

June 5, 2023

Artesian CPA, LLC
Attn: Craig Denlinger, CPA
1624 Market Street, Suite 202
Denver, CO 80202

This representation letter is provided in connection with your audit of the financial statements of Pilgrims of Ibillin, Inc. (the "Organization"), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expense, and cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

We confirm that we are responsible for the following:

- a. The fair presentation in the financial statements of financial position, results of operations, and cash flows in conformity with U.S. GAAP
- b. The design, implementation, and maintenance of programs and controls to prevent and detect fraud
- c. Establishing and maintaining effective internal control over financial reporting.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of the surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Except where otherwise stated below, immaterial matters less than \$5,000 collectively are not considered to be exceptions that require disclosure for the purpose of the following representations. This amount is not necessarily indicative of amounts that would require adjustment to or disclosure in the financial statements.

We confirm that, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves, as of June 5, 2023:

Financial Statements

1. The financial statements referred to above are fairly presented in conformity with U.S. GAAP were prepared and approved by the Organization prior to issuance.
2. The Organization has provided to you all relevant information and access as agreed in the terms of the engagement letter.
3. There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in financial reporting practices.

4. The Organization has performed a risk assessment, including the assessment of the risk that the financial statements may be materially misstated as a result of fraud.
5. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 12, 2023, for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.
6. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
7. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
8. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
9. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
10. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP, as applicable.
11. Guarantees, whether written or oral, under which the Organization is contingently liable have been accounted for and disclosed in accordance with U.S. GAAP.
12. Significant estimates and material concentrations known to management have been disclosed in accordance with FASB Accounting Standards Codification 275, *Risks and Uncertainties*.
13. Other liabilities or gain or loss contingencies have been accrued or disclosed as required by FASB Accounting Standards Codification 450, *Contingencies*.

Information Provided

14. We have provided you with:
 - Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements such as records, documentation and other matters;
 - Additional information that you have requested from us for the purpose of the audit;
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence;
 - All minutes of the meetings of the Board of Directors or summaries or actions of recent meetings for which minutes have not yet been prepared.
15. All transactions have been recorded in the accounting records and are reflected in the financial statements. There are no transactions that have not been properly recorded in the accounting records underlying the financial statements.
16. We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
 - Management;
 - Employees who have significant roles in internal control; or
 - Others where fraud could have a material effect on the financial statements.

17. We have no knowledge of any allegations of fraud, or suspected fraud, affecting the Organization's financial statements communicated by employees, former employees, analysts, regulators or others.
18. We have complied with all requirements to ensure Artesian CPA, LLC remains independent of the Organization and all affiliates in accordance with the independence rules established by the AICPA.
19. We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements.
20. We are not aware of any pending or threatened litigation and claims whose effects should be considered when preparing the financial statements and we have not consulted legal counsel concerning litigation or claims.
21. We have disclosed to you the identity of the Organization's related parties and all the related party relationships and transactions of which we are aware.
22. The Organization has no plans or intentions that may materially affect the carrying value or classifications of assets and liabilities.
23. There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.
24. There are no known actual or possible litigation and claims whose effects should be considered and accounted for and disclosed in the financial statements and that have not been disclosed to you.
25. The Organization has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
26. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of non-compliance.
27. The financial statements include all expenses which have been incurred, whether paid by the Organization or by others on behalf of the Organization. There are no additional expenses of related entities or persons that are encumbered upon the Organization.
28. The accounting and financial reporting policies disclosed and are complete.
29. The Organization has no federal or state tax obligations as of each balance sheet date.
30. In preparing the financial statements in conformity with U.S. GAAP, management uses estimates. All estimates have been disclosed in the financial statements for which known information available prior to the issuance of the financial statements.
31. We have provided you all corporate actions, board minutes, resolutions, and all other information available on the governance of the Organization.
32. We have elected a calendar year as our fiscal year.
33. The presentation of equity and is complete with respect to all forms of equity.
34. The Organization asserts that the provided terms of all arrangements represent the totality of information and documentation (formal and informal) on all agreements and arrangements where formal executed contracts were not completed.

35. We agree with the adjusting journal entries proposed by Artesian CPA, LLC and have adjusted our records accordingly. We hereby take ownership for the financial statements as presented in the final audit report and have reviewed all changes to our internal financial statements proposed by Artesian CPA, LLC.
36. In regard to the financial statement preparation services performed by you, we have:
- Assumed all management responsibilities.
 - Designated an individual (within senior management) who possesses suitable skill, knowledge, or experience to oversee the services.
 - Evaluated the adequacy and results of the services performed.
 - Accepted responsibility for the results of the services.
37. All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed, as applicable.

Essrea Cherin

Essrea Cherin, Executive Director
Pilgrims of Ibillin, Inc.

Pilgrims of Ibillin, Inc.

Financial Statements and Independent Auditor's Report
December 31, 2022

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PILGRIMS OF IBILLIN, INC.

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To the Board of Trustees of
Pilgrims of Ibillin, Inc.
Davidson, South Carolina

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of Pilgrims of Ibillin, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pilgrims of Ibillin, Inc. as of December 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Pilgrims of Ibillin, Inc. 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Artesian CPA, LLC

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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 Pilgrims of Ibillin, Inc.'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 Pilgrims of Ibillin, Inc.'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.

Artesian CPA, LLC

Artesian CPA, LLC

Denver, Colorado

June 5, 2023

Artesian CPA, LLC

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PILGRIMS OF IBILLIN, INC.
STATEMENT OF FINANCIAL POSITION
As of December 31, 2022

ASSETS

Current Assets:

Cash and equivalents-unrestricted	\$ 136,574
Prepaid expenses	1,090
Other Asset	<u>126</u>
Total Current Assets	<u>137,790</u>

Noncurrent Assets:

Property and equipment, net	<u>132</u>
Total Noncurrent Assets	<u>132</u>

TOTAL ASSETS \$ 137,922

LIABILITIES AND NET ASSETS

Current Liabilities:

Accrued expenses	\$ <u>1,589</u>
Total Liabilities	<u>1,589</u>

Net Assets:

Without donor restrictions	<u>136,333</u>
Total Net Assets	<u>136,333</u>

TOTAL LIABILITIES AND NET ASSETS \$ 137,922

See Independent Auditor's Report and accompanying notes, which are an integral part of these financial statements.

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PILGRIMS OF IBILLIN, INC.
STATEMENT OF ACTIVITIES
For the year ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Activities:			
Public support and revenue:			
Contributions	\$ 252,950	\$ 10,000	\$ 262,950
Pilgrimage trips	20,552	-	20,552
In-Kind contributions	2,123	-	2,123
Net assets released from restrictions	34,482	(34,482)	-
Total public support and revenue	<u>310,107</u>	<u>(24,482)</u>	<u>285,625</u>
Expenses:			
Program services	232,508	-	232,508
Supporting services:			
Management and general	102,443	-	102,443
Fundraising	10,364	-	10,364
Total expenses	<u>345,315</u>	<u>-</u>	<u>345,315</u>
Change in net assets from operating activities	(35,208)	(24,482)	(59,690)
Net assets at beginning of year	<u>171,541</u>	<u>24,482</u>	<u>196,023</u>
Net assets at end of year	<u>\$ 136,333</u>	<u>\$ -</u>	<u>\$ 136,333</u>

See Independent Auditor's Report and accompanying notes, which are an integral part of these financial statements.

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PILGRIMS OF IBILLIN, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2022

	Program Services					Supporting Services			
	Mar Elias Educational Institute	Pilgrimage Trips	Peace Partners	Other Programs	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total Expenses
Grant expense	\$ 177,630	\$ -	\$ 26,492	\$ -	\$ 204,122	\$ -	\$ -	\$ -	\$ 204,122
Salaries & Wages	-	-	-	-	-	65,641	-	65,641	65,641
Travel & Meetings Expenses	-	26,521	-	489	27,010	7,400	-	7,400	34,410
Contract expenses	-	-	-	798	798	14,869	8,140	23,009	23,807
Other Expense	-	-	-	522	522	7,672	1,916	9,588	10,110
Office expense	-	-	-	56	56	6,861	308	7,169	7,225
	<u>\$ 177,630</u>	<u>\$ 26,521</u>	<u>\$ 26,492</u>	<u>\$ 1,865</u>	<u>\$ 232,508</u>	<u>\$ 102,443</u>	<u>\$ 10,364</u>	<u>\$ 112,807</u>	<u>\$ 345,315</u>

See Independent Auditor's Report and accompanying notes, which are an integral part of these financial statements.

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PILGRIMS OF IBILLIN, INC.
STATEMENT OF CASH FLOWS
For the year ended December 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Changes in net assets	\$ (59,690)
Adjustments to reconcile changes in net assets to net cash used in operating activities:	
Depreciation expense	397
Change in operating assets and liabilities:	
Change in prepaid expense	(310)
Change in other asset	(126)
Change in accounts payable	(7,334)
Change in accrued expenses	<u>(1,211)</u>
Net cash used in operating activities	<u>(68,274)</u>
Net decrease in cash and cash equivalents	(68,274)
Cash and cash equivalents at beginning of year	<u>204,848</u>
Cash and cash equivalents at end of year	<u>\$ 136,574</u>
Supplemental Disclosure of Cash Flow Information:	
Interest paid	\$ -

See accompanying Independent Auditor's Report

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PILGRIMS OF IBILLIN, INC.
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2022 and for the year then ended

NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Pilgrims of Ibillin, Inc. (the “Organization”) is a not-for-profit organization with constituents in all of the 50 states. The Organization’s mission is to support the Mar Elias Educational Institutions and other mission projects that foster a just peace in Israel and Palestine. Pilgrims of Ibillin provides this support through financial resources, education, and peace building projects. The Organization operates a number of different programs to assist in achieving its mission. The largest of the Organizations programs are as follows: Mars Elias Educational Institution and Pilgrimage trips.

Mars Elias Educational Institution is the core of the work of Pilgrims of Ibillin, Inc. It’s an intentionally interfaith peace-building K-12 school in Northern Israel – near Haifa – in the town of Ibillin. This program brings together students from faith traditions and villages across the Galilee region. Pilgrims of Ibillin was an early partner for the school when it first began, and their partnership continues the support in the form of scholarships for students in need, building the new learning center, and supplementing support for the growing range of extra-curricular opportunities.

Pilgrimage trips are bi-annual opportunities for groups or individuals from the United States to visit a mixture of holy sites and peacemaking groups on both sided of the green lines (Israel and West Bank, but does not go to the Gaza Strip). The trip also includes visits to the Organization’s peace partners as often as possible and a few days at the Mar Elias schools. These groups are typically comprised of Christian communities, typically protestant, from all over the United States, and are open to everybody.

Financial Statement Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) “Audit and Accounting Guide for Not-for-Profit Organizations” (the “Guide”). Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

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 Organization. The Organization’s board may designate assets without restrictions for specific operational purposes from time to time.

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 Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

See accompanying Independent Auditor’s Report

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PILGRIMS OF IBILLIN, INC.
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2022 and for the year then ended

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For the purposes of the statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less, except those designated for long-term purposes, to be cash equivalents. The Organization's cash and cash equivalents in bank deposit accounts, at times, may exceed federally insured limits. As of December 31, 2022, the Organization did not exceed FDIC limits.

Accounts and Grants and Contributions Receivable

Accounts and grants and contributions receivable, represent amounts due from customers and donors, are stated at amounts estimated by management to be the net realizable value. The Organization periodically evaluates the collectability of accounts and grants and contributions receivable and establishes a reserve for uncollectible accounts based on an evaluation of the specific unpaid account balances. As of December 31, 2022, the Organization did not carry any receivables.

Property and Equipment

Property and equipment are recorded at cost when purchased. Depreciation is recorded for property and equipment using straight line method over the estimated useful lives of assets. When property and equipment is retired or sold, the cost and accumulated depreciation is eliminated and any resulting gain or loss is included in income for the year.

Contributions

Unconditional contributions are recognized when pledged and 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. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

Contributed Services and Other In-Kind Contributions

Contributed services are recorded if they (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 Organization. A number of volunteers have contributed significant amounts of their time in the Organization's program services but are not recognized as contributions in the financial statements

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PILGRIMS OF IBILLIN, INC.
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2022 and for the year then ended

because they do not meet the aforementioned criteria. For the year ended December 31, 2022 there were in-kind contributions totaling \$2,123, consisting of goods and professional services.

Measure of Operation

The statement of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate return from investments, contributions, leasing and other activities considered to be of a more unusual or nonrecurring nature.

New Accounting Pronouncement

In February 2016, the FASB issued ASU 2016-02, *Leases* (Topic 842). This ASU requires a lessee to recognize a right-of-use asset and a lease liability under most operating leases in its balance sheet. The ASU is effective for annual and interim periods beginning after December 15, 2022, including interim periods within those fiscal years. Early adoption is permitted. The Organization has adopted this standard in 2022, which did not have a material impact on the Organization's financial statements.

Functional Allocation of Expenses

The costs of providing program and supporting services have been summarized on a functional basis in the accompanying statements of functional expenses. The Organization incurs expenses that directly relate to, and can be assigned to, a specific program or supporting activity. The Organization also conducts a number of activities which benefit both its program activities as well as supporting services (i.e. fundraising and management and general activities). These costs, which are not specifically attributable to a specific program or supporting activity, are allocated by management on a consistent basis among program and supporting services benefited, based on either financial or nonfinancial data, such as headcount, square footage, or estimates of time and effort incurred by personnel.

Income Tax

No provision has been made for income taxes, since the Organization is exempt from Federal income tax pursuant to Internal Revenue Code Section 501(c)(3) as a private foundation. Private foundations are subject to an excise tax on net investment income, which includes realized gains on the sale of assets. The tax is equal to 2% of net investment income, but can be reduced to 1% if qualifying expenditures exceed certain minimal amounts.

Income from activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. There was no unrelated business taxable income during the year.

The Organization has not recognized any cumulative adjustment relating to the adoption of FASB ASC Income Tax Topic, nor are there any unrecognized tax benefits to be disclosed as of December 31, 2022. Uncertainty in income taxes for a not-for-profit organization would include the status of its exemption from taxes, status of filings in local jurisdictions, and unrelated business income, if any.

PILGRIMS OF IBILLIN, INC.
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2022 and for the year then ended

The Organization's information return filings for the years 2020 to 2022 remain subject to examination by the Internal Revenue Service.

NOTE 2: FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board ("FASB") guidance specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect market assumptions. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement). The three levels of the fair value hierarchy are as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 primarily consists of financial instruments whose value is based on quoted market prices such as exchange-traded instruments and listed equities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (e.g., quoted prices of similar assets or liabilities in active markets, or quoted prices for identical or similar assets or liabilities in markets that are not active).

Level 3 – Unobservable inputs for the asset or liability. Financial instruments are considered Level 3 when their fair values are determined using pricing models, discounted cash flows or similar techniques and at least one significant model assumption or input is unobservable.

The carrying amount reported in the statement of financial position approximate their fair value.

NOTE 3: PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2022 are summarized as follows:

Furniture, Fixtures, Equip	\$	1,190
Accumulated depreciation		<u>(1,058)</u>
Net Property and Equipment	\$	<u>132</u>

Depreciation expense for the year ended December 31, 2022 totaled \$397.

PILGRIMS OF IBILLIN, INC.
NOTES TO THE FINANCIAL STATEMENTS
As of December 31, 2022 and for the year then ended

NOTE 4: DONOR RESTRICTED NET ASSETS

The following schedule summarizes activity and balances related to donor restricted net assets:

Donor Restricted Balance 1/1/2022	Current Period Contributions	Expended or Released	Donor Restricted Balance 12/31/2022
\$ 24,482	\$ 10,000	\$ (34,482)	\$ -
<u>\$ 24,482</u>	<u>\$ 10,000</u>	<u>\$ (34,482)</u>	<u>\$ -</u>

NOTE 5: COMMITMENTS AND CONTINGENCIES

The Organization has received grants for specific purposes that are subject to review and audit by grantor agencies. Such audits may result in grantor agencies requiring a reimbursement from the foundation for expenditures disallowed by the grant terms. Management does not expect any such disallowances to be material.

NOTE 6: LIQUIDITY

The following reflects the Organization's financial assets of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. Amounts not available include amounts the Organization's board of directors have designated for specific operating purposes, regardless of whether those designated amounts were reclassified if the board so chooses.

Financial Assets at Year End	\$ 137,790
Less: Funds unavailable for general expenditures due to contractual or donor-imposed restrictions (time or purpose)	
Restricted by donor with time or purpose restriction	-
Financial Assets available to meet cash needs for general expenditures within one year	<u>\$ 137,790</u>

NOTE 7: SUBSEQUENT EVENTS

Management of the Organization has evaluated events and transactions that occurred after the balance sheet date through June 5, 2023, the date the financial statements were available to be issued and has determined that no subsequent events occurred that require recognition or disclosure in these financial statements.

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	Adj 12/31/2021	Unadj 12/31/2022	AJE	Adj 12/31/2022	Final FS Grouping
					<C>
1030 Cash:PayPal	92	-	-	-	Cash and cash equivalents
1050 Cash:WF Checking x2439	206,552	136,574	-	136,574	Cash and cash equivalents
1400 Other Current Assets	-	126	-	126	Other Current Assets
1420 Other Current Assets:Prepaid Expenses	780	1,090	-	1,090	Prepaid expenses
1499 Undeposited Funds	(1,795)	-	-	-	Cash and cash equivalents
1640 Fixed Operating Assets:Furniture, Fixtures, Equip	1,190	1,190	-	1,190	Property and equipment, net
1745 Accum Depreciation - Fixed Operating Assets:Accum Deprec - Furn, Fix, Equip	(661)	(661)	(397)	(1,058)	Property and equipment, net
2000 Accounts Payable	(7,334)	-	-	-	Accounts payable
2210 Accrued Liabilities:Accrued Payroll	-	(2,817)	1,693	(1,124)	Accrued expenses
1410 Other Current Assets:Pilgrimage Trip Deposits	(2,800)	-	-	-	Accrued expenses
Direct Deposit Payable	-	-	-	-	
North Carolina Department of Revenue Payable	-	-	-	-	
Payroll Liabilities:CO Income Tax	-	(76)	-	(76)	Accrued expenses
Payroll Liabilities:MA Unemployment Tax	-	2	-	2	Accrued expenses
Payroll Liabilities:WA Paid Family and Medical Leave Tax	-	(27)	-	(27)	Accrued expenses
Payroll Liabilities:WA SUI Employer	-	(364)	-	(364)	Accrued expenses
3000 Unrestricted Net Assets	(70,240)	(70,240)	-	(70,240)	Unrestricted Net Assets
3100 Temporarily Restricted Net Assets	(149,662)	(149,662)	-	(149,662)	Unrestricted Net Assets
3900 Retained Earnings	-	25,572	(1,693)	23,879	Unrestricted Net Assets
4010 Contributed Revenue:Revenue from Direct Contributions:Individual Contribution:	(208,631)	(231,918)	-	(231,918)	Contributions
4030 Contributed Revenue:Revenue from Direct Contributions:Corporate Contribution:	-	(32)	-	(32)	Contributions
4040 Contributed Revenue:Revenue from Direct Contributions:Nonprofit Contribution	(32,077)	(31,000)	-	(31,000)	Contributions
4050 Contributed Revenue:Revenue from Direct Contributions:Bequest Income	(32,423)	-	-	-	Contributions
4110 Contributed Revenue:Donated Goods & Services Revenue:Donated Professional S	-	(256)	-	(256)	In-Kind
4140 Contributed Revenue:Donated Goods & Services Revenue:Gifts in Kind - Goods	-	(1,866)	-	(1,866)	In-Kind
4610 Earned Revenue:Special Project Income:Pilgrimage Trip	-	(20,552)	-	(20,552)	Special Project Income
5490 Misc Revenue	(18)	-	-	-	Misc Revenue
7290 Administrative Expenses:Workers Comp	277	487	-	487	Contract expenses
7510 Fundraising Expenses:Donor/Contact Management	4,387	8,879	-	8,879	Contract expenses
7515 Administrative Expenses:Accounting Fees	19,416	13,853	-	13,853	Contract expenses
7530 Professional Fees - Other	(1,148)	-	-	-	Contract expenses
7540 Program Expenses:Contract Service Expenses:Honorariums	1,214	-	-	-	Contract expenses
Administrative Expenses:7535 Charitable Registration Service Fee	-	20	-	20	Other Expense
7555 Administrative Expenses:Website work	6,890	505	-	505	Other Expense
8270 Administrative Expenses:Facility & Equipment Expenses:Depreciation & Amortiz	364	-	397	397	Other Expense
8520 Administrative Expenses:Other Expenses:Insurance - Non-Employee Related	715	870	-	870	Other Expense
8540 Administrative Expenses:Other Expenses:Recruitment & Staffing	255	-	-	-	Other Expense
8550 Administrative Expenses:Other Expenses:Bank Fees	406	503	-	503	Other Expense
8560 Administrative Expenses:Other Expenses:Merchant Processing Fees	1,671	2,088	-	2,088	Other Expense
8580 Administrative Expenses:Other Expenses:State Filing Fees	11,407	2,121	-	2,121	Other Expense
8590 Administrative Expenses:Other Expenses:Other Expenses	300	142	-	142	Other Expense
8410 Fundraising Expenses:End of Year Mailing	-	2,235	-	2,235	Other Expense
8570 Fundraising Expenses:Advertising/Donor Relations	-	1,220	-	1,220	Other Expense
PayPal Fees	-	11	-	11	Other Expense
7010 Program Expenses:Grants, Contracts, & Direct Assistance:Grants to Individuals	2,352	-	-	-	Grant expense
7020 Program Expenses:Grants, Contracts, & Direct Assistance:Grants & Assistance to	179,603	204,122	-	204,122	Grant expense
7225 Program Expenses:Salaries & Related Expenses:Salaries & Wages:Executive Direct	39,034	36,500	-	36,500	Salaries & Wages
7226 Program Expenses:Salaries & Related Expenses:Salaries & Wages:Administrative A	13,883	2,990	-	2,990	Salaries & Wages
7227 Program Expenses:Salaries & Related Expenses:Salaries & Wages:Operations Adm	-	17,333	-	17,333	Salaries & Wages
7240 Program Expenses:Salaries & Related Expenses:Payroll Taxes	2,176	7,854	-	7,854	Salaries & Wages
7250 Program Expenses:Salaries & Related Expenses:Payroll Service Fees	460	964	-	964	Salaries & Wages
7550 Program Expenses:Contract Service Expenses:Marketing Expenses	598	588	-	588	Contract expenses
8000 Program Expenses:Program Events & Outreach	-	9	-	9	Travel & Meetings Expenses
8030 Program Expenses:Program Events & Outreach:Pilgrimages	-	97	-	97	Travel & Meetings Expenses
8050 Program Expenses:Program Events & Outreach:Webinars	291	480	-	480	Travel & Meetings Expenses
8110 Program Expenses:Nonpersonnel Expenses:Supplies	64	30	-	30	Office expense
8130 Program Expenses:Nonpersonnel Expenses:Telephone & Telecommunications	346	362	-	362	Office expense
8140 Program Expenses:Nonpersonnel Expenses:Postage & Shipping	4,034	3,038	-	3,038	Office expense
8160 Program Expenses:Nonpersonnel Expenses:Computer Software & Hardware	342	1,364	-	1,364	Office expense
8170 Program Expenses:Nonpersonnel Expenses:Printing & Copying	3,540	1,698	-	1,698	Office expense
8190 Program Expenses:Nonpersonnel Expenses:Internet/Web/Hosting Fees	771	732	-	732	Office expense
8300 Program Expenses:Travel & Meetings Expenses	-	398	-	398	Travel & Meetings Expenses
8310 Program Expenses:Travel & Meetings Expenses:Transportation	-	1,086	-	1,086	Travel & Meetings Expenses
8320 Program Expenses:Travel & Meetings Expenses:Meals	98	294	-	294	Travel & Meetings Expenses
8330 Program Expenses:Travel & Meetings Expenses:Lodging	-	556	-	556	Travel & Meetings Expenses
8340 Program Expenses:Travel & Meetings Expenses:Airfare	1,184	437	-	437	Travel & Meetings Expenses
8360 Program Expenses:Travel & Meetings Expenses:Board Travel GIK	-	2,375	-	2,375	Travel & Meetings Expenses
8370 Program Expenses:Travel & Meetings Expenses:Board Lodging and Meals	-	2,254	-	2,254	Travel & Meetings Expenses
8420 Program Expenses:Pilgrimage Trip Costs	-	26,425	-	26,425	Travel & Meetings Expenses
9200 Bad Debt Expense	2,100	-	-	-	Other Expense
	(0)	0	(0)	0	

FC

2022 Adjusting Journal Entries

<u>AJE #</u>	<u>Account</u>	<u>Debit</u>	<u>Credit</u>
1	<i>To adjust RE to actual</i>		
	2210 Accrued Liabilities:Accrued Payroll	\$ 1,693	
	3900 Retained Earnings		\$ 1,693
2	<i>To record depreciation for the year.</i>		
	8270 Administrative Expenses:Facility & Equipment	397	
	1745 Accum Depreciation - Fixed Operating Assets:Accum Deprec - Furn, Fix		397
		<u>\$ 2,090</u>	<u>\$ 2,090</u>

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