Barnabas
CENTER, INC

AND SUBSIDIARY

CONSOLIDATED FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS' REPORT

Year Ended June 30, 2023

CONTENTS

ABARE, KRESGE & ASSOCIATES CPAS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Barnabas Center, Inc. and Subsidiary

Opinion

We have audited the accompanying consolidated financial statements of Barnabas Center, Inc. and Subsidiary (a Florida not-for-profit organization), which comprise the consolidated statement of financial position as of June 30, 2023, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Barnabas Center, Inc. and Subsidiary as of June 30, 2023, and the changes in its consolidated net assets and its consolidated 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 the Barnabas Center, Inc. and Subsidiary 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 opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 consolidated 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 Barnabas Center, 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Barnabas Center, 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.

Ahern, Kruger & Associates CPAs, LLC

St. Augustine, FL
October 10, 2023

BARNABAS CENTER, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

ASSETS		
Cash and cash equivalents	$	2,578,674
Accounts receivable		39,507
Prepaid expenses		45,089
Inventories		211,595
Investments		236,493
Property and equipment, net		2,462,370
TOTAL ASSETS	$	5,573,728
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	$	256,373
Deferred revenue		96,442
Other liabilities		1,500
TOTAL LIABILITIES		354,315
NET ASSETS		
Without donor restrictions		4,977,919
With donor restrictions		241,494
TOTAL NET ASSETS		5,219,413
TOTAL LIABILITIES AND NET ASSETS	$	5,573,728

BARNABAS CENTER, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

REVENUE AND SUPPORT	Donor Unrestricted	Donor Restricted	Total
Contributions	$ 1,327,533	$ 475,573	$ 1,803,106
Grants	725,833	141,962	867,795
Thrift store sales	1,141,809	-	1,141,809
Patient fees	180,833	-	180,833
Dental services in-kind	57,200	-	57,200
Medical services in-kind	2,811,295	-	2,811,295
Goods and other services in-kind	1,944,388	-	1,944,388
Special events, net of direct expenses of $35,241	510,001	-	510,001
Interest income	32,200	-	32,200
Rental income, net	55,440	-	55,440
Miscellaneous	10,354	-	10,354
Total revenue and support	8,796,886	617,535	9,414,421
NET ASSETS RELEASED FROM RESTRICTIONS	647,406	(647,406)	-
EXPENSES			
Program	8,148,944	-	8,148,944
Management and general	347,575	-	347,575
Fundraising	251,096	-	251,096
Total expenses	8,747,615	-	8,747,615
CHANGE IN NET ASSETS	696,677	(29,871)	666,806
NET ASSETS, BEGINNING	4,281,242	271,365	4,552,607
NET ASSETS, ENDING	$ 4,977,919	$ 241,494	$ 5,219,413

BARNABAS CENTER, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Program Services						Supporting Services		
	Crisis Assistance	Food pantry	New to You	Dental Program	Medical Program	Total Program	Management and General	Fundraising	Total
Salaries and wages	$ 200,900	$ 257,203	$ 540,943	$ 465,080	$ 479,808	$ 1,943,934	$ 41,694	$ 84,267	$ 2,069,895
Employee benefits	30,507	21,235	44,147	24,443	37,271	157,603	51,789	25,629	235,021
Payroll taxes	15,587	10,226	34,389	27,192	28,690	116,084	25,394	18,993	160,471
Total salaries and benefits	246,994	288,664	619,479	516,715	545,769	2,217,621	118,877	128,889	2,465,387
Advertising	845	2,187	8,612	712	931	13,287	5,343	3,620	22,250
Client assistance	168,753	191,236	500	3,227	63,910	427,626	-	-	427,626
Client assistance - In-kind	435	769,024	1,141,808	57,200	2,811,435	4,779,902	-	-	4,779,902
Contract labor	-	-	-	-	45,720	45,720	2,610	-	48,330
Depreciation	2,981	7,437	45,426	4,664	4,664	65,172	27,333	-	92,505
Donations	-	-	-	-	-	-	900	-	900
Dues and subscriptions	3,744	4,229	12,094	4,216	30,320	54,603	5,464	16,350	76,417
Fees for service		3	24,733	3,311	10,306	38,353	3,168	8,902	50,423
Insurance	7,423	9,728	18,371	10,462	25,447	71,431	18,107	8,166	97,704
Medical supplies	-	-	-	65,105	7,653	72,758	-	-	72,758
Office	7,175	16,317	31,621	6,022	19,383	80,518	20,548	10,021	111,087
Operational expenses	1,451	1,182	5,483	1,495	4,791	14,402	2,640	814	17,856
Postage	474	474	927	512	639	3,026	614	2,105	5,745
Printing and copying	2,844	4,191	6,228	3,199	3,559	20,021	3,903	43,797	67,721
Professional fees	7,425	4,553	25,037	7,298	21,125	65,438	56,317	16,574	138,329
Rent	253	-	-	253	253	759	253	253	1,265
Repairs and maintenance	6,644	14,585	19,866	5,432	7,910	54,437	44,398	2,309	101,144
Security	140	158	1,809	53	1,884	4,044	547	32	4,623
Taxes and licenses	-	-	5,864	153	2,992	9,009	1,661	767	11,437
Telephone	3,298	2,882	16,837	2,882	7,589	33,488	5,220	3,652	42,360
Training and education	699	469	2,297	844	2,838	7,147	4,533	1,643	13,323
Travel	41	853	122	37	2,238	3,291	5,059	1,436	9,786
Utilities	3,558	10,276	45,641	3,131	4,285	66,891	20,080	1,766	88,737
Total expenses	$ 465,177	$ 1,328,448	$ 2,032,755	$ 696,923	$ 3,625,641	$ 8,148,944	$ 347,575	$ 251,096	$ 8,747,615

BARNABAS CENTER, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$	666,806
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation		92,505
Loss on disposition of property		19,277
Net changes in:		
Accounts receivable		15,851
Prepaid expenses		2,514
Inventories		(33,183)
Accounts payable and accrued expenses		40,401
Deferred revenue		83,421
Net cash provided by operating activities		887,592
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment		(23,497)
Purchases of certificates of deposit		(236,493)
Net cash used by investing activities		(259,990)
NET CHANGE IN CASH		627,602
CASH, BEGINNING		1,951,072
CASH, ENDING	$	2,578,674

See accompanying notes

NOTE 1 ORGANIZATION

Barnabas Center, Inc., ("BCI"), a Florida not-for-profit organization, was established in 1986 to afford residents of Nassau County, Florida aid during crisis situations that arise due to unforeseen circumstances. The aid is temporary, and it is expected that the assistance will allow individuals and families to continue to be self-supporting or to provide interim help while they are waiting for referral support from other agencies. Recipients of Barnabas' programming must live in Nassau County and, with the exception of certain food distributions, provide documentation of residence and income eligibility. The Organization is primarily supported by proceeds from its New to You resale store, local churches, individual contributors, foundations, corporate donors, grants, and fundraising events. Barnabas' financial performance has been awarded a 4-star rating from Charity Navigator, a premier independent charity evaluator.

Barnabas Health Services, Inc. ("BHSI"), is a commonly controlled subsidiary of BCI. BHSI is a primary health clinic which offers low cost primary medical care for uninsured adults. BHSI also operates as a low cost dental clinic for low income adults. BCI is the sole equity member of BHSI.

BCI and BHSI are hereinafter collectively referred to as the "Organization."

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Principles of Consolidation

The consolidated financial statements include the accounts of BCI and its commonly controlled subsidiary, BHSI, after elimination of all significant inter-company balances and transactions.

Classification of Net Assets

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"). (ASC) 958-205 was effective January 1, 2018.

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 Non-Profit 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.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash and cash equivalents include all cash balances and highly liquid investments with an original maturity of 90 days or less. Certificates of deposit are readily convertible to cash and are stated at cost plus accrued earnings, which approximate fair value.

Inventories

Inventories consist of donated food, clothing, furniture, and miscellaneous household goods. These items are recorded at the lower of estimated fair market value as of the date of the donation or at estimated fair market value as of the consolidated financial statement date.

Property and Equipment

Land, buildings, and equipment that are purchased are carried at cost, or, if donated, at the approximate fair value at the date of donation. Donated property and equipment are reported as unrestricted support unless the donor has restricted the donated asset 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 reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies donor restricted net assets to unrestricted net assets at that time. Expenditures for renewals or improvements that either materially add value or prolong the useful lives of assets are capitalized. Expenditures that are less than $5,000 are expensed as incurred.

Building and improvements are depreciated using the straight-line method over their estimated useful lives, which range from 7 to 39 years. Furniture and fixtures, office, medical and store equipment, and vehicles are depreciable assets are depreciated using the straight-line method over their estimated useful lives, which range from 3 to 7 years. Land is not depreciated. Depreciation expense was $92,505 for the year ended June 30, 2023.

Revenue Recognition

The Organization recognizes revenue in accordance with FASB ASC 606, Revenue from Contracts with Customers. Under ASC 606, revenue recognition for customer contract related services is required when promised goods or services are transferred to customers in an amount that reflects the consideration to which an organization expects to be entitled in exchange for those goods and services.

Contributions

In accordance with FASB ASC 958, *Financial Statements of Not-for-Profit Entities*, contributions received are recorded as unrestricted, or restricted by the donor support depending on the existence and/or nature of donor restrictions. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. Under FASB ASC 958, contributions that are required to be reported as donor-restricted support are then reclassified to unrestricted net assets upon expiration of time restrictions or satisfaction of donor restrictions.

Contributions, including unconditional promises to give, are recognized as revenues in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions (Continued)

Unconditional promises to give ("pledges") receivable are recorded when unconditional promises to pay are recorded. Unconditional promises to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions.

Management uses the allowance method to determine uncollectable promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Donated Materials and Services

The Organization records the value of donated goods or services when there is an objective basis available to measure their value. Donated materials and equipment are reflected in the accompanying consolidated financial statements at their estimated value at date of receipt.

A substantial number of volunteers donate significant amounts of time to the Organization's program services. Only those amounts pertaining to the need assessment of clients have been reflected in the consolidated financial statements since the contributions of those services required specialized skills. The remaining volunteer hours are not reflected in the consolidated financial statements since the contribution of services did not create or enhance non-financial assets or require specialized skills. Additionally, when professional services (i.e. legal, dental and medical) were provided, in-kind values are recorded as contributions.

Income Taxes

The Organization is a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes on related income pursuant to Section 501(a) of the Internal Revenue Code and Chapter 220.13 of the Florida Statutes, respectively.

Accounting for Income Taxes

The Organization has adopted FASB ASC 740-10, *Accounting for Income Taxes*, which clarifies the accounting for uncertainty in income taxes recognized in an entity's financial statements. The interpretation prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. Based on analyses of various federal and state filing positions of the Organization, management believes that its income tax filing positions and deductions are well documented and supported.

As of June 30, 2023, the Organization had no temporary differences relating to the recognition of income and expenses for financial and tax reporting purposes. Accordingly, no deferred tax assets or liabilities are recorded. Additionally, as of June 30, 2023, the Organization had no uncertain tax positions that would qualify for either recognition or disclosure in the consolidated financial statements. Therefore, no reserves for uncertain income tax positions have been recorded pursuant to FASB ASC 740-10. In addition, no cumulative effect adjustment related to the adoption of FASB ASC 740-10 was recorded.

There have been no increases or decreases in unrecognized tax benefits for current or prior years since the date of adoption. Furthermore, no interest or penalties have been included since no reserves were recorded and no significant increases or decreases are expected to occur within the next 12 months. When applicable, such interest and penalties will be reported as income tax expense.

Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties, and interest as a result of such challenge. At June 30, 2023,

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting for Income Taxes (Continued)

the periods that remain open to examination under federal statute are for the fiscal years ended June 30, 2020 through 2022.

Advertising Costs

The Organization does not capitalize advertising costs, but rather expenses advertising production costs as they are incurred and advertising communication costs the first time the advertising takes place. Advertising expense was $29,562 for the year ended June 30, 2023.

Fair Value of Financial Instruments

All financial instruments are carried at amounts that approximate estimated fair value.

Financial Accounting Standards Board ASC 820, *Fair Value Measurement* (“ASC 820”), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. 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 under ASC 820 are described below:

Level 1

Inputs to the valuation methodology are unadjusted quoted prices in active markets for identical assets or liabilities that the Organization can access at the measurement date.

Level 2

Inputs to the valuation methodology are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly such as publicly available information about actual events or transactions, and that reflect the assumptions that market participants would use when pricing the asset or liability.

Level 3

Inputs to the valuation methodology are unobservable for the asset or liability. Unobservable inputs are defined as inputs for which market data are not available and that are developed using the best information available about the assumptions that market participants would use when pricing the asset or liability.

All financial instruments except for certificates of deposit are considered to be Level 1 inputs in the fair value hierarchy. The Organization’s certificates of deposit are measured using Level 2 inputs.

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. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, actual results could differ from those estimated. The nature of these estimates, however, is such that variances from actual results are held to be immaterial.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among programs and other supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries and benefits	Time and effort
Project cost	Direct or time and effort
Education and training	Time and effort
Sub-contractors	Time and effort
Occupancy	Square footage
Utilities	Square footage
Repairs and maintenance	Time and effort or direct cost
Professional services	Time and effort
Depreciation	Square footage or direct cost
Other	Time and effort

Compensated Absences

All employees working 40 hours per week accrue vacation pay at a rate based on their length of service according to the following schedule.

Length of Service	Annual Hours
0–5 years	120-152
6–10 years	153-192
10+ years	200

Annual vacation accruals are based on an employee working 2,080 paid hours per year (40 hours per week). Employees working less than 40 hours per week and at least 25 hours per week earn annual leave on a pro-rated basis, according to the accrual rate per hour. Full time employees may accrue a maximum of one year’s worth of annual vacation and may carry over no more than 80 hours of the accrued vacation at the beginning of each calendar year. Any unused hours in excess of 80 hours will be forfeited by the employer. Accrued vacation totaled $53,768 at June 30, 2023 and is included in salaries and wages on the statements of functional expenses and in accounts payable and accrued expenses on the statements of financial position.

NOTE 3 CERTIFICATES OF DEPOSIT

Certificates of deposit held for investment that are not debt securities are considered investments and are measured at cost rather than at fair value. Certificates of deposit with original maturities greater than three months are classified as investments on the statement of financial position.

NOTE 4 DEFERRED REVENUE

Deferred revenue of $96,442 at June 30, 2023 consisted of sponsorships received by the Organization in anticipation of fundraising events in the following fiscal year.

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of June 30, 2023:

Buildings and improvements	$ 2,804,540
Furniture, fixtures, and equipment	227,753
Vehicles	46,545
Land	373,152
Total property and equipment	3,451,990
Less, accumulated depreciation	(989,620)
Property and equipment, net	$ 2,462,370

NOTE 6 DONATED MATERIALS, PROPERTY AND SERVICES

Donated goods and services consisted of the following at June 30, 2023:

Food	$ 745,311
Clothing, furniture, household goods, etc.	1,197,577
In-kind medical services and supplies	2,811,295
In-kind dental services and supplies	57,200
Other in-kind contributions	1,500
Total in-kind contributions	$ 4,812,883

NOTE 7 ENDOWMENT FUNDS AT COMMUNITY FOUNDATION

The Organization, or donors on behalf of the Organization, entered into agreements with the Community Foundation in Jacksonville (the “Foundation”) to establish and maintain various permanent Endowments (individually, the “Fund,” or collectively, the “Funds”). The Funds are managed and controlled by the Foundation. All contributions received by the Foundation directly from grantors are irrevocable.

Distributions the Foundation makes from the Funds to the Organization are limited each year to a distributable amount determined pursuant to the Foundation’s Spending Policy, as set, and amended from time to time by the Foundation’s Board of Trustees. The Spending Policy is designed to protect the economic value of the principal of the Funds, help the principal grow over time, give the Organization the benefit of a reasonably stable, consistent and predictable flow of funds, and smooth the effect of market volatility in earnings on the investment of Fund assets over a period of years.

The distributions received are included in contributions on the statement of activities. All amounts relating to Fund balances are excluded from the accompanying consolidated financial statements.

The Funds include:

Barnabas Center Endowment

The purpose of the Barnabas Center Endowment is to aid and support the Organization in its effort to provide emergency assistance to the citizens of its community. During the fiscal year ended June 30, 2023, the Organization received a total distribution of $42,385 from this Fund. At June 30, 2023, this Fund balance was $1,277,446.

Barnabas Endowment Fund

The purpose of the Barnabas Center Endowment is for the benefit and support of the Organization’s Weaver Center building maintenance. During the fiscal year ended June 30, 2023, the Organization did not receive a distribution from this Fund. At June 30, 2023, this Fund balance was $383.771.

NOTE 7 ENDOWMENT FUNDS AT COMMUNITY FOUNDATION (Continued)

Joe Vijuk Endowment Fund

The purpose of the Joe Vijuk Endowment Fund is to support the Organization's charitable initiatives. During the fiscal year ended June 30, 2023, the Organization received a total distribution of $17,110 from Joe Vijuk Fund. At June 30, 2023, the balance in the Fund was $494,315.

Wanda J. Lanier Endowment Fund

The purpose of the Wanda J. Lanier Endowment Fund is to support the Organization's charitable initiatives. During the fiscal year ended June 30, 2023, the Organization received a total distribution of $4,812 from Wanda J. Lanier Endowment for the benefit of Barnabas Center Fund. At June 30, 2023, the balance in the Endowment was $136,486.

NOTE 8 CONCENTRATIONS OF RISK

The Organization maintains its cash balance with a high-quality financial institution. The account at this institution currently is insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000. At times, such balance may be in excess of the FDIC insurance limits. At June 30, 2023, the Organization's uninsured cash balances totaled approximately $74,409.

NOTE 9 LEASE AGREEMENT

Operating Lease Following ASC 840

The Organization leases certain office equipment under an operating lease agreement, which expires in March 2026. Because the impact of not implementing ASC 842 to this lease is not material to the financial statements as a whole, the Organization has elected to follow the previous guidance under ASC 840. The lease provides for total minimum monthly rental fees of $874. Posted with the monthly rental payments are per copy charges for copies exceeding the stated limit. Rent expense under this operating lease, including additional charges, was $17,185 for the year ended June 30, 2023 and is included in office expense on the consolidated statement of functional expenses. Future amounts due under the lease commitments at June 30, 2023 are as follows:

June 30, 2024	$ 10,488
June 30, 2025	10,488
June 30, 2026	7,866
Total	$ 28,842

NOTE 10 NET ASSETS WITH DONOR RESTRICTIONS

At June 30, 2023, the Organization's donor-restricted net assets were as follows:

Baptist Health	$ 7,785
Capital improvement fund	196,753
FAFCC	(83,538)
Gerri's Corner	2,737
Mayo Clinic	11,276
Meal Pack Program	10,000
Lucy Gooding Foundation	6,338
Rayonier	3,296
Riverside Hospital Foundation	38,308
United Way	1,039
WGA Core Mission Support	47,500
Total	$ 241,494

NOTE 11 NET ASSETS RELEASED FROM RESTRICTIONS

Donor restricted net assets are released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by donors. Donor restricted net assets released during 2023 were utilized for building improvements and program services, as follows:

Baptist Health	$ 85,024
Bikes for Barnabas	1,185
Capital Improvements Fund	14
Community Foundation – Mental Health	8,238
Delta Dental	20,000
FAFCC	225,500
Florida Dental Association	4,000
Gerri’s Corner	4,806
Lucy Gooding Foundation	88,885
Mayo Clinic	3,724
Meal Pack Program	29,155
Phanstiel Grant	7,350
Rayonier, Inc.	9,704
Rayonier Operating Company, LLC	6,889
Riverside Hospital Foundation	21,471
Town of Callahan	50,000
United Way	66,461
Welcare Florida	15,000
Total	$ 647,406

NOTE 12 RETIREMENT PLAN

The employees of the Organization are covered under a SIMPLE IRA plan. All employees who are reasonably expected to receive at least $5,000 in compensation for the calendar year and who have received at least $5,000 in compensation during any one prior calendar years, are eligible to participate in the plan. Employees can elect to defer up to $14,000 in the fiscal year ended June 30, 2023, which increases to $17,000 if the employee’s age is 50 or over. Under this plan, the Organization’s match would be 100% of the first 3% of the employee’s compensation. The matching contribution expense was $24,716 for the fiscal year ended June 30, 2023 and is included in salaries and wages on the consolidated statement of functional expenses.

NOTE 13 LIQUIDITY OF CURRENT ASSETS

The Organization is substantially supported by unrestricted and restricted funding. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. The Organization has a goal to maintain financial assets, which consist of cash on hand to meet 60 days of normal operating expenses. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The following reflects the Organization’s financial assets as of June 30, 2023, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the financial position date:

NOTE 13 LIQUIDITY OF CURRENT ASSETS (Continued)

Financial assets	
Cash and cash equivalents	$ 2,578,674
Accounts receivable	39,507
Inventories	211,595
Investments	236,493
Financial assets, at year end	3,066,269
Less, those unavailable for general expenditures within one year, due to:	
Contractual or donor imporsed restrictions:	
Restrictions by donor with purpose restrictions	(241,494)
	(241,494)
Financial assets available to meet cash needs for general expenditures within one year	$ 2,824,775

NOTE 14 SUBSEQUENT EVENTS

Subsequent events have been evaluated through October 10, 2023. No events were identified as necessary to be disclosed to keep these consolidated financial statements from being misleading or that provide additional evidence about conditions that existed at June 30, 2023, including estimates inherent in the process of preparing these consolidated financial statements.