CRISTA
A FAMILY OF MINISTRIES

Consolidated Financial Statements

For the Years Ended June 30, 2022 and 2021

Table of Contents

	Page
Independent Auditor's Report	1 - 3
Consolidated Financial Statements:	
Consolidated Balance Sheets	4 - 5
Consolidated Statements of Changes in Net Assets Without Donor Restrictions	6
Consolidated Statements of Changes in Net Assets	7
Consolidated Statements of Functional Expenses	8 - 9
Consolidated Statements of Cash Flows	10 - 11
Notes to Consolidated Financial Statements	12 - 38
Supplementary Information:	
Consolidating Balance Sheet	39 - 40

Clark Nuber PS

Independent Auditor's Report

To the Board of Trustees
CRISTA Ministries
Shoreline, Washington

Opinion

We have audited the financial statements of CRISTA Ministries ("the Organization"), which comprise the consolidated balance sheets as of June 30, 2022 and 2020, and the related consolidated statements of changes in net assets without donor restrictions, changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021, and the changes in its net assets and its 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 the Organization 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 the Organization's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

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Auditor's 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 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 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 the Organization'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 the Organization'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 39 and 40 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Clark Nuber P.S.

Certified Public Accountants
October 13, 2022

CRISTA MINISTRIES

Consolidated Balance Sheets - Assets
June 30, 2022 and 2021
(In Thousands)

	2022	2021
Assets		
Current Assets:		
Cash and cash equivalents (Note 4)-		
Available for current ministries	$ 2,395	$ 4,852
Held for donor restricted ministry purposes	1,118	2,436
Held by field operations	1,855	1,744
Cash held by discontinued operations (Note 2)	68	1,200
Total cash and cash equivalents	5,436	10,232
Grants receivable	728	517
Pledges receivable, current portion (Note 5)		97
Trade receivables, net	2,056	2,249
Receivables for discontinued operations (Note 2)	39	
Note receivable, current portion (Note 14)	178	123
Short-term investments (Note 6)	784	692
Prepaid expenses and other assets	594	1,002
Donated project supply inventory	414	186
Total Current Assets	**10,229**	**15,098**
Long-term investments (Note 6)-		
Available for current ministries	41,982	32,809
Endowment accounts	10,140	13,571
Other investments	366	366
Investments held by discontinued operations (Note 2)	11	5,645
Total long-term investments	52,499	52,391
Planned giving program assets (Notes 6 and 9)	3,564	4,428
Property and equipment used in ministries, net (Note 8)	52,861	56,885
Assets held by field operations (Note 10)	3,986	3,761
Long-term note receivable, net (Note 14)	1,208	1,345
Deferred rent receivable	439	394
Noncurrent assets held for sale (Note 2)		1,500
Total Assets	**$ 124,786**	**$ 135,802**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Balance Sheets - Liabilities and Net Assets
June 30, 2022 and 2021
(In Thousands)

	2022	2021
Liabilities and Net Assets		
Current Liabilities:		
Accounts payable and accrued expenses	$ 8,181	$ 8,328
Accounts payable held in field offices	2,727	2,881
Deferred revenue	1,513	1,429
Grant advances	1,122	1,205
Current portion of long-term debt (Note 12)	1,049	1,011
Current liabilities from discontinued operations (Note 2)	299	6,934
Total Current Liabilities	**14,891**	**21,788**
Long-term debt, net (Note 12)	5,697	6,721
Other long-term liabilities	511	1,335
Refundable entry fees	5,384	4,998
Nonrefundable entry fees	5,871	5,458
Deposits and deferred rent	252	320
Planned giving program obligations (Note 9)	1,411	1,517
Noncurrent liabilities from discontinued operations (Note 2)		33
Total Liabilities	**34,017**	**42,170**
Net Assets:		
Without donor restrictions-		
General	24,149	20,138
Represented by property, equipment and intangibles owned by the Organization	46,014	50,527
Total net assets without donor restrictions	70,163	70,665
With donor restrictions-		
Restricted for program activities	6,396	6,240
Restricted for capital acquisitions	230	280
The Organization's portion of irrevocable trust agreements	16	39
Student financial aid and teacher excellence endowment	4,096	3,982
Senior living resident financial aid endowment	2,137	2,137
World Concern term endowment	2,825	4,856
Other (restricted for endowment funds)	3,030	3,189
Perpetual trust (Note 9)	1,876	2,244
Total net assets with donor restrictions	20,606	22,967
Total Net Assets	**90,769**	**93,632**
Total Liabilities and Net Assets	**$ 124,786**	**$ 135,802**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statements of Changes in Net Assets Without Donor Restrictions
For the Years Ended June 30, 2022 and 2021
(In Thousands)

	2022	2021
Revenues, Gains and Losses:		
Fees for services	$ 49,546	$ 45,765
Contributions	11,076	7,678
Contributions released from restrictions	9,464	11,822
Contributions redirected by donors		(273)
Gifts-in-kind (Note 11)	1,122	387
Gifts-in-kind, U.S. Government (Note 11)	186	34
Government grants	3,350	1,323
Other program revenue	1,169	644
Miscellaneous income	1,232	245
Investment return, net-		
Income on investments	1,559	178
Net realized and unrealized (losses) gains on investments and planned giving program	(4,614)	6,070
Investment return, net	(3,055)	6,248
Foreign currency exchange losses	(300)	(47)
Total Revenues, Gains and Losses	**73,790**	**73,826**
Expenses:		
Program services-		
Program	60,604	53,894
Gifts-in-kind (Note 11)	1,061	178
Gifts-in-kind, U.S. Government (Note 11)	186	34
Total program services	61,851	54,106
Fundraising-		
Fundraising	6,360	5,747
Gifts-in-kind (Note 11)	58	195
Total fundraising	6,418	5,942
Management and general-		
Management and general	10,616	9,458
Gifts-in-kind (Note 11)	3	14
Total management and general	10,619	9,472
Total Expenses	**78,888**	**69,520**
Change in Net Assets Without Donor Restrictions From Continuing Operations	**(5,098)**	**4,306**
Discontinued Operations (Note 2):		
Gain (loss) from discontinued operations	4,571	(734)
Release of net assets due to discontinued operations		6,525
CVM net assets to be transferred to new entity		(6,525)
Change in Net Assets From Discontinued Operations	**4,571**	**(734)**
Change in Net Assets Without Donor Restrictions	**$ (527)**	**$ 3,572**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statements of Changes in Net Assets
For the Years Ended June 30, 2022 and 2021
(In Thousands)

	2022	2021
Net Assets Without Donor Restrictions:		
Total revenues, gains and losses	$ 64,326	$ 62,004
Contributions released from restrictions	9,464	11,822
Total expenses	(78,888)	(69,520)
Discontinued operations	4,571	(734)
Change in Net Assets Without Donor Restrictions	**(527)**	**3,572**
Net Assets With Donor Restrictions:		
Contributions	8,450	12,800
Contributions released from restrictions	(9,464)	(11,822)
Release of net assets due to discontinued operations (Note 2)		(6,525)
Transfer of endowment due to discontinued operations (Note 2)		(65)
Contributions redirected by donors		273
Investment return, net-		
Income on investments	412	370
Net realized and unrealized (losses) gains on investments and planned giving program	(1,734)	2,551
Investment return, net	(1,322)	2,921
Change in Net Assets With Donor Restrictions	**(2,336)**	**(2,418)**
Total Change in Net Assets	**(2,863)**	**1,154**
Net assets, beginning of year	93,632	92,478
Net Assets, End of Year	**$ 90,769**	**$ 93,632**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statement of Functional Expenses
For the Years Ended June 30, 2022
(In Thousands)

	Program Services	Fundraising	Management and General	Total
Salaries	$ 27,526	$ 2,797	$ 4,832	$ 35,155
Payroll taxes	1,981	197	320	2,498
Employee benefits	4,738	325	599	5,662
Professional services	612	687	1,072	2,371
Advertising and promotion	47	22	499	568
Office expenses	690	319	150	1,159
Information technology	338	226	319	883
Occupancy	4,332	1	260	4,593
Travel	1,172	99	66	1,337
Conferences and training	284	22	27	333
Interest	232			232
Depreciation and amortization	5,665	92	472	6,229
Insurance	1,819	159	673	2,651
Dues and fees	521	57	107	685
Purchased services	1,911	1,076	5	2,992
Taxes	274	23	90	387
Grants	30		57	87
Program supplies	9,679	316	465	10,460
Other			606	606
Total Operating Expenses	**61,851**	**6,418**	**10,619**	**78,888**
Discontinued operations - CVM	(19)	1		(18)
Discontinued operations - IL	214		16	230
Discontinued operations - KFMK	(35)		(12)	(47)
Discontinued operations - SNF	(31)		(3)	(34)
Discontinued operations - SUA			19	19
Total Discontinued Operations Expenses	**129**	**1**	**20**	**150**
Total Expenses	**$ 61,980**	**$ 6,419**	**$ 10,639**	**$ 79,038**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statement of Functional Expenses
For the Years Ended June 30, 2021
(In Thousands)

	Program Services	Fundraising	Management and General	Total
Salaries	$ 25,848	$ 2,451	$ 5,067	$ 33,366
Payroll taxes	2,396	223	258	2,877
Employee benefits	3,608	198	465	4,271
Professional services	591	1,044	924	2,559
Advertising and promotion	42	171	412	625
Office expenses	658	303	155	1,116
Information technology	362	218	343	923
Occupancy	3,507	9	204	3,720
Travel	882	14	23	919
Conferences and training	163	12	17	192
Interest	255		109	364
Depreciation and amortization	5,900	88	498	6,486
Insurance	961	110	790	1,861
Dues and fees	398	24	93	515
Purchased services	1,576	775	10	2,361
Taxes	752	17	(429)	340
Grants	137		28	165
Program supplies	6,070	285	197	6,552
Other			308	308
Total Operating Expenses	**54,106**	**5,942**	**9,472**	**69,520**
Discontinued operations - CVM	4,063	892	94	5,049
Discontinued operations - IL	421	87	29	537
Discontinued operations - KFMK	679	74	632	1,385
Discontinued operations - SNF	1,805		(59)	1,746
Discontinued operations - SUA	170			170
Total Discontinued Operations Expenses	**7,138**	**1,053**	**696**	**8,887**
Total Expenses	**$ 61,244**	**$ 6,995**	**$ 10,168**	**$ 78,407**

Negative amounts result from the utilization of tax assets from a prior year.

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statements of Cash Flows
For the Years Ended June 30, 2022 and 2021
(In Thousands)

	2022	2021
Cash Flows From Operating Activities:		
Change in net assets	$ (2,863)	$ 1,154
Adjustments to reconcile change in net assets to		
net cash (used) provided by operating activities-		
Items considered financing activities:		
Capital campaign contributions	(252)	
Perpetual endowment contributions	(115)	(54)
Noncash changes:		
Depreciation and amortization	6,229	6,486
Amortization of financing costs	25	14
Entry fees earned	(1,099)	(1,083)
Donated project supply inventory	(228)	(186)
Donated program supplies in grant advances	228	186
Net realized and unrealized losses (gains) on long-term investments and planned giving program	6,348	(8,621)
Loss on disposal of property		331
Change in allowance for development loans	(382)	113
Provision for allowance for doubtful accounts	383	117
Transfer of endowment due to discontinued operations		6,525
Gain on sale of property - discontinued operations, net	(4,313)	(641)
Depreciation and amortization - discontinued operations		205
Nonrefundable entry fees received	1,780	1,769
Changes in assets and liabilities:		
Grants receivable	(211)	(36)
Pledges receivable	97	222
Trade receivables	(229)	372
Prepaid expenses and other assets	408	457
Assets held by field operations	354	26
Deferred rent receivable	(45)	(47)
Accounts payable to CVM for discontinued operations		100
Accounts payable and accrued expenses	(218)	(906)
Other long-term liabilities	(824)	278
Deferred revenue, deposits and deferred rent	16	109
Grant advances	(311)	(1,026)
Planned giving program obligations	(106)	(275)
Liabilities held by discontinued operations	(6,668)	(1,049)
Net Cash (Used) Provided by Operating Activities	**(1,996)**	**4,540**
Cash Flows From Investing Activities:		
Purchases of investments	(17,193)	(19,459)
Proceeds from sale of investments	11,509	22,441
Principal payment received on note receivable	82	77
Acquisition of property and equipment	(2,288)	(1,820)
Proceeds from sale of property - discontinued operations	5,813	9,241
Issuances of development loans	(6,709)	(6,400)
Repayments of development loans	6,512	6,302
Net Cash (Used) Provided by Investing Activities	**(2,274)**	**10,382**

See accompanying notes.

CRISTA MINISTRIES

Consolidated Statements of Cash Flows (Continued)
For the Years Ended June 30, 2022 and 2021
(In Thousands)

	2022	2021
Cash Flows From Financing Activities:		
Principal payments on long-term obligations	(1,011)	(974)
Principal payments on long-term obligations for discontinued liabilities		(9)
Change in line of credit, net		(10,000)
Refundable entry fees received	1,053	479
Entry fee refunds paid	(935)	(748)
Proceeds from capital campaign contributions	252	
Proceeds from perpetual endowment contributions	115	54
Net Cash Used by Financing Activities	**(526)**	**(11,198)**
Net Change in Cash and Cash Equivalents	**(4,796)**	**3,724**
Cash and Cash Equivalents:		
Beginning of year	10,232	6,508
End of Year	**$ 5,436**	**$ 10,232**
Supplemental Cash Flow Disclosure:		
Cash paid during the year for interest	$ 233	$ 339
Capital acquisitions included in accounts payable	$ 174	$ 92
Income taxes paid	$ -	$ 279
Discontinued operations cash flow-		
Operating activities	$ (6,668)	$ 5,140
Investing activities	$ 5,813	$ 9,241
Financing activities	$ -	$ (9)

See accompanying notes.

Note 1 - Nature of Operations and Significant Accounting Policies

Business Purpose and Organization -

CRISTA Ministries, headquartered at 19303 Fremont Avenue North, Shoreline, Washington 98133-3800, is a Christian not-for-profit organization made up of five distinct ministries with one common purpose. CRISTA Ministries is a family of ministries empowered to serve the needs of the world with the Gospel of Jesus Christ. Its vision is to serve more than 3 million people annually through healthy and sustainable ministries and witness 700,000 new and growing disciples for Jesus Christ.

CRISTA Ministries was founded in 1948 as King's Garden. Today, its five ministries serving locally and internationally include King's Schools, CRISTA Senior Living, CRISTA Media, CRISTA Camps, and World Concern.

King's Schools - CRISTA Ministries serves youth and their families through King's Schools which provides an exemplary Christian education for preschool through high school students. Located on our 55-acre campus in Shoreline, Washington, our vision is to inspire and transform the lives of students in a spiritually vital, caring school community that raises up future leaders for the glory of God. King's Schools is based on the four pillars of Christian Formation, Academic Excellence, Caring Community, and Solid Rock Foundation.

CRISTA Senior Living - CRISTA Ministries has two Life Plan Communities for seniors - Cristwood Park is located on its beautiful 55-acre campus just north of Seattle in Shoreline and Crista Shores is located on the shores of Dyes Inlet in Silverdale on the Olympic Peninsula. As a Life Plan Community, CRISTA Senior Living offers multiple levels of care including independent living, assisted living, and memory care. Every staff member is a believer in Christ, living out their faith through acts of service to residents who are loved and cared for in a Christ-like way and prayed for daily, with their needs addressed holistically.

CRISTA Media - One of the most powerful and far-reaching tools CRISTA Ministries has in sharing the Gospel is through the borderless ministry of CRISTA Media. Through media, the love of Christ meets the world's need for truth and hope in surprising ways. CRISTA Media includes three stations, each with its own style and audience - KCIS 630 AM reaches generations of listeners in Puget Sound with sound biblical teaching and traditional Christian music; SPIRIT 105.3 FM reaches listeners in the Pacific Northwest with popular Christian music and inspirational stories; and PRAISE 106.5 FM reaches listeners in Southern B.C. and Northwest Washington with popular Christian music and inspirational stories.

CRISTA Camps - Located on the beautiful Olympic Peninsula, CRISTA Ministries' Miracle Ranch provides day and overnight camps, horse camps, and camps for kids with parents in the military, as well as hosting guest groups, outdoor education for local schools, therapeutic horse riding for the special needs community, and pastor retreats. Activities offered include horsemanship and riding lessons, waterfront activities, paintball, high ropes courses, archery, disc golf, a rock wall, field & court sports, a petting zoo, a game room, and arts & crafts. Woven through the fun and nurturing that occurs at Miracle Ranch is the Gospel, lived out and spoken, bringing thousands of kids and adults into a relationship with Jesus Christ each year.

World Concern - World Concern is the international relief and development arm of the CRISTA Family of Ministries. Working in some of the hardest places of the world, its One Village Transformed program partners with villages, empowering them on a six-to-eight-year journey toward attaining goals of better nutrition, clean water, education, economic resources, and healthcare. Along the way, we pray for spiritual transformation as the people become receptive to the Gospel and find new life in Christ.

Note 1 - Continued

World Concern Development Organization ("WCDO") - WCDO is a separate not-for-profit organization and the non-ecclesiastical arm of World Concern, shares common facilities and management with World Concern. WCDO is responsible for administering governmental and other grants. It is reported in these consolidated financial statements as part of World Concern.

CRISTA Ministries Canada ("CRISTA Canada") is a not-for-profit organization incorporated under the Canada Corporation Act and registered as a Charitable Organization. CRISTA Canada has an agreement with CRISTA Media to provide programming designed to support individuals in their commitment to practice their Christian beliefs and live the Christian life. CRISTA Canada also has an agreement with World Concern to help provide for the spiritual and physical needs of families in the poorest countries of the world.

Principles of Consolidation - The consolidated financial statements include the accounts of CRISTA Ministries, WCDO, and CRISTA Canada (collectively, the "Organization"). All significant inter-organization transactions have been eliminated upon consolidation.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents - Cash in excess of daily requirements is invested in interest-bearing instruments with maturities of three months or less. Such investments are considered to be cash equivalents, except for those included in the Organization's investment portfolio and subject to its investment policy.

Cash Held by Field Operations - Cash held by field operations represents cash forwarded to project field sites for use in carrying out ministry activities.

Grants Receivable - Unconditional grants receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to grants receivable. Grants receivable are due primarily from government agencies and implementing partner organizations and are deemed by management to be fully collectible. Therefore, an allowance for doubtful accounts was not recorded at June 30, 2022 and 2021.

Pledges Receivable - Pledges receivable, unconditional promises to give, that are expected to be collected within one year are recorded at net realizable value. Management provides for probable uncollectible amounts through a charge to uncollectible pledge expense and a credit to a valuation allowance based on historical trends. There was no allowance for doubtful account at June 30, 2022. The allowance for doubtful accounts was $15,000 at June 30, 2021.

Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on these amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received.

Note 1 - Continued

Trade Receivables - Trade receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances still outstanding after management has used reasonable collection efforts are written off through a charge to bad debt expense and a credit to trade receivables. The allowance for doubtful accounts was $943,000 and $560,000 at June 30, 2022 and 2021, respectively.

Note Receivable - The note receivable consists of a note for the sale of the Crosspoint Academy building (Note 14). The note is recorded at its outstanding principal balance. Management considers the outstanding balance to be fully collectible and has, therefore, not recorded an allowance against the note.

Donated Program Supply Inventory - Donated program supply inventory consists of nutritional supplements provided by the U.S. Federal government for a program operated by the Organization in Somalia and South Sudan. Nutritional supplement not yet used or distributed under this program are recorded as inventory. The nutritional supplements are recorded at fair value on the dated received and are evaluated for impairment and obsolescence (Note 11).

Investments and Planned Giving Program Assets - Investments and planned giving program assets consist primarily of marketable debt and equity securities, mutual funds, private equity, real estate investment trust, nonmarketable securities, and an interest in a perpetual trust. Investments in marketable securities, real estate investment trust, and the perpetual trust are stated at fair value. Investments in private equity are reported at their net asset value. Purchases and sales are recorded on a trade-date basis. Interest and dividends, recorded on the accrual basis, and gains and losses on investments are recognized in the consolidated statements of changes in net assets. Investment securities, in general, are exposed to various risks, including interest rate, credit and overall market volatility. It is reasonably probable that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated balance sheets.

Captive Insurance Company - The Organization has contracted with a captive insurance company to insure against professional liability, property damage, and business income/extra expense, and to reinsure against a portion of its general liability, auto liability, and physical damage. The Organization owns a noncontrolling share of the common stock of the captive insurance company and is accounting for this investment at cost less impairment, plus or minus changes in fair value as a result of observable price changes that occur in orderly transactions for identical or similar investments of the same issuer, in accordance with U.S. GAAP. The value of this investment in the amount of $366,000 at June 30, 2022 and 2021, is included in investments.

Property and Equipment Used in Ministries and Depreciation - The Organization capitalizes assets with a cost greater than $3,000 and an estimated useful life of three or more years for equipment and $5,000 and an estimated useful life of five years for property and improvements, except for assets purchased for use in Senior Ministries, which capitalizes assets of $750 or more to meet state Medicare guidelines. Certain technology items with a cost greater than $750 and estimated life of three or more years are also capitalized. Purchased property is carried at cost. Donated property is recorded at fair value when received. Depreciation is computed using the straight-line method based on estimated useful lives as follows:

Buildings and improvements	5 - 50 years
Furniture and equipment	3 - 10 years
Vehicles	3 - 7 years

Note 1 - Continued

Development Loans Receivable - Development loans receivable represent loans outstanding under the Micro-enterprise Loan Program (MLP) in the country of Bangladesh.

The purpose of the MLP is to assist impoverished persons to become self-reliant, successful entrepreneurs. The MLP is administered in accordance with guidelines published by World Concern and is tailored to specific conditions of the host country. The majority of these loans mature in one to two years. Based on management's intent and ability to reinvest collected amounts in the MLP in those countries, the balance has been classified as a long-term receivable and included in assets held by field operations on the consolidated balance sheets (Note 10).

Grant Advances - Grant advances consist of funds and gifts-in-kind received from donors for conditional grants prior to the conditions being satisfied. The conditions are expected to be satisfied and grant revenue recognized within the following year.

Radio Licenses - The Organization has several radio licenses, they are carried at $0 on the consolidated balance sheets as of June 30, 2022 and 2021.

Deferred Revenue - Cash from certain fees for services is received prior to the Organization providing the intended program services. These revenues are deferred until the period in which the services are rendered.

Long-Term Liabilities - Long-term liabilities consist of liabilities due from the Organization more than a year from the balance sheet date. These liabilities include discontinued operations obligations including estimated future costs related to discontinued lines of business, deferred portion of employer social security, and worker's compensation (Note 15).

Financing Costs - Financing costs are recorded as a deduction from the related debt liability on the consolidated balance sheets. Financing costs are amortized over the term of the applicable debt using the straight-line method. U.S. GAAP requires that the effective yield method be used to amortize finance costs; however, the effect of using the straight-line method is not materially different from the results that would have been obtained under the effective yield method. Amortization of financing costs is included as a component of interest expense on the consolidated statements of functional expenses.

Entry Fees - Entry fees represent advance payment for use of retirement facilities. Entry fees are subject to contractual refunds upon death or other termination of residency. The refunds on a majority of the contracts range from 0% to 80% of the entry fees paid, depending upon length of residency. Refundable entry fees are reported as a liability on the consolidated balance sheets. The nonrefundable portion of the entry fee is considered deferred revenue and is amortized to income based upon the life expectancy of the residents. The balance of nonrefundable entry fees at June 30, 2022, 2021, and 2020 was $5,871,000, $5,458,000, and $5,800,000, respectively. Due to the discontinuation of the Organization's skilled nursing facility in August 2020, certain services previously provided in-house may need to be outsourced to fulfill the Organization's performance obligations to residents. The estimated amount, based on past experience of days of service, totaled approximately $1,100,000 as of June 30, 2022 and 2021, and has been reclassified from nonrefundable entry fees to accounts payable and accrued expenses on the consolidated balance sheets.

The present value of the net cost of future services to current residents is calculated annually to determine if an unfunded liability for those services should be recorded. A discount rate of 6% was used as of June 30, 2022 and 2021. No unfunded liability exists for obligations to provide future services as of June 30, 2022 and 2021.

Note 1 - Continued

Discontinued Operations - The Organization reports discontinued operations when a component or unit of the Organization has been formally approved for sale or disposed of by other than sale, and the change represents a strategic shift that will have a major effect on the Organization's operations and financial results. The Organization reported discontinued operations and assets and liabilities held for sale as of June 30, 2022 and 2021 (Note 2).

Concentration of Credit Risk - Financial instruments that potentially subject the Organization to concentration of credit risk consist primarily of receivables, cash and cash equivalents, investments, and development loans receivable (Note 10). As of June 30, 2022 and 2021, concentration of credit risk with respect to receivables is limited due to a large base of customers consisting of public and private companies representing a variety of industries, government agencies, and individuals in the Pacific Northwest. Cash and cash equivalents are held with banks located in and outside of the United States. As of June 30, 2022 and 2021, 43% and 22%, respectively, of cash and cash equivalents are held in banks outside of the United States. Investments are held with a variety of financial institutions. Cash, cash equivalents, and investment balances may at times exceed FDIC and SIPC insurance limits. Development loans receivable are due from a large number of loans granted under the Organization's MLP in Bangladesh.

Basis of Presentation - Net assets, revenues, 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 and reported as follows:

> Net Assets Without Donor Restrictions - Net assets without donor restrictions include all net assets on which there are no donor-imposed restrictions for use, or such donor-imposed restrictions that expired or were met during the current or previous years.
>
> Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions that will be met either by actions of the Organization, the passage of time, or must be maintained permanently by the Organization.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions.

Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of restrictions on net assets (i.e., the donor stipulated purpose has been fulfilled or the stipulated time period has lapsed) are reported as reclassifications between the applicable classes of net assets. Contributions where restrictions are satisfied within the same year are reported as revenue without donor restrictions. Net assets released from restriction are primarily for the satisfaction of donor imposed program restrictions.

Contributions that the donor requires to be used to acquire long-lived assets (e.g., building improvements, furniture, and equipment) are reported as net assets with donor restrictions. The Organization reflects the expiration of the donor-imposed restriction as a reclassification included in contributions released from restrictions when the asset is placed into service.

Foreign Currency Translation - The functional currency of CRISTA Canada is the Canadian dollar and World Concern's field offices is the local currency in which the office is located. Assets and liabilities of the offices have been translated into U.S. dollars at year end exchange rates. Revenues and expenses have been translated at average monthly exchange rates. Translation adjustments are included in the consolidated statements of changes in net assets without donor restrictions.

Note 1 - Continued

Fees for Services Revenue Recognition - Fees for services revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing services. These amounts are due from residents, third-party payors and others purchasing the Organization's services.

Senior Living - Senior Living recognizes revenue based on the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing services. Revenues from health related services are reflected at estimated net realizable amounts from patients and third-party payors, which includes the Medicaid and Medicare programs. Generally, the Organization bills patients and third-party payors the month after the services are performed. Revenue is recognized as performance obligations are satisfied. Laws and regulations governing the Medicaid and Medicare programs are extremely complex and subject to interpretation. As a result, there is a possibility that recorded estimates may change. Residents are charged resident stay fees in advance, typically the 15th day of the prior month, and revenue is recognized during the month in which the residence is occupied. Revenue for ancillary services is also billed in advance based on the prior month's actual charges, and revenue is recognized the following month as actual charges are incurred and the Organization has satisfied its performance obligations. Residents may vacate their unit or the Organization can modify the monthly residence charge; therefore, the residence agreements are considered month-to-month contracts.

King's Schools - Tuition revenue is recognized ratably over the applicable academic year in which the related education instruction is provided. Full annual tuition is billed in advance of the academic year and is due prior to the first day of classes. The tuition contract is cancellable upon written notice and confirmation by the Organization until July 1 each year. A minimum charge of 10% of the annual tuition is due for enrollment cancellations received thereafter until the first day of the school year. Once the school year commences, tuition is pro-rated by nine-week quarters for withdrawals and late enrollments. Withdrawal or enrollment during a quarter require payment of tuition for the full quarter. Tuition and fees received for the next academic year are reported as unearned revenue of the consolidated balances sheets until the academic year commences.

Media - Revenue from media placements with the Organization's radio stations is recognized when the spot is aired. Media fees are billed monthly based on the amount of air-time consumed. Customers generally enter into contracts to purchase several media placements; however, the contracts are cancellable with 30 days' notification.

Camps - Revenue from camp fees is recognized in the month in which the camp or conference commences. The Organization charges campers and other customers using the facilities a deposit at the time a contract is signed, and deposits are recorded as deferred revenue until the event occurs and revenue is recognized.

Other Program Revenue - Other program revenue consists primarily of interest earned on the Micro-enterprise Loan Program. Interest is recognized each month based on the applicable interest rates on the loans.

Note 1 - Continued

Grants, Contributions and Gifts-in-Kind Revenue Recognition -

Grants and Contributions - Revenue from grants and contributions is recognized when the donor-imposed conditions, if any, have been met. Conditional grants are not recognized as revenues until the conditions on which they depend have been met. U.S. Federal government grants are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Payments received prior to the conditions being met are recorded as grant advances on the consolidated balance sheets. Conditional grants committed but outstanding totaled approximately $5,378,000 and $5,323,000 as of June 30, 2022 and 2021, respectively, and are expected to be recognized as revenue during the next three years.

Gifts-in-Kind - Nonfinancial gifts of medicine, nutrition supplements, clothing, agricultural supplies, medical supplies, and other commodities are donated to the Organization for distribution or use in overseas development projects or for internal use. Such gifts are recorded, at estimated fair value on the date received, except for food commodities (Note 11). Food commodities, consisting of nutrition supplements, are received from the U.S. Federal government and are considered conditional grants. Therefore, revenue for the nutrition supplements is recognized when the goods are distributed or used by the Organization.

Methods Used for Allocation of Expenses Among Programs - The consolidated financial statements report certain categories of expenses that are attributable to program or supporting services of the Organization. Those expenses include the Executive Office, ministry management departments, the legal department, the information technology department, the security department, the facilities department, the housekeeping department and the grounds department. The Executive Office, ministry management department and legal department expenses are allocated based on level of effort. Information technology costs are allocated based on workorders and network accounts. Facility expenses are allocated based upon workorders. Security, housekeeping and ground expenses are allocated based upon square footage.

Income Taxes - The Internal Revenue Service (IRS) has determined that CRISTA and WCDO are exempt from federal income taxes under Sections 501(c)(3) and 509(a)(1) of the Internal Revenue Code, with the exception of certain activities that result in unrelated business income which are taxable.

CRISTA Canada is registered as a Charitable Organization under tax laws established by the Canada Revenue Agency. It had no taxable income for the years ended June 30, 2022 and 2021.

Reclassifications - Certain reclassifications were made to the 2021 financial statements to conform to the 2022 presentation. The reclassifications have no effect on the previously reported total assets, liabilities, net assets and change in net assets.

Note 2 - Discontinued Operations and Assets Held for Sale

During the year ended June 30, 2021, the Organization made the decision to discontinue its Christian Veterinary Ministry (CVM) operations. The assets held by CVM were transferred to a newly formed independent not-for-profit organization that will continue CVMs charitable work. The tables that follow include the CVM balances for both fiscal years 2022 and 2021. During the year ended June 30, 2022, cash and investments totaling approximately $6,525,000 were transferred to the new independent entity. The liability totaling $194,000 and $6,625,000 were included in accounts payable and accrued expenses on the consolidated balance sheets for the years ending June 30, 2022 and 2021, respectively.

Note 2 - Continued

During the year ended June 30, 2021, the Organization made the decision to discontinue its Island Lake Camp (ILC) operations and committed to selling the ILC building, property, and assets. The real and personal properties are reported at the lower of their carrying or fair values and are classified as assets held for sale on the consolidated balance sheets as of June 30, 2021. The tables that follow include the ILC balances for both fiscal years 2022 and 2021. The sale of the real and personal properties closed on October 28, 2021 and resulted in a gain on sale of $4,365,000.

During the year ended June 30, 2020, the Organization made the decision to discontinue its skilled nursing facility (SNF) operations that were part of CRISTA's Senior Living ministry. The operations were not transitioned or sold to another entity. The real property and facilities used for SNF were retained and repurposed by the Organization. Debt associated with SNF was retained by the Organization. SNF operations were essentially discontinued by June 30, 2020, and were fully terminated by August 2020.

During the year ended June 30, 2020, the Organization made the decision to discontinue its Seattle Urban Academy (SUA) ministry and broadcasting in the Austin, Texas markets (KFMK). The Organization committed to plans to sell the building that housed SUA and to sell the KFMK radio license. Both sales were completed during the year ended June 30, 2021 resulting in a gain of $1,127,000.

A reconciliation of the carrying amounts of the major classes of assets and liabilities that are classified as discontinued operations and held for sale on the consolidated balance sheets consists of the following as of June 30, 2022:

	(In Thousands)					
	KFMK	SNF	SUA	ILC	CVM	Total 2022
Assets Held by Discontinued Operations:						
Cash	$ -	$ 68	$ -	$ -	$ -	$ 68
Receivables	39					39
Investments		11				11
Total Assets Held by Discontinued Operations	**$ 39**	**$ 79**	**$ -**	**$ -**	**$ -**	**$ 118**
Liabilities Held by Discontinued Operations:						
Accounts payable and accrued expenses	$ 21	$ 58	$ 26	$ -	$ 194	$ 299
Total Liabilities Held by Discontinued Operations	**$ 21**	**$ 58**	**$ 26**	**$ -**	**$ 194**	**$ 299**

Note 2 - Continued

A reconciliation of the major classes of revenue and expenses that are classified as discontinued on the consolidated statement of activities and changes in net assets without donor restrictions consists of the following for the year ended June 30, 2022:

	(In Thousands)					
	KFMK	SNF	SUA	ILC	CVM	Total 2022
Revenues:						
Fees for service	$ -	$ 4	$ -	$ 379	$ -	$ 383
Contributions			2	48		50
Gain (loss) on disposal		(1)	(25)	4,365		4,339
Miscellaneous income	(34)			(17)		(51)
Total Revenues	**(34)**	**3**	**(23)**	**4,775**		**4,721**
Expenses:						
Program	(35)	(31)	19	214	(14)	153
Fundraising					1	1
Management and general	(12)	(3)		16	(5)	(4)
Total Expenses	**(47)**	**(34)**	**19**	**230**	**(18)**	**150**
Change in Net Assets From Discontinued Operations	**$ 13**	**$ 37**	**$ (42)**	**$ 4,545**	**$ 18**	**$ 4,571**

A reconciliation of the carrying amounts of the major classes of assets and liabilities that are classified as discontinued operations and held for sale on the consolidated balance sheets consists of the following as of June 30, 2021:

	(In Thousands)					
	KFMK	SNF	SUA	ILC	CVM	Total 2021
Assets Held by Discontinued Operations:						
Cash	$ -	$ -	$ -	$ -	$ 1,200	$ 1,200
Noncurrent assets held for sale-						
Property held for sale				1,500		1,500
Investments			320		5,325	5,645
Total Assets Held by Discontinued Operations	**$ -**	**$ -**	**$ 320**	**$ 1,500**	**$ 6,525**	**$ 8,345**
Liabilities Held by Discontinued Operations:						
Accounts payable and accrued expenses	$ -	$ -	$ 346	$ -	$ 3	$ 349
Liability for net assets to be transferred to new entity-					6,525	6,525
Deferred revenue					51	51
Current portion of long-term liabilities		9				9
Total current liabilities held in discontinued operations		9	346		6,579	6,934
Noncurrent Liabilities Held by Discontinued Operations:						
Long-term liabilities, net		33				33
Total Liabilities Held by Discontinued Operations	**$ -**	**$ 42**	**$ 346**	**$ -**	**$ 6,579**	**$ 6,967**

Note 2 - Continued

A reconciliation of the major classes of revenue and expense that are classified as discontinued on the consolidated statement of activities and changes in net assets without donor restrictions consists of the following for the year ended June 30, 2021:

	(In Thousands)					
	KFMK	SNF	SUA	ILC	CVM	Total 2021
Revenues:						
Fees for service	$ 612	$ 324	$ -	$ 83	$ 41	$ 1,060
Contributions	128	10		140	5,416	5,694
Gifts-in-kind					114	114
Government grants		254				254
Gain (loss) on disposal	1,127		(907)			220
Miscellaneous income (loss)		6		61	744	811
Total Revenues	**1,867**	**594**	**(907)**	**284**	**6,315**	**8,153**
Expenses:						
Program	679	1,805	170	421	4,063	7,138
Fundraising	74			87	892	1,053
Management and general	632	(59)		29	94	696
Total Expenses	**1,385**	**1,746**	**170**	**537**	**5,049**	**8,887**
Change in Net Assets From Discontinued Operations	**$ 482**	**$ (1,152)**	**$ (1,077)**	**$ (253)**	**$ 1,266**	**$ (734)**

Note 3 - Revenues From Contracts With Customers and Accounts Receivable

Revenues from contracts with customers were from recognized as follows for the years ended June 30:

	2022		2021	
	Amount	Percent of Service Revenue	Amount	Percent of Service Revenue
Goods and services transferred at a point in time	$ 32,308	65%	$ 30,003	66%
Services transferred over time	17,238	35%	15,762	34%
Total Fees for Service Revenue	**$ 49,546**	**100%**	**$ 45,765**	**100%**

Goods and services transferred over time consist of amortization of entrance fees and school tuition.

Note 3 - Continued

Major components of accounts receivable include third-party payer reimbursement receivable, including Medicare and Medicaid, private pay, and receivables from other ministry revenue.

	(In Thousands)		
	2022	2021	2020
Trade receivables from contracts with customers-			
Third-party payer reimbursements receivable	$ 383	$ 514	$ 1,267
Private pay by customers	1,889	1,781	1,645
	2,272	2,295	2,912
Allowance for doubtful accounts	(943)	(560)	(704)
Trade receivables from contracts with customers, net	1,329	1,735	2,208
Trade receivables from other revenues	727	514	413
Trade Receivables, Net	**$ 2,056**	**$ 2,249**	**$ 2,621**

For the years ended June 30, 2022 and 2021, the Organization's policy for assessing the timing and amount of uncollectible accounts receivable is first by specific identification of uncollectible accounts, followed by a general allowance based on the age of the remaining accounts receivable.

	(In Thousands)	
	2022	2021
Beginning balance of allowance for doubtful accounts	$ 560	$ 704
Balances written off	(87)	(188)
Provision for bad debt	470	44
Ending Balance of Allowance for Doubtful Accounts	**$ 943**	**$ 560**

Deferred revenues primarily represent advance payments made for customers in the following ministries:

	(In Thousands)		
	2022	2021	2020
King's schools	$ 483	$ 443	$ 477
Senior living	512	324	506
Camps	449	352	117
Media	69	85	87
Other		225	
Deferred Revenues	**$ 1,513**	**$ 1,429**	**$ 1,187**

Note 4 - Cash and Cash Equivalents

Cash and cash equivalents consisted of the following as of June 30:

	(In Thousands) 2022	2021
Cash	$ 2,805	$ 1,347
Money market, CDs and other	2,563	7,685
Cash held by discontinued operations	68	1,200
Total Cash and Cash Equivalents	**$ 5,436**	**$ 10,232**

Cash and cash equivalents include approximately $2,319,000 and $2,218,000 as of June 30, 2022 and 2021, respectively, of funds on deposit in banks in foreign countries.

Note 5 - Pledges Receivable

Pledges receivable were due as follows as of June 30:

	(In Thousands) 2022	2021
Pledges due in less than one year	$ -	$ 112
Less allowance for uncollectible pledges		(15)
Pledges Receivable, Net	**$ -**	**$ 97**

Note 6 - Investments and Planned Giving Program Assets

Investments and planned giving program assets consist of the following as of June 30:

	(In Thousands) 2022	2021
Investments-		
Cash and cash equivalents (at cost)	$ 2,228	$ 766
Marketable equity securities	25,296	28,746
Marketable debt securities	13,813	13,793
Alternative strategies	3,264	2,496
Private equities	8,316	6,916
Nonmarketable equity securities (at cost)	366	366
	53,283	53,083
Planned giving program assets-		
Cash and cash equivalents (at cost)	42	22
Marketable equity securities	1,139	1,645
Marketable debt securities	507	517
Beneficial interest in perpetual trust held by third party	1,876	2,244
	3,564	4,428
Total Investments and Planned Giving Program Assets	**$ 56,847**	**$ 57,511**

Investments are classified on the consolidated balance sheets as the following as of June 30:

	(In Thousands) 2022	2021
Short-term investments	$ 784	$ 692
Long-term investments	52,499	52,391
Total Investments	**$ 53,283**	**$ 53,083**

Note 7 - Fair Value Measurements

U.S. GAAP 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) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are described as follows:

Level 1 - Unadjusted quoted prices available in active markets for identical assets or liabilities;

Note 7 - Continued

Level 2 - Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities; or

Level 3 - Unobservable inputs that are significant to the fair value measurement.

A financial instrument's level within the fair value hierarchy is based upon the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. These financial instruments were valued using a market approach.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2022 and 2021.

Mutual Funds and Alternative Funds - Valued at quoted market prices in active markets.

Corporate/Municipal/Education Bonds - Valued using bid valuations from similar instruments in actively traded markets.

Perpetual Trust - Valued at the Organization's share of the trust's assets, which are reported at fair value.

Private Equity - Valued at net asset value (NAV) per share, or its equivalent, as a practical expedient, as reported by the general partner or investment manager unless specific evidence indicated the NAV should be adjusted. In accordance with U.S. GAAP, certain investments that were measured at fair value using the NAV per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented are intended to permit reconciliation of the fair value hierarchy to the line items presented in the balance sheets.

A reconciliation of the investments and planned giving assets measured at fair value on a recurring basis to total investments is as follows as of June 30:

	(In Thousands) 2022	2021
Assets recorded at fair value on a recurring basis	$ 54,211	$ 56,357
Assets recorded at cost	2,636	1,154
Total Investments and Planned Giving	**$ 56,847**	**$ 57,511**

Note 7 - Continued

Assets recorded at fair value on a recurring basis were as follows as of June 30, 2022:

	(In Thousands)			
	Level 1	Level 2	Level 3	Total
Equity mutual funds	$ 26,440	$ -	$ -	$ 26,440
Fixed income mutual funds	12,226			12,226
Total mutual funds	38,666			38,666
Alternative funds	3,264			3,264
Corporate bonds		2,050		2,050
Municipal and education bonds	39			39
Perpetual trust held by third party			1,876	1,876
Total Investments in the Fair Value Hierarchy	**$ 41,969**	**$ 2,050**	**$ 1,876**	45,895
Private equity investments measured at NAV				8,316
Investments at Fair Value				**$ 54,211**

Assets recorded at fair value on a recurring basis were as follows as of June 30, 2021:

	(In Thousands)			
	Level 1	Level 2	Level 3	Total
Equity mutual funds	$ 30,391	$ -	$ -	$ 30,391
Fixed income mutual funds	12,108			12,108
Total mutual funds	42,499			42,499
Alternative funds	2,496			2,496
Corporate bonds		2,142		2,142
Municipal and education bonds	60			60
Perpetual trust held by third party			2,244	2,244
Total Investments in the Fair Value Hierarchy	**$ 45,055**	**$ 2,142**	**$ 2,244**	49,441
Private equity investments measured at NAV				6,916
Investments at Fair Value				**$ 56,357**

Note 7 - Continued

The following table lists investments in private equity for which fair value is measured using the NAV per share practical expedient, summarizes significant terms of the agreements with certain investment companies, and discloses unfunded investment commitments as of June 30:

Strategy	(In Thousands) Fair Value June 30, 2022	(In Thousands) Unfunded Commitments	Redemption Frequency	Redemption Notice Period	Other Restrictions
Private equity- Limited partnerships and limited liability company	$ 8,316	$ 878	Not currently redeemable.	Not currently redeemable.	Not currently redeemable.

Strategy	(In Thousands) Fair Value June 30, 2021	(In Thousands) Unfunded Commitments	Redemption Frequency	Redemption Notice Period	Other Restrictions
Private equity- Limited partnerships and limited liability company	$ 6,916	$ 1,569	Not currently redeemable.	Not currently redeemable.	Not currently redeemable.

Private equity investment consists of limited partnerships and a limited liability company with diversified strategies that invest in domestic and global securities and are available to institutional investors.

The perpetual trust held by a third party represents the Organization's interest in trust assets (Note 9). Annual distributions are made from the trust by the trustees; therefore, no redemption terms or restrictions apply.

Note 8 - Property and Equipment Used in Ministries

Property and equipment used in ministries consist of the following as of June 30:

	(In Thousands) 2022	(In Thousands) 2021
Land	$ 5,977	$ 5,854
Buildings and improvements	128,732	126,818
Furniture, equipment and other	16,280	16,041
Construction in progress	416	515
Total depreciable property and equipment before depreciation	151,405	149,228
Less accumulated depreciation	(98,544)	(92,344)
Property and Equipment, Net	**$ 52,861**	**$ 56,884**

Note 9 - Planned Giving Program

Irrevocable Trusts - The Organization is a beneficiary of irrevocable unitrusts and testamentary trusts administered by the Organization. The trusts provide for annual distributions of 6% to 7% of the value of trust assets to be paid to the trust grantors. The trusts all terminate upon the death of the various grantors, at which time the remaining assets will be distributed to the Organization and other beneficiaries. The trust assets are valued at fair value and totaled $146,000 and $194,000 at June 30, 2022 and 2021, respectively. The trust liabilities are valued at the present value of the estimated future distributions to be paid to the trust grantors discounted at rates of 6% to 7% and totaled $130,000 and $155,000 and at June 30, 2022 and 2021, respectively.

When trusts are initially established the Organization records contribution revenue with donor restrictions equal to the value of trust assets received less the trust liability. The Organization recorded a loss of $13,000 and a gain of $17,000 during the years ended June 30, 2022 and 2021, respectively, related to the change in trust assets and liabilities. This gain/(loss) is included in the donor restricted net realized and unrealized gains or losses on investments on the consolidated statements of changes in net assets. There were no contributions to irrevocable trusts during the years ended June 30, 2022 and 2021,

Annuities - The Organization administers gift annuities for which it is obligated to make periodic distributions to designated beneficiaries. When contributed assets are initially received, the assets are recorded at fair value as general assets of the Organization, and donor-restricted contribution revenue is recorded equal to the value of contributed assets received less the annuity liability. The fair value of annuity assets totaled $1,542,000 and $1,977,000 as of June 30, 2022 and 2021, respectively. The present values of the payments due to the beneficiaries are recorded as liabilities and totaled $1,281,000 and $1,347,000 as of June 30, 2022 and 2021, respectively. Net present values are calculated based on the expected lives of the beneficiaries and using the applicable federal discount rate at the date of the gift. The annuity liability is revalued annually based upon actuarially computed present values. The segregated funds the Organization maintains exceed the actuarial value of the annuity liability by at least 10% as required by Washington state law. In compliance with Washington state law requirements the Organization has included the consolidating balance sheet as supplementary information on pages 40 and 41.

Gift Loan Agreements - Gift loan agreements represent demand notes with interest rates of 5% that become contributions to the Organization upon the death of the note holder. Gift loan agreement liabilities totaled $0 and $15,000 as of June 30, 2022 and 2021, respectively.

Perpetual Trust - The Organization is named as one of several beneficiaries of a perpetual trust. Under the terms of the trust, an independent trustee will make annual distributions, in perpetuity, to the Organization based upon the Organization’s 3% percent share of the trust assets’ fair value. That share totaled $1,876,000 and $2,244,000 at June 30, 2022 and 2021, respectively, and is included in net assets with donor restrictions. The Organization received distributions totaling $89,000 and $84,000 for the years ended June 30, 2022 and 2021, respectively. The distributions are available for general operations. Changes in the value of the underlying assets of $(368,000) and $479,000 for the years ended June 30, 2022 and 2021, respectively, have been recorded in the accompanying consolidated statements of changes in net assets with donor restrictions as net realized and unrealized gains (losses) on investments.

Note 9 - Continued

Planned giving program assets were as follows as of June 30:

	(In Thousands) 2022	2021
Irrevocable trusts	$ 146	$ 194
Annuities	1,542	1,977
Gift loan agreements		13
Perpetual trust	1,876	2,244
Total Planned Giving Assets	**$ 3,564**	**$ 4,428**

Planned giving program liabilities were as follows as of June 30:

	(In Thousands) 2022	2021
Irrevocable trusts	$ 130	$ 155
Annuities	1,281	1,349
Gift loan agreements		13
Total Planned Giving Liabilities	**$ 1,411**	**$ 1,517**

Note 10 - Development Loans Receivable

The Organization makes loans under the Micro-enterprise Loan Program (MLP) to assist impoverished persons to become self-reliant, successful entrepreneurs in the country of Bangladesh. The loans are funded by restricted contributions, and amounts collected on these loans are reinvested in the MLP to fund future loans. The MLP balance is included in the consolidated balance sheets as a part of assets held by field operations.

Note 10 - Continued

Development loans receivable and the allowance for doubtful accounts were as follows as of June 30:

	(In Thousands) 2022	2021
Receivables from individuals in Bangladesh	$ 4,293	$ 4,511
Less allowance for doubtful accounts-		
Beginning balance	(919)	(807)
Provision for loan losses	(45)	(134)
Adjustments	334	
Loans written off	93	22
Allowance balance	(537)	(919)
Microloans Receivable, Net	**$ 3,756**	**$ 3,592**

The following amounts were past due under the MLP as of June 30:

	(In Thousands) 2022	2021
Less than one year	$ 74	$ 375
One to five years	310	522
Total Loans Past Due	**$ 384**	**$ 897**

The average loan size was $180 and $194 at June 30, 2022 and 2021, respectively. Maturities on the loans range from two months to two years, and interest rates range from 13.4% to 26.9%. Allowances for doubtful accounts are established based on prior collection experience, current economic factors and management's review of individual account balances. Loans under the MLP are written off only when they are deemed to be permanently uncollectible, and interest continues to accrue until the loan balances are paid in full. Assessed impairment of certain loans is included in the allowance for doubtful accounts.

The Organization is subject to certain business risks that could affect net assets. These risks include the geographic concentration in Bangladesh, a developing country, which represents 100% of the total development loans receivable at June 30, 2022 and 2021.

The Organization holds approximately $1,541,000 and $1,710,000 in deposits against the loans from the individuals in the MLP at June 30, 2022 and 2021, respectively. These are returned to the individuals when the loans are repaid, but they are also used to offset losses if the individuals default on their loans. The deposits are reflected as liabilities in the consolidated balance sheets as a part of payables held by field operations.

Note 10 - Continued

A summary of assets held by field operations is as follows for the years ended June 30:

	(In Thousands)	
	2022	2021
Microloans receivable, net	$ 3,756	$ 3,592
Other overseas assets	230	169
Assets Held by Field Operations	**$ 3,986**	**$ 3,761**

Note 11 - Gifts-in-Kind

The Organization receives contributions of clothing, health supplies, and other commodities for use in its various programs and medicines at significantly below fair value. Such gifts are recorded as donated project supply inventory and revenue at the time received and as a reduction of donated project supply inventory and as a program services expense when the distributing agency has received the goods.

Gifts-in-kind (GIK) are recorded in accordance with U.S. GAAP and in consideration of Accord GIK Interagency Standards. Gifts that can be used in the United States are recorded at their fair value based on product like-kind analysis and an average of current estimated wholesale prices as available.

Donated nutrition supplements are valued based on published market prices established by the donor. The nutrition supplements are used by the Organization in a program in Somalia and South Sudan.

The Organization obtains deworming medicine that is distributed to children and adults in Haiti and several countries in Africa and Asia. The Organization purchases this deworming medicine and records such purchases at cost and books any difference between cost and fair value as a contribution, where fees paid are significantly below fair values, per applicable accounting standards. The deworming medication is restricted to use outside the United States and is used in international health services and natural disaster services. In valuing the deworming medication not legally permissible for sale in the United States, and primarily consumed in developing markets, the Organization obtains market data from third-party sources representing wholesale exit prices in the developing markets in which the deworming medication is approved for sale, that is, the principal markets. The valuation per unit for each type of medicine obtained is based on the average price over the most recent four quarters in representative developing markets population. Such industry standards are subject to review and adjustment; therefore, estimates of the fair value of donated medicines may vary in the future.

The fair values of other supplies are based on estimated retail values on the date received. The fair value of marketing is based on published retail prices for the Pacific Northwest region on the date received.

The Organization only records the value of GIK for which the Organization was the original recipient of the gift, was the end use agency, was involved in partnership with another organization for distribution internationally or used the GIK in its own programs. GIK is not monetized.

Note 11 - Continued

A summary of GIK revenue is as follows for the years ended June 30:

	(In Thousands) 2022	2021
Medicines and medical supplies	$ 1,061	$ 178
Nutrition supplies from U.S. Federal government	186	34
Other supplies	3	14
Advertising	58	195
Total Gifts-in-Kind Revenue	**$ 1,308**	**$ 421**

For the years ended June 30, 2022 and 2021, the Organization distributed approximately 2 million and 2 thousand deworming pills, respectively, to children and adults in several countries, including Haiti, Somalia, Bangladesh, Kenya, South Sudan, Burundi, Zambia, and Dominican Republic. For the year ended June 30, 2022, 95% of the GIK was received from three donors. For the year ended June 30, 2021, 90% of GIK was received from three donors.

Note 12 - Long-Term Debt

Long-term debt consisted of the following as of June 30:

	(In Thousands) 2022	2021
Tax exempt private placement bonds reissued in October 2015 to refinance prior bonds issued in December 2010, and provide for refurbishment of senior living facilities. Monthly principal payments totaling $79,600 to $97,500 are due through January 1, 2026.	$ 3,847	$ 4,858
Tax exempt private placement bonds issued in October 2015 to provide for refurbishment of senior living facilities. Interest payments are due in monthly installments through October 1, 2030. Monthly principal payments totaling $48,200 to $59,300 begin February 1, 2026 through October 1, 2030.	3,000	3,000
	6,847	7,858
Less unamortized financing costs	(101)	(126)
Long-term debt, net	6,746	7,732
Less current portion	(1,049)	(1,011)
Total Long-Term Debt	**$ 5,697**	**$ 6,721**

Note 12 - Continued

Interest expense was $233,000 and $364,000 for the years ended June 30, 2022 and 2021.

In October 2015, the Organization issued through the Washington State Housing Finance Commission (WSHFC) tax exempt Series 2015 bonds in the amount of $3,000,000. The Organization also reissued, through the WSHFC, tax exempt Series 2010 bonds in the amount of $9,999,000 to refinance prior bonds originally issued in December 2010. The tax exempt bonds are secured by land, buildings, and equipment with aggregate net book values of $10,994,000 and $11,725,000, at June 30, 2022 and 2021, respectively and which were appraised at $24.4 million as of July, 2020.

The Organization amended its Financing Agreements with the fiscal agent for both the Series 2010 and Series 2015 bonds on October 1, 2020 to modify the fixed interest rates in accordance with the bond notes. The Series 2010 bonds bear interest at 2.86% per annum as of October 23, 2020 and 2.61% per annum as of June 30, 2021. The Series 2015 bonds bear interest at 3.24% and 2.99% per annum as of June 30, 2020. The maturity dates for the Series 2010 and 2015 bonds was not modified.

The Series 2010 and 2015 bonds contain restrictive covenants that require the achievement of certain financial ratios. Organization was in compliance with all restrictive financial covenants as of June 30, 2022 and 2021.

Principal maturities on long-term obligations are as follows:

For the Year Ending June 30,	(In Thousands)
2023	$ 1,049
2024	1,085
2025	1,126
2026	919
2027	602
Thereafter	2,066
Total principal maturities	6,847
Less unamortized financing costs	(101)
Total Long-Term Debt	**$ 6,746**

The Organization has a line of credit agreement expiring June 30, 2023, which provides for a total commitment of $3,000,000 as of June 30, 2022. The line of credit bears a variable interest rate of the one-month LIBOR rate plus 3.00% per annum. The Organization was in compliance with covenants on the line of credit agreement during fiscal years 2022 and 2021.

Note 13 - Endowment Funds

The Organization's endowment consists of a number of funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds restricted to be held in perpetuity, and funds set up to function as endowments but allowing for the possibility of spending of corpus and no restriction to hold in perpetuity, which are reported inclusive of related accumulated earnings. As required by U.S. GAAP and as disclosed below, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Trustees of the Organization has reviewed the Washington State Prudent Management of Institutional Funds Act (PMIFA) and, having considered its rights and obligations thereunder, has determined that it is desirable to preserve, on a long-term basis, the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this determination, the Organization classifies as donor-restricted net assets the original value of gifts to the perpetual endowment, the original value of subsequent gifts to the perpetual endowment, and accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument. The remaining portion of the donor-restricted endowment fund that is not classified as perpetual endowments is classified as non-perpetual endowments until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by PMIFA or specific donor instruction.

In accordance with PMIFA, the Organization considers the:

- Duration and preservation of the fund;
- Purposes of the Organization and the donor-restricted endowment fund;
- General economic conditions;
- Possible effect of inflation and deflation;
- Expected total return from income and the appreciation of investments;
- Other resources of the Organization; and
- Investment policies of the Organization.

Endowment net assets consisted of the following as of June 30:

	(In Thousands)	
	2022	2021
Perpetual endowment funds-		
Original donor-restricted gift amount	$ 6,233	$ 6,391
Accumulated investment gains	487	1,055
Endowments transferred in discontinued operations	297	(1,731)
	7,017	5,715
Non-perpetual endowment funds	5,071	8,449
Total Endowment Funds	**$ 12,088**	**$ 14,164**

Note 13 - Continued

Changes to endowment net assets are as follows for the year ended June 30:

	(In Thousands)	
	2022	2021
Endowment net assets, beginning of year	$ 14,164	$ 14,339
Endowment investment return, net	(1,286)	2,921
Donor reclassifications	25	203
Contributions	288	240
Distributions	(1,103)	(1,808)
Endowment transfer for discontinued operations		(1,731)
Endowment Net Assets	**$ 12,088**	**$ 14,164**

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or the State Prudent Management of Institutional Funds Act requires NFP to retain as a fund of perpetual duration. Deficiencies of this nature had an original value of $1,289,000, a current fair value of $1,058,000, and a deficiency of $231,000 at June 30, 2022. There were no deficiencies of this nature as of June 30, 2021. The Organization's policy is to not spend on endowments with deficiencies unless otherwise instructed by the donor.

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment assets. Endowment assets include those assets of donor restricted funds that the Organization must hold in perpetuity, for a donor specified period, or for long-term funding of programs. Under this policy, as approved by the Board of Trustees, the endowment assets are invested in a manner that is intended to seek an average annual rate of return of 7%, or total return of Consumer Price Index plus 3%, whichever is greater. Actual returns may vary significantly from this objective in any given year.

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through capital appreciation, realized and unrealized gains, and current yield such as interest and dividends. The Organization targets a diversified asset allocation to achieve its long-term return objectives within prudent risk constraints.

The Organization has a policy of appropriating for distribution, absent specific donor instructions, approximately 5% of the market value of endowment assets on an annual basis. In establishing this policy, the Organization considered the long-term expected return on its endowment and its desire to maintain a predictable stream of funding to programs supported by its endowment assets. Accordingly, over the long-term, the Organization expects the current spending policy to allow its endowment to grow at an average 2% annually. This is consistent with the Organization's objective to provide real growth to its endowment through new gifts and investment returns.

During the year ended June 30, 2018, the Organization received a donor-restricted term endowment with an original balance of $6,600,000. The endowment agreement provides for annual spending from the endowment through December 31, 2026, as long as the corpus balance allows. The annual releases are based on actual expenditures, up to amounts specified in the endowment agreement. The balance of the term endowment was approximately $2,825,000 and $4,226,000 as of June 30, 2022 and 2021, respectively.

Note 14 - Long-Term Note Receivable

The Organization has a seller-financed note receivable due from Crosspoint Academy related to the sale of a building. The note bears interest at 5% per annum. Annual installment payments of not less than $150,000 per year began September 1, 2017, and will continue through September 1, 2021, at which time installment payments of not less than $200,000 will begin and continue until the note is paid in full. The outstanding balance of the note totaled $1,386,000 and $1,468,000 as of June 30, 2022 and 2021, as reflected on the consolidated balance sheets.

Note 15 - Commitments and Contingencies

Leases - The Organization is obligated under various operating leases for office equipment, office and radio tower space. Lease expense for the years ended June 30, 2022 and 2021, was $303,000 and $419,000, respectively. Future minimum lease payments for operating leases that have initial or remaining noncancelable lease terms in excess of one year are as follows:

For the Year Ending June 30,	(In Thousands)
2023	$ 304
2024	302
2025	305
2026	217
2027	189
Thereafter	585
Total Future Minimum Lease Payments	**$ 1,902**

Employee Retirement Benefits - The Organization offers a Section 403(b) savings plan to eligible employees. Employees may contribute amounts from their salaries to the plan up to the limits specified by the Internal Revenue Service. The Organization may contribute 3% of the employee's earnings annually to each eligible employee's account on a discretionary basis. This discretionary contribution was suspended for both 2022 and 2021. The Organization matches up to 4% additional contributions to an eligible employee's account based upon years of service to the Organization. Employer provided funds are vested to the employee at 20% per year until fully vested after five years. Effective July 1, 2021, the Organization elected to reinstate the employer matching contributions. Total employer contributions expensed during the year ended June 30, 2022 was $523,000. The Organization had previously elected to suspend employer matching contributions from April 1, 2020 through June 30, 2021.

Other Employee Benefits - The Organization offers employees an option to participate in a self-insured health plan. The Organization also maintains a self-insured workers' compensation plan. Claims under these plans are self-insured with stop-loss umbrella policies in place to limit maximum potential liability for both individual claims and total claims for a plan year. Claims are paid as they are submitted to the plan administrators. The Organization maintains an accrual for claims that have been incurred but not yet reported (IBNR) to the plan administrators. The IBNR reserve is based on the historical lag period and current payment trends of health insurance claims (generally 2 to 3 months) and workers compensation claims (generally 1 to 3 years). The IBNR reserve for health care is based on the historical claims as computed by the insurance broker's actuaries (generally 15 months), less payments made, and is included in accounts payable and accrued expenses on the consolidated balance sheets. The IBNR totaled $398,000 and $437,000 as of June 30, 2022 and 2021, respectively. The liability for the workers' compensation benefit claims due in less than one year totaled $290,000 and $321,000 as of June 30, 2022 and 2021, respectively, and is recorded in accounts payable and accrued expenses. The liability for claims greater than one year is recorded in long-term liabilities (Note 1) in the accompanying consolidated balance sheets and totaled $290,000 and $321,000 as of June 30, 2022 and 2021, respectively.

Note 15 - Continued

Contingencies - Amounts received under U.S. Federal government grants and other programs are subject to audit and adjustment by the granting agency. Any adjusted amounts, including funds already received, may constitute a liability of the Organization. Management believes adjustments required, if any, as a result of audits will not have a material effect on the Organization's financial position or results of activities.

In the normal course of business, the Organization has various claims in process, matters in litigation, and other contingencies. In management's opinion, the outcome from these matters will not materially impact the Organization's financial position or results of activities.

Note 16 - Liquidity and Availability of Financial Assets

The Organization's financial assets available for general expenditures within one year of the balance sheet dates were as follows as of June 30:

	(In Thousands)	
	2022	2021
Total cash and cash equivalents	$ 5,436	$ 10,232
Grants receivable	728	517
Pledges receivable		97
Trade receivables	2,056	2,249
Receivables for discontinued operations	39	
Note receivable	1,386	1,468
Investments	53,283	53,083
Planned giving program assets	3,564	4,428
Total financial assets	66,492	72,074
Receivables scheduled to be collected in more than one year	(1,208)	(1,345)
Planned giving obligations	(1,411)	(1,517)
Perpetual endowments	(6,720)	(7,446)
Non-perpetual endowments	(5,071)	(8,449)
Perpetual trust	(1,876)	(2,244)
Cash held by discontinued operations	(68)	(1,200)
Receivables for discontinued operations	(39)	
Investments held by discontinued operations	(11)	(5,645)
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	**$ 50,088**	**$ 44,228**

Note 16 - Continued

The Organization manages its liquidity and reserves following three guiding principles: (1) operating within a prudent range of financial soundness and stability, (2) maintaining adequate liquid assets to fund near-term operating needs, and (3) maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Organization has a liquidity policy to maintain current financial assets at a minimum of 30 days expected cash operating expenses. The organization has a policy to target a year end balance of reserves of unrestricted, undesignated net assets to meet 60 to 105 days of expected expenditures. To achieve these targets, the Organization forecasts its future cash flows and monitors its liquidity monthly and monitors its reserves quarterly. The Organization also has a line of credit available to meet short-term needs (Note 11). During the years ended June 30, 2022 and 2021, the level of liquidity and reserves was managed within the policy requirements.

Note 17 - Coronavirus Pandemic

In December 2019, a novel strain of the coronavirus (COVID-19) was identified, and the World Health Organization declared the outbreak to constitute a "Public Health Emergency of International Concern." The COVID-19 pandemic caused business disruption through mandated and voluntary closing of multiple businesses and organizations. The Organization complied with changes mandated by Washington state and the foreign countries in which the Organization works. The changes included increased safety protocols across all ministries and transitioning traditional classes to a remote learning platform on March 10, 2020. While the situation is expected to be temporary, the extent of the impact of COVID-19 on the Organization's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, and the effect on the Organization's donors, students, residents, employees, and vendors, none of which can be reliably predicted at this time. Management continues to monitor events and conditions as they unfold and has established strategies to respond accordingly.

In response to COVID-19, the U.S. Congress passed the Coronavirus Aid, Relief, and Economic Securities Act (CARES Act). The CARES Act allows employers to defer payment of the employer Social Security taxes that are otherwise owed for wage payments made after March 27, 2020, through December 31, 2020. The deposit due date for 50% of the deferred Social Security taxes is December 31, 2021, with the remaining 50% deferred until December 31, 2022. The Organization elected to utilize this option, and the deferred employer portion of Social Security taxes, totaling approximately $834,000 and $1,553,000 as of June 30, 2022 and 2021, is included in other long-term liabilities on the consolidated balance sheets.

As part of the CARES Act, the Organization received funding from the U.S. Department of Health and Human Services as part of the Provider Relief Fund. The Provider Relief Fund is to be used to "prevent, prepare for, and respond to coronavirus" by hospitals and other healthcare providers, such as the Organization's skilled nursing operations of its Senior Living ministry. Provider Relief Fund support received totaled approximately $273,000 and $254,000, for the years ended June 30, 2022 and 2021, respectively. The Organization believes that it has met the conditions to entitlement to these funds by June 30, 2022 and 2021, based on available guidance from the Federal government, and has recognized revenue totaling approximately $273,000 and $254,000 as government grants, included within the loss from discontinued operations on the consolidated statements of changes in net assets without donor restrictions. Revenue from this grant is subject to audit required by the granting agency, which could result in adjustments to revenue. Any adjustments would be recorded at the time that such amounts could first be reasonably determined, normally upon notification by the government agency.

Note 18 - Subsequent Events

The Organization has evaluated subsequent events with respect to the consolidated financial statements for the year ended June 30, 2022, through October 13, 2022, the date on which the consolidated financial statements were available to be issued, and has determined that no adjustments are necessary to the amounts reported in the accompanying consolidated financial statements, nor have any events occurred, the nature of which would require disclosure.

SUPPLEMENTARY INFORMATION

CRISTA MINISTRIES

Consolidating Balance Sheet - Assets
June 30, 2022
(In Thousands)

	CRISTA Ministries (Certificate Holder)	CRISTA Ministries Canada	World Concern Development Organization	Eliminating Entries	Total
Assets					
Current Assets:					
Cash and cash equivalents-					
Available for current ministries	$ 1,790	$ 464	$ 141	$ -	$ 2,395
Held for donor restricted ministry purposes	1,118				1,118
Held by field operations	1,855				1,855
Cash held by discontinued operations	68				68
Total cash and cash equivalents	4,831	464	141		5,436
Grants receivable	177		551		728
Trade receivables, net	2,056		1,129	(1,129)	2,056
Receivables for discontinued operations	39				39
Note receivable, current portion	178				178
Short-term investments	784				784
Prepaid expenses and supplies	593	1			594
Donated supply inventory			414		414
Total Current Assets	**8,658**	**465**	**2,235**	**(1,129)**	**10,229**
Long-term investments-					
Available for current ministries	41,982				41,982
Endowment accounts	10,140				10,140
Other investments	366				366
Investments held by discontinued operations	11				11
Total long-term investments	52,499				52,499
Planned giving program assets	3,564				3,564
Property and equipment used in ministries, net	52,861				52,861
Assets held by field operations	3,986				3,986
Long-term note receivable, net	1,208				1,208
Deferred rent receivable	439				439
Total Assets	**$ 123,215**	**$ 465**	**$ 2,235**	**$ (1,129)**	**$ 124,786**

See independent auditor's report.

CRISTA MINISTRIES

Consolidating Balance Sheet - Liabilities and Net Assets
June 30, 2022
(In Thousands)

	CRISTA Ministries (Certificate Holder)	CRISTA Ministries Canada	World Concern Development Organization	Eliminating Entries	Total
Liabilities and Net Assets					
Current Liabilities:					
Accounts payable and accrued expenses	$ 9,279	$ -	$ 31	$ (1,129)	$ 8,181
Accounts payable held in field offices	2,584	143			2,727
Deferred revenue	1,513				1,513
Grant advances	708		414		1,122
Current portion of long-term debt	1,049				1,049
Current liabilities held for sale	299				299
Total Current Liabilities	**15,432**	**143**	**445**	**(1,129)**	**14,891**
Long-term debt, net	5,697				5,697
Other long-term liabilities	511				511
Refundable entry fees	5,384				5,384
Nonrefundable entry fees	5,871				5,871
Deposits and deferred rent	252				252
Planned giving program obligations	1,411				1,411
Total Liabilities	**34,558**	**143**	**445**	**(1,129)**	**34,017**
Net Assets:					
Without donor restrictions-					
General	22,108	322	1,719		24,149
Represented by property, equipment and intangibles owned by the Organization	46,014				46,014
Total net assets without donor restrictions	68,122	322	1,719		70,163
With donor restrictions-					
Restricted for program activities	6,325		71		6,396
Restricted for capital acquisitions	230				230
The Organization's portion of irrevocable trust agreements	16				16
Student financial aid and teacher excellence endowment	4,096				4,096
Senior living resident financial aid endowment	2,137				2,137
World Concern term endowment	2,825				2,825
Restricted for endowment funds	3,030				3,030
Perpetual trust	1,876				1,876
Total net assets with donor restrictions	20,535		71		20,606
Total Net Assets	**88,657**	**322**	**1,790**		**90,769**
Total Liabilities and Net Assets	**$ 123,215**	**$ 465**	**$ 2,235**	**$ (1,129)**	**$ 124,786**

See independent auditor’s report.