

THE PRESBYTERY OF LONG ISLAND

FINANCIAL STATEMENTS WITH
SUPPLEMENTARY INFORMATION

FOR THE YEARS ENDED
DECEMBER 31, 2023 AND 2022

THE PRESBYTERY OF LONG ISLAND

TABLE OF CONTENTS

DECEMBER 31, 2023 AND 2022

	<u>Page(s)</u>
Independent Accountant’s Review Report.....	1-2
Financial Statements	
Statement of Assets, Liabilities and Net Assets.....	3
Statement of Support Received, Expenses Paid and Change in Net Assets..	4
Statement of Cash Flows.....	5
Notes to Financial Statements.....	6-11
Supplementary Information	
Schedules of Support Received, Expenses Paid – All Funds.....	12-13

EBS & Associates

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Trustees of
The Presbytery of Long Island
109 Udall Road
West Islip, NY 11795

Report on Financial Statements

We have reviewed the accompanying financial statements of the Presbytery of Long Island (a non-profit organization), which is comprised of statement of assets, liabilities and net assets as of December 31, 2023 and 2022, and the related statements of support received, expenses paid and changes in net assets and, cash flows 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 organization 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 representation of financial statements that are free from 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 the accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

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 accounting principles generally accepted in the United States of America.

EBS & Associates

CERTIFIED PUBLIC ACCOUNTANTS

Page 2 – Independent Accountants' Review Report

Basis of Accounting

We draw your attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information included on page 12 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with the accrual basis of accounting. We have not audited the information and, accordingly, do not express an opinion on such information.

EBS & Associates

EBS & ASSOCIATES

Certified Public Accountants

August 28, 2024

Forest Hills, NY

THE PRESBYTERY OF LONG ISLAND
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS
AS OF DECEMBER 31,

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$ 514,538	\$ 378,811
Investments - at cost	4,327,462	4,028,790
Certificate of Deposit	45,474	44,461
Accounts receivable	<u>54,740</u>	<u>133,183</u>
 TOTAL ASSETS	 <u>\$ 4,942,215</u>	 <u>\$ 4,585,245</u>
<u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES		
Accounts payable	\$ 36,750	\$ 30,859
Payroll liabilities	<u>-</u>	<u>23,263</u>
TOTAL LIABILITIES	<u>36,750</u>	<u>54,122</u>
 Net assets without donor restrictions	 <u>4,905,465</u>	 <u>4,531,123</u>
 TOTAL NET ASSETS	 <u>4,905,465</u>	 <u>4,531,123</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 4,942,215</u>	 <u>\$ 4,585,245</u>

See Independent Accountants' Review Report
and Notes to Financial Statements

THE PRESBYTERY OF LONG ISLAND
STATEMENT OF SUPPORT RECEIVED, EXPENSES PAID
AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31,

	<u>2023</u>	<u>2022</u>
SUPPORT RECEIVED		
Church support	\$ 1,236,012	\$ 2,105,581
Investment income - net	<u>299,685</u>	<u>(699,627)</u>
TOTAL SUPPORT RECEIVED	<u><u>1,535,697</u></u>	<u><u>1,405,955</u></u>
EXPENSES PAID		
Personnel	307,117	315,546
Church Support	70,654	55,206
Office	65,190	28,488
Repairs and maintenance	75,182	189,385
Mission partnership	244,897	352,906
Special offerings	53,044	56,938
Bad Debt Expense	143,233	-
Per capita	98,613	95,712
Councils and committees	<u>103,426</u>	<u>201,590</u>
TOTAL EXPENSES PAID	<u><u>1,161,355</u></u>	<u><u>1,295,772</u></u>
SUPPORT RECEIVED		
LESS EXPENSES PAID	374,342	110,183
CHANGE IN OPENING EQUITY	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	374,342	110,183
Net Assets - January 1	<u>4,531,123</u>	<u>4,420,940</u>
New Assets - December 31	<u><u>\$ 4,905,465</u></u>	<u><u>\$ 4,531,123</u></u>

See Independent Accountants' Review Report
and Notes to Financial Statements

THE PRESBYTERY OF LONG ISLAND
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31,

	<u>2023</u>	<u>2022</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Change in net assets	\$ 374,342	\$ 110,183
Adjustments to reconcile changes in net assets to net cash (used in) provided by operating activities:		
Realized (gain)	78,442	(59,487)
on sale of investments	(298,672.88)	345,476.49
Change in assets and liabilities		
Accounts Payable	5,891	(166,149)
Payroll liabilities	(23,263)	3,417
	<hr/>	<hr/>
Net cash (used in) provided by operating activities:	136,739	233,440
CASH FLOWS FROM INVESTING ACTIVITIES	(1,012)	(850)
CASH FLOWS FROM FINANCING ACTIVITIES	<hr/>	<hr/>
Net change in cash	135,727	232,590
Cash and cash equivalents - Beginning of year	<hr/> 378,811	<hr/> 146,221
Cash and cash equivalents - End of year	<hr/> \$ 514,538	<hr/> \$ 378,811

See Independent Accountants' Review Report
and Notes to Financial Statements

THE PRESBYTERY OF LONG ISLAND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

NOTE 1: NATURE OF ACTIVITIES

The Presbytery of Long Island, located in West Islip, New York, is the regional governing body of the Presbyterian Church affiliated congregation in Nassau and Suffolk Counties of Long Island. It consists of all the minister members of the Presbytery, and elected commissioners from each of the member churches. The Presbytery of Long Island serves as the administrative offices for all Presbyterian churches in Nassau and Suffolk Counties of Long Island, New York.

Program Fund

The Program Fund is the general fund utilized for the operations of the Presbytery of Long Island. Additionally, the Program Fund is utilized to pay Per Capita to sponsoring Presbyteries of Long Island, as well as offerings and donations to other churches.

Special Funds

The Special Funds is a group of funds that have been specifically designated for various purposes to support the objectives of the Presbytery of Long Island. Special funds are used to designate money for support of other churches, special missions, work groups, building maintenance, reconstruction, and other church partnerships. Special Funds are set aside at the discretion of the Board of Trustees and the funds are invested in short-term investments or money market accounts.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Recently Issued Accounting Pronouncements

In August 2016, The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ASU No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements for Not-for-Profit Entities. The objective of the new guidance is to improve the current net asset classification requirements, and the information presented in financial statements and notes about a not-for-profit entity's liquidity, financial performance, and cash flows. The main provisions of this update will require a not-for-profit to present on the face of the financial statements for two classes of net assets, rather than for the currently required three classes. The Organization has implemented the new guidance for the years ended December 31, 2023 and 2022 to reflect net assets without donor restrictions and net assets with donor restrictions. There were no net assets with donor restrictions for the years ended December 31, 2023 and 2022.

THE PRESBYTERY OF LONG ISLAND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with U.S. GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Presbytery of Long Island considers all highly liquid financial instruments with an original maturity of three months or less when purchased to be cash equivalents.

Liquidity of Financial Assets

The Presbytery of Long Island's financial assets consisted of cash and cash equivalents and short-term investments. There are no donor-restricted net assets. The Presbytery of Long Island is substantially supported by investment income from its short-term investments. Financial assets are generally available for general and administrative expenses within one year. As part of the Presbytery of Long Island's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures and other obligations come due. In addition, the Presbytery of Long Island invests cash in excess of requirements in investments.

THE PRESBYTERY OF LONG ISLAND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

The Presbytery of Long Island's investments in marketable securities are carried at cost. This differs from US GAAP, which required such investments to be carried at fair value. Accordingly, unrealized gains and losses on investments held at the end of the reporting period are not reflected in the Presbytery of Long Island's changes in net assets. Realized gains from the sale of marketable securities are recognized in the Presbytery of Long Island's changes in net assets on the settlement date. Dividends and interest are recorded when received, rather than when earned as would be reported if the Presbytery of Long Island reported under accounting principles generally accepted in the United States of America.

Loans Receivable

Loans receivable are stated at net realizable value. Interest on loans receivable is recorded when received. Loans receivable are written down to net realizable value when management believes it is more likely than not that such loans will not be collected (allowance method).

Property and Equipment

Property and Equipment is carried at the cost initially spent to acquire the assets and is depreciated over the estimated useful lives of the property, which is twenty years for buildings and three to ten years for furniture and equipment. Land is carried at cost and is not depreciated. Improvements to existing property, as well as all other items of repairs and maintenance, are expensed as incurred. This differs from US GAAP because US GAAP required significant improvements to property and equipment to be capitalized and depreciated over the estimated useful lives of the assets. When items of property and equipment are sold or otherwise disposed, the carrying value of such assets is removed from the accounts and any resulting gain or loss is reflected in the change in net assets.

Tax Status

The Presbytery of Long Island qualifies as a tax-exempt not-for-profit organization under a group of exemption held by the Presbyterian Church (U.S.A.). Accordingly, no provision for federal or state income taxes is required. Additionally, the Presbytery of Long Island does not have any separate annual reporting requirements to the IRS.

Subsequent Events

The Presbytery of Long Island has evaluated subsequent events through August 15, 2024, the date which the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

EBS & Associates

CERTIFIED PUBLIC ACCOUNTANTS

Page 9

THE PRESBYTERY OF LONG ISLAND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 AND 2022

NOTE 3: INVESTMENTS

The cost of the Presbytery of Long Island's investments as of December 31, 2023 and 2022 was \$4,327,462.46 and \$4,028,789.58 respectively. Fair market value as of December 31, 2023 and 2022 were unavailable on August 28th 2024, the date which the financial statements were available to be issued.

Investment gain as of December 31, 2023 and 2022 were \$299,684.98 and \$(699,626.64) respectively and was comprised of interest, dividends and realized losses.

THE PRESBYTERY OF LONG ISLAND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 AND 2022

NOTE 4: GUARANTEES

The Presbytery of Long Island is a guarantor on a series of loans held by various member churches. The guarantees could require the Presbytery of Long Island to fund debt service on these loans in the event that the church cannot meet its obligations.

	<u>Balance Outstanding as of</u>	
	<u>December 31, 2023</u>	<u>Remaining Term</u>
<u>Mortgages</u>		
Shelter Island Presbyterian Church Shelter Island, NY	\$38,908	10 years
Bellmore Presbyterian Church Bellmore, NY	12,441	5 years
First Presbyterian Church Amagansett, NY	12,998	3 years
Valley Stream Presbyterian Church Valley Stream, NY	60,672	9 years
Valley Stream Presbyterian Church Valley Stream, NY	68,302	10 years
First Presbyterian Church Freeport, NY	26,642	4 years

	<u>Balance Outstanding as of</u>	
	<u>December 31, 2022</u>	<u>Remaining Term</u>
<u>Mortgages</u>		
Shelter Island Presbyterian Church Shelter Island, NY	\$42,270	11 years
Bellmore Presbyterian Church Bellmore, NY	15,469	6 years
First Presbyterian Church Amagansett, NY	17,255	4 years
Valley Stream Presbyterian Church Valley Stream, NY	66,527	10 years
Valley Stream Presbyterian Church Valley Stream, NY	73,731	10 years
First Presbyterian Church Freeport, NY	33,114	1 year

EBS & Associates

CERTIFIED PUBLIC ACCOUNTANTS

Page 11

THE PRESBYTERY OF LONG ISLAND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

NOTE 5: RISKS AND UNCERTAINTIES

Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits. The Presbytery of Long Island has not experienced any losses related to these balances. As of December 31, 2023, there was no cash in excess of insured limits.

The Presbytery of Long Island's investments are held primarily in brokerage accounts, which are insured by the Securities Investor Protection Corporation (SIPC) up to \$500,000 per customer, including a maximum of \$250,000 for cash accounts, in the event of the broker's insolvency. The total amount of cash and securities in excess of SIPC limits was \$3,827,462.46 as of December 31, 2023 and \$3,528,789.58 as of December 31, 2022.

The Presbytery invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially impact the Presbytery's financial position.

THE PRESBYTERY OF LONG ISLAND
SUPPLEMENTARY INFORMATION
SCHEDULE OF SUPPORT RECEIVED AND EXPENSES PAID BY FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

Net Assets - Designated for:			
	2023		
	<u>Total</u>	<u>Program Fund</u>	<u>Special Funds</u>
SUPPORT RECEIVED			
Per capita	1,181,895	1,181,895	
Special offerings	54,117		54,117
Investment income - net	299,685		299,685
TOTAL SUPPORT RECEIVED	1,535,697	1,181,895	353,802
EXPENSES PAID			
Personnel	307,117	307,117	
Church Support	70,654	70,654	
Office	65,190	65,190	
Repairs and maintenance	75,182	75,182	
Mission partnership	244,897	244,897	
Special offerings	53,044		53,044
Bad Debt Expense	143,233	143,233	
Per capita	98,613	98,613	
Councils and committees	103,426	103,426	
TOTAL EXPENSED PAID	1,161,355	1,108,310	53,044
SUPPORT RECEIVED			
LESS EXPENSES PAID	\$ 374,342	\$ 73,585	\$ 300,758

THE PRESBYTERY OF LONG ISLAND
SUPPLEMENTARY INFORMATION
SCHEDULE OF SUPPORT RECEIVED AND EXPENSES PAID BY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

Net Assets - Designated for:			
	2022		
	<u>Total</u>	<u>Program Fund</u>	<u>Special Funds</u>
SUPPORT RECEIVED			
Per capita	2,046,867	2,046,867	
Special offerings	58,715		58,715
Investment income - net	(699,627)		(699,627)
TOTAL SUPPORT RECEIVED	1,405,955	2,046,867	(640,912)
EXPENSES PAID			
Personnel	315,546	315,546	
Church Support	55,206	55,206	
Office	28,488	28,488	
Repairs and maintenance	189,385	189,385	
Mission partnership	352,907	352,907	
Special offerings	56,938		56,938
Bad Debt Expense	-	-	
Per capita	95,712	95,712	
Councils and committees	201,590	201,590	
TOTAL EXPENSED PAID	1,295,772	1,238,834	56,938
SUPPORT RECEIVED			
LESS EXPENSES PAID	\$ 110,183	\$ 808,033	\$ (697,850)