GUIDING LIGHT MISSION, INC.
AND SUBSIDIARY

AUDITED CONSOLIDATED FINANCIAL STATEMENTS

Years Ended June 30, 2024 and 2023

Goodlander, Swett & Rybicki
Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Guiding Light Mission, Inc.
Grand Rapids, Michigan

Report on the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Guiding Light Mission, Inc. (a Michigan nonprofit organization) and Subsidiary, which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Guiding Light Mission, Inc. and Subsidiary as of June 30, 2024 and 2023, and the results of their operations and 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 auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Guiding Light Mission, Inc. and Subsidiary 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 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 Guiding Light Mission, Inc. and Subsidiary's ability to continue as a going concern for the next year.

Auditors' 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 GAAS 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

In performing an audit in accordance with GAAS, 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 Guiding Light Mission, Inc. and Subsidiary'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 Guiding Light Mission, Inc. and Subsidiary'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.

Goodlander, Swett + Rybicki

Goodlander, Swett & Rybicki
Certified Public Accountants

November 24, 2024

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
June 30, 2024 and 2023

	2024	2023
ASSETS		
Current:		
Cash on hand	$ 183,532	$ 167,474
Accounts receivable	0	258,542
Investments	4,483,687	3,949,016
Other current assets	373,653	67,289
Total current assets	5,040,872	4,442,321
Non-current:		
Property and equipment - net	2,441,634	2,400,044
TOTAL ASSETS	$ 7,482,506	$ 6,842,365
LIABILITIES AND NET ASSETS		
LIABILITIES		
Current:		
Accounts payable	$ 49,662	$ 39,680
Bank line of credit	44,379	-
Accrued wages	64,115	63,027
Other accrued liabilities	15,000	17,124
TOTAL LIABILITIES	173,156	119,831
NET ASSETS		
With donor restrictions	-	48,846
Without donor restrictions		
Board designated	-	-
Undesignated	7,309,350	6,673,688
Total without donor restrictions	7,309,350	6,673,688
TOTAL NET ASSETS	7,309,350	6,722,534
TOTAL LIABILITIES AND NET ASSETS	$ 7,482,506	$ 6,842,365

See Notes to Consolidated Financial Statements.

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support:			
Contributions - cash	$ 3,184,860	$ 82,666	$ 3,267,526
Contributions - in-kind	1,278,759	-	1,278,759
Services	638,488	-	638,488
Fundraising event net of expenses	23,255	-	23,255
Net investment income	172,794	-	172,794
Rent	218,668	-	218,668
Gain (loss) on sale of property and equipment	(255,497)	-	(255,497)
Net assets released from restrictions:			
Satisfaction of purpose restrictions	131,512	(131,512)	-
TOTAL REVENUES, GAINS, AND OTHER SUPPORT	5,392,839	(48,846)	5,343,993
Expenses			
Program services expenses	3,866,769	-	3,866,769
Management and general	230,715	-	230,715
Fund raising	659,694		659,694
Income taxes		-	-
TOTAL EXPENSES	4,757,177	-	4,757,177
INCREASE (DECREASE) IN NET ASSETS	635,662	(48,846)	586,816
NET ASSETS AT BEGINNING OF YEAR	6,673,688	48,846	6,722,534
NET ASSETS AT END OF YEAR	$ 7,309,350	$ -	$ 7,309,350

See Notes to Consolidated Financial Statements.

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support:			
Contributions - cash	$ 3,439,066	$ -	$ 3,439,066
Contributions - in-kind	1,045,587	-	1,045,587
Services	3,086,682	-	3,086,682
Fundraising event net of expenses	5,332	-	5,332
Net investment income	50,242	-	50,242
Rent	160,913	-	160,913
Net assets released from restrictions:			
Satisfaction of purpose restrictions	-	-	-
TOTAL REVENUES, GAINS, AND OTHER SUPPORT	7,787,821	-	7,787,821
Expenses			
Program services expenses	5,941,500	-	5,941,500
Management and general	176,937	-	176,937
Fund raising	1,145,202		1,145,202
Income taxes		-	-
TOTAL EXPENSES	7,263,639	-	7,263,639
INCREASE (DECREASE) IN NET ASSETS	524,182	-	524,182
NET ASSETS AT BEGINNING OF YEAR	6,149,506	48,846	6,198,352
NET ASSETS AT END OF YEAR	$ 6,673,688	$ 48,846	$ 6,722,534

See Notes to Consolidated Financial Statements.

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2024

	Program Services			Supporting Services		
	Rescue, Recovery, Re-Engagement	Recruit, Engage, Retain Talent	Total	Management and General	Fund Raising	Total Expenses
Salaries, wages and benefits	$ 856,233	$ 550,188	$ 1,406,421	$ 175,367	$ 229,326	$ 1,811,114
Payroll taxes and compensation insurance	65,244	27,613	92,856	12,117	15,845	120,818
Facilities expenses	316,094	6,187	322,281	12,319	-	334,600
Depreciation	133,905	-	133,905	7,048	-	140,952
Promotion and publicity	192,036	22,014	214,050	3,547	384,281	601,879
Telephone and postage	27,062	250	27,312	2,993	13,454	43,758
Office expense	101,596	33	101,629	5,631	5,363	112,623
Automotive expenses	26,602	-	26,602	-	-	26,602
Transportation expenses	-	192	192	-	-	192
Supplies	384,917	219	385,135	(125)	-	385,010
Donations	853,532	-	853,532	-	-	853,532
Professional services	93,973	4,301	98,274	5,080	5,339	108,692
Board development	1,350	-	1,350	75	75	1,500
Miscellaneous	62,292	140,937	203,229	6,664	17,366	227,259
TOTAL EXPENSES	3,114,836	751,933	3,866,769	230,715	671,049	4,768,532
Less expenses included with revenues on the statement of activities:						
Fundraising expense	-	-	-	-	(11,355)	(11,355)
Total expenses included in the expense section of the statement of activities	$ 3,114,836	$ 751,933	$ 3,866,769	$ 230,715	$ 659,694	$ 4,757,177

See Notes to Consolidated Financial Statements.

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2023

	Program Services			Supporting Services		
	Rescue, Recovery, Re-Engagement	Recruit, Engage, Retain Talent	Total	Management and General	Fund Raising	Total Expenses
Salaries, wages and benefits	$ 944,916	$ 2,441,415	$ 3,386,330	$ 123,803	$ 283,875	$ 3,794,008
Payroll taxes and compensation insurance	91,123	335,208	426,331	11,370	26,070	463,771
Facilities expenses	249,753	4,016	253,769	13,356	-	267,125
Depreciation	125,577	-	125,577	6,609	-	132,186
Promotion and publicity	52,594	136,936	189,530	2,184	846,355	1,038,069
Telephone and postage	51,321	2,851	54,172	2,851	-	57,023
Office expense	110,420	1,693	112,113	5,901	-	118,014
Automotive expenses	30,299	-	30,299	1,595	-	31,894
Transportation expenses	-	43,369	43,369	-	-	43,369
Supplies	243,187	(821)	242,366	-	-	242,366
Donations	844,175	-	844,175	-	-	844,175
Professional services	57,154	41,625	98,779	2,180	-	100,959
Board development	1,901	-	1,901	100	-	2,001
Miscellaneous	76,145	56,642	132,787	6,989	-	139,776
TOTAL EXPENSES	2,878,565	3,062,935	5,941,500	176,937	1,156,300	7,274,737
Less expenses included with revenues on the statement of activities: Fundraising expense	-	-	-	-	(11,098)	(11,098)
Total expenses included in the expense section of the statement of activities	$ 2,878,565	$ 3,062,935	$ 5,941,500	$ 176,937	$ 1,145,202	$ 7,263,639

See Notes to Consolidated Financial Statements.

GUIDING LIGHT MISSION, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS
Years Ended June 30, 2024 and 2023

	2024	2023
OPERATING ACTIVITIES		
Change in net assets	$ 586,816	$ 524,182
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	140,952	132,187
Net realized and unrealized gain in investments	-	-
Non-cash contributions	(1,278,759)	(1,045,587)
Donated program expenses	1,278,759	1,045,587
(Gain) loss on disposal of property and equipment	255,497	-
(Increase) Decrease in receivables	258,542	428,304
Decrease (Increase) in other current assets	(306,364)	7,741
(Decrease) Increase in current liabilities	8,946	12,468
NET CASH PROVIDED BY OPERATING ACTIVITIES	944,389	1,104,882
INVESTING ACTIVITIES		
Purchase of property and equipment	(1,093,116)	(829,027)
Proceeds from disposal of property and equipment	655,077	-
Net change in investments	(534,671)	(531,616)
NET CASH USED BY INVESTING ACTIVITIES	(972,710)	(1,360,643)
FINANCING ACTIVITIES		
Proceeds from borrowing activities (net)	44,379	
NET CASH PROVIDED BY FINANCING ACTIVITIES	44,379	-
NET (DECREASE) INCREASE IN CASH	16,058	(255,761)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	167,474	423,235
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 183,532	$ 167,474
Cash paid for interest	$ 262	$ -

See Notes to Consolidated Financial Statements.

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Guiding Light Mission, Inc. and Subsidiary (collectively the "Organization"), located in Grand Rapids, Michigan, is comprised of a not-for-profit organization and its wholly owned for-profit subsidiary. Through the guiding light of God's Spirit, Guiding Light Mission partners with individuals to fulfill their God-given potential through rescue, recovery, and re-engagement in community.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles for nonprofit organizations.

Net assets of the Organization are classified as follows:

Net Assets Without Donor Restrictions – Net assets that are available for use in general operations and not subject to donor restrictions. The governing board has designated, from net assets without donor restrictions, net assets for a board-designated endowment.

Net Assets With Donor Restrictions – Net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Functional Allocation of Expenses

The costs to provide programs and other activities have been summarized on a functional basis in the statements of activities and in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Allocation percentages for employee salary/taxes/benefits were determined based on general time study of function tasks. Common costs of occupying facilities are allocated based on square footage used by activities.

NOTE A – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Consolidating Policy

Included in the consolidated financial statements are the financial position and financial results of a wholly owned subsidiary. The Job Post is a for-profit subsidiary established to recruit, engage, and retain talent through hiring opportunities. All significant intra-organizational accounts and transactions have been eliminated.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Accounts Receivable

Should there be an accounts receivable balance as of the end of a fiscal year, Management evaluates the collectability of accounts receivable and makes a determination as to whether a reserve for uncollectible accounts is required. This evaluation is conducted on an ongoing basis.

Investments

Investments in marketable securities with readily determinable fair values are valued at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets.

Property and Equipment

Property and equipment are stated at cost. Donated items are recorded at fair market value at the date of gift. Expenditures for additions and improvements are capitalized. Expenditures for repairs and maintenance are expensed as incurred. Depreciation is computed over the estimated useful lives of the assets by the straight line method.

Revenue Recognition

The Organization adopted Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* and all subsequent amendments to the ASU (collectively, "ASC 606"), which supersedes most existing revenue recognition guidance and outlines a single comprehensive model for recognizing revenue as performance obligations, as defined in a contract with a customer as goods or services transferred to the customer in exchange for consideration, are satisfied. The adoption of ASC 606 did not have a material impact on the financial statements of the Organization upon adoption.

NOTE A – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Contributions are recognized as revenue when they are received or unconditionally pledged. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor imposed restrictions that are fulfilled in the same period they are received are recorded as unrestricted support.

The Organization reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of goods and services which are used in providing program services are included in program service expense. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how these long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tax Status

Guiding Light Mission, Inc. is a not-for-profit organization and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Guiding Light Mission, Inc.'s Subsidiary is a for-profit entity owned 100% by Guiding Light Mission Inc. and files a consolidated Form 990 with Guiding Light Mission, Inc. The Subsidiary's income is reported as unrelated business taxable income on the Form 990-T that is filed with the Internal Revenue Service. There are no taxes due with the Form 990-T for the years ended June 30, 2023 and 2022, respectively. The Subsidiary has available net operating losses of approximately $800,000 to be carried forward to offset taxable income in future tax years without expiration.

The Organization does not believe it has taken any uncertain tax positions and no asset or liability has been recorded for an uncertain tax position.

NOTE A – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Concentrations of Risk

The Organization’s financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents. The Organization places its cash with high quality financial institutions. The Organization has entered into an arrangement with a financial institution that ensures that the Organization’s financial instruments are not exposed to potential loss for balances that may exceed FDIC insured limits in the aggregate.

The Organization receives a substantial amount of its revenue from various individuals, churches and organizations. A significant reduction in the level of this support, if it were to occur, may affect the Organization’s programs and activities.

Contributed Services

A number of individuals volunteer their time for the Organization’s program services and general operations. The contributed services are not specialized in nature, and are not reported as revenue and expenses in the accompanying financial statements. These services do not meet the criteria for recognition as donated services.

Lease Accounting Rules

In February 2016, FASB issued ASU No. 2016-02, Leases (Topic 842). FASB ASC 842 supersedes the lease requirements in FASB ASC 840. Under FASB ASC 842, lessees are required to recognize assets and liabilities on the balance sheet for most leases and provide enhanced disclosures. The Organization adopted FASB ASC 842, with a date of initial application of July 1, 2022, by applying the modified retrospective transition approach and using the additional (and optional) transition method provided by ASU No. 2018-11, Leases (Topic 842): Targeted Improvements.

The Organization did not restate prior comparative periods as presented under FASB ASC 840 and instead evaluated whether a cumulative effect adjustment to net assets as of July 1, 2022, was necessary for the cumulative impact of adoption of FASB ASC 842. No cumulative effect adjustment to net assets as of July 1, 2022, was necessary. FASB ASC 842 did not have a significant effect on the results of activities or cash flows for the year ended June 30, 2023.

NOTE A – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Lease Accounting Rules (Continued)

As part of the transition, the Organization implemented new internal controls and key system functionality to enable the preparation of financial information on adoption and elected to apply the following package of practical expedients:

- Election not to reassess whether any expired or existing contracts are or contain leases.
- Election not to reassess the lease classification for any expired or existing leases.
- Election not to reassess initial direct costs on any existing leases.
- Election whereby the lease and non-lease components will not be separated for leases of office space.
- Election not to record ROU assets and corresponding lease liabilities for short-term leases with a least term of 12 months or less, but greater than 1 month. Leases of 1 month or less are not included in short-term least costs.

NOTE B – LIQUIDITY AND AVAILABILITY

The Organization receives significant contributions and promises-to-give restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

NOTE B – LIQUIDITY AND AVAILABILITY (CONTINUED)

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	June 30, 2024	June 30, 2023
Cash and cash equivalents	$ 183,532	$ 167,474
Accounts receivable	0	258,542
Investments	4,483,687	3,949,016
	4,667,219	4,375,032
Less:		
Net assets with donor restrictions	(0)	(48,846)
Board designated net assets	(0)	(0)
	(0)	(48,846)
Net financial assets available for general expenditures	$ 4,667,219	$ 4,326,186

The Organization also could draw upon $250,000 of available line of credit (as further discussed in Note E).

NOTE C – FAIR VALUES OF FINANCIAL INSTRUMENTS

The Organization reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 – Quoted prices for identical assets or liabilities in active markets to which the Organization has access at the measurement date.
- Level 2 – Inputs other than quoted prices included in level 1 that are observable for the assets or liabilities, either directly or indirectly. Level 2 inputs include:
    - quoted prices for similar assets or liabilities in active markets;
    - quoted prices for identical or similar assets in markets that are not active;
    - observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
    - inputs derived principally from, or corroborated by, observable market data by correlation or by other means.
- Level 3 – Unobservable inputs for the assets or liabilities. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

NOTE C – FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

When available, the Organization measures fair value using level 1 inputs because they generally provide the most reliable evidence of fair value. The Organization measures fair value for their investments using level 1 inputs. The primary uses of fair value measures in the organization's financial statements are to measure its investments.

The following tables summarize the levels in the fair value hierarchy of the organization's investments at June 30, 2024 and 2023:

Year ended June 30, 2024

	Total	Level 1
Cash equivalent funds	$ 1,102,891	$ 1,102,891
Other investments	3,380,796	3,380,796
	$ 4,483,687	$ 4,483,687

Year ended June 30, 2023

	Total	Level 1
Cash equivalent funds	$ 1,447,328	$ 1,447,328
Certificates of deposit	1,508,397	1,508,397
Mutual funds	993,291	993,291
	$ 3,949,016	$ 3,949,016

The Organization did not have any investments measured using Level 2 or Level 3 inputs.

NOTE D – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:

	June 30, 2024	June 30, 2023
Land	$ 246,400	$ 246,400
Building and improvements	3,496,796	3,375,004
Furniture and fixtures	138,314	115,349
Automotive and other equipment	269,430	231,645
	4,150,940	3,968,398
Less accumulated depreciation	(1,709,306)	(1,568,354)
	$ 2,441,634	$ 2,400,044

NOTE E – BANK LINE OF CREDIT

The Organization has a $150,000 unsecured line of credit with a bank. This line of credit arrangement bears interest according to the prime rate index (8.50% at June 30, 2024), subject to a minimum interest rate of 3.0%. This line of credit arrangement has a maturity date of January 31, 2025. Borrowings under this line of credit arrangement amounted to $44,379 as of June 30 2024. There were no borrowings under this line of credit arrangement as of June 30, 2023.

NOTE F – BOARD DESIGNATED FUND

Guiding Light Mission, Inc. had established a Board designated fund for fiscal years ended June 30, 2022 and prior. The terms of the fund required the principal and the income earned by the fund to be used for the Organization's maintenance, expansion, and upkeep of its physical properties, providing seed money for new programs for no longer than five years per program and giving to missions. Fund monies were not to be used for the ordinary operating expenses of the Organization. The Board chose to transfer funds from the Board designated fund to the Organization's operating fund during the year ended June 30, 2023.

NOTE G – RETIREMENT PLAN

The Organization maintains a retirement plan for eligible employees. The plan is a SIMPLE IRA which permits employee compensation deferral as well as employer contributions. Contributions to the plan by the Organization were $16,756 and $16,289 for the years ended June 30, 2024 and 2023, respectively.

NOTE H – NON-CASH DONATIONS

Donated goods received are comprised primarily of food. Relatively small amounts of donated goods are received in the form of clothing and other incidental items as well as donated services.

NOTE I – NET ASSETS WITH DONOR RESTRICTIONS

Temporarily restricted net assets consisting of cash contributed for various purposes are as follows:

	June 30, 2024	June 30, 2023
Laundry Room Remodel	$ -	$ 2,346
Back to Work Program	-	30,000
Building Fund	-	15,500
Podcast	-	1,000
	$ -	$ 48,846

NOTE J – ADOPTION OF NEW ACCOUNTING PRONOUNCEMENTS

For the year ended June 30, 2024, the Organization adopted Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure.

The Organization also adopted Accounting Standards Update (ASU) No. 2016-06: *Leases (Topic 842)* as amended. This guidance is intended to improve financial reporting of lease transactions by requiring organizations that lease assets to recognize assets and liabilities for the rights and obligations created by leases that extend more than twelve months. Key provisions in this guidance include additional disclosures regarding the amount, timing, and uncertainty of cash flows arising from leases. Due to the Organization's operating lease not having a material impact on net assets, they were not required to recognize a right-to-use lease asset or lease liability as of July 1, 2022. The lease will continue to be reported in accordance with the historical accounting treatment under ASC 840 until it expires.

In June 2016, the FASB issued guidance (FASB ASC 326) which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that are not measured at fair value through net income. The most significant change is this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the organization that are subject to the guidance in FASB ASC 326 were trade accounts receivable.

NOTE J – ADOPTION OF NEW ACCOUNTING PRONOUNCEMENTS (CONTINUED)

The Organization adopted FASB ASC 326 effective July 1, 2023. The impact of the adoption was not considered material to the financial statements and primarily resulted in new/enhanced disclosures only.

NOTE K – SUBSEQUENT EVENTS

Subsequent events have been evaluated through November 24, 2024, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

The Organization's Board of Directors has voted to wind down the operations of the Organization's wholly owned subsidiary, The Job Post. This process was in place as of June 30, 2024 and is not expected to have a significant impact on the net asset position of the consolidated financial statements presented as of and for the year ended June 30, 2024.