# FAMILY PROMISE OF THE MAIN LINE

## FINANCIAL STATEMENTS

## YEAR ENDED JUNE 30, 2025

## (WITH SUMMARIZED COMPARATIVE TOTALS AT JUNE 30, 2024)

J. MILLER & ASSOCIATES LLC
CPAs FOR NONPROFITS

**FAMILY PROMISE OF THE MAIN LINE**
**YEAR ENDED JUNE 30, 2025**
**(WITH SUMMARIZED COMPARATIVE TOTALS AT JUNE 30, 2024)**
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J. MILLER & ASSOCIATES LLC
CPAs FOR NONPROFITS

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors
Family Promise of the Main Line
Norristown, Pennsylvania

**Report on the Audit of the Financial Statements**

***Opinion***

We have audited the financial statements of Family Promise of the Main Line (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Family Promise of the Main Line as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We conducted our audit 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 Family Promise of the Main Line, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Emphasis of Matter***

As disclosed in Note 1, on March 7, 2025, Family Promise of the Main Line received Pennsylvania Orphan's Court approval to transfer all assets to Family Promise Montco PA, which continued their programs. On April 26, 2025, Family Promise of the Main line transferred its staff and programs to Family Promise Montco PA and in May 2025 transferred its net assets. All Family Promise of the Main Line's staff and programs were retained and are operating under Family Promise Montco PA. Family Promise of the Main Line dissolved on August 14, 2025.

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***Reponsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Family Promise of the Main Line's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**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 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 Family Promise of the Main Line'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 Family Promise of the Main Line'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.

Board of Directors
Family Promise of the Main Line

**Report on Summarized Comparative Information**

We have previously audited Family Promise of the Main Line's June 30, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 14, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*J. Miller & Associates, LLC*

**J. MILLER & ASSOCIATES, LLC**

Philadelphia, Pennsylvania
September 26, 2025

**FAMILY PROMISE OF THE MAIN LINE**
**STATEMENT OF FINANCIAL POSITION**
**JUNE 30, 2025**
**(WITH SUMMARIZED COMPARATIVE TOTALS AS OF JUNE 30, 2024)**

| | 2025 | 2024 |
|---|---|---|
| **ASSETS** | | |
| Cash and cash equivalents | $ - | $ 665,226 |
| Promises to give | - | 41,468 |
| Prepaid expenses | - | 2,366 |
| Investments in certificates of deposit | - | 124,917 |
| Inventory - donated | - | 3,525 |
| Property and equipment, net | - | 152,609 |
| **TOTAL ASSETS** | $ - | $ 990,111 |
| **LIABILITIES AND NET ASSETS** | | |
| **LIABILITIES** | | |
| Accounts payable and accrued expenses | $ - | $ 23,960 |
| Accrued payroll and related liabilities | - | 4,172 |
| Refundable advance | - | 25,094 |
| **TOTAL LIABILITIES** | - | 53,226 |
| **NET ASSETS** | | |
| Without donor restrictions | - | 893,385 |
| With donor restrictions | - | 43,500 |
| **TOTAL NET ASSETS** | - | 936,885 |
| **TOTAL LIABILITIES AND NET ASSETS** | $ - | $ 990,111 |

*See accompanying Notes to Financial Statements.*

**FAMILY PROMISE OF THE MAIN LINE**
**STATEMENT OF ACTIVITIES**
**YEAR ENDED JUNE 30, 2025**
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

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| | Without Donor Restrictions | With Donor Restrictions | 2025 Total | 2024 Total |
|---|---|---|---|---|
| **REVENUE AND SUPPORT** | | | | |
| Grants and contributions | $ 314,034 | $ - | $ 314,034 | $ 283,905 |
| Host and support congregations | 89,511 | - | 89,511 | 77,552 |
| Contribution of nonfinancial assets | 79,537 | - | 79,537 | 16,615 |
| Fundraising activities, net | 90,040 | - | 90,040 | 4,680 |
| Interest income | 18,436 | - | 18,436 | 24,035 |
| Net assets released from donor restrictions | 43,500 | (43,500) | - | - |
| Total Revenue and Support | 635,058 | (43,500) | 591,558 | 406,787 |
| **EXPENSES** | | | | |
| Program | 489,133 | - | 489,133 | 466,268 |
| Management and general | 82,626 | - | 82,626 | 147,219 |
| Fundraising | 22,925 | - | 22,925 | 22,367 |
| Total Expenses | 594,684 | - | 594,684 | 635,854 |
| Change in Net Assets | 40,374 | (43,500) | (3,126) | (229,067) |
| Net Assets, Beginning of Year | 893,385 | 43,500 | 936,885 | 1,165,952 |
| Transfer of assets | (933,759) | - | (933,759) | - |
| Net Assets, End of Year | $ - | $ - | $ - | $ 936,885 |

*See accompanying Notes to Financial Statements.*

**FAMILY PROMISE OF THE MAIN LINE**
**STATEMENT OF FUNCTIONAL EXPENSES**
**YEAR ENDED JUNE 30, 2025**
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

| Description | Program Services | Management and General | Fundraising | Total 2025 | Total 2024 |
|---|---|---|---|---|---|
| Salaries | $ 116,502 | $ 17,170 | $ - | 133,672 | $ 177,579 |
| Payroll taxes | 10,004 | 1,393 | - | 11,397 | 14,227 |
| Retirement plan | 1,557 | - | - | 1,557 | 4,878 |
| Employee benefits | 2,338 | 165 | - | 2,503 | 11,391 |
| Total salaries and related expenses | 130,401 | 18,728 | - | 149,129 | 208,075 |
| Accounting and audit | - | 28,470 | - | 28,470 | 18,820 |
| Advertising | 223 | 222 | - | 445 | 342 |
| Bank and financial fees | 1,634 | 1,633 | - | 3,267 | 2,451 |
| Consultant | 121,784 | 24,022 | 20,670 | 166,476 | 263,431 |
| In-kind resources to clients | 82,302 | - | - | 82,302 | 16,235 |
| In-kind gift cards disbursed from inventory | - | - | - | - | 190 |
| Dues and subscriptions | 6,676 | - | - | 6,676 | 12,059 |
| Fundraising costs | - | - | 14,312 | 14,312 | - |
| Guest relocation and services | 19,310 | - | - | 19,310 | 14,519 |
| Insurance | 14,430 | - | - | 14,430 | 12,415 |
| Legal services | 41,360 | - | - | 41,360 | - |
| Occupancy | 19,848 | 963 | - | 20,811 | 25,864 |
| Office supplies and expense | 2,182 | 2,182 | 2,255 | 6,619 | 10,812 |
| Payroll processing | 1,672 | 250 | - | 1,922 | 2,001 |
| Postage | - | - | - | - | 220 |
| Prevention rental assistance | 6,107 | - | - | 6,107 | 9,098 |
| Printing | 1,174 | 1,174 | - | 2,348 | 3,174 |
| Staff development | 279 | 120 | - | 399 | 276 |
| Telephone | 4,041 | 606 | - | 4,647 | 5,160 |
| Travel expense | 1,753 | 1,324 | - | 3,077 | 3,083 |
| Van expense | 7,563 | - | - | 7,563 | 8,534 |
| Depreciation | 26,394 | 2,932 | - | 29,326 | 19,095 |
| Total | 489,133 | 82,626 | 37,237 | 608,996 | 635,854 |
| Less: expenses included with revenues on statement of activities | | | | | |
| Cost of direct benefit to donors | - | - | (14,312) | (14,312) | - |
| Total expenses include in the expense section on the statement activities | $ 489,133 | $ 82,626 | $ 22,925 | $ 594,684 | $ 635,854 |

*See accompanying Notes to Financial Statements.*

**FAMILY PROMISE OF THE MAIN LINE**
**STATEMENT OF CASH FLOWS**
**YEAR ENDED JUNE 30, 2025**
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)**

| | 2025 | 2024 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Change in Net Assets | $ (3,126) | $ (229,067) |
| Adjustments to reconcile change in net assets to net cash provided by/(used in) operating activities: | | |
| Depreciation | 29,326 | 19,095 |
| Inventory - donated | 3,525 | (190) |
| Non-financial assets contributed to Family Promise Montco PA | 128,593 | - |
| Decrease (Increase) in Assets: | | |
| Promises to give | 41,468 | (31,468) |
| Grants receivable | - | 24,500 |
| Prepaid expenses | 2,366 | 7,079 |
| Increase (Decrease) in liabilities: | | |
| Accounts payable | (23,960) | (21,516) |
| Accrued payroll and related liabilities | (4,172) | (4,047) |
| Refundable advance | (25,094) | 16,990 |
| Net cash provided by/(used in) operating activities | 148,926 | (218,624) |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Net redemptions of investments in certificates of deposit | 124,917 | (4,545) |
| Purchase of property and equipment | (5,310) | (1,500) |
| Net cash provided by/(used in) investing activities | 119,607 | (6,045) |
| **NET INCREASE/(DECREASE) IN CASH** | 268,533 | (224,669) |
| Cash and cash equivalents - beginning of year | 665,226 | 889,895 |
| Transfer of assets | (933,759) | - |
| **CASH AND CASH EQUIVALENTS - END OF YEAR** | $ - | $ 665,226 |

*See accompanying Notes to Financial Statements.*

## NOTE 1 NATURE OF ORGANIZATION

Family Promise of the Main Line ("FPML") (formerly known as Interfaith Hospitality Network of the Main Line) was a nonprofit corporation whose mission was to help families experiencing homelessness and low-income families achieve sustainable independence through a community-based response. FPML's programs and services connected families to community resources, empowering them to achieve and maintain affordable housing. FPML was funded by a variety of governmental and private grants and contributions.

On March 7, 2025, FPML received Pennsylvania Orphan's Court approval to transfer all assets and programs to Family Promise Montco, which continued FPML's programs. On April 26, 2025 FPML transferred its staff and programs to Family Promise Montco and in May 2025, FPML transferred its nets assets. All FPML staff and programs were retained and are operating under Family Promise Montco. FPML dissolved on August 14, 2025.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Basis of Accounting**
FPML prepared its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) which involve the application of the accrual basis of accounting; consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

**Summarized Comparative Information**
The summarized comparative information presents amounts in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with FPML's financial statements for the year ended June 30, 2024 from which the summarized information was derived.

**Cash and Cash Equivalents**
FPML considered all cash and highly liquid financial instruments purchased with original maturities of three months or less to be cash and cash equivalents.

**Promises to Give**
FPML recorded unconditional promises to give that are expected to be collected within one year at net realizable value. FPML determined the allowance for uncollectible promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collection. Promises to give were written off when deemed uncollectible.

**Investments in Certificates of Deposit**
FPML recorded investments purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest income.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Inventory

Inventory consisted of gift cards received from donors and not yet distributed. The inventory was valued at the face value of the gift card.

### Property and Equipment

All acquisitions of property and equipment over $5,000 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets were capitalized at cost, or if received as a gift, at fair value when acquired. Depreciation is computed on the straight-line basis over the estimated useful lives as follows:

| Description | Estimated Useful Life |
|---|---|
| Building | 39 years |
| Building Improvements | 10 years |
| Vehicles | 5 years |
| Office equipment | 3 years |

### Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions and may be used for any purpose in performing the primary objectives of FPML.

*Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions or law. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. These donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

### Revenue and Revenue Recognition

FPML recognized contributions when cash, securities or other assets, an unconditional promise to give or a notification of a beneficial interest is received.

A portion of revenue which was derived from grants with cost reimbursement or performance measures with governments, pass-through grants or other direct grantors. Amounts received are recognized as revenue when the expenditure has been incurred in compliance with specific contract or grant provisions or other performance requirements. Amounts received prior to incurring qualifying expenditures or performance are reported as a refundable advance in the statement of financial position.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**In-Kind Contributions**

Contributed nonfinancial assets included donated professional services, donated equipment, and other in-kind contributions which are recorded at the respective fair values of the goods or services received. In addition to contributed nonfinancial assets, volunteers contributed significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles.

**Functional Allocation of Expenses**

The costs of providing the programs and other supporting activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, payroll taxes, and benefits which are allocated on the basis of time and effort as well as insurance, occupancy costs, office supplies and expenses, printing and telephone. Directly identifiable expenses, such as guest relocation and services, consultant, travel, and vehicle expenses are charged to program and supporting services based upon invoices received. Management and general expenses include those expenses that are not directly identifiable with any other specific function and provide for the overall support and direction of FPML.

**Income Taxes**

FPML was organized as a Pennsylvania nonprofit corporation and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and had been determined not to be a private foundation under IRC Sections 509(a)(1) and (3). In addition, FPML is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. FPML has determined that it is not subject to unrelated business income tax. FPML follows the accounting guidance for uncertainty in income taxes and believes that it has appropriate support for any tax positions taken. As such, FPML does not have any uncertain tax positions that are material to the financial statements.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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 and those differences could be material.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Financial Instruments and Credit Risk**

FPML managed deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits. FPML has not experienced losses in any of these accounts.

## NOTE 3 NET ASSETS WITH DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended June 30, 2025:

| | |
|---|---|
| Satisfaction of time restrictions | $ 43,500 |

## NOTE 4 IN-KIND CONTRIBUTIONS

For the year ended June 30, 2025, non-financial assets recognized in the statement of activities include the following:

| | |
|---|---|
| Gift cards | $ 6,245 |
| Household goods, furniture, toiletries, food, and clothing | 76,057 |
| | 82,302 |
| Less: gift card disbursed from inventory | (2,765) |
| | $ 79,537 |

Contributed gifts cards are distributed to families in need and are recognized at the face value of the gift card. Unused donated gift cards are held in inventory until used.

Contributed food items are valued at fair market value considering the goods' condition and utility for use at the time of the contribution. All of these items are used in program services for families in need.

## NOTE 5 RETIREMENT PLAN

FPML has a SIMPLE IRA retirement plan for the benefit of its eligible employees who meet certain requirements. FPML's contribution expense for the year ended June 30, 2025 was $1,557.

## NOTE 6 MANAGEMENT SERVICES AGREEMENT

FPML entered into a management services agreement with Family Promise Montco PA on February 13, 2024. During the year ended June 30, 2025, FPML incurred $152,350 in management fees for support in the areas of accounting, financial reporting, communications and technology, grant writing, staff supervision, and overall support for core programs. In August 2024, both boards approved moving forward with entering into an Affiliation Agreement. Following the execution of the Affiliation Agreement and obtaining regulatory approvals, in April and May 2025, FPML's programs and activities were transferred to Family Promise Montco PA.

## NOTE 7 SUBSEQUENT EVENTS

FPML has evaluated subsequent events through September 26, 2025 the date which the financial statements were available to be issued.

On August 14, 2025, FPML dissolved.