



REYNOLDA CHURCH

Financial Statements
With Independent Accountants' Review Report

December 31, 2021 and 2020

REYNOLDA CHURCH

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

The Session
Reynolda Church
Winston-Salem, North Carolina

We have reviewed the accompanying financial statements of Reynolda Church, which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, cash flows, and functional expenses for the years 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 accounting principles generally 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 misstatement, whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagements 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 accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our report.

We are required to be independent of Reynolda Church and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountants' Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Capin Crouse LLP

Indianapolis, Indiana
May 6, 2022

REYNOLDA CHURCH

Statements of Financial Position

	December 31,	
	2021	2020
ASSETS:		
Cash and cash equivalents	\$ 603,209	\$ 668,112
Restricted cash for long-term expansion	61,637	211,006
Cash, cash equivalents, and restricted cash	664,846	879,118
Accounts receivable and other assets	25,135	16,891
Property and equipment—net	2,693,067	2,610,837
Total Assets	<u>\$ 3,383,048</u>	<u>\$ 3,506,846</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable	\$ 15,726	\$ 55,269
Accrued expenses	151,638	118,807
Deferred revenue	35,924	18,988
Deferred rent payable	27,220	-
Capital lease obligation	39,725	51,731
Note payable	54,976	62,568
Line of credit	225,000	-
Total liabilities	<u>550,209</u>	<u>307,363</u>
Net assets:		
Without donor restrictions:		
Undesignated	2,689,535	2,877,795
Session designated	-	17,637
	<u>2,689,535</u>	<u>2,895,432</u>
With donor restrictions	143,304	304,051
Total net assets	<u>2,832,839</u>	<u>3,199,483</u>
Total Liabilities and Net Assets	<u>\$ 3,383,048</u>	<u>\$ 3,506,846</u>

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Statement of Activities

Year Ended December 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:			
Support:			
Tithes and offerings	\$ 2,245,379	\$ -	\$ 2,245,379
Expansion	-	90,285	90,285
Missions and outreach	-	267,970	267,970
	2,245,379	358,255	2,603,634
Revenue:			
Preschool income	249,954	-	249,954
Church activity income	44,959	-	44,959
Other income	7,023	-	7,023
Total Support and Revenue	2,547,315	358,255	2,905,570
RECLASSIFICATIONS:			
Net assets released from purpose restrictions	519,002	(519,002)	-
EXPENSES:			
Program activities:			
Outreach	320,880	-	320,880
Worship	801,534	-	801,534
Adult discipleship	160,725	-	160,725
Student discipleship	688,557	-	688,557
Church ministry	141,893	-	141,893
	2,113,589	-	2,113,589
Supporting activities:			
General and administrative	1,158,625	-	1,158,625
Total Expenses	3,272,214	-	3,272,214
Change in Net Assets	(205,897)	(160,747)	(366,644)
Net Assets, Beginning of Year	2,895,432	304,051	3,199,483
Net Assets, End of Year	\$ 2,689,535	\$ 143,304	\$ 2,832,839

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Statement of Activities

Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:			
Support:			
Tithes and offerings	\$ 2,239,217	\$ -	\$ 2,239,217
Grant revenue	364,138	-	364,138
Expansion	-	228,762	228,762
Missions and outreach	-	282,986	282,986
	2,603,355	511,748	3,115,103
Revenue:			
Preschool income	180,683	-	180,683
Church activity income	10,839	-	10,839
Other income	7,171	-	7,171
Total Support and Revenue	2,802,048	511,748	3,313,796
RECLASSIFICATIONS:			
Net assets released from purpose restrictions	518,620	(518,620)	-
EXPENSES:			
Program activities:			
Outreach	383,209	-	383,209
Worship	657,917	-	657,917
Adult discipleship	139,217	-	139,217
Student discipleship	690,135	-	690,135
Church ministry	133,037	-	133,037
	2,003,515	-	2,003,515
Supporting activities:			
General and administrative	1,146,887	-	1,146,887
Total Expenses	3,150,402	-	3,150,402
Change in Net Assets	170,266	(6,872)	163,394
Net Assets, Beginning of Year	2,725,166	310,923	3,036,089
Net Assets, End of Year	\$ 2,895,432	\$ 304,051	\$ 3,199,483

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Statements of Cash Flows

	Year Ended December 31,	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (366,644)	\$ 163,394
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	246,226	184,129
Contributions restricted for expansion	(90,285)	(228,762)
Donated property and equipment	(9,443)	-
Noncash loan forgiveness recognized as revenue	-	(364,138)
Loss on disposal of property, plant and equipment	7,381	-
Changes in operating assets and liabilities:		
Accounts receivable and other assets	(8,244)	23,872
Accounts payable	(39,543)	31,690
Accrued expenses	32,831	21,016
Deferred revenue	16,936	(4,317)
Deferred rent payable	27,220	-
Net Cash Used by Operating Activities	(183,565)	(173,116)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(326,394)	(138,188)
Net Cash Used by Investing Activities	(326,394)	(138,188)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on capital lease obligations	(12,006)	(11,478)
Proceeds from new borrowing on line of credit	225,000	-
Proceeds from Paycheck Protection Program loan	-	364,138
Payments on notes payable	(7,592)	(884)
Contributions restricted for expansion	90,285	228,762
Net Cash Provided by Financing Activities	295,687	580,538
Net Change in Cash, Cash Equivalents, and Restricted Cash	(214,272)	269,234
Cash, Cash Equivalents, and Restricted Cash, Beginning of Year	879,118	609,884
Cash, Cash Equivalents, and Restricted Cash, End of Year	\$ 664,846	\$ 879,118
SUPPLEMENTAL DISCLOSURE:		
Cash paid for interest on line of credit	\$ 4,877	\$ -
Property and equipment acquired through debt	\$ -	\$ 63,452
Noncash loan forgiveness recognized as revenue	\$ -	\$ 364,138

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Statement of Functional Expenses

Year Ended December 31, 2021

	Program Activities					Support Services		
	Outreach	Worship	Adult Discipleship	Student Discipleship	Church Ministry	Total Program	Management and General	Total
Salaries and benefits	\$ 83,898	\$ 551,811	\$ 132,761	\$ 475,141	\$ 90,938	\$ 1,334,549	\$ 616,061	\$ 1,950,610
Contract services	3,160	76,483	960	4,790	7,317	92,710	241,844	334,554
Depreciation	-	109,461	609	107,203	133	217,406	28,820	246,226
Missions support	224,173	-	-	-	-	224,173	-	224,173
Supplies	6,477	20,618	23,434	57,156	12,469	120,154	46,458	166,612
Utilities	1,111	3,001	936	4,237	568	9,853	70,762	80,615
Repairs and equipment	182	26,561	134	1,190	48	28,115	44,781	72,896
Financial services	-	-	-	6,391	-	6,391	52,082	58,473
Training and conferences	789	4,601	948	30,321	356	37,015	3,262	40,277
Insurance—property	-	-	-	288	-	288	36,333	36,621
Benevolence	41	-	-	-	26,979	27,020	-	27,020
Licensure	-	1,186	-	-	-	1,186	4,102	5,288
Travel	433	2,150	131	646	119	3,479	1,316	4,795
Other expenses	616	5,662	812	1,194	2,966	11,250	12,804	24,054
Total	\$ 320,880	\$ 801,534	\$ 160,725	\$ 688,557	\$ 141,893	\$ 2,113,589	\$ 1,158,625	\$ 3,272,214

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Statement of Functional Expenses

Year Ended December 31, 2020

	Program Activities					Support Services		
	Outreach	Worship	Adult Discipleship	Student Discipleship	Church Ministry	Total Program	Management and General	Total
Salaries and benefits	\$ 81,367	\$ 554,572	\$ 121,509	\$ 480,443	\$ 85,703	\$ 1,323,594	\$ 533,243	\$ 1,856,837
Contract services	2,250	3,099	720	26,993	15,710	48,772	247,819	296,591
Missions support	292,111	-	-	-	-	292,111	451	292,562
Depreciation	-	57,597	609	107,203	133	165,542	18,587	184,129
Supplies	4,956	19,262	13,876	52,049	1,913	92,056	43,008	135,064
Benevolence	100	-	-	-	24,694	24,794	81,985	106,779
Utilities	954	3,979	773	4,474	955	11,135	74,987	86,122
Repairs and equipment	363	10,591	-	-	-	10,954	64,501	75,455
Insurance—property	-	-	-	426	-	426	38,641	39,067
Financial services	-	-	-	1,844	-	1,844	34,634	36,478
Training and conferences	27	1,423	344	14,626	317	16,737	787	17,524
Travel	871	2,427	265	1,302	239	5,104	4,102	9,206
Licensure	-	1,290	-	-	-	1,290	4,091	5,381
Other expenses	210	3,677	1,121	775	3,373	9,156	51	9,207
Total	\$ 383,209	\$ 657,917	\$ 139,217	\$ 690,135	\$ 133,037	\$ 2,003,515	\$ 1,146,887	\$ 3,150,402

See notes to financial statements and independent accountants' review report

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

1. NATURE OF ORGANIZATION:

Reynolda Church (the Church) is incorporated under the laws of the state of North Carolina as a nonprofit religious corporation. The Church was organized in 1914. It incorporated on January 28, 1985, and affiliated with the Evangelical Presbyterian Church in 1987. The Church's mission is to Love God, Love Each Other, Love the World. The Church is dedicated to spreading the gospel through establishing, developing, and promoting all aspects of Church ministry within Winston-Salem, North Carolina, and the surrounding communities. The Church is exempt from federal income taxes under Internal Revenue Code (Code) Section 501(c)(3) and comparable state law and is classified as a publicly supported organization, which is not a private foundation, under Section 509(a)(1) of the Code. The primary activities of the Church are church services and related events. The Church's primary source of income is contributions. The Church operates a preschool which is supported by fees charged to parents and guardians of the children.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the Church have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

USE OF ESTIMATES

The preparation of the Church's financial statements in conformity with accounting principles generally accepted in the United States 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CASH, CASH EQUIVALENTS, AND RESTRICTED CASH

Cash, cash equivalents, and restricted cash consist of checking accounts, a money market savings account, and petty cash. At December 31, 2021 and 2020, the Church's cash balances exceeded federally insured limits by \$282,822 and \$528,509, respectively. The Church does not believe these funds to be at substantial risk of loss due to the lack of federal insurance coverage. Restricted cash consists of cash set aside for long-term purposes, primarily church expansion.

ACCOUNTS RECEIVABLE AND OTHER ASSETS

Accounts receivable and other assets consists of sales tax receivable, preschool tuition receivable and prepaid expenses. Experience has shown that the receivables are collectible with a high degree of reliability. Accordingly, no allowance is recorded.

PROPERTY AND EQUIPMENT

Property, buildings, and equipment are stated at cost, if purchased, or fair value if donated. Depreciation is computed on a straight-line basis over the estimated useful lives of the related assets: furniture and equipment (3-15 years), land improvements (20 years), building improvements (20 years), and buildings (30 years). The Church capitalizes all property and equipment with a cost or value in excess of \$2,000.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

DEFERRED RENT PAYABLE

The Church leases building space for their Kernersville campus under an operating lease agreement (see Note 10) through January 2026. The lease contains an escalation clause that adjusts base rental payments annually based upon the annual period of February to January. Additionally within the agreement, the landlord agreed to re-seal and re-stripe the parking lot. During 2021, the Church paid for the parking lot improvements in the amount of \$17,847 and the landlord agreed to discount the rent payments from February 2022 to July 2022 in order to reimburse those upfront costs. The rent payments, including the discount, have been recorded on a basis to achieve straight-line rent expense over the life of the lease. Accordingly, the difference between the straight-line rent expense and the cash payments made is recorded in the statements of financial position as deferred rent payable.

CLASSES OF NET ASSETS

The financial statements report amounts separately by class of net assets.

Net assets without donor restrictions amounts are currently available at the discretion of the session for use in operations. Session designated net assets are earmarked by the session for a specific purpose and are to be used for that purpose unless the session approves otherwise.

Net assets with donor restrictions amounts are stipulated by donors for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

All contributions are considered available for general use unless specifically restricted by the donor or subject to other legal restrictions.

REVENUES, EXPENSES, AND RECLASSIFICATIONS

Revenue is recognized when earned and support when contributions are made, which may be when cash is received, unconditional promises are made, or ownership of other assets is transferred to the Church. The Church recognizes revenue from preschool tuition within the fiscal year in which the childcare services are provided. Payments for tuition are due at time of service. As of December 31, 2021 and 2020, payments made in advance of childcare services were \$35,924 and \$18,988, respectively, and recorded as deferred revenue on the statements of financial position. Church activity income is recognized in the period the activity or event takes place.

The Church reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated amounts. When a stipulated time restriction ends or purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets are released from restrictions.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

REVENUES, EXPENSES, AND RECLASSIFICATIONS, continued

Donated goods (including securities, property, and equipment) are recorded at fair value at the date of the gift. Donated services are recorded if they create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Expenses are recorded when incurred in accordance with the accrual basis of accounting. The costs of providing various program services and supporting activities of the Church have been summarized on a functional basis in the statements of activities. Accordingly, depreciation and salaries and benefits expense have been allocated among the program services and supporting activities benefited. Depreciation is allocated on an asset usage basis and salaries and benefits are allocated based on time and effort.

PAYCHECK PROTECTION PROGRAM

In April 2020, the Church qualified for and received a loan pursuant to the Paycheck Protection Program, a program implemented by the U.S. Small Business Administration (SBA) under the Coronavirus Aid, Relief, and Economic Security Act, from a qualified lender (the “PPP Lender”), for an aggregate principal amount of \$364,138 (the “PPP Loan”). The PPP Loan carried interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, has an initial term of two years, and was unsecured and guaranteed by the U.S. Small Business Administration. The principal amount of the PPP Loan is subject to forgiveness under the Paycheck Protection Program upon the Church’s request to the extent that the PPP Loan proceeds are used to pay expenses permitted by the Paycheck Protection Program, including payroll costs, covered rent and mortgage obligations, and covered utility payments incurred by the Church. As of December 31, 2020, the Church determined that it qualified for forgiveness of the entire loan in the amount of \$364,138, which is included in grant revenue without donor restrictions on the statements of activities. The Church shows grants with donor restrictions whose restrictions are met in the same reporting period as grants without donor restrictions. The loan was officially forgiven by the SBA in December 2020.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

3. LIQUIDITY AND FUNDS AVAILABLE:

The following reflects the Church's financial assets as of the statements of financial position date. The Church has a \$500,000 line of credit that could be drawn upon, if needed to meet cash needs for general expenditures within one year. The Church has a policy to structure its financial assets for availability for expenses and other obligations as they come due in a prudent manner. Financial assets are considered unavailable when illiquid or not convertible to cash within one year.

Financial assets available to meet cash needs for general expenditures within one year:

	December 31,	
	2021	2020
Cash and cash equivalents	\$ 603,209	\$ 668,112
Restricted cash for long-term expansion	61,637	211,006
Accounts receivable	22,995	16,365
	<u>687,841</u>	<u>895,483</u>
Less those unavailable for general expenditures within one year due to:		
Contractual or donor-imposed restrictions:		
Restricted cash for long-term expansion	(61,637)	(211,006)
Session designations:		
Capital reserve	-	(17,637)
	<u>(61,637)</u>	<u>(228,643)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 626,204</u>	<u>\$ 666,840</u>

The Church has net assets with donor restrictions totaling \$143,304 and \$304,051 as of December 31, 2021 and 2020, respectively, of which management believes that \$81,667 and \$93,045, respectively, is available for general expenditure within one year based upon the nature of the restrictions.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

4. PROPERTY AND EQUIPMENT—NET:

Property and equipment—net, consists of:

	December 31,	
	2021	2020
Land and improvements	\$ 326,186	\$ 308,339
Buildings and building improvements	4,898,209	4,607,367
Furniture and equipment	1,781,228	1,752,834
Vehicles	88,483	97,110
	<u>7,094,106</u>	<u>6,765,650</u>
Less accumulated depreciation	<u>(4,401,039)</u>	<u>(4,154,813)</u>
	<u>\$ 2,693,067</u>	<u>\$ 2,610,837</u>

5. CAPITAL LEASES:

The Church is obligated under a capital lease for a copier that expires in 2024. The gross amount of equipment and related accumulated amortization recorded under these capital leases was as follows:

	December 31,	
	2021	2020
Equipment	\$ 63,209	\$ 63,209
Less accumulated amortization	<u>(25,283)</u>	<u>(12,642)</u>
	<u>\$ 37,926</u>	<u>\$ 50,567</u>

Future minimum capital lease payments, are:

<u>Year Ending December 31,</u>	
2022	\$ 14,088
2023	14,088
2024	<u>14,384</u>
	42,560
Less amount representing interest	<u>(2,835)</u>
Present value of net minimum capital lease payments	<u>\$ 39,725</u>

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

6. LINE OF CREDIT:

Reynolda Church has a \$500,000 line of credit with a financial institution that expires on July 31, 2022. There were \$225,000 and -\$0- obligations associated with this line of credit as of December 31, 2021 and 2020, respectively. As of December 31, 2021, the variable interest rate was 3.00%.

7. NOTE PAYABLE:

Note payable consist of:

	<u>December 31,</u>	
	<u>2021</u>	<u>2020</u>
The Church entered into a note payable with a financial institution effective June 2020 and matures in September 2027. The note requires interest only payments during the advance period. Monthly principal and interest payments of \$925 began in October 2020. The interest rate is fixed at 5.93%. The note is secured by related lighting equipment.	<u>\$ 54,976</u>	<u>\$ 62,568</u>

Maturities of note payable are as follows:

<u>Year Ending December 31,</u>	
2022	\$ 8,054
2023	8,545
2024	9,066
2025	9,618
2026	10,204
Thereafter	<u>9,489</u>
	<u>\$ 54,976</u>

Interest expense for the years ended December 31, 2021 and 2020, was \$3,506 and \$4,501, respectively.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

8. NET ASSETS:

Net assets consist of:

	December 31,	
	2021	2020
Without donor restrictions:		
Undesignated	\$ 2,689,535	\$ 2,877,795
Session designated:		
Capital reserve	-	17,637
	-	17,637
Total net assets without donor restrictions	2,689,535	2,895,432
With donor restrictions:		
Missions and outreach	73,249	75,030
Expansion	61,637	211,006
Benevolence	8,418	18,015
Total net assets with donor restrictions	143,304	304,051
Total net assets	\$ 2,832,839	\$ 3,199,483

9. RETIREMENT PROGRAM:

The Church sponsors a traditional retirement plan through the Evangelical Presbyterian Church Denomination, which is held with Fidelity. All full-time employees are eligible to participate in the retirement program. The Church contributes 10% for all Evangelical Presbyterian Church pastors and 4.5% for all other full time employees. Employees make additional voluntary contributions from their salary. Employer contributions to the plan totaled approximately \$46,000 and \$45,000 for the years ended December 31, 2021 and 2020, respectively.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

10. COMMITMENTS AND CONTINGENCIES:

OPERATING LEASE

As disclosed in Note 2, the Church leases building space for their Kernersville campus under an operating lease agreement through January 2026. For the years ended December 31, 2021 and 2020, rent expense totaled \$71,000 and \$59,000, respectively. The future minimum lease payments are as follows:

<u>Year Ending December 31,</u>	
2022	\$ 77,393
2023	77,393
2024	77,393
2025	77,393
2026	6,450
	<hr/>
	<u>\$ 316,022</u>

11. RELATED PARTIES:

The Church contributed funds to Sharing The Light (STL), a para-church ministry formed by their senior pastor. STL is not under control of the Church and functions under a separate board. Additionally, the Church's executive pastor served as an independent contractor for this ministry in 2021. For the years ended December 31, 2021 and 2020, the Church donated \$10,000 and \$39,688, respectively, to STL in direct support of the organization's mutual goal of spreading the gospel.

The Church also contributed funds to Everyday Exiles, a para-church ministry founded by the Church's executive pastor. For the years ended December 31, 2021 and 2020, the Church donated \$5,000 each year to Everyday Exiles.

During the years ended December 31, 2021 and 2020, the Church received contributions from members of the session board in the amount of \$229,782 and \$265,730, respectively. Additionally, during the year ended December 31, 2021, the Church received donated furniture valued at \$9,443 from an audit committee member's company.

12. RISKS AND UNCERTAINTIES:

In March 2020, the World Health Organization declared the outbreak of the coronavirus (COVID-19) as a pandemic which continues to spread throughout the United States. COVID-19 has caused a severe negative impact on the world economy and has contributed to significant declines and volatility in financial markets. COVID-19 pandemic did not have a significant impact on contributions and operations of the church during 2020 or 2021. However, the duration and long-term impact of the COVID-19 pandemic remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Church for future periods.

REYNOLDA CHURCH

Notes to Financial Statements

December 31, 2021 and 2020

13. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through May 6, 2022, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.