



Batts Morrison
Wales & Lee

CERTIFIED PUBLIC ACCOUNTANTS

Street Corner Ministries: Matthew 22:9, Inc. d/b/a Foundation in Christ Ministries

Financial Statements

For The Year Ended September 30, 2023



Battt Morrison
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CERTIFIED PUBLIC ACCOUNTANTS ®

REPORT OF INDEPENDENT AUDITOR

Board of Directors
Street Corner Ministries: Matthew 22:9, Inc. d/b/a Foundation in Christ Ministries
Naples, Florida

Opinion

We have audited the accompanying financial statements of Street Corner Ministries: Matthew 22:9, Inc. d/b/a Foundation in Christ Ministries ("the Organization"), which consist of the statement of financial position as of September 30, 2023, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Street Corner Ministries: Matthew 22:9, Inc. d/b/a Foundation in Christ Ministries as of September 30, 2023, 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. 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 the Organization and to meet our other 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 the 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 the Organization's ability to continue as a going concern within one year after the date that 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 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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.

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- 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 the Organization'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Supplemental Schedule of Allocated Expenditures (Unaudited) for the year ended September 30, 2023, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
March 21, 2024

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
STATEMENT OF FINANCIAL POSITION
September 30, 2023

ASSETS

ASSETS

Cash and cash equivalents	\$ 514,030
Investments	<u>2,785,615</u>

Total assets	<u>\$ 3,299,645</u>
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LIABILITIES AND NET ASSETS WITHOUT DONOR RESTRICTIONS

LIABILITIES

Accounts payable	<u>\$ 2,089</u>
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Total liabilities	2,089
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NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>3,297,556</u>
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Total liabilities and net assets without donor restrictions	<u>\$ 3,299,645</u>
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STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
 STATEMENT OF ACTIVITIES
 For The Year Ended September 30, 2023

PUBLIC SUPPORT AND REVENUE

Donations	\$ 762,221
Investment income, net	392,830
Other revenue	<u>71</u>

Total public support and revenue	<u>1,155,122</u>
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EXPENSES

Program activities	<u>1,377,567</u>
Supporting activities	
General and administration	93,077
Fundraising	<u>15,226</u>

Total supporting activities	<u>108,303</u>
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Total expenses	<u>1,485,870</u>
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CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	(330,748)
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NET ASSETS WITHOUT DONOR RESTRICTIONS - Beginning of year	<u>3,628,304</u>
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NET ASSETS WITHOUT DONOR RESTRICTIONS - End of year	<u>\$ 3,297,556</u>
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STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES

STATEMENT OF CASH FLOWS
For The Year Ended September 30, 2023

OPERATING CASH FLOWS

Cash received from donors	\$ 762,221
Investment income received	98,256
Cash received from other activities	71
Cash paid for operating activities and costs	<u>(1,485,465)</u>

Net operating cash flows **(624,917)**

INVESTING CASH FLOWS

Proceeds from sales of investments, net	<u>381,786</u>
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Net investing cash flows **381,786**

NET CHANGE IN CASH AND CASH EQUIVALENTS **(243,131)**

CASH AND CASH EQUIVALENTS - Beginning of year **757,161**

CASH AND CASH EQUIVALENTS - End of year **\$ 514,030**

**RECONCILIATION OF CHANGE IN NET ASSETS WITHOUT DONOR
RESTRICTIONS TO NET OPERATING CASH FLOWS**

Change in net assets without donor restrictions	\$ (330,748)
Adjustments to reconcile change in net assets without donor restrictions to net operating cash flows	
Net gain on investments	(294,574)
Change in accounts payable	<u>405</u>

Net operating cash flows **\$ (624,917)**

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended September 30, 2023

		Supporting activities			
	Program activities	General and administration	Fundraising	Total supporting activities	Total expenses
Grants outside the U.S.	\$ 1,298,315	\$ —	\$ —	\$ —	\$ 1,298,315
Salaries and wages	46,752	34,879	15,226	50,105	96,857
Other	31,500	6,128	—	6,128	37,628
Travel	—	24,445	—	24,445	24,445
Investment management	—	15,106	—	15,106	15,106
Advertising	—	5,294	—	5,294	5,294
Accounting	—	3,689	—	3,689	3,689
Information technology	—	3,536	—	3,536	3,536
Grants in the U.S.	1,000	—	—	—	1,000
Total expenses	\$ 1,377,567	\$ 93,077	\$ 15,226	\$ 108,303	\$ 1,485,870

The Accompanying Notes are an Integral
Part of These Financial Statements

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2023

NOTE A – NATURE OF ACTIVITIES

Street Corner Ministries: Matthew 22:9, Inc. d/b/a Foundation in Christ Ministries (“the Organization”) is a Georgia not-for-profit corporation, headquartered in and operating from the state of Florida. The Organization is committed to proclaiming the Good News of the Hope of Christ throughout Ireland. Through the Organization’s support of the outreaches at An Tobar Nua in Galway, Ireland, including the Café, Bothar Emmaus Bookshop, An Tobar Nua Counseling Center, the Emmaus Scripture School, and An Tobar Nua Youth Outreach, the Organization’s community is cultivating hope.

Community – In Christ, the Organization is committed to sharing life together, encouraging one another in the faith, and representing the Good News to every person.

Truth – In Christ, the Organization is committed to the message and power of the Good News in every day life.

Hope – In Christ, the Organization is committed to sharing the hope found in a loving relationship with Jesus.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

The Organization recognizes cash donations when the contributions are received by the Organization.

Cash and cash equivalents

The Organization considers investment instruments purchased or donated with original maturities of three months or less to be cash equivalents.

Investments

Investments are stated at estimated fair value.

Net assets

Net assets without donor restrictions are available for use at the discretion of the Board and/or management for general operating purposes.

Functional allocation of expenses

The statement of functional expenses presents expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. Indirect costs that benefit multiple functional areas are allocated among the functional areas based primarily on employee time and space utilization.

Income taxes

The Organization is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and from state income tax pursuant to Georgia law. The Organization is further classified as a public charity and not as a private foundation for federal tax purposes. The Organization has not incurred unrelated business income taxes. As a result, no income tax provision or liability has been provided for in the accompanying financial statements.

Use of estimates

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these financial statements include those related to the estimated fair value of investments. Actual results could differ from the estimates.

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2023

NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure within one year of the date of the statement of financial position are as follows:

Financial assets available:	
Cash and cash equivalents	\$ 514,030
Investments	<u>2,785,615</u>
 Total financial assets available within one year	 <u>\$ 3,299,645</u>

The Organization is primarily supported by donations. As part of the Organization's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management believes the Organization has sufficient financial assets available for general operations that may be drawn upon in the event of unanticipated financial distress or an immediate liquidity need.

NOTE D – CONCENTRATIONS

The Organization maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits, or may be insured by an entity other than an agency of the federal government. The Organization has not experienced any losses in such accounts, and the Organization believes it is not exposed to any significant credit risk related to cash and cash equivalents.

During the year ended September 30, 2023, approximately 81% of total donations were sourced from the Organization's three largest donors, one of which is a donor-advised fund.

NOTE E – INVESTMENTS

Investments consisted of the following:

<u>Category</u>	
Cash and cash alternatives	\$ 48,394
Exchange-traded funds	1,659,230
Mutual funds	<u>1,077,991</u>
 Total investments	 <u>\$ 2,785,615</u>

Accounting principles generally accepted in the United States ("U.S. GAAP") define fair value for an investment as the price an organization would receive upon selling the investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. Accordingly, U.S. GAAP recognizes a hierarchy of "inputs" an organization may use in determining or estimating fair value. The inputs are categorized into "levels" that relate to the extent to which an input is objectively observable and the extent to which markets exist for identical or comparable investments. In determining or estimating fair value, an organization is required to maximize the use of observable market data (to the extent available) and minimize the use of unobservable inputs. The hierarchy assigns the highest priority to unadjusted quoted prices in active markets for identical items (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2023

NOTE E – INVESTMENTS (Continued)

Following is a description of each of the three levels of input within the fair value hierarchy:

Level 1 – unadjusted quoted market prices in active markets for identical items

Level 2 – other significant observable inputs (such as quoted prices for similar items)

Level 3 – significant unobservable inputs

For fair value measurement purposes, the Organization's investments are valued using "Level 1" inputs.

NOTE F – FOREIGN CHARITABLE ORGANIZATION

During the year ended September 30, 2023, the Organization made grants totaling approximately \$1,300,000 to a foreign charitable organization with which the Organization shares common board members and management.

NOTE G – SUBSEQUENT EVENTS

Subsequent to September 30, 2023, the Organization entered into an agreement to produce a video curriculum resource for approximately \$300,000. The Organization will recognize the impact of this transaction in future financial statements.

The Organization has evaluated for possible financial reporting and disclosure subsequent events through the date of the report of independent auditor, the date as of which the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

STREET CORNER MINISTRIES: MATTHEW 22:9, INC.
D/B/A FOUNDATION IN CHRIST MINISTRIES
SUPPLEMENTAL SCHEDULE OF ALLOCATED EXPENDITURES (UNAUDITED)
For The Year Ended September 30, 2023

	Total	Missions and programming	USA administration
US administrative office	\$ 117,469	\$ —	\$ 117,469
Organizational grants - USA	1,000	1,000	—
Organizational grants - International	1,298,315	1,298,315	—
Team members - International	<u>69,086</u>	<u>69,086</u>	<u>—</u>
Total expenditures	<u>\$ 1,485,870</u>	<u>\$ 1,368,401</u>	<u>\$ 117,469</u>
<i>Percentage of total expenditures</i>	<i>100%</i>	<i>92%</i>	<i>8%</i>