

KING'S HOME, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2022
(With Comparative Totals for 2021)

ASSETS	<u>2022</u>	<u>2021</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 617,920	\$ 908,071
Investments	662,195	788,554
Accounts receivable	342,771	333,908
Prepaid expenses	<u>35,984</u>	<u>19,547</u>
TOTAL CURRENT ASSETS	1,658,870	2,050,080
PROPERTY AND EQUIPMENT, net	3,631,249	3,700,502
OTHER ASSETS		
Operating lease right-of-use assets	1,459,791	-
Other	<u>25,513</u>	<u>25,513</u>
TOTAL OTHER ASSETS	1,485,304	25,513
TOTAL ASSETS	<u>\$ 6,775,423</u>	<u>\$ 5,776,095</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 57,862	\$ 118,461
Accrued expenses	224,096	191,577
Lines of credit	367,624	94,432
Long term debt - current	45,866	38,026
Operating lease liabilities - current	257,069	-
Paycheck Protection Program loan payable	<u>-</u>	<u>1,130,637</u>
TOTAL CURRENT LIABILITIES	952,517	1,573,133
NONCURRENT LIABILITIES		
Long-term debt	194,534	236,817
Operating lease liabilities	<u>1,202,722</u>	<u>-</u>
TOTAL NONCURRENT LIABILITIES	1,397,256	236,817
TOTAL LIABILITIES	<u>2,349,773</u>	<u>1,809,950</u>
NET ASSETS - without donor restrictions	<u>4,425,650</u>	<u>3,966,145</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 6,775,423</u>	<u>\$ 5,776,095</u>

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

KING'S HOME, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2022
(With Comparative Totals for 2021)

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2022</u>	<u>Total</u>	<u>2021</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT						
Support and revenue						
Agency contract services	\$ 2,585,315	\$ -	\$ 2,585,315		\$ 2,857,558	
Grants	482,405	-	482,405		565,268	
Thrift store proceeds	2,723,280	-	2,723,280		2,907,206	
Contributions	1,851,136	-	1,851,136		2,004,886	
Special events, net	532,175	-	532,175		452,095	
Program revenue	372,378	-	372,378		449,923	
Net investment income (loss)	(159,927)	-	(159,927)		17,232	
Other income (expense), net	<u>1,113,643</u>	<u>-</u>	<u>1,113,643</u>		<u>(3,700)</u>	
Total support and revenue	9,500,405	-	9,500,405		9,250,468	
EXPENSES						
Programs	7,812,599	-	7,812,599		7,520,920	
Management and general	718,371	-	718,371		577,689	
Fundraising	<u>509,930</u>	<u>-</u>	<u>509,930</u>		<u>584,911</u>	
Total expenses	9,040,900	-	9,040,900		8,683,520	
Changes in net assets	459,505	-	459,505		566,948	
Net assets, beginning of year	<u>3,966,145</u>	<u>-</u>	<u>3,966,145</u>		<u>3,399,197</u>	
Net assets, end of year	<u>\$ 4,425,650</u>	<u>\$ -</u>	<u>\$ 4,425,650</u>		<u>\$ 3,966,145</u>	

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KING'S HOME, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2022
(With Comparative Totals for 2021)

	Programs							Total	
	Youth Program	Women's Program	Thrift Store Centers	Total Programs	Management and General	Fundraising	Total Supporting Services	2022	2021
House expenses									
Meals	\$ 166,222	\$ 14,833	\$ -	\$ 181,055	\$ -	\$ -	\$ -	\$ 181,055	\$ 170,170
Household	39,722	9,924	-	49,646	-	-	-	49,646	50,257
Vehicle fuel	87,663	16,413	-	104,076	-	-	-	104,076	80,237
Recreation	10,955	141	-	11,096	-	-	-	11,096	15,917
Internet and television	30,214	10,702	-	40,916	-	-	-	40,916	37,234
Children's allowances	9,719	-	-	9,719	-	-	-	9,719	11,176
Medical expenses	8,667	1,166	-	9,833	-	-	-	9,833	9,851
Clothing expenses	4,513	1,495	-	6,008	-	-	-	6,008	3,314
Other housing	9,562	8,546	-	18,108	-	-	-	18,108	29,673
Personnel expenses									
Salaries and wages	2,332,770	826,171	1,524,333	4,683,274	233,300	405,875	639,175	5,322,449	5,080,936
Payroll taxes	180,899	63,978	118,801	363,678	17,363	25,874	43,237	406,915	374,301
Employee benefits	225,662	78,289	112,583	416,534	29,390	47,917	77,307	493,841	465,215
Contract services									
Contract services	22,085	35,006	-	57,091	65,327	-	65,327	122,418	120,752
Professional services	-	52,382	-	52,382	21,473	176	21,649	74,031	63,534
Facilities expense									
Property and GL insurance	2,039	-	15,443	17,482	88,066	-	88,066	105,548	106,592
Rent	-	-	311,724	311,724	-	-	-	311,724	330,391
Repairs and maintenance	71,896	11,489	38,026	121,411	315	28	343	121,754	120,822
Depreciation	97,131	122,856	39,645	259,632	62,468	2,170	64,638	324,270	295,594
Vehicle expense									
Travel	-	-	-	-	-	2,455	2,455	2,455	3,461
Vehicle fuel	-	-	53,829	53,829	1,231	-	1,231	55,060	39,274
Vehicle lease	-	-	70,699	70,699	-	-	-	70,699	70,196
Vehicle repair	44,154	1,850	14,095	60,099	-	-	-	60,099	55,018
Vehicle insurance	-	-	5,617	5,617	54,633	-	54,633	60,250	64,218
Utilities expenses									
Electricity and gas	121,309	65,821	121,208	308,338	2,731	2,208	4,939	313,277	318,426
Telephone	28,756	4,670	14,135	47,561	4,604	2,272	6,876	54,437	82,168
Security, trash, and water	77,342	17,846	117,459	212,647	-	-	-	212,647	198,464
Training expenses									
Conference and meetings	11,118	2,307	(4)	13,421	2,572	6,446	9,018	22,439	16,467
Medical employment	-	-	-	-	24,101	-	24,101	24,101	20,067
Recruitment and relocation	-	13,302	-	13,302	58,616	-	58,616	71,918	47,447
Business expenses									
Advertising	-	-	-	-	-	2,632	2,632	2,632	30,160
Office expenses	21,850	243	58,571	80,664	50,985	8,124	59,109	139,773	136,708
Taxes and licenses	-	-	26	26	-	-	-	26	3,986
Postage and shipping	612	34,748	-	35,360	1,196	3,753	4,949	40,309	58,375
Farm, garden, and pottery expenses	51,141	146,230	-	197,371	-	-	-	197,371	173,119
	<u>\$ 3,656,001</u>	<u>\$ 1,540,408</u>	<u>\$ 2,616,190</u>	<u>\$ 7,812,599</u>	<u>\$ 718,371</u>	<u>\$ 509,930</u>	<u>\$ 1,228,301</u>	<u>\$ 9,040,900</u>	<u>\$ 8,683,520</u>

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

KING'S HOME, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2022
(With Comparative Totals for 2021)

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 459,505	\$ 566,948
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	324,270	295,594
Gain on sale of property and equipment	(854)	(6,672)
Net realized and unrealized investment loss	166,490	1,804
Noncash contributions of securities	-	(12,142)
Proceeds from sale of contributed investments	-	5,115
Changes in assets and liabilities		
Accounts receivable	(8,863)	76,047
Prepaid expenses	(16,437)	7,542
Other assets	-	(1,650)
Accounts payable	(60,599)	50,465
Accrued expenses	32,519	(71,835)
CASH PROVIDED BY OPERATING ACTIVITIES	896,032	911,216
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(267,748)	(781,211)
Proceeds from sale of property and equipment	13,585	76,898
Purchase of investments	(46,389)	(836,750)
Proceeds from sales and maturities of investments	6,258	71,139
CASH USED FOR INVESTING ACTIVITIES	(294,294)	(1,469,924)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds (repayments) under lines of credit	273,192	(177,122)
Proceeds from long-term debt	-	86,481
Forgiveness of PPP Loan	(1,130,637)	-
Repayments on long-term debt	(34,443)	(105,343)
CASH USED FOR FINANCING ACTIVITIES	(891,888)	(195,984)
NET DECREASE IN CASH	(290,151)	(754,692)
CASH AT BEGINNING OF YEAR	908,071	1,662,763
CASH AT END OF YEAR	<u>\$ 617,920</u>	<u>\$ 908,071</u>
SUPPLEMENTAL CASH FLOW INFORMATION:		
Cash paid for interest	<u>\$ 19,517</u>	<u>\$ 3,534</u>

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