

**HABITAT FOR HUMANITY  
OF ST. CHARLES COUNTY AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2022**

ACCOUNTANT'S COMPILATION REPORT

Board of Directors  
Habitat for Humanity of St. Charles County and Subsidiaries

Management is responsible for the accompanying consolidated financial statements of Habitat for Humanity of St. Charles County and Subsidiaries (a not-for-profit organization), which comprise the consolidated statement of financial position as of June 30, 2022, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the consolidated financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these consolidated financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the consolidated financial statements, they might influence the user's conclusions about the organization's financial position, results of operations, and cash flows. Accordingly, the consolidated financial statements are not designed for those who are not informed about such matters.

May 24, 2023

*SFW Partners, LLC*  
SFW Partners, LLC

# HABITAT FOR HUMANITY OF ST. CHARLES COUNTY AND SUBSIDIARIES

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of June 30, 2022

### ASSETS

Current assets:	
Cash	\$ 469,016
Inventory	2,914
Escrow	111,192
Current maturities of mortgage receivables, net of unamortized discount	84,420
Grant receivables	31,954
Other receivables	43,883
Prepaid expenses	16,111
Home construction in progress	651,439
Total current assets	<u>1,410,929</u>
Property and equipment, net of accumulated depreciation and amortization	107,532
Mortgage receivables, net of unamortized discount, less current maturities	1,694,706
Security deposits	<u>9,096</u>
	<u>\$ 3,222,263</u>

### LIABILITIES AND NET ASSETS

Current liabilities:	
Current maturities of long-term debt	\$ 35,768
Accounts payable	14,052
Accrued expenses	46,152
Escrow liability	28,223
Total current liabilities	<u>124,195</u>
Deferred lease obligation	93,983
Long-term debt, less current maturities	97,145
Secured obligations from sale of mortgage receivables	155,451
Total liabilities	<u>470,774</u>
Net assets:	
Without donor restrictions	2,606,741
With donor restrictions	144,748
Total net assets	<u>2,751,489</u>
	<u>\$ 3,222,263</u>

See accountant's compilation report

**HABITAT FOR HUMANITY OF ST. CHARLES COUNTY AND SUBSIDIARIES**

**CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**

**For the Year Ended June 30, 2022**

	Without Donor Restrictions	With Donor Restrictions	Total
Program revenue:			
ReStore sales	\$ 837,483	\$ -	\$ 837,483
Amortization of mortgages receivable discount	233,698	-	233,698
Sale of homes, less mortgage discount expense	162,337	-	162,337
Total program revenue	<u>1,233,518</u>	<u>-</u>	<u>1,233,518</u>
Support and other revenue:			
Contributions	212,321	127,748	340,069
Grants	281,395	17,000	298,395
Paycheck protection program loan forgiveness	147,600	-	147,600
Special event revenue	113,984	-	113,984
Miscellaneous income	44,058	-	44,058
In-kind donations	1,700	-	1,700
Interest income	68	-	68
Total support and other revenue	<u>801,126</u>	<u>144,748</u>	<u>945,874</u>
Total revenue and support	<u>2,034,644</u>	<u>144,748</u>	<u>2,179,392</u>
Net assets released from restrictions	94,030	(94,030)	-
Functional expenses:			
Program services:			
Mission	508,751	-	508,751
ReStore	776,493	-	776,493
Supporting services:			
Management and general	161,356	-	161,356
Fundraising	195,180	-	195,180
Total functional expenses	<u>1,641,780</u>	<u>-</u>	<u>1,641,780</u>
Change in net assets	486,894	50,718	537,612
Net assets, beginning of the year	<u>2,119,847</u>	<u>94,030</u>	<u>2,213,877</u>
Net assets, end of the year	<u><u>\$ 2,606,741</u></u>	<u><u>\$ 144,748</u></u>	<u><u>\$ 2,751,489</u></u>

See accountant's compilation report

**HABITAT FOR HUMANITY OF ST. CHARLES COUNTY AND SUBSIDIARIES**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

**For the Year Ended June 30, 2022**

	Program Services			Supporting Services		Total
	Mission	ReStore	Total	Management and General	Fundraising	
Salaries	\$ 148,396	\$ 338,910	\$ 487,306	\$ 44,961	\$ 96,488	\$ 628,755
Home construction costs	241,068	-	241,068	-	-	241,068
Rent	4,000	142,288	146,288	28,000	4,000	178,288
Professional fees	6,712	21,122	27,834	34,147	36,141	98,122
Utilities	-	63,239	63,239	5,952	-	69,191
Insurance	14,050	46,550	60,600	403	4,691	65,694
Payroll taxes	4,032	41,993	46,025	1,723	2,851	50,599
Cost of ReStore inventory sold	-	34,835	34,835	-	-	34,835
Events	-	-	-	-	33,955	33,955
Depreciation	10,744	17,453	28,197	1,563	2,835	32,595
Dues and subscriptions	15,000	12,373	27,373	4,572	238	32,183
Leased equipment	137	22,737	22,874	3,920	137	26,931
Bank fees	8	3,332	3,340	14,291	2,020	19,651
Repair and maintenance	-	18,857	18,857	734	-	19,591
Loan forgiveness	16,000	-	16,000	-	-	16,000
Fuel	3,296	4,186	7,482	2,061	2,061	11,604
Interest	6,761	1,083	7,844	3,167	-	11,011
Mortgage servicing	9,873	-	9,873	-	-	9,873
Tithe to Habitat International	9,000	-	9,000	-	-	9,000
Supplies	2,955	4,733	7,688	-	688	8,376
Office expense	1,251	147	1,398	5,382	133	6,913
Advertising	-	-	-	25	6,483	6,508
Telephone	-	650	650	5,283	283	6,216
Homeowners Fees	5,375	-	5,375	-	-	5,375
Miscellaneous	-	11	11	3,921	405	4,337
Education and seminars	3,030	-	3,030	-	-	3,030
Recruitment and awards	1,839	150	1,989	9	244	2,242
Conference and travel	2,003	-	2,003	-	134	2,137
Meals and entertainment	1,580	161	1,741	187	164	2,092
Printing and postage	-	426	426	1,041	-	1,467
Shipping	1,006	404	1,410	-	-	1,410
Merchandise	-	-	-	-	1,229	1,229
Uniforms	-	853	853	-	-	853
Tools	635	-	635	14	-	649
	<u>\$ 508,751</u>	<u>\$ 776,493</u>	<u>\$ 1,285,244</u>	<u>\$ 161,356</u>	<u>\$ 195,180</u>	<u>\$ 1,641,780</u>

See accountant's compilation report

# HABITAT FOR HUMANITY OF ST. CHARLES COUNTY AND SUBSIDIARIES

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2022

Cash flows from operating activities:	
Change in net assets	\$ 537,612
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation and amortization	32,595
Imputed discount interest expense	861
Sale of homes, less mortgage discount expense	(143,262)
Amortization of mortgages receivable discount	(233,698)
Amortization of secured obligations from sale of mortgage receivables discount	(19,838)
Forgiveness of mortgage receivables	16,000
Paycheck protection program loan forgiveness	(147,600)
Changes in operating assets and liabilities:	
(Increase) decrease in assets:	
Inventory	10,566
Escrow	(4,427)
Grant receivables	(11,556)
Other receivables	(43,883)
Prepaid expenses	(6,104)
Home construction in progress	(139,541)
Security deposits	1,787
Decrease in liabilities:	
Accounts payable	(13,247)
Accrued expenses	(18,036)
Escrow liability	(45,614)
Deferred lease obligation	(36,879)
Net cash used in operating activities	<u>(264,264)</u>
Cash flows from investing activities:	
Payments received from mortgage receivables	370,613
Cash flows from financing activities:	
Principal payments on long-term debt	<u>(114,454)</u>
Net decrease in cash	(8,105)
Cash, beginning of the year	<u>477,121</u>
Cash, end of the year	<u>\$ 469,016</u>
Supplemental disclosure of cash flow information:	
Cash paid during the year for interest	\$ 4,250

See accountant's compilation report