



# Greater Spartanburg Ministries, Inc.

Financial Statements - Modified Cash Basis

Years Ended December 31, 2019 and 2018

Greater Spartanburg Ministries, Inc.

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**Independent Auditor's Report**

To the Board of Directors  
Greater Spartanburg Ministries, Inc.  
Spartanburg, South Carolina

We have audited the accompanying financial statements of **Greater Spartanburg Ministries, Inc.** (a non-profit corporation), which comprise the statements of assets, liabilities and net assets – modified cash basis as of December 31, 2019 and 2018 and the related statements of revenues, expenses and changes in net assets – modified cash basis and functional expenses – modified cash basis for the years then ended and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 2: this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

**Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and net assets of Greater Spartanburg Ministries, Inc. as of December 31, 2019 and 2018 and its revenues, expenses and changes in net assets for the years then ended, in accordance with the modified cash basis of accounting described in Note 2.

**Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

*Elliott & Painter, LLP*

Spartanburg, South Carolina  
April 9, 2020

## Greater Spartanburg Ministries, Inc.

Statements of Assets, Liabilities and Net Assets - Modified Cash Basis  
December 31, 2019 and 2018

ASSETS		
	2019	2018
Current assets		
Cash and cash equivalents	\$ 43,181	\$ 59,077
Purchased inventory	1,254	5,490
Total current assets	<u>44,435</u>	<u>64,567</u>
Property and Equipment		
Land	79,014	79,014
Land improvements	5,099	5,099
Building and improvements	248,670	248,670
Furniture and fixtures	69,995	68,527
Vehicles	28,445	28,445
	<u>431,223</u>	<u>429,755</u>
Less accumulated depreciation	(265,527)	(251,691)
Net property and equipment	<u>165,696</u>	<u>178,064</u>
Other Assets		
Construction in progress	26,457	
Spartanburg County Foundation account	78,634	63,991
Total other assets	<u>105,091</u>	<u>63,991</u>
Total assets	<u>\$ 315,222</u>	<u>\$ 306,622</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Payroll taxes payable	\$ 2,235	\$ 2,860
Total current liabilities	<u>2,235</u>	<u>2,860</u>
Net assets		
Without donor restrictions		
Board-designated endowment	59,883	47,914
Undesignated	229,005	216,587
Total net assets without donor restrictions	<u>288,888</u>	<u>264,501</u>
With donor restrictions		
Subject to purpose restrictions	5,348	23,184
Donor-restricted endowment	18,751	16,077
Total net assets with donor restrictions	<u>24,099</u>	<u>39,261</u>
Total net assets	<u>312,987</u>	<u>303,762</u>
Total liabilities and net assets	<u>\$ 315,222</u>	<u>\$ 306,622</u>

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

**Greater Spartanburg Ministries, Inc.**

Statements of Revenues, Expenses and Changes in Net Assets - Modified Cash Basis  
Years Ended December 31, 2019 and 2018

	2019	2018
Changes in Net Assets Without Restrictions		
Revenues and other additions		
Contributions	\$ 43,075	\$ 54,558
Market Place sales	185,714	195,197
Fundraising	50,223	33,732
Investment income (loss)	8,005	(3,378)
Noncash contributions		500
Total revenues without restrictions	287,017	280,609
Net assets released from restrictions		
Satisfaction of restrictions	54,894	36,521
Total revenues and other additions without restrictions	341,911	317,130
Expenses and losses		
Program ministries	274,814	272,093
Supporting services	40,033	39,088
Fundraising	2,677	3,052
Total expenses	317,524	314,233
Loss on disposal of fixed assets		143
Total expenses and losses	317,524	314,376
Increase in net assets without restrictions	24,387	2,754
Changes in Net Assets With Restrictions		
Contributions	400	541
Grants		
Duke Energy Foundation	10,490	30,715
FEMA	26,168	
Investment income (loss)	2,674	(1,236)
Net assets released from restrictions	(54,894)	(36,521)
(Decrease) in net assets with restrictions	(15,162)	(6,501)
Increase (decrease) in net assets	9,225	(3,747)
Net assets, beginning	303,762	307,509
Net assets, ending	\$ 312,987	\$ 303,762

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

**Greater Spartanburg Ministries, Inc.**

Statement of Functional Expenses - Modified Cash Basis  
Year Ended December 31, 2019

	Program Ministries			Supporting Services		Total Expenses
	Counseling/ Education	Sales	Outreach	Program Ministries	Management and General	
Personnel costs						
Salaries	\$ 4,498	\$ 91,913	\$ 31,484	\$ 127,894	\$ 17,991	\$ 145,885
Contract labor		13,694		13,694		13,694
Payroll taxes	344	7,031	2,408	9,784	1,376	11,160
Utilities	701	5,611	4,910	11,222	2,806	14,028
Repairs and maintenance	404	3,230	2,826	6,460	1,615	8,075
Telephone	163	1,308	654	2,125	1,144	3,269
Office expenses	426	3,415	2,987	6,829	1,707	8,536
Gas and truck expenses		3,716		3,716		3,716
Legal and accounting					8,870	8,870
Insurance	404	8,777	2,827	12,008	1,616	13,624
Bank charges		4,361		4,361	105	4,466
Advertising		1,439		1,439		1,439
Purchases for resale		23,770		23,770		23,770
Tax and licenses						50
Miscellaneous operating					36	36
Banquet expenses						2,627
Food assistance			4,358	4,358		4,358
Heating assistance			15,778	15,778		15,778
Rent assistance			9,571	9,571		9,571
Utilities assistance			8,679	8,679		8,679
Cooling assistance			2,056	2,056		2,056
Total expenses before depreciation	6,941	168,264	88,539	263,744	37,266	303,687
Depreciation	692	5,535	4,843	11,070	2,767	13,837
Total expenses	\$ 7,632	\$ 173,799	\$ 93,382	\$ 274,814	\$ 40,033	\$ 317,524

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

**Greater Spartanburg Ministries, Inc.**

Statement of Functional Expenses - Modified Cash Basis  
Year Ended December 31, 2018

	Program Ministries			Supporting Services		Total Expenses
	Counseling/ Education	Sales	Outreach	Program Ministries	Management and General	
Personnel costs	\$ 4,480	\$ 89,604	\$ 31,357	\$ 125,441	\$ 17,918	\$ 143,359
Salaries		9,648		9,648		9,648
Contract labor		6,855	2,399	9,596	1,371	10,967
Payroll taxes	680	5,439	4,759	10,878	2,720	13,598
Utilities	255	2,041	1,786	4,082	1,020	5,102
Repairs and maintenance	165	1,317	659	2,140	1,153	3,293
Telephone	215	1,802	1,506	3,522	860	4,382
Office expenses		6,368		6,368		6,368
Gas and truck expenses					9,569	9,569
Legal and accounting	424	6,555	2,965	9,943	1,695	11,638
Insurance		4,210		4,210	18	4,258
Bank charges		1,137		1,137		1,137
Advertising		37,165		37,165		37,165
Purchases for resale						50
Taxes and licenses		65	8	73	236	309
Miscellaneous operating						3,002
Banquet expenses						4,563
Food assistance			4,563	4,563		21,494
Heating assistance			21,494	21,494		5,338
Rent assistance			5,338	5,338		4,451
Utilities assistance			4,451	4,451		2,046
Cooling assistance			2,046	2,046		
Total expenses before depreciation	6,561	172,205	83,328	262,096	36,589	301,737
Depreciation	625	4,998	4,374	9,997	2,499	12,496
Total expenses	\$ 7,186	\$ 177,203	\$ 87,705	\$ 272,093	\$ 39,088	\$ 314,233

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



**Greater Spartanburg Ministries, Inc.**

## Notes to Financial Statements

**Note 1 - Purpose and Nature of Activities**

Greater Spartanburg Ministries, Inc. is a nonprofit corporation classified by the Internal Revenue Service as tax-exempt under Section 501(c)(3) and determined not to be a private foundation within the meaning of Section 509(a) of the Code. The Organization operates to serve the needs of poor and otherwise troubled persons. Services provided include clothing, food, utilities and rent assistance. The Organization derives its revenues from public support in the form of contributions, grants, sales from a thrift store and interest income from an Endowment Fund.

**Note 2 - Summary of Significant Accounting Policies**

## a. Basis of Accounting

The Organization prepares its financial statements on the modified cash basis of accounting which is a comprehensive basis of accounting other than generally accepted accounting principles. The modified cash basis differs from generally accepted accounting principles primarily because certain revenues are recognized when received rather than when earned and certain expenses are recognized when paid rather than when the obligation is incurred. Modifications to the cash basis consist of capitalization of fixed assets, recording depreciation on these fixed assets, and recording investment gains and losses on the Foundation account.

## b. Financial Statement Presentation

The organization has adopted the provisions of Financial Accounting Standards Board, or FASB, Accounting Standards Codification (ASC), 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide") as it relates to the modified cash basis of accounting. (ASC) 958-205 was effective January 1, 2018. Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

*Net Assets Without Donor Restrictions* -- Net assets not subject to donor-imposed restrictions may be expended for the purpose of performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

*Net Assets With Donor Restrictions* -- Net assets subject to donor-imposed stipulations. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity by the Organization.

## c. Cash and Cash Equivalents

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

## d. Property and Equipment

Property and equipment are stated at cost. The assets are depreciated using the straight-line method over their estimated useful lives, which range from 5 to 40 years. Gains and losses from property and equipment dispositions are recognized when the assets are sold or abandoned.

## Greater Spartanburg Ministries, Inc.

## Notes to Financial Statements

## Note 2 - (continued)

## e. Contributions and Grants

The Organization records contributions and grants when received. Amounts that are restricted by the donor are reported as net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

## f. Contributed Services and Materials

Donated inventory and services have not been reflected in the accompanying financial statements since no objective basis is available to measure the value of such items. However, a substantial number of volunteer hours and goods for sale were contributed during the year. When donated inventory is sold through the Market Place, it is recorded as revenue at the time of the sale.

## g. Income Taxes

The Organization is exempt from federal and state income taxes other than net unrelated business income under Internal Revenue Code Section 501(c)(3). For the years ended December 31, 2019 and 2018, the Organization's sole source of unrelated business income was sales of purchased inventory in the Marketplace store. Tax expense of \$0 and \$0 for the years ended December 31, 2019 and 2018 represents UBIT on sales for the years ended December 31, 2018 and 2017.

## h. Functional Expenses

The costs of providing the various programs, fund raising and other activities have been shown on a functional basis in the statements of revenues, expenses and changes in net assets -- modified cash basis. Functional expenses are allocated to programs and supporting services based on specific identification. Expenses that relate to programs and supporting services are allocated to the various functions based on estimates of time and building space.

## i. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and disclosures of depreciation expense at the date of the financial statements. Actual results could differ from those estimates.

## j. Advertising

The Organization uses advertising to promote its programs and fundraising activities. Advertising costs are expensed when incurred and totaled \$1,439 and \$1,137 for the years ended December 31, 2019 and 2018.

## k. Date Through Which Subsequent Events Have Been Evaluated

The Organization has evaluated subsequent events through April 9 2020; the date the financial statements were available to be issued.

**Greater Spartanburg Ministries, Inc.**

## Notes to Financial Statements

**Note 2 - (continued)**

## l. Inventory

Inventory purchased for sale in the thrift store is valued at cost on a first-in, first-out basis.

## m. Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation.

## n. New Accounting Standard

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and the availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. Greater Spartanburg Ministries, Inc. has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

**Note 3 - Endowment Funds**

Effective February 14, 2001, Greater Spartanburg Ministries, Inc. (the sponsor) established a fund with the Spartanburg County Foundation. The fund agreement calls for the principal to be retained as an endowment fund and the net income of the fund to be devoted to the provision of assistance to the sponsor in delivering services to the poor and needy. The fund, however, is to be held, managed, administered, applied and disbursed as a component fund under the Spartanburg County Foundation known as the Greater Spartanburg Ministries Endowment Fund. The Foundation has been granted variance power over the Fund. The Fund is to be maintained with a minimum balance of \$35,000.

Greater Spartanburg Ministries, Inc.'s endowment consists of one fund established by the board to provide investment earnings to support the mission of the Organization. Its endowment includes both donor-restricted endowment funds and funds designated by the Board to function as endowments. As required by United States generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors has interpreted the South Carolina Uniform Prudent Management of Institutional Funds Act (the Act) as requiring the preservation of 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 interpretation, the Board classifies as net assets with donor restrictions (a) the original value of gifts required to be held in perpetuity by the donor, (b) the original value of subsequent gifts required to be held in perpetuity by the donor, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

## Greater Spartanburg Ministries, Inc.

## Notes to Financial Statements

## Note 3 - (continued)

The remaining portion of the donor-restricted endowment fund that is not required to be held in perpetuity is classified as net assets without donor restrictions until those amounts are appropriated for expenditures by the Board in a manner consistent with the standards of prudence prescribed by the Act. In accordance with the Act, the Board considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the Board and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the Board
7. The investment policies of the Board

The Organization's endowment net asset composition by type of fund as of December 31, 2019 was as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted	\$	\$ 18,751	\$ 18,751
Board-designated	59,883		59,883
	<u>\$ 59,883</u>	<u>\$ 18,751</u>	<u>\$ 78,634</u>

Changes in endowment net assets for the year ended December 31, 2019 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 47,914	\$ 16,077	\$ 63,991
Investment return:			
Investment gain	936	331	1,317
Net appreciation	6,933	2,343	9,326
Total investment return	<u>7,969</u>	<u>2,674</u>	<u>10,643</u>
Amounts transferred	<u>4,000</u>		<u>4,000</u>
Endowment net assets, end of year	<u>\$ 59,883</u>	<u>\$ 18,751</u>	<u>\$ 78,634</u>

The Board's endowment net asset composition by type of fund as of December 31, 2018 was as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted	\$	\$ 16,077	\$ 16,077
Board-designated	47,914		47,914
	<u>\$ 47,914</u>	<u>\$ 16,077</u>	<u>\$ 63,991</u>

## Greater Spartanburg Ministries, Inc.

## Notes to Financial Statements

## Note 3 - (continued)

Changes in endowment net assets for the year ended December 31, 2018 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 47,292	\$ 17,314	\$ 64,606
Investment return:			
Investment gain	358	11	369
Net appreciation	(3,736)	(1,248)	(4,984)
Total investment return	(3,378)	(1,237)	(4,615)
Amounts transferred	4,000		4,000
Endowment net assets, end of year	<u>\$ 47,914</u>	<u>\$ 16,077</u>	<u>\$ 63,991</u>

The Board has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets consist of donor-restricted net assets that the Organization must hold in perpetuity and board-designated funds that the Board may utilize at any time. Under this policy, as approved by the Board, the endowment assets are invested in a manner that is intended to maximize long-term growth of income and principal while assuming a moderate level of investment risk. The Board may invest the endowment funds in cash and cash equivalents, U.S. Government and Agency securities, certificates of deposit, Banker's acceptance, corporate bonds, commercial paper, common stocks, and pooled investments.

To satisfy its long-term rate-of-return objectives, the Board relies on a total return strategy in which the investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Board targets a diversified asset allocation that places a greater emphasis on the bond and equity markets to achieve its long-term objectives within prudent risk constraints.

The objective of the Board's endowment spending policy is to provide a steady, growing income stream to support Board programs while providing sufficient reinvestment to protect the endowment's purchasing power.

## Note 4 - Net Assets with Donor Restrictions

At December 31, 2019 and 2018, net assets include \$5,348 and \$23,184 that the Organization has not yet expended in the manner specified by the donors or grantor organizations. During the years ended December 31, 2019 and 2018, the Organization expended \$54,894 and \$36,521 in net assets with donor restrictions in accordance with donor or grantor stipulations.

## Greater Spartanburg Ministries, Inc.

## Notes to Financial Statements

## Note 4 - (continued)

Net assets with donor restrictions are available for the following specified purposes at December 31, 2019 and 2018:

	2019	2018
Purpose Restrictions		
Operation Warmth	\$ 2,083	\$ 3,047
Duke Energy Merger Funds		6,071
Other food assistance	3,265	
Building renovations		12,238
Christian materials		1,828
Total subject to purpose restrictions	<u>5,348</u>	<u>23,184</u>
Time Restriction		
Endowment spending	<u>7,675</u>	<u>5,001</u>
Total subject to time and purpose restrictions	13,023	28,185
Endowment - invested in perpetuity, income is expendable to support program activities	<u>11,076</u>	<u>11,076</u>
Total net assets with donor restrictions	<u>\$ 24,099</u>	<u>\$ 39,261</u>

Net assets with donor restrictions were released from restrictions during the years ended December 31, 2019 and 2018 by incurring expenses which satisfied the restricted purpose specified by the donor:

	2019	2018
Food assistance	\$ 4,520	\$ 3,454
Heating assistance		580
Cooling assistance	2,056	2,046
Operation Warmth	9,397	7,307
Duke Energy Merger Funds	6,071	13,568
Utilities assistance	9,213	4,228
Rent assistance	9,571	5,338
Christian materials	1,828	
Building renovations	<u>12,238</u>	
Total released from donor restrictions	<u>\$ 54,894</u>	<u>\$ 36,521</u>

## Note 5 - Spartanburg County Foundation Account

An Endowment Fund was established by the Trustees with the transfer of \$35,000 by the Board to the Spartanburg County Foundation. The earnings from the fund are to be used for operations. Contributions have been made to the fund totaling \$11,076 since its establishment. A total of \$54,226 was either transferred or contributed to this fund. As of December 31, 2019, the fund has a fair value of \$78,634 which exceeds the original corpus by \$24,408.

**Greater Spartanburg Ministries, Inc.**

Notes to Financial Statements

**Note 6 - Fair Value Measurement of Investments**

The Organization adopted FASB ASC 820, *Fair Value Measurements and Disclosures*, on January 1, 2009 for fair value measurements of investments that are recognized and disclosed at fair value in the financial statements on a recurring basis. FASB ASC 820 establishes 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 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical investments that the Organization has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the investments, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the investments.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following table represents the financial instruments that are measured at fair value at December 31, 2019:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments				
Funds held at SCF	\$ 78,634	\$	\$	\$ 78,634
Total investments at fair value	<u>\$ 78,634</u>	<u>\$</u>	<u>\$</u>	<u>\$ 78,634</u>

The following table represents the financial instruments that are measured at fair value at December 31, 2018:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments				
Funds held at SCF	\$ 63,991	\$	\$	\$ 63,991
Total investments at fair value	<u>\$ 63,991</u>	<u>\$</u>	<u>\$</u>	<u>\$ 63,991</u>

The Spartanburg County Foundation account is a joint investment account and its fair value is based on the average value of the underlying investments determined at least monthly. This is considered level 3 inputs which are unobservable inputs. Note 3 provides a reconciliation of the beginning and ending balances of the Foundation account. Gains and losses (realized and unrealized) are included in investment income (loss) in the statements of revenues, expenses and changes in net assets – modified cash basis. This includes \$10,296 and \$(4,984) of change in unrealized gains or (losses) on assets held at December 31, 2019 and 2018.

**Note 7 - New Property**

The Organization purchased a new computer for \$1,468 in March 2019 and incurred costs of \$26,457 for improvements to the outreach area of the building which were not completed as of December 31, 2019.

## Greater Spartanburg Ministries, Inc.

## Notes to Financial Statements

## Note 8 - Availability and Liquidity

The following represents the Organization's financial assets at December 31, 2018 and 2017:

	<u>2019</u>	<u>2018</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 43,181	\$ 59,077
Spartanburg County Foundation account	78,634	63,991
Total financial assets held at year end	<u>121,815</u>	<u>123,068</u>
Less amounts not available to be used within one year:		
Net assets with donor purpose and time restrictions	(13,023)	(28,185)
Portion of donor restricted endowment to be retained in perpetuity	(11,076)	(11,076)
Board designated portion of endowment	<u>(59,883)</u>	<u>(47,914)</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 37,833</u>	<u>\$ 35,893</u>

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization routinely operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. The Organization does not presently have a line of credit or any form of debt available to assist with general expenditures.