

**WHOSOEVER GOSPEL MISSION  
AND RESCUE HOME ASSOCIATION**

***FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION***

**YEARS ENDED SEPTEMBER 30, 2024 AND 2023**

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## ***TABLE OF CONTENTS***

---

	<b><u>Pages</u></b>
<b>INDEPENDENT AUDITOR'S REPORT</b>	1-2
<b>FINANCIAL STATEMENTS</b>	
<i>Statement of Financial Position,</i> September 30, 2024 And 2023	3
<i>Statement of Activities,</i> Years Ended September 30, 2024 And 2023	4-5
<i>Statements of Cash Flows,</i> Years Ended September 30, 2024 And 2023	6
<i>Schedule of Expenses By Function,</i> Years Ended September 30, 2024 And 2023	7
<i>Notes To Financial Statements</i>	8-15
<b>SUPPLEMENTAL INFORMATION</b>	
<i>Schedule of Investments And Cash,</i> Year Ended September 30, 2024	16

---

---

## INDEPENDENT AUDITOR'S REPORT

**Board of Directors**  
**Whosoever Gospel Mission And Rescue Home Association**  
**Philadelphia, Pennsylvania**

### *Opinion*

We have audited the accompanying consolidated financial statements of Whosoever Gospel Mission And Rescue Home Association (the Mission) (a non-profit organization), which comprise the statements of financial position as of September 30, 2024 and 2023 and the related statement of activities, functional expenses and cash flows for the years 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 the Whosoever Gospel Mission And Rescue Home Association as of September 30, 2024, 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 audits 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 the Mission 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 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.

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 Mission's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Board of Trustees**  
**Whosoever Gospel Mission And Rescue Home Association**  
**Philadelphia, Pennsylvania**

***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 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, including omissions, 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 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 the Mission'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 the Mission'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.

**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplemental schedule of investments and cash is presented for purposes of additional analysis and is not a required part of the 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 information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Tait, Weller & Baker LLP*

**Philadelphia, Pennsylvania**  
**January 16, 2025**

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## STATEMENTS OF FINANCIAL POSITION

September 30, 2024 And 2023

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Cash	\$ 61,139	\$ 321,737
Investments	3,043,925	2,133,933
Inventories	215,118	230,348
Prepaid expenses and deposits	23,226	20,137
Pledges receivable	-	25,000
Right-of-use operating asset	57,301	103,931
Land, building, and equipment, net	<u>2,578,259</u>	<u>2,512,424</u>
Total assets	<u>\$5,978,968</u>	<u>\$ 5,347,510</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 24,020	\$ -
Accrued expenses and taxes withheld	89,109	73,838
Lease liability	<u>57,301</u>	<u>103,931</u>
Total liabilities	<u>170,430</u>	<u>177,769</u>
<b>NET ASSETS</b>		
Without donor restrictions:		
Designated for use	2,048,125	1,427,443
Plant	<u>2,578,259</u>	<u>2,512,424</u>
Total net assets without donor restrictions	4,626,384	3,939,867
With donor restrictions	<u>1,182,154</u>	<u>1,229,874</u>
Total net assets	<u>5,808,538</u>	<u>5,169,741</u>
Total liabilities and net assets	<u>\$5,978,968</u>	<u>\$ 5,347,510</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## STATEMENTS OF ACTIVITIES

Years Ended September 30, 2024 And 2023

	<u>2024</u>	<u>2023</u>
<b>CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>		
<b>REVENUES</b>		
Public support		
Contributions	\$ 1,367,175	\$ 782,219
Gifts-in-kind	541,474	606,392
Legacies and bequests	2,500	144,599
Grant revenue	<u>243,853</u>	<u>339,815</u>
Total revenues	<u>2,155,002</u>	<u>1,873,025</u>
<b>OTHER SUPPORT AND INCOME</b>		
Store sales	430,304	462,703
Salvage sales	45,382	34,629
Program services revenue	35,430	31,764
Other income	333	2,449
Investment income (loss), net	<u>336,756</u>	<u>185,325</u>
Total other support and income	<u>848,205</u>	<u>716,870</u>
Subtotal	3,003,207	2,589,895
<b>NET ASSETS RELEASED FROM DONOR RESTRICTIONS</b>		
Restrictions satisfied by payments for capital expenditures	24,020	-
Restrictions satisfied by payments or expiration of time restrictions	<u>25,000</u>	<u>44,237</u>
Total revenues without donor restrictions and other support	<u>3,052,227</u>	<u>2,634,132</u>
<b>EXPENSES</b>		
Program services, rehabilitation	1,911,385	1,924,772
Supporting services:		
Management and general	126,383	158,536
Fundraising	146,942	141,020
Depreciation	<u>181,000</u>	<u>175,638</u>
Total expenses	<u>2,365,710</u>	<u>2,399,966</u>
Changes in net Assets without donor restrictions	<u>686,517</u>	<u>234,166</u>
<b>CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS</b>		
Contributions	<u>1,300</u>	<u>17,924</u>
Subtotal	1,300	17,924
<b>NET ASSETS RELEASED FROM DONOR RESTRICTIONS</b>		
Restrictions satisfied by payments for capital expenditures	(24,020)	-
Restrictions satisfied by payments or expiration of time restrictions	<u>(25,000)</u>	<u>(44,237)</u>
Changes in net assets with donor restrictions	<u>(47,720)</u>	<u>(26,313)</u>
<b>CHANGE IN NET ASSETS</b>	638,797	207,853
Net assets – beginning of year	<u>5,169,741</u>	<u>4,961,888</u>
<b>NET ASSETS – END OF YEAR</b>	<u>\$ 5,808,538</u>	<u>\$ 5,169,741</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## STATEMENT OF FUNCTIONAL EXPENSES

Year Ended September 30, 2024

	Program Services <u>Rehabilitation Program</u>	Supporting Services Management And General	Fund Raising	2024 Total Expenses
Salaries	\$ 826,056	\$ 78,258	\$ 94,244	\$ 998,558
Employee benefits	47,556	4,505	5,425	57,486
Pension plan	11,325	1,073	1,292	13,690
Payroll taxes	<u>54,313</u>	<u>5,146</u>	<u>6,196</u>	<u>65,655</u>
Total salaries and benefits	939,250	88,982	107,157	1,135,389
Careers phase	10,822	-	-	10,822
Cost of goods sold, thrift, and salvage sales	475,687	-	-	475,687
Development	-	-	39,785	39,785
Food service	70,316	-	-	70,316
General	15,165	1,684	-	16,849
Heat, light, and power	58,220	6,469	-	64,689
Insurance	55,864	6,207	-	62,071
Learning center	4,879	-	-	4,879
Licenses and inspection fees	16,555	2,922	-	19,477
Men and family ministry	18,740	-	-	18,740
Men's allowances	13,583	-	-	13,583
Men's medical	17,742	-	-	17,742
New Life program	32,993	-	-	32,993
Office supplies	3,062	766	-	3,828
Plant repair	62,478	-	-	62,478
Professional fees	-	17,930	-	17,930
Salvage	1,985	-	-	1,985
Supplies	7,610	845	-	8,455
Telephone	5,202	578	-	5,780
Thrift store	70,466	-	-	70,466
Trash service	12,426	-	-	12,426
Travel and training	766	-	-	766
Truck	<u>17,574</u>	<u>-</u>	<u>-</u>	<u>17,574</u>
Subtotal prior to depreciation	1,911,385	126,383	146,942	2,184,710
Depreciation	<u>162,900</u>	<u>18,100</u>	<u>-</u>	<u>181,000</u>
Total functional expenses	<u>\$ 2,074,285</u>	<u>\$ 144,483</u>	<u>\$ 146,942</u>	<u>\$ 2,365,710</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## STATEMENT OF FUNCTIONAL EXPENSES

Year Ended September 30, 2023

	Program Services <u>Rehabilitation Program</u>	Supporting Services Management And General	Fund Raising	2023 Total Expenses
Salaries	\$ 835,547	\$ 95,361	\$ 75,557	\$ 1,006,465
Employee benefits	59,730	6,817	5,401	71,948
Pension plan	9,607	1,096	869	11,572
Payroll taxes	<u>53,806</u>	<u>6,141</u>	<u>4,866</u>	<u>64,813</u>
Total salaries and benefits	958,690	109,415	86,693	1,154,798
Careers phase	14,722	-	-	14,722
Cost of goods sold, thrift, and salvage sales	497,332	-	-	497,332
Development	-	-	54,327	54,327
Food service	89,624	-	-	89,624
General	5,327	12,431	-	17,758
Heat, light, and power	57,663	6,407	-	64,070
Insurance	51,482	5,720	-	57,202
Learning center	1,925	-	-	1,925
Licenses and inspection fees	14,188	2,504	-	16,692
Men and family ministry	15,807	-	-	15,807
Men's allowances	13,463	-	-	13,463
Men's medical	6,603	-	-	6,603
New Life program	36,017	-	-	36,017
Office supplies	6,080	1,520	-	7,600
Plant repair	45,074	-	-	45,074
Professional fees	-	19,327	-	19,327
Salvage	1,955	-	-	1,955
Supplies	6,224	692	-	6,916
Telephone	4,679	520	-	5,199
Thrift store	68,945	-	-	68,945
Trash service	12,803	-	-	12,803
Travel and training	3,649	-	-	3,649
Truck	<u>12,520</u>	<u>-</u>	<u>-</u>	<u>12,520</u>
Subtotal prior to depreciation	1,924,772	158,536	141,020	2,224,328
Depreciation	<u>158,074</u>	<u>17,564</u>	<u>-</u>	<u>175,638</u>
Total functional expenses	<u>\$ 2,082,846</u>	<u>\$ 176,100</u>	<u>\$ 141,020</u>	<u>\$ 2,399,966</u>



# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## STATEMENTS OF CASH FLOWS

Years Ended September 30, 2024 And 2023

	<u>2024</u>	<u>2023</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<i>Change in net assets</i>	\$ 638,797	\$ 207,853
<i>Adjustments to reconcile change in net assets to Net cash provided by operating activities</i>		
Depreciation	181,000	175,638
Unrealized and realized gains on investments	(236,775)	(137,763)
Amortization of right-of-use assets	50,400	50,400
Operating lease liability payments	(50,400)	(50,400)
(Increase) decrease in assets:		
Promises to give/pledges receivable	25,000	25,000
Inventories	15,230	(7,939)
Prepaid expenses and deposits	(3,089)	(1,399)
Increase (decrease) in liabilities:		
Accounts payable	24,020	(17,124)
Accrued expenses and taxes withheld	<u>15,271</u>	<u>13,790</u>
Net cash provided by operating activities	659,454	258,056
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of investments	(2,840,627)	(435,829)
Proceeds from sale of investments	2,167,410	446,658
Additions to land, building, and equipment	<u>(246,835)</u>	<u>(47,598)</u>
Net cash used by investing activities	(920,052)	(36,769)
<b>NET (DECREASE) INCREASE IN CASH</b>	(260,598)	221,287
<b>CASH</b>		
Beginning of year	<u>321,737</u>	<u>100,450</u>
End of year	<u>\$ 61,139</u>	<u>\$ 321,737</u>
<b>SUPPLEMENTAL DISCLOSURE</b>		
Cash paid for capital expenditures included in accounts payable	<u>\$ 24,020</u>	<u>\$ -</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

September 30, 2024 And 2023

---

### (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### ***NATURE OF OPERATIONS***

The Whosoever Gospel Mission and Rescue Home Association (the “Mission”) is a Christian nonprofit organization whose purpose is to provide shelter, food, clothing, education, counseling, rehabilitation, and other assistance to homeless and/or needy men, women, and children in the Philadelphia metropolitan area. The Mission is supported primarily through donor contributions, grants, and revenue generated in its thrift stores and salvage sales.

The Mission is a member of Citygate Network and the Evangelical Council for Financial Accountability (ECFA).

#### ***BASIS OF PRESENTATION***

The financial statements of the Mission have been prepared on the accrual basis of accounting. The Mission’s net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Mission and changes therein are classified and reported as follows:

***Net assets without donor restrictions*** – Net assets that are not subject to donor-imposed stipulations.

***Net assets with donor restrictions*** – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Mission and/or the passage of time and market gains from invested donor restricted net assets held in perpetuity which have not been expended. Use of realized and unrealized gains is limited annually under state law. Net assets with donor restrictions may also include net assets that must be maintained permanently by the Mission. Generally, the donors of these assets permit the Mission to use all or part of the income earned on related investments for general or specific purposes.

#### ***USE OF ESTIMATES***

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent 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.

#### ***CONCENTRATION OF CREDIT AND OTHER RISKS***

The Mission occasionally maintains deposits in excess of federally insured limits. The risk is managed by monitoring the financial institutions in which deposits are made.

#### ***CASH AND CASH EQUIVALENTS***

Cash and cash equivalents consist of amounts held in highly liquid securities with maturities less than three months at the time of purchase are stated at cost, which approximates fair value.

#### ***INVENTORIES***

Inventories consist of donated thrift shop items for resale and food for distribution. Inventories are recorded at the estimated fair value at the time of donation.

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## *NOTES TO FINANCIAL STATEMENTS – (Continued)*

September 30, 2024 And 2023

---

### ***INVESTMENTS***

Investments are carried at fair value.

Investments are exposed to various risks, such as interest rates, market, and credit risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

### ***LAND, BUILDING, AND EQUIPMENT AND DEPRECIATION***

Land, building, and equipment are stated at cost for purchased items (generally in excess of \$500) or at the estimated fair value at the date of receipt, in the case of donated items. Such donations are reported as support without donor restrictions unless the donor has restricted the donated asset for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Mission reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Mission reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Building and equipment are depreciated using the straight-line method over the estimated useful lives of the assets.

### ***PLEDGES RECEIVABLE***

Pledges receivable are recognized as revenue or as gains in the period the pledge is received as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Pledges receivable that are expected to be collected within one year are recorded at net realizable value. Pledges receivable that are expected to be collected in future years are recorded at the present value of the estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the pledges are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

### ***REVENUE AND REVENUE RECOGNITION***

The Mission recognizes contributions when cash, securities or other assets, and unconditional promise to give are received. Conditional contributions include donor-imposed conditions with one or more barriers that must be overcome before the Mission is entitled to the assets transferred or promised and there is a right of return to the contributor for assets transferred or a right of release of the promisor from its obligation to transfer assets. The Mission recognizes the contribution when the conditions are substantially met or explicitly waived. Unconditional contributions are classified as without donor restrictions unless there are donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose of the restriction is accomplished, net assets with donor restrictions are then classified to net assets without donor restrictions and reported in the statement of activities as “***net assets released from restrictions.***” If the donor stipulations are met in the same reporting period, the contributions are reported as support without donor-imposed restrictions. The Mission records unconditional promises to give (pledges) as a receivable and revenue in the year pledged. Registration fee revenue is recognized at the time of the event.

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

---

Thrift store revenue has one distinct performance obligation: sale of a donated item to the customer. Prices for all the items in the thrift store are determined using the best value estimate considering the Missions' past experience and general Internal Revenue Service guidelines in valuing previously owned items. All the prices are included on the price tags attached to the merchandise. Revenue for thrift store items is recognized at the point of sale. There is not a merchandise return option for these transactions.

### **LEASES**

Operating leases are included in operating lease right-of-use ("ROU") assets and ROU operating lease liabilities in the statement of financial position. The Mission determines whether an agreement is or contains a lease at lease inception.

ROU assets represent the Mission's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As the Mission's leases do not provide an implicit interest rate, the incremental borrowing rate based on the information available at commencement date is used in determining the present value of lease payments. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

### **FUNCTIONAL ALLOCATION OF EXPENSES**

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Expenses have been allocated between program services (rehabilitation) and supporting services (management and general and fund raising) activities based on an analysis of personnel time and space utilized for activities.

### **INCOME TAXES**

The Mission has been granted exemption from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the "**Code**"), and has been classified as an organization, which is not a private foundation under Section 509(a) of the Code.

The Mission has reviewed their tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on federal and state tax returns for the open fiscal tax years (2021 – 2023) or expected to be taken in Mission's fiscal 2024 tax year.

### **RECLASSIFICATIONS**

Certain reclassifications were made to the prior year financial statements to conform to the current year presentation.

## **(2) INVENTORIES**

The composition of inventories is as follows at September 30:

	<u>2024</u>	<u>2023</u>
Thrift Store Items	<u>\$ 215,118</u>	<u>\$ 230,348</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

### (3) INVESTMENTS

The following lists the cost and fair value of investments at September 30:

	<u>2024</u>		<u>2023</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Money Market	\$ 1,699,002	\$ 1,699,002	\$ 70,949	\$ 70,949
Mutual Funds – Fixed Income	617,923	620,008	1,041,057	886,943
Mutual Funds – Equities	446,240	536,407	975,193	973,403
Mutual Funds – Other	<u>170,566</u>	<u>188,508</u>	<u>220,400</u>	<u>202,638</u>
Total Investments	<u>\$ 2,933,731</u>	<u>\$ 3,043,925</u>	<u>\$ 2,307,599</u>	<u>\$ 2,133,933</u>

The following schedule summarizes the investment return in the statements of activities for the years ended September 30:

	<u>2024</u>	<u>2023</u>
Investment income, net	\$ 99,981	\$ 47,562
Realized losses on sales of investments	(47,085)	(1,405)
Unrealized gains on investments	<u>283,860</u>	<u>139,168</u>
Total	<u>\$ 336,756</u>	<u>\$ 185,325</u>

### (4) FAIR VALUE OF FINANCIAL INSTRUMENTS INVESTMENTS

The Mission utilized various methods to measure the fair value of its investments on a recurring basis. Generally accepted accounting principles established a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are described below:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Mission has the ability to access.

Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instruments on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Mission's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The inputs methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

At September 30, 2024 and 2023 all of the Mission's investments are being measured using Level 1 inputs.

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

---

### (5) CONTRIBUTIONS RECEIVABLE

The Mission has a \$25,000 contribution receivable as of September 30, 2023 which was collected in fiscal year 2024. There were no outstanding contributions receivable as of September 30, 2024.

### (6) LAND, BUILDING, AND EQUIPMENT, NET

Land, building, and equipment consist of the following at September 30:

	<u>2024</u>	<u>2023</u>
Land	\$ 5,445	\$ 5,445
Building	4,774,318	4,582,560
Furniture, Fixtures, and Equipment	420,719	389,662
Automotive Equipment	162,178	162,178
Construction in Progress	<u>24,020</u>	<u>-</u>
Total	5,386,680	5,139,845
Less: Accumulated Depreciation	<u>2,808,421</u>	<u>2,627,421</u>
Total Land, Building, and Equipment, Net	<u>\$2,578,259</u>	<u>\$2,512,424</u>

Depreciation expense was \$181,000 and \$175,638 for the years ended September 30, 2024 and 2023, respectively.

### (7) DONATED MATERIALS AND CONTRIBUTED SERVICES

The Mission's rehabilitation program depends on the collection, repair, and sale of discarded clothing, furniture, and other household articles. The Mission also utilizes various food banks in providing food to the men as well as donations for various sundry cleaning supplies and toiletries. Donated thrift shop materials for resale amounted to \$475,687 and \$497,332 for the years ended September 30, 2024 and 2023, respectively, and resulted in activities as follows:

	<u>2024</u>		<u>2023</u>	
	<u>Sales</u>	<u>Direct Cost</u>	<u>Sales</u>	<u>Direct Cost</u>
Merchandising Sales to the Public	\$ 430,305	\$ 70,466	\$ 462,703	\$ 68,945
Salvage Sales	\$ 45,382	\$ 1,985	\$ 34,629	\$ 1,955

In addition, the value of the donated food, supplies, and thrift shop merchandise amounted to \$41,951 and \$89,004 for the years ended September 30, 2024 and 2023, respectively and are included in Gifts-in-kind on the statement of activities.

The Mission provided free clothing and supplies to the homeless men enrolled in the Mission's New Life Program. The Mission served 186 and 216 individuals during the years ended September 30, 2024, and 2023, respectively. During the years ended September 30, 2024 and 2023, the estimated value of gifts received for the New Life Program supplies amounted to \$23,836 and \$17,994, respectively and are included in Gifts-in-kind on the statement of activities.

The Mission primarily utilized information on publicly available websites in determining the value of donated food, supplies, and thrift shop merchandise during the years ended September 30, 2024 and 2023.

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

---

None of the donated materials were restricted by donors.

The Mission recognizes donated services that create or enhances nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During the years ended September 30, 2024 and 2023 the Mission received \$1,800 and \$2,062, respectively, of such services.

In addition, many individuals volunteer their time and perform a variety of tasks that assist the Mission with their purpose. The value of the donated volunteer services is not reflected in the accompanying financial statements as the services rendered do not meet the criteria which require the measurement of the value of such services.

### (8) NET ASSETS WITHOUT DONOR RESTRICTIONS – BOARD-DESIGNATED

Net assets designated by the Board consisted of the following at September 30:

	<u>2024</u>	<u>2023</u>
Building Construction and Renovation	\$ 900,000	\$ 650,000
Equipment Repair and Maintenance	750,000	550,000
Vehicle Repair and Replacement	300,000	150,000
General Contingency Fund	<u>98,125</u>	<u>77,443</u>
Total Net Assets Without Donor Restrictions – Designated for Use	<u>\$2,048,125</u>	<u>\$1,427,443</u>

### (9) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes at September 30:

	<u>2024</u>	<u>2023</u>
Hannah's Place (Program Restricted)	\$ 200,186	\$ 200,086
Warehouse Building Fund (Program Restricted)	981,968	1,004,788
Grants Income (Time Restricted)	<u>-</u>	<u>25,000</u>
Total Net Assets With Donor Restrictions	<u>\$1,182,154</u>	<u>\$1,229,874</u>

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

---

### (10) OPERATING LEASES

The Mission entered into an operating lease for space to operate a second thrift store. The monthly rent payment is \$4,200 and the lease expires in December 2025. The rent expense was \$50,400 and \$49,310 in 2024 and 2023, respectively.

The following is quantitative data related to the Mission's operating leases for the years ended September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
<b>Operating Lease Amounts:</b>		
Right-of-use asset	\$ 57,301	\$ 103,931
Lease liability	57,301	103,931
<b>Other Information:</b>		
Operating outgoing cash flows for operating leases	\$ 50,400	\$ 50,400
Weighted-average remaining lease term	1.17 years	2.17 years
Weighted-average discount rate	4.80%	4.80%

Lease cost information for the years ended September 30, 2024 and 2023 is as follows:

Operating lease cost	<u>\$ 50,400</u>	<u>\$ 49,310</u>
----------------------	------------------	------------------

Minimum annual rentals for each year subsequent to September 30, 2024 are as follows:

<b><u>Year Ending September 30,</u></b>	
2025	\$ 50,400
2026	<u>8,400</u>
Total	<u>\$ 58,800</u>

### (11) SIMPLE IRA MATCHING

Effective January 1, 1999, the Mission established a simple IRA pension plan, covering all employees who earn annually over \$5,000. The Mission will contribute a matching contribution to each eligible employee's simple IRA equal to the eligible employee's salary reduction contributions up to a limit of 3% of the employee's compensation. The employer contribution for the years ended September 30, 2024 and 2023 was \$13,690 and \$11,572, respectively.



# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS – (Continued)

September 30, 2024 And 2023

---

### (12) LIQUIDITY AND AVAILABILITY OF RESOURCES

The Mission considers all expenditures related to its ongoing program activities, as well as the administrative and general expenditures required to support these activities, to be general operating expenditures. Historically, the Mission receives a majority of support for operating expenditures from contributions without donor restrictions and contributions with donor restrictions. The Missions regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds.

The Mission has a goal to maintain financial assets, which consists of cash and investments, to meet normal operating expenses and strives to operate with a balanced budget.

Financial assets available for general expenditure, that is without donor or other restrictions limiting their use, within one year of the statement of financial position date, are comprised of the following at September 30:

Financial Assets	<u>2024</u>	<u>2023</u>
Cash	\$ 61,139	\$ 321,737
Investments	3,043,925	2,133,933
Contributions receivable, current portion	<u>-</u>	<u>25,000</u>
Total financial assets available within one year	3,105,064	2,480,670
Less:		
Purpose restricted net assets	<u>(1,182,154)</u>	<u>(1,229,874)</u>
Total financial assets available to meet general expenditures within one year	<u>\$ 1,922,910</u>	<u>\$ 1,250,796</u>

### (13) SUBSEQUENT EVENT

The Mission has evaluated all subsequent events through January 16, 2025, the date the financial statements were available to be issued.

## **SUPPLEMENTAL INFORMATION**

# WHOSOEVER GOSPEL MISSION AND RESCUE HOME ASSOCIATION

## *SCHEDULE OF INVESTMENTS AND CASH*

September 30, 2024

---

	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain (Loss)</u>	<u>Investment Income</u>
<b>INVESTMENTS</b>				
Mutual funds and money market fund	<u>\$ 2,933,731</u>	<u>\$ 3,043,925</u>	\$ 101,194	
Add: unrealized loss, October 1, 2023			<u>173,666</u>	
Unrealized gain for year ended September 30, 2024			<u>\$ 283,860</u>	\$ 283,860
Realized loss				(47,085)
Investment fees				(10,250)
<b>CASH</b>				
Petty cash	\$ 500			
Checking				
PNC reserve account	1,000			
PNC	<u>59,639</u>			
Total	<u>\$ 61,139</u>			
Earnings from investments and cash				<u>110,231</u>
Total investment return				<u>\$ 336,756</u>