily of noninterest-bearing amounts due for grants with cost and/or performance criteria that have been met. FPML determines the allowance for uncollectible grants receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Grants receivable are written off when deemed uncollectible. At June 30, 2022, no allowance was deemed warranted.

Investments
FPML records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expense.

FPML's investments consist certificates of deposit with original maturities of greater than 90 days.

Inventory
Inventory consists of gift cards received from donors and not yet distributed. The inventory is valued at the face value of the gift card.

Property and Equipment
All acquisitions of property and equipment over $5,000 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized at cost, or if received as a gift, at fair value when acquired. Depreciation is computed on the straight-line basis over the estimated useful lives as follows:

Description	Estimated Useful Life
Building	39 years
Building Improvements	10 years
Vehicles	5 years
Office equipment	3 years

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions and may be used for any purpose in performing the primary objectives of FPML. These net assets may be used at the discretion of FPML's management and the board of directors and are considered net assets without donor restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) imposed restrictions or law. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. These donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Revenue and Revenue Recognition

FPML recognizes contributions when cash, securities or other assets, an unconditional promise to give or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

A portion of revenue is derived from grants with cost reimbursement or performance measures with governments, pass-through grants or other direct grantors. Amounts received are recognized as revenue when the expenditures have been incurred in compliance with specific contract or grant provisions or other performance requirements. Amounts received prior to incurring qualifying expenditures or performance are reported as refundable advances in the statement of financial position. FPML received conditional grants of $41,979 that have not been recognized at June 30, 2022 because the qualifying expenditures have not yet been incurred or the performance criteria has not been met. No amounts have been received in advance under these types of grants.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In-Kind Contributions

Contributed nonfinancial assets include donated professional services, donated equipment, and other in-kind contributions which are recorded at the respective fair values of the goods or services received. Donated gifts-in-kind are not sold. In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation.

Functional Allocation of Expenses

The statement of functional expenses reports certain categories of expenses that are attributable to FPML's program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, payroll taxes, and benefits which are allocated on the basis of time and effort as well as insurance, occupancy costs, office supplies and expense, printing and telephone. Directly identifiable expenses, such as guest relocation and services, consultant, travel and vehicle expenses are charged to program and supporting services based upon invoices received. Management and general expenses include those expenses that are not directly identifiable with any other specific function and provide for the overall support and direction of FPML.

Income Taxes

FPML is organized as a Pennsylvania nonprofit corporation and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and had been determined not to be a private foundation under IRC Sections 509(a)(1) and (3). FPML is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, FPML is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. FPML has determined that it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Instruments and Credit Risk

FPML manages deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits. To date, FPML has not experienced losses in any of these accounts.

Recently Adopted Accounting Pronouncements

Contributed Nonfinancial Assets

In September 2020, the FASB issued ASU No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for contributed Nonfinancial Assets* (Topic 958). The standard requires nonprofits to expand their financial statement presentation and disclosure of contributed nonfinancial assets, including in-kind contributions. The standard includes disclosure of information on an entity's policies on contributed nonfinancial assets about monetization and utilization during the reporting period, information on donor-imposed restrictions, and valuation techniques. The new standard, as amended, is to be applied retrospectively, to annual reporting periods beginning after June 15, 2021, and interim periods within annual reporting periods beginning after June 15, 2022.

Accounting Pronouncements Not Yet Adopted

Leases

ASU 2016-02 "*Leases (Topic 842*)," is effective for FPML's financial statements for the year ending June 30, 2023. This amendment will require lessees to recognize assets and liabilities on the statement of financial position for the rights and obligations created by all leases with terms of more than twelve months. Disclosures also will be required by lessees to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

NOTE 3 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, comprise the following:

Cash and cash equivalents	$ 684,932
Grants receivable	27,021
	$ 711,953

As part of management's liquidity plan, management invests cash in excess of daily requirements in certificates of deposits or money market accounts.

NOTE 4 FAIR VALUE MEASUREMENTS

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Accounting standards set a framework for measuring fair value using a three-tier hierarchy based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or inputs (interest rates, currency exchange rates, commodity rates and yield curves) that are observable or corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Inputs that are not observable in the market and reflect management's judgment about the assumptions that market participants would use in pricing the asset or liability.

	Total	Level 1	Level 2	Level 3
Assets:				
Certificates of deposit	$ 217,466	$ -	$ 217,466	$ -
Total assets measured at fair value	$ 217,466	$ -	$ 217,466	$ -

NOTE 5 PROMISES TO GIVE

Unconditional promises to give of $10,000 at June 30, 2022 are estimated to be collected within one year from the statement of financial position date.

NOTE 6 PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30, 2022:

Land	$ 9,235
Building and improvements	222,935
Static site development	12,603
Van	35,490
Equipment and software	9,678
	289,941
Less: Accumulated Depreciation	(162,517)
Total Property and Equipment, net	$ 127,424

Depreciation expense for the year ended June 30, 2022 was $19,155.

NOTE 7 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

Subject to expenditure/use for specified purpose:	
Distribution of gift cards to families served	$ 8,400
Subject to the passage of time:	
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	10,000
	$ 18,400

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended June 30, 2022:

Satisfaction of purpose restrictions:	
Van equipment	$ 6,510
Facilities improvements	8,214
Playground equipment and furniture	998
Leadership	4,628
	$ 20,350

NOTE 8 IN-KIND CONTRIBUTIONS

For the year ended June 30, 2022, contributed nonfinancial assets recognized in the statement of activities include the following:

Gift cards distributed	$ 11,780
Household goods, furniture, toiletries and clothing	21,006
Meals	925
Food	4,831
	$ 38,542

Contributed gifts cards are distributed to families in need and are recognized at the face value of the gift card.

Contributed household goods, furniture, toiletries, clothing, meals and other purchased food items are valued at fair market value considering the goods' condition and utility for use at the time of the contribution. All of these items are used in program services for families in need.

NOTE 9 RETIREMENT PLAN

FPML has a SIMPLE IRA retirement plan for the benefit of its eligible employees who meet certain requirements. FPML's contribution expense for the year ended June 30, 2022 was $5,612.

NOTE 10 SUBSEQUENT EVENTS

FPML has evaluated subsequent events through November 8, 2022 the date which the financial statements were available to be issued.