

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND**  
**COMBINED FINANCIAL STATEMENTS AND INDEPENDENT**  
**AUDITOR'S REPORT**  
  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Faith in Place and Faith in Place Action Fund  
Chicago, IL

### Report on the Audit of the Combined Financial Statements

#### *Opinion*

We have audited the accompanying combined financial statements of Faith in Place and Faith in Place Action Fund (two Illinois nonprofit organizations), which comprise the combined statements of financial position as of December 31, 2022 and 2021, and the related combined statements of activities, functional expenses and cash flows for the years then ended and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material aspects, the financial position of Faith in Place and Faith in Place Action Fund as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years 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 audited 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 Combined Financial Statements section of our report. We are required to be independent of Faith in Place and Faith in Place Action Fund (the Organizations') and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

### ***Responsibilities of Management for the Financial Statements (Continued)***

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organizations' 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 Combined Financial Statements***

Our objectives are to obtain reasonable assurance about whether the combined 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 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 judgement made by a reasonable user based on the combined financial statements.

In performing an audit in accordance with generally accepted accounting standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined 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 Organizations' 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 Organizations' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding amount 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.

## **Report on Supplementary Information**

Our audit was conducted for the purposes of forming an opinion on the combined financial statements as a whole. The combining information schedules I, II and III are presented for purposes of additional analysis and are 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined 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 the combined 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 related to the combined financial statements as a whole.

*Hegre, McMahon & Schimmel, LLC*

Oak Brook, Illinois  
May 16, 2023

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINED STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2022 AND 2021**

	2022	2021
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash	\$ 2,216,410	\$ 2,179,548
Contributions receivable	451,721	620,787
Pledges receivable	47,556	56,420
Prepaid expenses	12,601	6,940
Total current assets	2,728,288	2,863,695
<b>Property and Equipment:</b>		
Leasehold improvements	23,293	23,293
Furniture and equipment	3,753	2,704
Finance leased equipment	23,940	23,940
	50,986	49,937
Less: Accumulated Depreciation	(45,656)	(38,738)
Total property and equipment	5,330	11,199
<b>Noncurrent Assets:</b>		
Contributions receivable	160,000	30,000
Pledges receivable, net	24,848	83,638
Deposits	2,471	2,471
Total noncurrent assets	187,319	116,109
<b>TOTAL ASSETS</b>	<b>\$ 2,920,937</b>	<b>\$ 2,991,003</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities:</b>		
Finance lease obligation	2,394	4,788
Accounts payable and accrued expenses	16,164	30,113
Accrued vacation	38,179	33,887
Payroll liabilities	1,287	-
Deferred revenue	7,483	-
Sublease liability	3,485	7,469
Total current liabilities	68,992	76,257
Finance lease obligation, net of current portion	-	2,394
<b>TOTAL LIABILITIES</b>	<b>68,992</b>	<b>78,651</b>
Net Assets		
Without donor restrictions	1,054,062	668,009
Without donor restrictions - board designated	175,000	125,000
Total net assets without donor restrictions	1,229,062	793,009
With donor restrictions	1,622,883	2,119,343
<b>TOTAL NET ASSETS</b>	<b>2,851,945</b>	<b>2,912,352</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 2,920,937</b>	<b>\$ 2,991,003</b>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINED STATEMENTS OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>REVENUES AND OTHER SUPPORT</b>			
Contributions and grants	\$ 448,612	\$ 1,724,948	\$ 2,173,560
Government reimbursement grants	105,001	-	105,001
Program revenue - fees for service	82,589	-	82,589
Sponsorships	76,006	-	76,006
In-kind contributions	140,716	-	140,716
Interest income	150	-	150
Sublease income, plus gain on sublease	46,247	-	46,247
Other income	1,305	-	1,305
Net assets released from restriction	2,221,408	(2,221,408)	-
	<u>3,122,034</u>	<u>(496,460)</u>	<u>2,625,574</u>
Total revenues and other support			
<b>EXPENSES</b>			
Program expenses	2,253,403	-	2,253,403
Supporting Services:			
Management and general	215,210	-	215,210
Fundraising	217,368	-	217,368
	<u>2,685,981</u>	<u>-</u>	<u>2,685,981</u>
Total expenses			
Change in net assets	436,053	(496,460)	(60,407)
<b>NET ASSETS, beginning of year</b>	<u>793,009</u>	<u>2,119,343</u>	<u>2,912,352</u>
<b>NET ASSETS, end of year</b>	<u>\$ 1,229,062</u>	<u>\$ 1,622,883</u>	<u>\$ 2,851,945</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINED STATEMENTS OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>REVENUES AND OTHER SUPPORT</b>			
Contributions and grants	\$ 323,827	\$ 2,165,273	\$ 2,489,100
Government reimbursement grants	27,900	-	27,900
Third party reimbursement grants	94,514	-	94,514
PPP debt forgiveness	159,600	-	159,600
PPP loan accrued interest forgiven	1,707		1,707
Sponsorships	64,325		64,325
In-kind contributions	70,263		70,263
Interest income	276		276
Sublease income, plus gain on sublease	16,364	-	16,364
Other income	24	-	24
Net assets released from restriction	1,522,203	(1,522,203)	-
	<u>2,281,003</u>	<u>643,070</u>	<u>2,924,073</u>
Total revenues and other support			
<b>EXPENSES</b>			
Program expenses	1,542,091	-	1,542,091
Supporting Services:			
Management and general	143,229	-	143,229
Fundraising	175,691	-	175,691
	<u>1,861,011</u>	<u>-</u>	<u>1,861,011</u>
Total expenses			
Change in net assets	419,992	643,070	1,063,062
<b>NET ASSETS, beginning of year</b>	<u>373,017</u>	<u>1,476,273</u>	<u>1,849,290</u>
<b>NET ASSETS, end of year</b>	<u>\$ 793,009</u>	<u>\$ 2,119,343</u>	<u>\$ 2,912,352</u>

The accompanying notes are an integral part of these financial statements.



**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Program Services					Supporting Services			
	Energy & Climate Change	Youth Eco- Ambassadors	Sustainable Food & Land Use	Advocacy	Water	Action Fund	Total Program Services	Management and General	Fundraising
<b>EXPENSES</b>									
Salaries and wages	\$ 295,080	\$ 116,747	\$ 315,886	\$ 517,599	\$ 260	\$ 28,549	\$ 1,274,121	\$ 104,508	\$ 160,237
Payroll taxes	21,874	8,654	23,417	38,370	19	-	92,334	7,741	11,807
Pension expense	5,533	2,189	5,923	9,705	5	-	23,355	1,958	2,986
Other employee benefits	19,497	7,714	20,872	34,200	17	-	82,300	6,900	10,524
	<u>341,984</u>	<u>135,304</u>	<u>366,098</u>	<u>599,874</u>	<u>301</u>	<u>28,549</u>	<u>1,472,110</u>	<u>121,107</u>	<u>185,554</u>
Professional fees	4,849	1,550	8,601	6,200	2	-	21,202	29,618	1,160
Contract services	36,795	13,219	31,264	54,361	25	1,367	137,031	10,124	15,443
Youth stipends	72	60,953	77	126	-	2,908	64,136	25	39
Office supplies	5,512	6,573	5,950	8,693	4	2,240	28,972	2,309	2,486
Rent and utilities	8,892	3,518	9,519	15,597	8	6,458	43,992	3,324	4,799
Dues and fees	770	128	1,024	1,086	-	2,724	5,732	135	175
Communications	4,351	4,310	10,521	10,294	-	1,200	30,676	490	495
Insurance	2,299	910	2,461	19,183	2	-	24,855	6,300	1,241
Printing and postage	5,236	1,697	3,780	6,129	-	534	17,376	(3,890)	1,367
Travel	7,256	5,746	5,554	23,542	20	1,090	43,208	461	788
Meetings and seminars	1,754	5,822	1,135	2,059	44	-	10,814	3,817	484
Professional development	4,511	1,905	4,829	7,913	4	-	19,162	1,596	2,435
Grants to others	81,500	-	239,500	-	-	-	321,000	-	-
Bank and credit card fees	-	-	-	-	-	-	-	6,076	-
Fundraising expenses	-	-	-	-	-	-	-	-	-
Miscellaneous	38	15	41	67	-	-	161	14	21
Bad debt expense	-	-	-	-	-	-	-	13,200	-
Interest	-	-	-	-	-	-	-	859	-
Depreciation	408	161	438	716	-	307	2,030	4,932	220
<b>TOTAL EXPENSES</b>	<u>\$ 506,227</u>	<u>\$ 241,811</u>	<u>\$ 690,792</u>	<u>\$ 755,840</u>	<u>\$ 410</u>	<u>\$ 47,377</u>	<u>\$ 2,242,457</u>	<u>\$ 200,497</u>	<u>\$ 216,707</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Program Services					Supporting Services			Total Expenses
	Energy & Climate Change	Youth Eco-Ambassadors	Sustainable Food & Land Use	Advocacy	Action Fund	Total Program Services	Management and General	Fundraising	
<b>EXPENSES</b>									
Salaries and wages	\$ 262,833	\$ 86,614	\$ 193,481	\$ 305,664	\$ 39,685	\$ 888,277	\$ 72,999	\$ 130,819	\$ 1,092,095
Payroll taxes	18,989	6,258	13,979	22,084	-	61,310	4,932	9,452	75,694
Pension expense	3,802	1,253	2,799	4,421	-	12,275	987	1,892	15,154
Other employee benefits	16,176	5,331	11,908	18,812	-	52,227	4,202	8,051	64,480
	<u>301,800</u>	<u>99,456</u>	<u>222,167</u>	<u>350,981</u>	<u>39,685</u>	<u>1,014,089</u>	<u>83,120</u>	<u>150,214</u>	<u>1,247,423</u>
Professional fees	8,435	2,613	6,265	34,447	-	51,760	25,294	2,965	80,019
Contract services	27,055	5,707	13,311	30,094	1,164	77,331	3,216	7,567	88,114
Youth stipends	-	57,094	-	-	-	57,094	-	-	57,094
Office supplies	5,517	4,702	5,437	6,662	959	23,277	2,425	2,671	28,373
Rent and utilities	10,528	3,469	7,750	12,243	13,287	47,277	3,934	5,240	56,451
Dues and fees	257	85	789	306	2,510	3,947	67	128	4,142
Communications	56,938	1,042	11,749	6,790	9,261	85,780	2,630	1,370	89,780
Insurance	3,751	1,236	2,761	4,362	-	12,110	2,933	1,867	16,910
Printing and postage	2,466	920	1,699	2,284	-	7,369	1,358	869	9,596
Travel	2,714	2,780	2,308	2,854	2,473	13,129	317	387	13,833
Meetings and seminars	1,307	4,116	2,232	1,483	-	9,138	10,924	621	20,683
Professional development	99	33	73	22,565	-	22,770	26	48	22,844
Grants to others	28,149	-	65,325	5,000	-	98,474	-	-	98,474
Fundraising expenses	-	-	-	-	-	-	8,476	-	8,476
Miscellaneous	-	-	-	-	-	-	-	221	221
Bad debt expense	-	-	-	-	601	601	-	-	601
Depreciation	1,615	532	1,189	1,878	314	5,528	419	803	6,750
<b>TOTAL EXPENSES</b>	<u>\$ 450,631</u>	<u>\$ 183,785</u>	<u>\$ 343,055</u>	<u>\$ 481,949</u>	<u>\$ 70,254</u>	<u>\$ 1,529,674</u>	<u>\$ 145,139</u>	<u>\$ 174,971</u>	<u>\$ 1,849,784</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINED STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<b>2022</b>	<b>2021</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (60,407)	\$ 1,063,062
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	7,182	6,743
(Gain) loss on sublease	(4,842)	2,434
Gain on debt forgiveness - PPP Loan	-	(159,600)
Increase (decrease) in assets		
Contributions receivable	39,066	(34,446)
Pledges receivable	67,654	176
Prepaid expenses	(5,661)	7,806
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	(13,949)	17,255
Accrued vacation	4,028	(889)
Payroll liabilities	1,287	-
Deferred revenue	7,483	-
Sublease liability	858	5,035
Deferred rent	-	(9,396)
	42,699	898,180
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of furniture and equipment	(1,049)	(1,487)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Principal payments on finance lease obligation	(4,788)	(4,788)
<b>CHANGE IN CASH</b>	36,862	891,905
<b>CASH, BEGINNING OF YEAR</b>	2,179,548	1,287,643
<b>CASH, END OF YEAR</b>	\$ 2,216,410	\$ 2,179,548
<b>SUPPLEMENTAL DISCLOSURE NON-CASH FINANCING ACTIVITIES</b>		
Debt forgiveness on Payroll Protection Program Loan	\$ -	\$ 159,600

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**1. DESCRIPTION OF THE ORGANIZATIONS**

Faith in Place is an interfaith, environmental nonprofit (501c3) organization. Faith in Place’s mission is to empower people of diverse faith and spiritualities to be leaders in advancing environmental and racial justice, providing resources to educate, connect, and advocate for healthier communities.

Faith in Place organizes faith leaders, groups, and members to make a positive environmental impact by starting Green Teams. Green Teams are three or more members of a house of worship who provide cooperative leadership to educate, connect, and advocate for environmental programs and consciousness within the context of their faith community’s unique culture, history, and theological practices. Green Teams are trusted messengers, mobilizing their fellow faith community members for environmental action. Faith in Place’s vision is to actively coach Green Teams spread across Illinois, Indiana, and Wisconsin, reflecting each state’s racial, ethnic, language, socio-economic, geographic, and faith and spiritual diversity. Supporting each other, Green Teams and people of faith lead the environmental movement toward justice.

On February 16, 2022, the Company entered into contribution agreements with Hoosier Interfaith Power and Light and Wisconsin Interfaith Power and Light to acquire all of the assets of those Organizations. This merger allows for the Organizations to expand their mission to Wisconsin and Indiana to empower people of diverse faiths and spiritualities to take bold and just action on climate change. With strongly aligned missions centered around climate justice and action, these three organizations joined forces to strengthen and amplify their individual efforts through regional partnership.

Faith in Place Action Fund (Action Fund) was established in 2016 as a social welfare not-for-profit organization within the meaning of Section 501(c)(4) of the Internal Revenue Code, for the purpose of developing and advocating for legislation, regulations, and government programs to care for the earth in areas of energy and climate change, sustainable food and land use, and water preservation. Faith in Place has the power to appoint a minimum of two directors of the Action Fund’s directors. For the years ended December 31, 2022 and 2021 and appointed directors by Faith in Place did not constitute the majority of directors, therefore Faith in Place did not have a majority voting interest in the board of Action Fund. The executive director and president of Faith in Place also serves as the president of the Action Fund. The Action Fund and Faith in Place have common management and share facilities and certain staff.

For purposes of clarity, Faith in Place and Faith in Place Action Fund will be referred to as “the Organizations”.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Combined Financial Statements***

Because the Organizations share common control, management, and offices, management feels it is more meaningful to present the combined financial statements. The accompanying combined financial statements include the accounts of the Organizations separately identified in addition to their combined totals. An allocation of certain rent, salary, and associated

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Combined Financial Statements (Continued)***

benefits is charged to the Action Fund to accurately represent these costs, which were eliminated in the combined statement of functional expenses. All significant intercompany accounts and transactions have been eliminated.

***Financial Statement Presentation***

The combined financial statements of the Organizations have been prepared in accordance with accounting principles generally accepted in the United States of America (“GAAP”), which require the Organizations to report informational regarding its financial position and activities according to the following net asset classifications:

**Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organizations. These net assets may be used at the discretion of the Organizations’ management and the board of directors. The governing board has designated, from net assets without donor restrictions, a board designated reserve to be used for funding special one-time initiatives or for contingencies such as a temporary shortfall in cash.

**Net assets with donor restrictions:** Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organizations or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities. Contributions that are donor-restricted for which the restriction is satisfied in the same reporting period are classified as without donor restrictions.

***Cash and Cash Equivalents***

For the purposes of the Combined Statements of Cash Flows, the Organizations consider all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

***Concentrations of Credit Risk***

Financial instruments that potentially subject the Organizations to concentrations of credit risk consist principally of cash. The Organizations maintain its cash in bank accounts that exceeds federally insured limits. The Organizations cash accounts have been placed with a high credit quality financial institution. The Organizations have not experienced, nor does it anticipate, any losses with respect to such accounts.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Contributions and Pledges Receivable***

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization, if any, is included in contribution revenue. For the years ended December 31, 2022 and 2021, an allowance for uncollectible contributions and pledges was recorded for \$8,188, respectively.

***Fair Value of Financial Instruments***

The carrying amount of financial instruments, contributions receivable, pledges receivable, accounts payable and accrued expenses, accrued vacation, payroll liabilities, and other deferred revenue approximate fair value due to the short maturity of these instruments.

***Property and Equipment***

It is the Organizations policy to capitalize property and equipment with a cost of more than \$1,000. Property and equipment at a cost of \$1,000 or less are expensed. Purchased property and equipment are capitalized at cost. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated assets to 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 recorded as restricted support.

Equipment is depreciated using the straight-line method over the estimated useful life of the asset as follows:

Furniture and Equipment	3-5 years
Leasehold Improvements	7 years

Depreciation expense was \$6,918 and \$6,743 for the years ended December 31, 2022 and 2021, respectively.

***Contributions and Grants***

Contributions and grants received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and / or nature of any donor-imposed restrictions. Donations that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted donations are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a 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 combined statements of activities as net assets released from restrictions.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Government Grants***

Revenue from government grants is recognized as the Organizations satisfy the conditions in the grant contract, typically by performing the contracted services and incurring costs eligible for reimbursement under the grant contracts. As the conditions are met, the Organizations simultaneously release the restrictions imposed by grant contracts and reflect the revenue as being without donor restrictions. Grant activities and related costs are subject to audit and acceptance by the granting agency and adjustments could be required as a result of the audit. The total amount claimed for each of these grants is not to exceed the limit specified in the grant agreement.

***Sponsorships***

Sponsorships for events that the Organizations hold are treated as revenue upon receipt. The Organizations provide nominal value to the sponsor and thus treat sponsorships as a nonreciprocal transaction.

***Donated Services***

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organizations. The Organizations recognize in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair market value at the time of the donated services.

It is estimated that 9 individuals donated an average 4 hours each through FY 2022 for a total of 36 service hours. Specifically, those volunteers helped speak at youth site visits and organize events.

Contributed legal services are comprised of professional fees from attorneys for various legal and accounting matters which are valued on the basis of current rates for similar services. These are provided by the respective professionals and are recorded as general and administrative costs on the statement of activities.

During fiscal year 2022, the Organizations received pro bono legal services totaling \$134,966 for legal work broken out as 60% as related to the merger acquisition, 35% on employment matters, and 5% on other matters. The Organizations also received donated promotional services of \$3,500, and other services of \$2,250 totaling \$140,716 of in-kind contributions.

During fiscal year 2021, the Organizations received donated services for legal consultations and promotional services as related to their Green Team Summit event. The Organizations received donated professional services of \$57,538, promotional services of \$7,500 and other services of \$2,625 totaling \$70,263 of in-kind contributions.

All donated services and assets were utilized by the Organizations' programs and supporting services during the same financial reporting period that they were contributed. There were no donor-imposed restrictions associated with the donated services.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Functional Expenses***

The costs of providing programming and supporting services have been included in the combined statements of activities and in the combined statements of functional expenses. Accordingly, certain costs have been allocated among program and supporting services benefitted based on estimates made by management. Accordingly, costs associated with a specific program or supporting service have been charged directly to that program or supporting service. Costs that benefit more than one program or supporting service have been allocated among the programs and supporting services benefitted based on an equitable basis. Salaries and wages, payroll taxes, pension expenses, other employee benefits and professional fees have been allocated based on time and effort. All other costs have been directly charged on the basis of proportional use of the service provided.

***Use of Estimates***

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

***Income Taxes***

Faith in Place is a not-for-profit organization that is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code (“the Code”), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. Faith in Place has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax

tax positions. Faith in Place has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements as of December 31, 2022 and 2021.

Faith in Place files U.S. federal and Illinois state information returns. The federal and state information returns for tax years 2019, 2020, and 2021 can be subject to examinations by tax authorities, generally three years from the date of filing.

The Action Fund is a social welfare not-for-profit entity as described in Section 501(c)(4) of the Internal Revenue Code. Contributions to the Action Fund are not deductible as charitable contributions for federal income tax purposes. The federal information returns for tax years 2019, 2020, and 2021 can be subject to examinations by tax authorities, generally three years from the date of filing.



**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

*Significant Accounting Standards Applicable in This Year*

The Financial Accounting Standards Board (FASB) issued ASU 2016-02, Leases (Topic 842), in February 2016. ASU 2016-02 requires lessees to recognize, at commencement date, a lease liability representing the lessee's obligation to make payments arising from the lease and a right-of-use asset representing the lessee's right to use or control the use of a specific asset for the lease term. ASU 2016-02 was effective for financial statements issued for fiscal years beginning after December 31, 2019. In November 2019, the FASB issued ASU 2019-10, Financial Instruments-Credit Losses (Topic 326), Derivatives and Hedging (Topic 815), and Leases (Topic 842): Effective Dates (ASU 2019-10). ASU 2019-10 finalizes various effective date delays for private companies and not-for-profits applying the credit losses, leases, and hedging standards. As a result of ASU 2019-10, the Organizations effective date of ASU 2016-02 was deferred the 2022 audit year. Management evaluated the effect that ASU 2016-02 has on the Organizations' combined financial statements and determined there is no material impact due to the fact none of their operating leases are long-term and the Organizations do not have a right to use or control the use of a specific asset long-term

**3. DESCRIPTION OF PROGRAMS AND SUPPORTING SERVICES**

The following program and supporting services are included in the accompanying combined financial statements:

Faith in Place implements programs in five program areas: Climate Change & Energy, Sustainable Food & Land Use, Water Preservation, Advocacy, and Youth Empowerment – in close collaboration with diverse faith partners and green teams.

**Theory of Change:** When people of diverse faith and spiritualities engage with a well-coached Green Team, they are empowered to take action to address environmental and racial injustices within their communities. These actions result in healthier, more equitable, and resilient communities.

**Guiding Principles:**

- **Get in Where you Fit In:** Faith in Place meets people where they are at through mutual partnership. We learn what they are passionate about and provide support and resources to take the next measurable step towards environmental, climate, and racial justice. We have a wide array of program offerings across 5 different areas for Partners and Green Teams to get engaged where their passion and energy resides. We call this: “Get in Where you Fit In!”

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**3. DESCRIPTION OF PROGRAMS AND SUPPORTING SERVICES (continued)**

- **The Messenger Matters:** The Green Team Model is based on this principle – the local messenger is trusted to meet people where they are and empower them with resources and support. This principle is the reason why Faith in Place hires from within the communities we serve. This principle is also the reason why Faith in Place seeks to start Green Teams made up of local volunteers in the places we implement our mission.
- **Celebrate!:** We seek to create a shared culture both within our team and with our Green Teams that shares both successes and mistakes and celebrates how each moves us forward. Celebrating in this way helps us confront the broader white supremacy culture of perfectionism. One way we do this is by honoring and extolling the work of our Green Teams at our Annual Green Team Summit. Green Teams from across the world gather to share what they are learning and how they are growing in an atmosphere characterized by shared joy and discovery.
- **JEDI (Justice, Equity, Diversity, and Inclusion):** Striving for justice, equity, diversity, and inclusion is at the core of all that we do. We believe the better we embody this principle internally, the more we increase our ability to empower a shared sense of belonging together in community. We are committed to being the transformation we seek. We recognize that environmental justice communities, frequently communities of color, bear a disproportionate burden caused by environmental degradation and a changing climate. Our motivating belief is that society has an obligation to right past wrongs and create just and healthy communities. To this end, we listen, respect, and prioritize the involvement of these communities as full participants in our program and public policy decision-making.
- **Everything is Connected:** The ecological crisis is a spiritual crisis. Our individual and collective work is healing and restoring communities to mutual relationship with one another and all the Earth. We take responsibility for the ways our lives intersect with the lives of all beings. Our spiritual traditions offer wisdom and insight to understand the ways that everything is connected and how each of us plays our unique part in the broader whole.
- **Mutual and Empowering Relationships are Our Priority:** We strive for mutuality. We resist inferiority and superiority in individual and systemic relationships. We prioritize the voices of those marginalized, seeking to see and hear one another clearly and empowering each other in our shared work for equity and justice.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**4. LIQUIDITY AND AVAILABILITY OF RESOURCES**

The following represents the Organizations combined financial assets at December 31, 2022 and 2021:

	<b>2022</b>	<b>2021</b>
Financial Assets at December 31,		
Cash	\$ 2,216,410	\$ 2,179,548
Contributions receivable	451,721	620,787
Pledges receivable	47,556	56,420
Total Financial Assets	2,715,687	2,856,755
Less: amount not available to be used within one year:		
Board designated reserve	175,000	125,000
Net assets with donor restrictions	1,622,883	2,119,343
	1,797,883	2,244,343
Financial assets available to meet general expenditures over the next twelve months	\$ 917,804	\$ 612,412

The Organizations regularly monitors the availability of resources required to meet operating needs and commitments. In addition to the financial assets available to meet general expenditures over the next twelve months, the Organizations strive to operate with a balanced budget and anticipate collecting sufficient revenue to cover the general expenditures of the programs and related administrative costs.

The Organizations have planned for stable revenue streams through its contributions, grants, reimbursement grants, and sponsorship revenue and have no anticipated changes in operating expenditures. The Organizations maintain sufficient financial assets to provide reasonable assurance that all commitments will continue to be met, ensuring the sustainability of the Organizations.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**5. PLEDGE RECEIVABLES**

Pledge receivables are expected to be received as follows at December 31:

	<b>2022</b>	<b>2021</b>
Less than one year	\$ 47,556	\$ 56,420
Noncurrent pledges:		
Between one and four years	34,805	97,016
Less reserve for uncollectible pledges	(8,188)	(8,188)
Less discounts to net present value	(1,769)	(5,190)
Total noncurrent pledges, net	24,848	83,638
Total pledges receivable, net	\$ 72,404	\$ 140,058

**6. CONTRIBUTIONS RECEIVABLE**

Contribution receivables are expected to be received as follows at December 31:

	<b>2022</b>	<b>2021</b>
Less than one year	\$ 451,721	\$ 620,787
Noncurrent pledges:		
Between one and two years	160,000	30,000
Total contributions receivable, net	\$ 611,721	\$ 650,787

**7. LEASE AGREEMENTS**

*Operating Leases*

The Organizations have a lease agreement for its Chicago office for a seven-year term through October 15, 2023. The base rent expenses are recorded over a straight-line basis over the life of the lease including the initial rent abatement.

Future minimum rentals required under the Chicago office operating lease are as follows:

	Amount
Year Ended December 31	
2023	\$ 37,711

Rent expense at this location totaled \$46,406 and \$41,454 for the years ended December 31, 2022 and 2021, respectively.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**7. LEASE AGREEMENTS (Continued)**

As of August 1, 2021, the Organizations entered into a sublease agreement for its Chicago office through October 15, 2023. The sublease income is recorded over a straight-line basis over the life of the sublease. As a result, the Organizations had a sublease liability of \$3,485. and \$7,469 for the years ended December 31, 2022 and 2021, respectively, representing the excess amount of rent payments owed netted against the sublease income owed over the life of both leases.

Future minimum sublease rentals required under the Chicago office operating sublease agreement are as follows:

Year Ended December 31	Amount
2023	\$ 35,096

Sublease income at this location totaled \$41,405 for the year ended December 31, 2021.

**8. FINANCE LEASE AGREEMENT**

The Organizations lease office equipment under an agreement that is classified as a financing lease. The cost of the equipment under the financing lease was \$23,940 with accumulated depreciation of \$21,546 and \$16,758 for the years ended December 31, 2022 and 2021, respectively. The equipment is being depreciated over 5 years. Amounts representing interest were not considered material for the combined financial statements.

Future minimum rentals required under the lease are as follows:

Year Ended December 31	Amount
2023	\$ 2,394

**9. PAYCHECK PROTECTION PROGRAM LOAN**

On May 1, 2020, the Organizations received loan proceeds in the amount of \$159,600 under the Paycheck Protection Program (“PPP”). Established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES ACT”), the PPP provides for loans to qualifying businesses in amounts up to 2.5 times the business’ average monthly payroll expenses. PPP loans and accrued interest are forgivable after a covered period of eight or twenty-four weeks, as long as the borrower maintains its payroll levels and uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities.

The forgiveness amount will be reduced if the borrower terminates employees or reduces salaries during the covered period. Any unforgiven portion of a PPP loan is payable over two or five years at an interest rate of 1%, with a deferral of payments for ten months after the end of the covered period. The Organizations have used the PPP loan proceeds for the purposes consistent with the PPP and received full forgiveness of the loan.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**9. PAYCHECK PROTECTION PROGRAM LOAN (Continued)**

In May 2021, the Organizations received debt forgiveness in full from the Small Business Administration. The Organizations' treated the debt forgiveness as contribution revenue of \$159,600 on the Combined Statement of Activities and as a gain on debt forgiveness of \$159,600 on the Combined Statement of Cash Flows for the year ended December 31, 2021.

**10. LINE OF CREDIT**

Faith in Place has a \$50,000 revolving line of credit agreement with a bank that expires December 2023. The interest rate is variable based on the prime rate at the time of any advances. No advances were taken on the line of credit during the years ended December 31, 2022 and 2021, respectively.

**11. NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions were as follows for the years ended December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Funds pledged for the following programs:		
Sustainable food and land use	\$ 418,192	\$ 695,085
Youth Eco-Ambassadors	149,083	333,995
Energy and climate	286,641	286,060
Advocacy	683,751	650,001
Time restricted pledges	<u>85,216</u>	<u>154,202</u>
 Total net assets with donor restrictions	 <u>\$ 1,622,883</u>	 <u>\$ 2,119,343</u>

Net assets were released from donor restrictions of \$2,221,408 and \$1,522,203 in 2022 and 2021, respectively by incurring expenses satisfying the restricted purposes.

**12. TAX DEFERRED SAVINGS PLAN**

The Organizations have a SIMPLE IRA retirement plan that covers certain eligible employees. Employees may voluntarily contribute up the limits established by the Internal Revenue Service. The Organizations are matching up to 3% of the employees' compensation for the calendar year. Total matching contributions for December 31, 2022 and 2021 were \$28,876 and \$15,877, respectively.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**13. CONCENTRATION OF CONTRIBUTIONS AND CONTRIBUTIONS RECIVABLE**

During the year ended December 31, 2022, approximately 35% of Faith in Place's contributions and grants were received from three donors. Contribution receivables from these donors totaled approximately 51% of the total contributions receivable as of December 31, 2022.

During the year ended December 31, 2021, approximately 42% of Faith in Place's contributions and grants were received from three donors. Contribution receivables from these donors totaled approximately 42% of the total contributions receivable as of December 31, 2021.

**14. MERGERS AND ACQUISTIONS**

On February 16, 2022, the Organizations entered into contribution agreements with Hoosier Interfaith Power and Light and Wisconsin Interfaith Power and Light to acquire all of the assets of those Organizations. There were no cash considerations exchanged as a result of this merger. The assets being received by the Organizations will be treated as contributions once transferred.

This merger will allow for the Organizations to expand their mission to Wisconsin and Indiana to empower people of diverse faiths and spiritualities to take bold and just action on climate change. With strongly aligned missions centered around climate justice and action, these three organizations joined forces to strengthen and amplify their individual efforts through regional partnership.

As of closing date, the Wisconsin Interfaith Power and Light organization had approximately \$9,000 in assets. The Hoosier Interfaith Power and Light organization had approximately \$121,000 in assets including \$100,000 of pledges receivable. Neither organization had significant liabilities owed that will be assumed by the Organizations.

**14. SUBSEQUENT EVENTS**

The Organizations evaluated subsequent events through May 16, 2023, the date these financial statements were available to be issued. Except as noted below, management has determined that no events or transactions have occurred subsequent to the statement of financial position date that require additional disclosure in the financial statements.

## **SUPPLEMENTARY INFORMATION**



**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND**  
**COMBINING STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2022**

	<u>Faith in Place</u>	<u>Faith in Place Action Fund</u>	<u>Eliminations</u>	<u>Total</u>
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash	\$ 2,132,446	\$ 83,964	\$ -	\$ 2,216,410
Contributions receivable	451,721	-	-	451,721
Pledges receivable	46,643	913	-	47,556
Accounts receivable - related party	10,477	-	(10,477)	-
Prepaid expenses	11,646	955	-	12,601
	<u>2,652,933</u>	<u>85,832</u>	<u>(10,477)</u>	<u>2,728,288</u>
<b>Total current assets</b>				
<b>Property and Equipment:</b>				
Leasehold improvements	23,293	-	-	23,293
Furniture and equipment	3,753	-	-	3,753
Finance leased equipment	23,940	-	-	23,940
	<u>50,986</u>	<u>-</u>	<u>-</u>	<u>50,986</u>
Less: Accumulated depreciation	(45,656)	-	-	(45,656)
Total property and equipment	<u>5,330</u>	<u>-</u>	<u>-</u>	<u>5,330</u>
<b>Noncurrent Assets:</b>				
Contributions receivable	160,000	-	-	160,000
Pledges receivable, net	24,848	-	-	24,848
Deposits	2,471	-	-	2,471
Total noncurrent assets	<u>187,319</u>	<u>-</u>	<u>-</u>	<u>187,319</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,845,582</u>	<u>\$ 85,832</u>	<u>\$ (10,477)</u>	<u>\$ 2,920,937</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current Liabilities:</b>				
Finance lease obligation	\$ 2,394	\$ -	\$ -	\$ 2,394
Accounts payable and accrued expenses	16,164	-	-	16,164
Accounts payable - related party	-	10,477	(10,477)	-
Accrued vacation	38,179	-	-	38,179
Payroll liabilities	1,287	-	-	1,287
Deferred revenue	7,483	-	-	7,483
Sublease liability	3,485	-	-	3,485
	<u>68,992</u>	<u>10,477</u>	<u>(10,477)</u>	<u>68,992</u>
<b>Total current liabilities</b>				
<b>Net Assets</b>				
Without donor restrictions	978,707	75,355	-	1,054,062
Without donor restrictions - board designated	175,000	-	-	175,000
Total net assets without donor restrictions	<u>1,153,707</u>	<u>75,355</u>	<u>-</u>	<u>1,229,062</u>
With donor restrictions	1,622,883	-	-	1,622,883
<b>TOTAL NET ASSETS</b>	<u>2,776,590</u>	<u>75,355</u>	<u>-</u>	<u>2,851,945</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 2,845,582</u>	<u>\$ 85,832</u>	<u>\$ (10,477)</u>	<u>\$ 2,920,937</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND**  
**COMBINING STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2021**

	<u>Faith in Place</u>	<u>Faith in Place Action Fund</u>	<u>Eliminations</u>	<u>Total</u>
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash	\$ 2,115,784	\$ 63,764	\$ -	\$ 2,179,548
Contributions receivable	620,787	-	-	620,787
Pledges receivable	56,420	-	-	56,420
Accounts receivable - related party	7,792	-	(7,792)	-
Prepaid expenses	5,960	980	-	6,940
Total current assets	<u>2,806,743</u>	<u>64,744</u>	<u>(7,792)</u>	<u>2,863,695</u>
<b>Property and Equipment:</b>				
Leasehold improvements	23,293	-	-	23,293
Furniture and equipment	2,704	-	-	2,704
Capital leased equipment	23,940	-	-	23,940
	<u>49,937</u>	<u>-</u>	<u>-</u>	<u>49,937</u>
Less: Accumulated depreciation	(38,738)	-	-	(38,738)
Total property and equipment	<u>11,199</u>	<u>-</u>	<u>-</u>	<u>11,199</u>
<b>Noncurrent Assets:</b>				
Contributions receivable	30,000	-	-	30,000
Pledges receivable, net	83,638	-	-	83,638
Deposits	2,471	-	-	2,471
Total noncurrent assets	<u>116,109</u>	<u>-</u>	<u>-</u>	<u>116,109</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,934,051</u>	<u>\$ 64,744</u>	<u>\$ (7,792)</u>	<u>\$ 2,991,003</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current Liabilities:</b>				
Finance lease obligation	\$ 4,788	\$ -	\$ -	\$ 4,788
Accounts payable and accrued expenses	30,113	-	-	30,113
Accounts payable - related party	-	7,792	(7,792)	-
Accrued vacation	33,887	-	-	33,887
Sublease liability	7,469	-	-	7,469
Total current liabilities	<u>76,257</u>	<u>7,792</u>	<u>(7,792)</u>	<u>76,257</u>
Finance lease obligation, net of current portion	<u>2,394</u>	<u>-</u>	<u>-</u>	<u>2,394</u>
<b>TOTAL LIABILITIES</b>	<u>78,651</u>	<u>7,792</u>	<u>(7,792)</u>	<u>78,651</u>
<b>Net Assets</b>				
Without donor restrictions	611,057	56,952	-	668,009
Without donor restrictions - board designated	<u>125,000</u>	<u>-</u>	<u>-</u>	<u>125,000</u>
Total net assets without donor restrictions	736,057	56,952	-	793,009
With donor restrictions	<u>2,119,343</u>	<u>-</u>	<u>-</u>	<u>2,119,343</u>
<b>TOTAL NET ASSETS</b>	<u>2,855,400</u>	<u>56,952</u>	<u>-</u>	<u>2,912,352</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 2,934,051</u>	<u>\$ 64,744</u>	<u>\$ (7,792)</u>	<u>\$ 2,991,003</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Faith in Place				Faith in Place Action Fund				Combined			
	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total
<b>REVENUES AND OTHER SUPPORT</b>												
Contributions and grants	\$ 431,991	\$ 1,724,948	\$ -	\$ 2,156,939	\$ 76,621	\$ -	\$ (60,000)	\$ 16,621	\$ 508,612	\$ 1,724,948	\$ (60,000)	\$ 2,173,560
Government reimbursement grants	105,001	-	-	105,001	-	-	-	-	105,001	-	-	105,001
Program revenue - fees for service	82,589	-	-	82,589	-	-	-	-	82,589	-	-	82,589
Sponsorships	76,006	-	-	76,006	-	-	-	-	76,006	-	-	76,006
Reimbursements from related party	47,082	-	(47,082)	-	-	-	-	-	47,082	-	(47,082)	-
In-kind contributions	140,716	-	-	140,716	-	-	-	-	140,716	-	-	140,716
Interest income	150	-	-	150	-	-	-	-	150	-	-	150
Sublease income, plus gain on sublease	46,247	-	-	46,247	-	-	-	-	46,247	-	-	46,247
Other income	1,305	-	-	1,305	-	-	-	-	1,305	-	-	1,305
Net assets released from restriction	2,221,408	(2,221,408)	-	-	-	-	-	-	2,221,408	(2,221,408)	-	-
Total revenues and other support	<u>3,152,495</u>	<u>(496,460)</u>	<u>(47,082)</u>	<u>2,608,953</u>	<u>76,621</u>	<u>-</u>	<u>(60,000)</u>	<u>16,621</u>	<u>3,229,116</u>	<u>(496,460)</u>	<u>(107,082)</u>	<u>2,625,574</u>
<b>EXPENSES</b>												
Program expenses	2,305,915	-	(105,663)	2,200,252	53,151	-	-	53,151	2,359,066	-	(105,663)	2,253,403
Management and general	212,522	-	-	212,522	4,107	-	(1,419)	2,688	216,629	-	(1,419)	215,210
Fundraising	216,408	-	-	216,408	960	-	-	960	217,368	-	-	217,368
Total expenses	<u>2,734,845</u>	<u>-</u>	<u>(105,663)</u>	<u>2,629,182</u>	<u>58,218</u>	<u>-</u>	<u>(1,419)</u>	<u>56,799</u>	<u>2,793,063</u>	<u>-</u>	<u>(107,082)</u>	<u>2,685,981</u>
Change in net assets	417,650	(496,460)	58,581	(20,229)	18,403	-	(58,581)	(40,178)	436,053	(496,460)	-	(60,407)
NET ASSETS, beginning of year	736,057	2,119,343	107,685	2,855,400	56,952	-	(107,685)	56,952	793,009	2,119,343	-	2,912,352
NET ASSETS, end of year	<u>\$ 1,153,707</u>	<u>\$ 1,622,883</u>	<u>\$ 166,266</u>	<u>\$ 2,835,171</u>	<u>\$ 75,355</u>	<u>\$ -</u>	<u>\$ (166,266)</u>	<u>\$ 16,774</u>	<u>\$ 1,229,062</u>	<u>\$ 1,622,883</u>	<u>\$ -</u>	<u>\$ 2,851,945</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Faith in Place				Faith in Place Action Fund				Combined			
	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total	Without Donor Restrictions	With Donor Restrictions	Eliminations	Total
<b>REVENUES AND OTHER SUPPORT</b>												
Contributions and grants	\$ 256,253	\$ 2,165,273	\$ -	\$ 2,421,526	\$ 127,574	\$ -	\$ (60,000)	\$ 67,574	\$ 383,827	\$ 2,165,273	\$ (60,000)	\$ 2,489,100
Government reimbursement grants	27,900	-	-	27,900	-	-	-	-	27,900	-	-	27,900
Third party reimbursement grants	94,514	-	-	94,514	-	-	-	-	94,514	-	-	94,514
PPP debt forgiveness	159,600	-	-	159,600	-	-	-	-	159,600	-	-	159,600
PPP loan accrued interest forgiven	1,707	-	-	1,707	-	-	-	-	1,707	-	-	1,707
Sponsorships	64,325	-	-	64,325	-	-	-	-	64,325	-	-	64,325
Reimbursements from related party	74,968	-	(74,968)	-	-	-	-	-	74,968	-	(74,968)	-
In-kind contributions	70,263	-	-	70,263	-	-	-	-	70,263	-	-	70,263
Interest income	276	-	-	276	-	-	-	-	276	-	-	276
Sublease income, net of loss on sublease	16,364	-	-	16,364	-	-	-	-	16,364	-	-	16,364
Other income	24	-	-	24	-	-	-	-	24	-	-	24
Net assets released from restriction	1,522,203	(1,522,203)	-	-	-	-	-	-	1,522,203	(1,522,203)	-	-
Total revenues and other support	2,288,397	643,070	(74,968)	2,856,499	127,574	-	(60,000)	67,574	2,415,971	643,070	(134,968)	2,924,073
<b>EXPENSES</b>												
Program expenses	1,588,615	-	(129,194)	1,459,421	82,670	-	-	82,670	1,671,285	-	(129,194)	1,542,091
Management and general	139,059	-	-	139,059	9,944	-	(5,774)	4,170	149,003	-	(5,774)	143,229
Fundraising	174,971	-	-	174,971	720	-	-	720	175,691	-	-	175,691
Total expenses	1,902,645	-	(129,194)	1,773,451	93,334	-	(5,774)	87,560	1,995,979	-	(134,968)	1,861,011
Change in net assets	385,752	643,070	54,226	1,083,048	34,240	-	(54,226)	(19,986)	419,992	643,070	-	1,063,062
<b>NET ASSETS, beginning of year</b>	350,305	1,476,273	53,459	1,880,037	22,712	-	(53,459)	(30,747)	373,017	1,476,273	-	1,849,290
<b>NET ASSETS, end of year</b>	<u>\$ 736,057</u>	<u>\$ 2,119,343</u>	<u>\$ 107,685</u>	<u>\$ 2,963,085</u>	<u>\$ 56,952</u>	<u>\$ -</u>	<u>\$ (107,685)</u>	<u>\$ (50,733)</u>	<u>\$ 793,009</u>	<u>\$ 2,119,343</u>	<u>\$ -</u>	<u>\$ 2,912,352</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Faith in Place									Faith in Place Action Fund				Combined Total	
	Energy & Climate Change	Youth Eco-Ambassadors	Sustainable Food & Land Use	Advocacy	Water	Action Fund	Total Program Services	Management and General	Fundraising	Total Expense	Program Services	Management and General	Fundraising		Total Expenses
<b>EXPENSES</b>															
Salaries and wages	\$ 295,080	\$ 116,747	\$ 315,886	\$ 517,599	\$ 260	\$ 30,785	\$ 1,276,357	\$ 104,420	\$ 159,277	\$ 1,540,054	\$ 34,630	\$ 88	\$ 960	\$ 35,678	\$ 1,575,732
Payroll taxes	21,874	8,654	23,417	38,370	19	2,282	94,616	7,741	11,807	114,164	-	-	-	-	114,164
Pension expense	5,533	2,189	5,923	9,705	5	577	23,932	1,958	2,986	28,876	-	-	-	-	28,876
Other employee benefits	19,497	7,714	20,872	34,200	17	2,034	84,334	6,900	10,524	101,758	-	-	-	-	101,758
	<u>341,984</u>	<u>135,304</u>	<u>366,098</u>	<u>599,874</u>	<u>301</u>	<u>35,678</u>	<u>1,479,239</u>	<u>121,019</u>	<u>184,594</u>	<u>1,784,852</u>	<u>34,630</u>	<u>88</u>	<u>960</u>	<u>35,678</u>	<u>1,820,530</u>
Professional fees	4,849	1,550	8,601	6,200	2	224	21,426	28,618	1,160	51,204	-	1,000	-	1,000	52,204
Contract services	36,795	13,219	31,264	54,361	25	2,985	138,649	10,124	15,443	164,216	1,367	-	-	1,367	165,583
Youth stipends	72	60,953	77	126	-	2,916	64,144	25	39	64,208	2,908	-	-	2,908	67,116
Office supplies	5,512	6,573	5,950	8,693	4	476	27,208	2,309	2,486	32,003	2,240	-	-	2,240	34,243
Rent and utilities	8,892	3,518	9,519	15,597	8	928	38,462	3,145	4,799	46,406	6,458	179	-	6,637	53,043
Dues and fees	770	128	1,024	1,086	-	34	3,042	115	175	3,332	2,724	20	-	2,744	6,076
Communications	4,351	4,310	10,521	10,294	-	96	29,572	374	495	30,441	1,200	116	-	1,316	31,757
Insurance	2,299	910	2,461	19,183	2	240	25,095	4,165	1,241	30,501	-	2,135	-	2,135	32,636
Printing and postage	5,236	1,697	3,780	6,129	-	798	17,640	(3,890)	1,367	15,117	534	-	-	534	15,651
Travel	7,256	5,746	5,554	23,542	20	549	42,667	461	788	43,916	1,090	-	-	1,090	45,006
Meetings and seminars	1,754	5,822	1,135	2,059	44	94	10,908	3,817	484	15,209	-	-	-	-	15,209
Professional development	4,511	1,905	4,829	7,913	4	471	19,633	1,596	2,435	23,664	-	-	-	-	23,664
Grants to others	81,500	-	239,500	-	-	60,000	381,000	-	-	381,000	-	-	-	-	381,000
Planning and implementation	1,212	479	1,298	2,125	-	126	5,240	429	654	6,323	-	-	-	-	6,323
Green Team Summit expenses	14	5	15	24	-	1	59	15,703	7	15,769	-	-	-	-	15,769
Bank and credit card fees	-	-	-	-	-	-	-	5,507	-	5,507	-	569	-	569	6,076
Fundraising expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	38	15	41	67	-	4	165	14	21	200	-	-	-	-	200
Bad debt expense	-	-	-	-	-	-	-	13,200	-	13,200	-	-	-	-	13,200
Interest	-	-	-	-	-	-	-	859	-	859	-	-	-	-	859
Depreciation	408	161	438	716	-	43	1,766	4,932	220	6,918	-	-	-	-	6,918
<b>TOTAL EXPENSES</b>	<u>\$ 507,453</u>	<u>\$ 242,295</u>	<u>\$ 692,105</u>	<u>\$ 757,989</u>	<u>\$ 410</u>	<u>\$ 105,663</u>	<u>\$ 2,305,915</u>	<u>\$ 212,522</u>	<u>\$ 216,408</u>	<u>\$ 2,734,845</u>	<u>\$ 53,151</u>	<u>\$ 4,107</u>	<u>\$ 960</u>	<u>\$ 58,218</u>	<u>\$ 2,793,063</u>

The accompanying notes are an integral part of these financial statements.

**FAITH IN PLACE AND FAITH IN PLACE ACTION FUND  
COMBINING STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Faith in Place								Faith in Place Action Fund				Combined Total	
	Energy & Climate Change	Youth Eco- Ambassadors	Sustainable Food & Land Use	Advocacy	Action Fund	Total Program Services	Management and General	Fundraising	Total Expense	Program Services	Management and General	Fundraising		Total Expenses
<b>EXPENSES</b>														
Salaries and wages	\$ 262,833	\$ 86,614	\$ 193,481	\$ 305,664	\$ 49,994	\$ 898,586	\$ 68,269	\$ 130,819	\$ 1,097,674	\$ 52,415	\$ 4,730	\$ 574	\$ 57,719	\$ 1,155,393
Payroll taxes	18,989	6,258	13,979	22,084	3,612	64,922	4,932	9,452	79,306	-	-	-	-	79,306
Pension expense	3,802	1,253	2,799	4,421	723	12,998	987	1,892	15,877	-	-	-	-	15,877
Other employee benefits	16,176	5,331	11,908	18,812	3,077	55,304	4,202	8,051	67,557	-	-	-	-	67,557
	<u>301,800</u>	<u>99,456</u>	<u>222,167</u>	<u>350,981</u>	<u>57,406</u>	<u>1,031,810</u>	<u>78,390</u>	<u>150,214</u>	<u>1,260,414</u>	<u>52,415</u>	<u>4,730</u>	<u>574</u>	<u>57,719</u>	<u>1,318,133</u>
Professional fees	8,435	2,613	6,265	34,447	1,133	52,893	24,294	2,965	80,152	-	1,000	-	1,000	81,152
Contract services	27,055	5,707	13,311	30,094	4,050	80,217	3,216	7,567	91,000	1,164	-	-	1,164	92,164
Youth stipends	-	57,094	-	-	-	57,094	-	-	57,094	-	-	-	-	57,094
Office supplies	5,517	4,702	5,437	6,662	1,037	23,355	2,425	2,671	28,451	959	-	-	959	29,410
Rent and utilities	10,528	3,469	7,750	12,243	2,003	35,993	2,735	5,240	43,968	13,287	1,199	146	14,632	58,600
Dues and fees	257	85	789	306	49	1,486	67	128	1,681	2,510	-	-	2,510	4,191
Communications	56,938	1,042	11,749	6,790	349	76,868	1,991	1,370	80,229	9,261	639	-	9,900	90,129
Insurance	3,751	1,236	2,761	4,362	713	12,823	974	1,867	15,664	-	1,959	-	1,959	17,623
Printing and postage	2,466	920	1,699	2,284	319	7,688	1,358	869	9,915	-	-	-	-	9,915
Travel	2,714	2,780	2,308	2,854	1,572	12,228	317	387	12,932	2,473	-	-	2,473	15,405
Meetings and seminars	1,307	4,116	2,232	1,483	237	9,375	10,924	621	20,920	-	-	-	-	20,920
Professional development	99	33	73	22,565	19	22,789	26	48	22,863	-	-	-	-	22,863
Grants to others	28,150	-	65,325	5,000	60,000	158,475	-	-	158,475	-	-	-	-	158,475
Bank and credit card fees	-	-	-	-	-	-	8,059	-	8,059	-	417	-	417	8,476
Fundraising expenses	-	-	-	-	-	-	-	221	221	-	-	-	-	221
Miscellaneous	-	-	-	-	-	-	-	-	-	601	-	-	601	601
Bad debt expense	-	-	-	-	-	-	1,500	-	1,500	-	-	-	-	1,500
Interest	-	-	-	-	-	-	2,364	-	2,364	-	-	-	-	2,364
Depreciation	1,615	532	1,189	1,878	307	5,521	419	803	6,743	-	-	-	-	6,743
<b>TOTAL EXPENSES</b>	<u>\$ 450,632</u>	<u>\$ 183,785</u>	<u>\$ 343,055</u>	<u>\$ 481,949</u>	<u>\$ 129,194</u>	<u>\$ 1,588,615</u>	<u>\$ 139,059</u>	<u>\$ 174,971</u>	<u>\$ 1,902,645</u>	<u>\$ 82,670</u>	<u>\$ 9,944</u>	<u>\$ 720</u>	<u>\$ 93,334</u>	<u>\$ 1,995,979</u>

The accompanying notes are an integral part of these financial statements.