

**FAMILY LIFE MINISTRIES, INC.**

**FINANCIAL STATEMENTS**

**JUNE 30, 2019**

**FAMILY LIFE MINISTRIES, INC.**

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Family Life Ministries, Inc.  
Bath, New York

We have audited the accompanying financial statements of Family Life Ministries, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Family Life Ministries, Inc. as of June 30, 2019, 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.

## Report on Summarized Comparative Information

We have previously audited the Family Life Ministries, Inc. 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 14, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

EFPR Group, CPAs, PLLC

EFPR Group, CPAs, PLLC  
Corning, New York  
December 19, 2019



**FAMILY LIFE MINISTRIES, INC.**  
**Statements of Financial Position**  
**June 30, 2019 and 2018**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 420,072	\$ 343,810
Accounts receivable - net	58,106	51,263
Prepaid expenses	232,976	198,055
Notes receivable - current portion	<u>9,735</u>	<u>18,815</u>
Total current assets	720,889	611,943
<b>Notes receivable - net of current portion</b>	20,538	29,073
<b>Property and Equipment - Net</b>	4,823,758	4,910,921
<b>Other Assets</b>	<u>6,272,408</u>	<u>6,150,125</u>
<b>Total Assets</b>	<u>\$ 11,837,593</u>	<u>\$ 11,702,062</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 24,554	\$ 34,306
Accrued expenses	61,538	53,138
Deferred revenue	84,893	69,033
Notes payable - current portion	<u>450,728</u>	<u>654,016</u>
Total current liabilities	621,713	810,493
<b>Notes Payable - Net of Current Portion</b>	<u>1,161,516</u>	<u>1,096,481</u>
<b>Total Liabilities</b>	<u>1,783,229</u>	<u>1,906,974</u>
<b>Net Assets</b>		
Net assets without donor restriction	9,929,302	9,795,088
Net assets with donor restriction	<u>125,062</u>	
Total net assets	<u>10,054,364</u>	<u>9,795,088</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 11,837,593</u>	<u>\$ 11,702,062</u>

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

**FAMILY LIFE MINISTRIES, INC.**  
**Statement of Activities**  
**For the Year Ended June 30, 2019**  
**(With Comparative Totals for the Year Ended June 30, 2018)**

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total 2019</u>	<u>Total 2018</u>
<b>Public Support and Revenue</b>				
Public Support				
Christian programming	\$ 4,274,797	\$ -	\$ 4,274,797	\$ 4,286,034
Capital campaign	-	646,907	646,907	895,893
Ministry activities	<u>60,510</u>	<u>-</u>	<u>60,510</u>	<u>59,436</u>
Total public support	<u>4,335,307</u>	<u>646,907</u>	<u>4,982,214</u>	<u>5,241,363</u>
<b>Revenue</b>				
Christian programming sponsor	1,136,625	-	1,136,625	1,106,599
Notes payable forgiven	6,000	-	6,000	56,500
Interest forgiven	12,754	-	12,754	25,000
Interest earned	4,323	-	4,323	3,701
Rental income	9,991	-	9,991	8,684
Ministry activity fee	64,125	-	64,125	53,331
Unrealized and realized gain (loss) on sale of assets	<u>65,575</u>	<u>-</u>	<u>65,575</u>	<u>23,640</u>
Total revenue	<u>1,299,393</u>	<u>-</u>	<u>1,299,393</u>	<u>1,277,455</u>
Net assets released from restrictions	<u>521,845</u>	<u>(521,845)</u>	<u>-</u>	<u>-</u>
Total public support and revenue	<u>6,156,545</u>	<u>125,062</u>	<u>6,281,607</u>	<u>6,518,818</u>
<b>Expenses</b>				
Program services				
Christian radio programming	3,538,792	-	3,538,792	3,285,921
Christian family activities	1,348,222	-	1,348,222	1,233,268
Supporting services				
Management and general	770,493	-	770,493	678,617
Fundraising	<u>364,824</u>	<u>-</u>	<u>364,824</u>	<u>331,832</u>
Total expenses	<u>6,022,331</u>	<u>-</u>	<u>6,022,331</u>	<u>5,529,638</u>
<b>Change in Net Assets</b>	134,214	125,062	259,276	989,180
<b>Net Assets - Beginning</b>	<u>9,795,088</u>	<u>-</u>	<u>9,795,088</u>	<u>8,805,908</u>
<b>Net Assets - Ending</b>	<u>\$ 9,929,302</u>	<u>\$ 125,062</u>	<u>\$ 10,054,364</u>	<u>\$ 9,795,088</u>

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



**FAMILY LIFE MINISTRIES, INC.**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2019**  
**(With Comparative Totals for the Year Ended June 30, 2018)**

	<u>PROGRAM SERVICES</u>				<u>SUPPORT SERVICES</u>			
	Christian Radio Programming	Christian Family Services	Total Program Services	Management and General	Fund Raising	Total Support Services	Total 2019	Total 2018
Salaries	\$ 1,503,015	\$ 501,005	\$ 2,004,020	\$ 375,754	\$ 125,251	\$ 501,005	\$ 2,505,025	\$ 2,282,175
Travel allowance	32,740	10,913	43,653	8,185	2,728	10,913	54,566	51,817
Life/health insurance	308,286	102,762	411,048	77,072	25,691	102,763	513,811	457,571
Employer's insurance	15,451	5,150	20,601	3,863	1,288	5,151	25,752	30,774
Pension	20,885	6,962	27,847	5,221	1,740	6,961	34,808	27,566
Payroll taxes	114,548	38,183	152,731	28,637	9,546	38,183	190,914	174,188
Total salaries and related expenses	1,994,925	664,975	2,659,900	498,732	166,244	664,976	3,324,876	3,024,091
Activities and program expense								
Professional fees	507,278	217,405	724,683	-	-	-	724,683	719,230
Office expense	117,689	58,845	176,534	212,853	23,650	236,503	236,503	195,326
Occupancy	54,798	178,094	232,892	15,692	3,923	19,615	196,149	202,410
Radio tower site expense	434,923	-	434,923	27,399	13,700	41,099	273,991	234,429
Vehicle expense	13,919	28,471	42,390	15,817	-	20,879	434,923	395,120
Printing and publications	22,340	8,124	30,464	-	5,062	63,269	63,269	38,296
Miscellaneous	38,547	14,017	52,564	-	10,155	10,155	40,619	23,169
Interest	19,469	-	19,469	-	17,522	17,522	70,086	63,681
Fundraising	-	-	-	-	-	-	19,469	42,113
Dues and licenses	14,839	3,710	18,549	-	37,277	37,277	37,277	38,935
Total expenses before depreciation	3,218,727	1,173,641	4,392,368	770,493	277,533	1,048,026	5,440,394	4,985,547
Depreciation	320,065	174,581	494,646	-	87,291	87,291	581,937	544,091
Total expense	\$ 3,538,792	\$ 1,348,222	\$ 4,887,014	\$ 770,493	\$ 364,824	\$ 1,135,317	\$ 6,022,331	\$ 5,529,638

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

**FAMILY LIFE MINISTRIES, INC.**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2019 and 2018**

	<u>2019</u>	<u>2018</u>
<b>Cash Flows from Operating Activities</b>		
Change in net assets	\$ 259,276	\$ 989,180
Adjustments		
Depreciation	581,937	544,091
Unrealized and realized (gain) loss on sale of assets	(65,575)	(23,640)
Accrued interest on notes payable	16,559	39,432
Interest forgiven	(12,754)	(25,000)
Notes payable forgiven	(6,000)	(56,500)
Changes in assets and liabilities		
Accounts receivable	(6,843)	(10,059)
Prepaid expenses	(34,921)	20,049
Accounts payable	(9,752)	(7,487)
Accrued expenses	8,400	1,774
Deferred revenue	15,860	6,962
Net cash flows from operating activities	<u>746,187</u>	<u>1,478,802</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of intangibles	(133,300)	-
Purchase of property and equipment	(497,003)	(1,197,999)
Proceeds from sale of property and equipment	67,804	23,640
Proceeds from sale of intangibles	11,017	9,828
Principal payments received on notes receivable	19,615	15,222
Issuance of note receivable	(2,000)	(3,000)
Net cash flows from investing activities	<u>(533,867)</u>	<u>(1,152,309)</u>
<b>Cash Flows from Financing Activities</b>		
Proceeds from notes payable	-	423,000
Repayment of notes payable	(136,058)	(761,836)
Net cash flows from financing activities	<u>(136,058)</u>	<u>(338,836)</u>
<b>Net Change in Cash and Cash Equivalents</b>	76,262	(12,343)
<b>Cash and Cash Equivalents - Beginning</b>	<u>343,810</u>	<u>356,153</u>
<b>Cash and Cash Equivalents - Ending</b>	<u>\$ 420,072</u>	<u>\$ 343,810</u>

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



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies and Nature of Organization**

**Nature of Organization** - Family Life Ministries, Inc. (the "Organization") is a not-for-profit organization providing direct services for Christian youth and families and operates Christian radio stations serving New York and Pennsylvania, as well as world-wide via the Internet.

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

**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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Basis of Presentation** - The Organization has adopted the applicable provisions of Accounting Standards Update (ASU) 2016-14, "Not-for-Profit Entities." ASU 2016-14 contains several provisions that change the presentation of and disclosures within the financial statements of a not-for-profit entity. These changes include an updated net asset classification scheme from three classes to two classes, quantitative and qualitative disclosures regarding liquidity and disclosure of expenses by functional classification.

**Net Assets Without Donor Restriction** - Net assets without donor restriction represent net assets that are not subject to donor imposed stipulations and are generally available for support of the Organization's activities.

**Net Assets With Donor Restriction** - Net assets with donor restriction represent net assets that are subject to donor imposed stipulations. Net assets with donor restriction consists of \$100,899 for Project Grow Together and \$24,163 for Boost It.

**Liquidity** - The Organization has \$487,913 of financial assets available within one year of the statement of financial position date consisting of \$420,072 of cash, \$58,106 of accounts receivable, and \$9,735 of short term notes receivable. \$125,062 of these financial assets are subject to donor or contractual restrictions that would make them unavailable for general expenditures within one year of the statement of financial position date.

**Cash and Cash Equivalents** - For purposes of the statements of cash flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents. The Organization maintains cash and cash equivalents at financial institutions which periodically may exceed federally insured limits.

**Accounts Receivable and Allowance for Doubtful Accounts** - Accounts receivable are uncollateralized obligations due under normal trade terms. Accounts receivable are stated at the amount management expects to collect. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for doubtful accounts and a credit to receivables. Management estimates its allowance for doubtful accounts and bad debts based on their assessment of collectibility of receivables and prior experience. The balance of the allowance for doubtful accounts was \$225 at June 30, 2019 and 2018.



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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**Notes receivable** - Notes receivable represents obligations due to the Organization. As of June 30, 2019 and 2018, the current balance due on the notes receivable was \$9,735 and \$18,815 respectively.

	<u>2019</u>	<u>2018</u>
Two mortgage notes receivable from third parties bearing interest at 4% to 8%, secured by real property with interest and principal payments received monthly maturing between 2018 and 2022.	\$ 28,473	\$ 40,728

Two notes receivable from employees bearing no interest, unsecured and principal payments received quarterly and weekly maturing in 2019.	\$ 1,800	\$ 7,160
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**Property and Equipment** - All equipment, furniture and fixtures are stated at cost, if purchased, and at fair value, if donated. Routine maintenance and repair costs are charged to operations as they are incurred. Expenditures over \$1,000, which extend the useful life of an asset, are capitalized. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is included in operations. Construction in progress is not depreciated until placed in service. Depreciation is computed using the straight-line method over the following estimated useful lives:

Buildings	5 - 40 Years
Machinery and equipment	3 - 15 Years
Vehicles	5 Years

**Goodwill** - Goodwill represents the excess of the cost of an acquired entity over the net of the amounts assigned to assets acquired and liabilities assumed. The Organization accounts for its goodwill in accordance with ASC 350-20, which requires the Organization to test goodwill for impairment annually or whenever events change or circumstances indicate that the carrying value of the asset may not be recoverable. Management determined that the value of the goodwill is not impaired at June 30, 2019 and 2018.

**Broadcasting Rights** - The Organization obtains broadcasting rights for radio broadcasts to listeners in various locations. The Organization accounts for its broadcasting rights in accordance with ASC 350-30, which requires the Organization to test other assets for impairment annually or whenever events change or circumstances indicate that the carrying value of the asset may not be recoverable. Management determined that the value of the broadcasting rights are not impaired at June 30, 2019 and 2018.

**Contributions** - The Organization accounts for its contributions under the provisions of ASC 958-605. In accordance with ASC 958-605, contributions received are recorded as with and without donor restriction, depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or 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. However, donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

**Functional Expenses** - Expenses are charged to each program, management and general or fundraising based on direct expenditures incurred. Any program expenditures not directly charged are allocated based on estimates of resource application and usage.



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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**Income Taxes** - Family Life Ministries, Inc. is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax exempt purpose is subject to taxation as unrelated business income.

In accordance with ASC 740-10-50 the Organization recognizes tax benefits from uncertain tax positions only if it is more likely than not that the tax position will be sustained on examination by the taxing authorities. Management believes that the Organization is currently operating in compliance with the applicable requirements of the Internal Revenue Code. Therefore, no liability for unrecognized tax benefits has been included on the Organization's financial statements.

**Comparative Information** - The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

**Subsequent Events** - In accordance with ASC 855-10, the Organization evaluated subsequent events through the date of the report which is the date these financial statements were available to be issued.

**Note 2. Fixed Assets**

Fixed assets consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Land	\$ 1,219,575	\$ 1,216,828
Buildings	2,921,547	2,908,612
Machinery and equipment	4,188,855	3,863,237
Vehicles	196,291	164,107
Construction in progress	<u>436,868</u>	<u>322,261</u>
Sub-total	8,963,136	8,475,045
Less, accumulated depreciation	<u>(4,139,378)</u>	<u>(3,564,124)</u>
Property and equipment - net	<u>\$ 4,823,758</u>	<u>\$ 4,910,921</u>

**Note 3. Other Assets**

A summary of other assets consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Broadcasting rights	\$ 6,183,501	\$ 6,061,218
Goodwill	<u>88,907</u>	<u>88,907</u>
Total	<u>\$ 6,272,408</u>	<u>\$ 6,150,125</u>

**Note 4. Notes Payable**

Notes payable consisted of the following at June 30:

	<u>2019</u>	<u>2018</u>
Note payable from an individual, unsecured, interest at 0%. This note was due October 8, 2008, and has been extended until further notice. Original note was \$25,000.	\$ 25,000	\$ 25,000



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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Note payable from an individual, unsecured, interest originally was 3.0%, but changed to 0%. Originally interest accrued twice a year and was added back to note balance, but when interest was changed all previously accrued interest was forgiven. Payment is due within ninety days of written notice. Original note was \$10,000.	10,000	10,000
Note payable from an individual, unsecured, interest at 1.81%, due on December 12, 2027. Original note was \$500,000.		
	454,073	512,500
Note payable from an individual, unsecured, interest at 1.81%, due on October 31, 2024.. Original note was \$400,000		
	275,698	319,444
Note payable from an individual, unsecured, interest at 3.0%. Note is payable within ninety days of written notice. Interest accrues twice a year. Original note was \$10,000.		
	10,000	10,150
Note paid in full.	-	10,000
Note payable from an individual, unsecured, interest at 0%, due on July 10, 2019.		
	25,000	25,000
Note payable from an individual, unsecured, interest at 0%, due on September 28, 2019.		
	10,000	10,000
Note payable from an individual, unsecured, interest originally at 3.0% but changed to 0%. Interest was forgiven in 2019. Principal was originally due June 3, 2019 and is now due June 3, 2024. Original note was \$10,000.		
	10,000	13,078
Note payable from an individual, unsecured, interest originally at 3.0%, but changed to 0%. Interest was forgiven in 2019. Principal was originally due February 1, 2020 and is now due February 1, 2025. Original note was \$20,000.		
	20,000	25,653
Note payable from an individual, unsecured, interest at 3.0%. Interest accrues twice a year and is added back to the note balance. Principal and accrued interest is due July 13, 2019. Original note was \$10,000.		
	13,431	13,040
Note paid in full.	-	6,000
Note payable from an individual, unsecured, interest at 3.0%. Interest accrues twice a year and is added back to the note balance. Principal and accrued interest is due September 1, 2019. Original note was \$10,000.		
	13,276	12,987
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues twice a year and is added back to the note balance. Principal and accrued interest is due November 23, 2019. Original note was \$25,000.		
	30,240	29,647



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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Note payable from an individual, unsecured, interest at 3.0%. Interest accrues twice a year and is added back to the note balance. Principal and accrued interest is due February 23, 2020. Original note was \$25,000.	32,770	31,816
Note payable from an individual, unsecured, interest at 0%, due on May 8, 2022.	10,000	10,000
Note payable from an individual, unsecured, interest at 0%, due on May 17, 2022.	40,000	40,000
Note payable from an individual, unsecured, interest at 0%, due on May 23, 2022.	10,000	10,000
Note payable from an individual, unsecured, interest at 0%, due on December 15, 2020.	225,000	225,000
Note paid in full.	-	15,000
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due August 24, 2021. Original note was \$10,000.	11,685	11,456
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due March 16, 2022. Original note was \$25,000.	28,887	28,320
Note payable from an organization, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due June 15, 2022. Original note was \$50,000.	57,487	56,360
Note payable from an individual, unsecured, interest at 1.5%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due July 24, 2019. Original note was \$100,000.	110,899	109,260
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due August 2, 2019. Original note was \$5,000.	5,735	5,622
Note payable from an individual, unsecured, interest at 0%, due on October 11, 2022.	10,000	10,000

**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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Note payable from an individual, unsecured, interest at 0%, due on August 30, 2019.	15,000	15,200
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due September 10, 2019. Original note was \$5,000.	5,500	5,392
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due May 16, 2021. Original note was \$10,000.	10,640	10,431
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due June 13, 2021. Original note was \$10,000.	10,623	10,415
Note payable from an individual, unsecured, interest at 2.0%, due on September 5, 2019. Interest accrues annually. Original note was \$50,000.	50,500	50,500
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due April 10, 2022. Original note was \$10,000.	10,451	10,246
Note payable from an individual, unsecured, interest at 2.0%. Interest accrues annually and is added back to the note balance. Principal and accrued interest is due October 16, 2020. Original note was \$68,000.	70,349	68,970
Note paid in full.	-	4,010
Total	1,612,244	1,750,497
Less, current portion	(450,728)	(654,016)
Long-term portion	<u>\$ 1,161,516</u>	<u>\$ 1,096,481</u>

As a majority of the Organization's notes payable are due shortly after demand, that portion of the note is considered potentially currently due or payable within one year.



**FAMILY LIFE MINISTRIES, INC.**  
**Notes to Financial Statements**

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Notes payable are payable in each of the next five years as follows:

2020	\$ 450,728
2021	400,261
2022	216,719
2023	153,376
2024	116,720
Thereafter	<u>267,614</u>
Total	<u>\$ 1,605,418</u>

**Note 5. Supplemental Cash Flow Information**

	<u>2019</u>	<u>2018</u>
Interest paid	\$ 14,464	\$ 7,374

**Note 6. Retirement Plan**

Family Life Ministries, Inc., has established a 403(b) retirement plan covering all employees of the Organization over 18 years of age that have completed six months of service. The plan allows for employee contributions to the plan up to the maximum allowed by the Internal Revenue Code. The Organization contributes a matching contribution of one dollar for every dollar of a participant's elective deferral up to two percent of each employee's annual salary. The Organization contributed \$34,808 and \$27,568 in the years ended June 30, 2019 and 2018, respectively.

**Note 7. Reclassifications**

Certain reclassifications have been made to the financial statements for the year ended June 30, 2018. These reclassifications are for comparative purposes only and have no effect on the change in net assets originally reported.