

CHURCH OF PHILIPPI, INC.

Financial Statements

For the Year Ending December 31, 2024

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Church of Philippi, Inc.
7422 Race Road
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Accountant's Compilation Report

To the Board of Directors
Church of Philippi, Inc.

I have compiled the accompanying statement of financial position-tax basis of Church of Philippi, Inc. as of December 31, 2024 and 2023, and the related statements of functional revenue and expense-tax basis, change in net assets and cash flows for the period then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of financial statements.

My responsibility is to conduct the compilation. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to be the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matter.

Taek Y. Kwon, CPA, CMA
Accvisor, Inc.
DBA: K & K Accounting

Taekyoon Kwon

January 27, 2025

CHURCH OF PHILIPPI, INC.
STATEMENT OF FINANCIAL POSITION

	December 31, 2024	December 31, 2023
ASSETS		
Current assets		
Cash and cash equivalents		
General and administrative fund	\$ 301,930	\$ 274,468
General reserve fund	452,709	453,395
Fund in transit-Titlely online receipts	20,753	27,843
Korean School fund	81,009	22,659
Christial Preschool fund	227,214	282,690
Next generation fund	106,308	-
Building fund	877,340	854,277
Mission fund	(29)	9,019
Total cash and cash equivalents	2,067,234	1,924,351
Inventory-books	62,344	62,344
Total current assets	2,129,578	1,986,695
Property and equipment		
Equipment and fixtures		
Autos and vehicles	86,370	86,370
Furniture and fixtures	206,295	206,295
Equipment and machinery	421,042	421,042
Music instruments	6,200	6,200
Accumulated depreciation	(684,418)	(682,446)
Total equipment and fixtures	35,489	37,461
Land and building		
Building and improvements	9,383,847	9,383,847
Land and parking lot	1,233,513	1,233,513
Accumulated depreciation	(3,297,939)	(3,068,204)
Total Land and building	7,319,421	7,549,156
Total property and equipment	7,354,910	7,586,617
TOTAL ASSETS	9,484,488	9,573,312
LIABILITIES AND NET ASSETS		
Long-term liabilities		
Commercial loan for building	4,138,506	4,384,322
Net assets		
Unrestricted	4,362,363	4,020,345
Temporarily restricted	983,619	1,168,645
Total net assets	5,345,982	5,188,990
TOTAL LIABILITIES AND NET ASSETS	\$ 9,484,488	\$ 9,573,312

CHURCH OF PHILIPPI, INC.
STATEMENT OF FUNCTIONAL REVENUE AND EXPENSE
Year Ended December 31, 2024

	General Fund	Building Fund	Mission Fund	Christian Preschool	Korean School	Total
Support, revenue and grants						
General contribuions and offerings	\$ 2,439,968	\$ 28,209	\$ 353,075	\$ -	\$ -	\$ 2,821,252
Educational and program income	-	-	-	793,108	127,046	920,154
Interest income	18,214	-	-	-	-	18,214
Income from sales of book or property						
Gross sales	11,278	-	-	-	-	11,278
Less: cost of sales	-	-	-	-	-	-
Total income from sale of books or property	11,278	-	-	-	-	11,278
Total support, income, and grants	2,469,460	28,209	353,075	793,108	127,046	3,770,898
Operating expenses						
Payroll related expenses						
Payroll-pastors and employees	885,633	-	-	-	-	885,633
Payroll-tutors and instructors	-	-	-	508,571	59,160	567,731
401k match	-	-	-	9,134	-	9,134
Payroll taxes	35,493	-	-	39,478	-	74,971
Total payroll related expenses	921,126	-	-	557,183	59,160	1,537,469
General and adminisraitive						
Pastoral benefits and staff hiring	85,919	-	-	-	-	85,919
Shepherd sponsorship	6,417	-	-	-	-	6,417
Advertising	-	-	-	999	-	999
Automobile expense	1,904	-	-	-	-	1,904
Bank service charges	18,468	-	-	1,809	-	20,277
Cleaning and janitorial services	34,292	-	-	13,636	-	47,928
Conference, event and seminar	1,769	-	-	9,979	10,963	22,711
Dues and subscriptions	7,404	-	-	1,491	-	8,895
Gifts and grants	-	-	-	2,779	4,447	7,226
Insurance	31,889	-	-	-	-	31,889
IT devotion	15,312	-	-	-	-	15,312
Miscellaneous	6,251	-	-	-	-	6,251
Mission supports and donation	-	-	567,700	-	1,000	568,700
Operating lease-copier	10,363	-	-	10,200	-	20,563
Printing ,postage, and envelops	3,861	-	-	15	413	4,289
Professional service fees	8,202	-	-	-	-	8,202
Repair and maintenance						
Building repair & maintenance	10,663	-	-	1,850	-	12,513
Equipment repair & maintenance	24,288	-	-	-	-	24,288
Supplies-building maintenance	20,140	-	-	-	-	20,140
Total repair and maintenance	55,091	-	-	1,850	-	56,941
Retirement pension benefits	-	-	-	-	-	-

CHURCH OF PHILIPPI, INC.
STATEMENT OF FUNCTIONAL REVENUE AND EXPENSE
Year Ended December 31, 2024

	General Fund	Building Fund	Mission Fund	Christian Preschool	Korean School	Total
Security and alarm service	5,366	-	-	-	-	5,366
Sanitation and pest control	1,572	-	-	-	-	1,572
Snow removal and landscaping	24,266	-	-	-	-	24,266
Student lunch, foods and catering	-	-	-	80,677	1,207	81,884
Supplies-educational and materials	-	-	-	13,498	11,827	25,325
Supplies and office expenses	17,859	-	-	29,881	5,284	53,024
Taxes and licenses	-	-	-	9,740	380	10,120
Telephone and IT expense	-	-	-	1,337	-	1,337
Trash removal	11,119	-	-	-	-	11,119
Travel and transportation	-	-	-	-	254	254
Tuition refunds	-	-	-	12,811	3,298	16,109
Utilities	85,541	-	-	-	-	85,541
Water & sewer	5,631	-	-	-	-	5,631
Total general and administrative	438,496	-	567,700	190,702	39,073	1,235,971
Activities related expenses						
Light and salt activities	67,746	-	-	-	-	67,746
Worship community	40,598	-	-	-	-	40,598
Education community	265,534	-	-	-	-	265,534
Evangelism community	20,654	-	-	-	-	20,654
Total activities related expenses	394,532	-	-	-	-	394,532
Total operating expenses	1,754,154	-	567,700	747,885	98,233	3,167,972
Earnings before interest and depreciation (EBITDA)	715,306	28,209	(214,625)	45,223	28,813	602,926
Other expenses						
Depreciation expense						
Depreciation-real property	229,735	-	-	-	-	229,735
Depreciation-personal property	1,972	-	-	-	-	1,972
Total depreciation expense	231,707	-	-	-	-	231,707
Interest expenses	-	211,121	-	-	-	211,121
Total other expenses	231,707	211,121	-	-	-	442,828
Excess of Revenue over Expense	\$ 483,599	\$ (182,912)	\$ (214,625)	\$ 45,223	\$ 28,813	\$ 160,098

CHURCH OF PHILIPPI, INC.
STATEMENT OF CHANGE IN NET ASSETS

Year Ended December 31, 2024

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public Support, Revenue and Grants			
General contributions and offerings	\$ 2,333,660	\$ 487,592	\$ 2,821,252
Educational and program income	920,154	-	920,154
Interest income	18,214	-	18,214
Income from sales of book	<u>11,278</u>	<u>-</u>	<u>11,278</u>
Total Public Support, Revenue and Grants	3,283,306	487,592	3,770,898
Total Expenses			
General and management	1,985,861	-	1,985,861
Building fund	-	211,121	211,121
Mission fund	-	567,700	567,700
Christian Preschool	747,885	-	747,885
Korean School	<u>98,233</u>	<u>-</u>	<u>98,233</u>
Total Expenses	<u>2,831,979</u>	<u>778,821</u>	<u>3,610,800</u>
Excess of Revenue over Expense	451,327	(291,229)	160,098
Release from restriction or vice versa	(106,203)	106,203	-
Recovery from outstanding checks	<u>(3,106)</u>	<u>-</u>	<u>(3,106)</u>
Change in Net Assets	342,018	(185,026)	156,992
Net Assets at Beginning of Year	<u>4,020,345</u>	<u>1,168,645</u>	<u>5,188,990</u>
Net Assets at End of Year	<u>\$ 4,362,363</u>	<u>\$ 983,619</u>	<u>\$ 5,345,982</u>

CHURCH OF PHILIPPI, INC.
STATEMENT OF CASH FLOWS

Year Ended December 31, 2024

Cash flows from operating activities:

Net income	\$ 160,098
Adjustments to reconcile net income to net cash provided or used	
Depreciation	231,707
Changes in operating assets and liabilities:	
Inventory-book store	-

Net cash used in operating activities 391,805

Cash flows from investing activities:

Purchase of furniture and fixtures	-
Purchase of equipment and machinery	-
Purchase of music instruments	-
Additions to real property	-

Net cash used in investing activities -

Cash flows from financing activities:

Commercial loan principal payments	(245,816)
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Net cash provided by financing activities (245,816)

Net increase/(decrease) in cash 145,989

Cash, beginning of period 1,924,351

Recovery from outstanding checks (3,106)

Cash, end of period \$ 2,067,234