

WHITEHALL-COPLAY HUNGER INITIATIVE  
(A NON-PROFIT ORGANIZATION)  
REVIEWED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
DECEMBER 31, 2023

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## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of  
Whitehall-Coplay Hunger Initiative  
Whitehall, Pennsylvania

We have reviewed the accompanying financial statements of Whitehall-Coplay Hunger Initiative (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets - modified cash basis as of December 31, 2023, and the related statements of support, revenue, expenses and changes in net assets - modified cash basis and functional expenses - modified cash basis for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **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. This includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of 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.

### **Accountants' Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

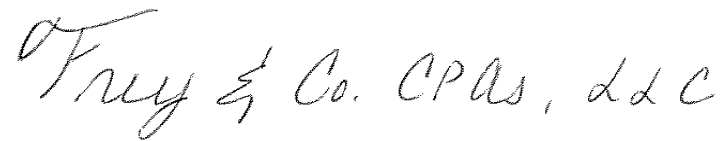
We are required to be independent of Whitehall-Coplay Hunger Initiative and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### **Accountants' Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

**Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with 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 conclusion is not modified with respect to this matter.



Frey & Co. CPAs, LLC  
Walnutport, Pennsylvania  
November 7, 2024

WHITEHALL-COPLAY HUNGER INITIATIVE  
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS  
DECEMBER 31, 2023

ASSETS

CURRENT ASSETS:

Cash and Cash Equivalents	\$ 31,524
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Total Current Assets	31,524
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PROPERTY AND EQUIPMENT - NET	107,922
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TOTAL ASSETS	\$ 139,446
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Credit Card Liability	\$ 7,182
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Total Current Liabilities	7,182
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TOTAL LIABILITIES	7,182
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NET ASSETS:

Without Donor Restrictions	
Undesignated	132,264

Total Net Assets Without Donor Restrictions	132,264
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TOTAL LIABILITIES AND NET ASSETS	\$ 139,446
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See accompanying notes

WHITEHALL-COPLAY HUNGER INITIATIVE  
STATEMENT OF SUPPORT, REVENUE, EXPENSES,  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Changes in Net Assets without Donor Restrictions:

Revenues and Gains

Contributions	\$ 41,580
Grants	70,551
Gaming Income	<u>12,258</u>

Total Revenues and Gains without Donor Restrictions	<u>124,389</u>
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Functional Expenses

Program Services	134,489
Supporting Activities:	
General & Administrative	6,984
Fundraising Expenses	<u>7,976</u>

Total Functional Expenses	<u>149,449</u>
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Change in Net Assets without Donor Restrictions	(25,060)
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Net Assets - Beginning	<u>157,324</u>
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Net Assets - Ending	<u><u>\$ 132,264</u></u>
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See accompanying notes

WHITEHALL-COPLAY HUNGER INITIATIVE  
STATEMENT OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

	Program Services	Supporting Services		Total
		Management & General	Fundraising	
Supplies	\$ 94,940	\$ -	\$ -	\$ 94,940
Depreciation	31,574	1,679	336	33,589
Gaming Expenses	-	-	7,231	7,231
Occupancy Costs	3,036	341	34	3,411
Insurance	2,823	314	-	3,137
Outside Services	500	2,000	-	2,500
Office Supplies	-	1,592	-	1,592
Vehicle Expense	1,512	-	-	1,512
Information Technology	-	695	-	695
Advertising	-	-	375	375
Printing and Postage	-	209	-	209
Bank Fees	-	154	-	154
Licenses	104	-	-	104
Totals	<u>\$ 134,489</u>	<u>\$ 6,984</u>	<u>\$ 7,976</u>	<u>\$ 149,449</u>

See accompanying notes

WHITEHALL-COPLAY HUNGER INITIATIVE  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

NOTE 1 - NATURE OF BUSINESS

Whitehall-Coplay Hunger Initiative (The Organization) is as a non-profit corporation that was organized for the purpose of providing programs to the low-income residents of the boroughs of Whitehall and Coplay that allow them to receive food through community meals, summer meals for school children, community garden, and a community food pantry.

The Organization is supported primarily through grants, donations, and fundraisers from the public.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Revenue Recognition

The accompanying financial statements of Whitehall-Coplay Hunger Initiative are prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Accordingly, revenues and the related assets are recognized when received rather than when earned and expenses are recognized when paid rather than when the obligation is incurred.

The modified cash basis of accounting differs from generally accepted accounting principles primarily because the Organization has not recognized support and contribution pledge receivables and their related effects on the change in net assets. In addition, the Organization has not recognized accounts payable and accrued expenses.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, checking accounts, savings accounts, demand deposits, and money market accounts with original maturities of three months or less.

Property and Equipment

The Organization capitalizes property and equipment over \$2,500. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at its estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Depreciation of buildings, vehicles, and equipment is provided over the useful lives of the respective assets on a straight-line or double declining basis.



WHITEHALL-COPLAY HUNGER INITIATIVE  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions.

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization but these services do not meet the criteria for recognition as contributed services.

Use of Estimates

The preparation of the financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. Actual results could materially differ from those estimates.

Advertising

Advertising is expensed as paid. Total advertising expense was \$375 for the year ended December 31, 2023.

Income Taxes

The Organization is exempt from federal income taxes under Internal Revenue Service Code Section 501(c)(3). The Organization did not conduct any unrelated business activities that would be subject to unrelated business income taxes and accordingly is not required to pay any income tax on income earned in conjunction with their not for profit mission. An informational tax return is filed each year (Form 990) to report the income and expenses of the exempt functions to ensure compliance with their intended mission.

NOTE 3 - RESTRICTIONS ON NET ASSETS

Net Assets Without Donor Restrictions - Not subject to donor-imposed stipulations. Unrestricted assets may be designated for specific purposes by the Organization.

Net Assets with Donor Restrictions - Subject to donor-imposed stipulations that may be fulfilled by the actions of the Organization to meet the stipulations or become unrestricted at the date specified by the donor. There were not any net assets with donor restrictions at December 31, 2023.

WHITEHALL-COPLAY HUNGER INITIATIVE  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

NOTE 4 - PROPERTY AND EQUIPMENT

Components of property and equipment are summarized below at December 31, 2023:

Asset	Depreciable Lives	Cost	Accumulated Depreciation	Net Book Value
Buildings and Improvements	20-39	\$ 46,284	\$ 3,928	\$ 42,356
Vehicles	5	103,624	82,360	21,264
Equipment and Fixtures	5-7	81,341	47,804	33,537
Land Improvements	15	14,955	4,190	10,765
		<u>\$ 246,204</u>	<u>\$ 138,282</u>	<u>\$ 107,922</u>

Depreciation expense for the year ended December 31, 2023 was \$33,589.

NOTE 5 - FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been disclosed on a functional basis. Accordingly, certain costs have been allocated among program services and supporting services. Depreciation expense was allocated based on the use of equipment and square footage of buildings. Outside services were allocated based on time spent working on a particular function. Insurance and occupancy costs were allocated based on square footage of the office space at the headquarters.

NOTE 6 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the date of statement of assets, liabilities, and net assets. The financial assets available to meet cash needs for general expenditure within one year at year end December 31, 2023 is \$31,524.

NOTE 7 - REVENUE CONCENTRATIONS

The Organization has a revenue concentration risk related to in-kind donations and donations. During 2023 the Organization received approximately 20% of their revenue from the donation of in-kind material, mainly food for their pantry and summer food programs. In addition, donations received are from the residents and businesses in the communities that the Organization serves, creating a geographical concentration on the amount of donations from the public it receives.

NOTE 8 - GRANT INCOME

During 2023 The Organization was awarded a grant of \$65,000 from the county it operates in to be used for the toiletries and food pantry programs. The grant period is May 2022 through September 2024. As of December 31, 2023 the Organization received and used \$60,262.

The remaining balance of the grant of \$4,738 will be utilized and received in 2024.

WHITEHALL-COPLAY HUNGER INITIATIVE  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

NOTE 8 - GRANT INCOME (CONTINUED)

The Organization was awarded a grant of \$80,000 from the county it operates in to be used for flooring improvements. The grant period is May 2022 through September 2024. No funds were received or utilized by the organization during 2022 or 2023. The remaining balance of the grant of \$80,000 will be utilized and received in 2024.

NOTE 9 - SUBSEQUENT EVENTS

As of November 7, 2024 the date the financials are available, no event has taken place by the Organization that will affect any aspect of the financial statements or notes to the financial statements as of and for the year ended December 31, 2023.