

PETER SPENCER FAMILY LIFE FOUNDATION, INC.

REPORT ON FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2023 and 2022

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Independent Auditors Report

Board of Directors
PETER SPENCER FAMILY LIFE FOUNDATION, INC.
812 N Franklin Street
Wilmington, DE 19805

Report on the Financial Statements

We have audited the accompanying Statement of Financial Condition of PETER SPENCER FAMILY LIFE FOUNDATION, INC., as of December 31, 2023 and 2022, and the related Statements of Activities, Changes in Net Assets and Cash Flows for the years then ended and related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with accepted auditing standards of 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 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 risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of 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 the accounting policies used and reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

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

Opinion

In our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of PETER SPENCER FAMILY LIFE FOUNDATION, INC., as of December 31, 2023 and 2022, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to read "Arvelle C. Jones".

Member,
FOR: ARVELLE C. JONES, CPA, LLC

Philadelphia, Pennsylvania 19131

July 31, 2024

PETER SPENCER FAMILY LIFE FOUNDATION, INC
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
CURRENT ASSETS		
Cash	\$350,392	\$397,437
Receivables	9,476	3,399
Total Current Assets	<u>359,868</u>	<u>400,836</u>
	<u> </u>	<u> </u>
Total Assets	359,686	400,836
	<u> </u>	<u> </u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	31,625	19,350
Total Liabilities	<u>31,625</u>	<u>19,350</u>
	<u> </u>	<u> </u>
NET ASSETS		
Without Donor Restrictions	174,384	179,905
With Donor Restrictions	153,859	201,581
Total net Assets	<u>328,243</u>	<u>381,486</u>
	<u> </u>	<u> </u>
Total Liabilities and Net Assets	<u>\$359,868</u>	<u>\$400,836</u>
	<u> </u>	<u> </u>

The accompanying notes are an integral part of this statement

PETER SPENCER FAMILY LIFE FOUNDATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE PERIOD ENDED DECEMBER 31,

	<u>2023</u>	<u>2022</u>
REVENUES		
Grants	\$261,656	\$296,437
Contributions	17,372	12,728
Miscellaneous Income	15	425
 Total Revenues	 279,043	 309,590
 EXPENSES	 _____	 _____
Programs		
Freedom School	302,628	278,411
Ujima	141	
Heritage	5,354	-
Support Services	24,304	9,811
 Total Expenses	 332,286	 288,363
 INCREASE (DECREASE) IN NET ASSETS	 (53,243)	 21,227
 NET ASSETS BEGINNING OF YEAR	 381,486	 360,259
 NET ASSETS END OF YEAR	 \$328,243	 \$381,486

The accompanying notes are an integral part of this statement

PETER SPENCER FAMILY LIFE FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31

	<u>2023</u>	<u>2022</u>
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets	\$(53,243)	\$21,227
Adjustments to reconcile change in Net Assets		
To net assets used by Operating Activities:		
Change in Accounts Receivable	(6,077)	24,003
Change in Accounts Payable	12,275	19,350
Net Assets Provided (Used) by Operating Activities	<u>(47,045)</u>	<u>64,580</u>
Cash Flows from Investment Activities	-	-
Cash Flows from Financing Activities	-	-
Net Increase (Decrease) in Cash	(47,045)	64,580
Cash at Beginning of Year	397,437	332,857
Cash at end of Year	\$350,392	\$397,437

The accompanying notes are an integral part of this statement.

PETER SPENCER FAMILY LIFE FOUNDATION, INC.
STATEMENT OF EXPENSES BY FUNCTION AND NATURE
FOR THE PERIOD ENDED DECEMBER 31, 2023

	<u>Program Activities</u>			<u>Support Activities</u>			<u>Total Expenses</u>
	Freedom School	Heritage Education	Total	Management and General	Fundraising	Total Support	
Professional Fees	\$206,702	\$2,238	\$208,940	\$12,340	\$2,555	\$14,895	\$223,835
Books& Prog Fees	19,530		19,530				19,530
Rent	15,200	1,599	16,799				16,799
Travel	30,793		30,793	593		593	31,386
Catering	1,758		1,758	23		23	1,781
Training	500		500				500
Field Trips	13,384		13,284				13,284
Awards	8,620		8,620				8,620
Supplies	5,506	384	5,890	5,133		5,133	11,023
Copy & Printing	615	1,133	1,747				1,747
Other Expenses	120		120	3,660		3,660	3.780
Total Expenses	\$302,628	\$5,354	\$307,982	\$21,749	\$2,555	\$24,304	\$332,286
	_____	_____	_____	_____	_____	_____	_____

The accompanying notes are an integral part of this statement.

PETER SPENCER FAMILY LIFE FOUNDATION, INC.
STATEMENT OF EXPENSES BY FUNCTION AND NATURE
FOR THE PERIOD ENDED DECEMBER 31, 2022

	<u>Program Activities</u>			<u>Support Activities</u>		<u>Total</u>	<u>Total</u>
	<u>Freedom</u>	<u>Total</u>	<u>Ujima</u>	<u>Management</u>	<u>Fundraising</u>		
	<u>School</u>	<u>Programs</u>		<u>and General</u>			
Professional Fees	\$159,358		\$159,358	\$7,640	\$500	\$8,140	\$167,498
Books& Prog Fees	59,205		59,205				59,205
Rent	15,000		15,000				15,000
Travel	7,230		7,230				7,230
Catering	2,711		2,711				2,711
Training	4,500		4,500				4,500
Field Trips	6,030		6,030				6,030
Awards	13,370		13,370				
Supplies	10,338	41	10,379	900		900	11,279
Other Expenses	669	100	769	771		771	1,540
Total Expenses	\$278,411	\$141	\$278,552	\$9,311	\$500	\$9,811	\$288,363

The accompanying notes are an integral part of this statement

PETER SPENCER FAMILY LIFE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 and 2022

NOTE 1 ORGANIZATION AND MISSION

PETER SPENCER FAMILY LIFE FOUNDATION, INC. was incorporated under the General Corporation Law of the State of Delaware for Non-Profit Corporations. The organization's purpose is to promote a community of prosperous, empowered, and productive people using the principles of Peter Spencer to eradicate the disparities and inequities that exist, particularly in the African American Community. The mission is to offer educational and cultural programs that enhance the quality of life for families within our communities using the legacy and principles of Peter Spencer, which are Community, Hope, Liberation, Salvation, and Self-Determination...

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

PETER SPENCER FAMILY LIFE FOUNDATION, INC. maintains its records on the accrual basis of accounting. Major assets are depreciated over their useful life.

Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

PETER SPENCER FAMILY LIFE FOUNDATION, INC. is a Not-for-Profit organization exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code.

Donated Services

A substantial number of volunteers have donated significant amounts of time to the Foundation's program services. Although the value of these services is significant, the Foundation does not record such value in its financial statements since the criteria for recognition is not met in accordance with FASB ASC Topic 958-605-25, Not-For-Profit Entities—Revenue Recognition.

Functional Allocation of Expenses

The costs of providing various programs and supporting services have been summarized on a functional basis in the accompanying statements of activities. The Foundation performs the following functions: Freedom School, Heritage Education, Ujima afterschool care, fund-raising, and management and general. Definitions of these functions are as follows:

Freedom School

Freedom School Activities performed by the Foundation that provide a reading-based program in the format of the Children's Defense Fund Freedom School curriculum. The program is conducted during the summer months and caters to 100 children on average.

Ujima Afterschool Care

Activities performed by the Foundation related to the family life program including the provision of mentoring homework assistance and tutoring after school. It also includes parent engagement and the delivery of family support and is largely staffed by volunteers.

Heritage Education

Activities performed by the foundation related to the dissemination of historical information to the public including historical exhibits. Activities include preservation and presentation of archived historical items using interactive displays, storytelling and dramatic performances to share the story of Peter Spencer.

Fund Raising

Activities performed by the Foundation to generate funds and/or resources to support its programs and operations.

Management and General

All costs not identifiable with a single-program or fund-raising activity, but indispensable to the conduct of such programs and activities and to the Foundation's existence, are included as management and general expenses. This includes expenses for the overall direction of the Foundation, business management, general record-keeping, budgeting, financial reporting, and activities relating to these functions such as salaries, rent, supplies, equipment, and other expenses.

Expenses that benefit more than one function of the Foundation are allocated among the functions based generally on the amount of time spent by employees/volunteers on each function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 3 - LEASE ARRANGEMENTS

The facilities presently occupied are by written memorandum of understanding with Mother African Union Church for a monthly fee.

NOTE 4 - RELATED PARTIES

Most of the organization's Board Members are also Officials and members of the Mother African Union Church which is the organization's landlord.

NOTE 5 - SUBSEQUENT EVENTS

The Foundation has evaluated events and transactions for potential recognition or disclosure through September 10, 2024, the date the financial statements were available to be issued. The Foundation is not aware of any subsequent events that would require recognition or disclosure in the financial statements.