

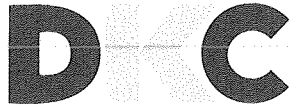
**INDIA GOSPEL LEAGUE, INC.
NORTH AMERICA
(a nonprofit organization)**

Financial Statements
December 31, 2021
With Summarized Comparative
Information for December 31, 2020

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA

Table of Contents

	<u>Page</u>
Report of Independent Auditors	1-2
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Statements of Functional Expenses	6
Notes to Financial Statements	7-12
Supplemental Information:	
Schedule of Net Assets with Donor Restrictions	13



DONOVAN, KLIMCZAK & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors
India Gospel League, Inc. North America

We have audited the accompanying financial statements of India Gospel League, Inc. North America (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and the related statements of activities and cash flows for the year then ended, and the 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 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.

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 auditing standards generally accepted in 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the 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 the 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 accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the 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 India Gospel League, Inc. North America as of December 31, 2021, 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The 2021 supplemental schedule of net assets with donor restrictions is presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects to the financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited the India Gospel League, Inc. North America 2020 financial statements, and we have expressed an unmodified audit opinion on those audited financial statements and supplementary information in our report dated April 21, 2021. In our opinion, the summarized comparative information and supplementary information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Donovan, Klimczak and Company

Donovan, Klimczak and Company
Certified Public Accountants

April 15, 2022

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Statements of Financial Position
December 31, 2021
With Summarized Comparative Information for December 31, 2020

	2021	2020
ASSETS		
Cash	\$ 2,464,594	\$ 1,396,021
Prepaid expenses and other assets	7,232	3,482
Investments	10,971	-
Property and equipment, net of depreciation	5,288	7,910
TOTAL ASSETS	\$ 2,488,085	\$ 1,407,413
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	\$ 2,889	\$ 3,066
Total Liabilities	2,889	3,066
Net assets		
Without donor restrictions	1,012,415	474,500
With donor restrictions	1,472,781	929,847
Total Net Assets	2,485,196	1,404,347
TOTAL LIABILITIES AND NET ASSETS	\$ 2,488,085	\$ 1,407,413

The accompanying notes are an integral part of these financial statements.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Statements of Activity
For The Year Ended December 31, 2021
With Summarized Comparative Information for the Year Ended December 31, 2020

	2021			2020 Totals
	Without Donor Restrictions	With Donor Restrictions	Total	
Public support and revenue				
Contributions	\$ 861,813	\$ 3,008,850	\$ 3,870,663	\$ 4,369,209
Interest income	21	-	21	25
Gain on Sale of Assets	1,353	-	1,353	(40)
Other income	-	-	-	68,200
Net assets released from restrictions	<u>2,465,916</u>	<u>(2,465,916)</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	<u>3,329,103</u>	<u>542,934</u>	<u>3,872,037</u>	<u>4,437,394</u>
Expenses				
Program services	2,280,609	-	2,280,609	3,174,580
Management and general	379,141	-	379,141	367,238
Fundraising	131,438	-	131,438	151,198
Total Expenses	<u>2,791,188</u>	<u>-</u>	<u>2,791,188</u>	<u>3,693,016</u>
Change in Net Assets	537,915	542,934	1,080,849	744,378
Net assets, beginning of year	<u>474,500</u>	<u>929,847</u>	<u>1,404,347</u>	<u>659,969</u>
Net assets, end of year	<u>\$ 1,012,415</u>	<u>\$ 1,472,781</u>	<u>\$ 2,485,196</u>	<u>\$ 1,404,347</u>

The accompanying notes are an integral part of these financial statements.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Statements of Cash Flows
For The Year Ended December 31, 2021
With Summarized Comparative Information for Year Ended December 31, 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase(Decrease) in Net Assets	\$ 1,080,849	\$ 744,378
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	2,622	3,711
Gain on Sale of Assets	(1,353)	-
Changes in assets and liabilities:		
Prepaid expenses and other assets	(3,750)	17,989
Accounts payable and accrued expenses	(177)	2,490
NET CASH USED BY OPERATING ACTIVITIES	1,078,191	768,568
 CASH FLOWS FROM INVESTING ACTIVITIES		
Donated basis of securities	(75,578)	-
Proceeds on sale of securities	65,960	-
NET CASH USED BY INVESTING ACTIVITIES	(9,618)	-
 NET DECREASE INCREASE IN CASH	1,068,573	768,568
CASH AT BEGINNING OF THE YEAR	1,396,021	627,453
CASH AT END OF THE YEAR	\$ 2,464,594	\$ 1,396,021

The accompanying notes are an integral part of these financial statements.

INDIA GOSPEL LEAGUE
Statement of Functional Expenses
For The Year Ended December 31, 2021
With Summarized Comparative Information for the Year Ended December 31, 2020

	2021			Total	2020
	Program Services	Management and General	Fundraising		
Personnel Expenses					
Salaries	\$ 31,566	\$ 211,322	\$ -	\$ 242,888	\$ 242,853
Payroll taxes	3,737	25,007	-	28,744	28,628
Employee benefits	2,971	19,881	-	22,852	19,734
Total Personnel Expenses	38,274	256,210	-	294,484	291,215
Conferences	-	-	7,471	7,471	7,283
Depreciation	-	2,622	-	2,622	3,711
Grants to related party	2,136,943	-	-	2,136,943	3,063,861
Insurance	-	1,433	-	1,433	1,384
Meals and entertainment	-	-	-	-	113
Merchant fees	-	12,534	-	12,534	8,451
Miscellaneous	-	2,916	-	2,916	2,301
Office expense	3,704	31,132	-	34,836	37,871
Postage and delivery	-	4,493	6,067	10,560	18,933
Printing and copying	-	4,272	-	4,272	4,403
Professional fees	-	12,671	-	12,671	10,625
Publication and promotion	101,688	-	25,839	127,527	74,164
Regional field representatives	-	-	89,000	89,000	89,000
Rent	-	39,161	-	39,161	38,758
Seminars and meetings	-	-	193	193	-
Subscriptions and dues	-	2,629	-	2,629	2,395
Support trips to India	-	-	-	-	26,649
Telephone and communications	-	3,913	-	3,913	4,411
Training	-	178	-	178	-
Travel	-	724	2,868	3,592	3,719
Utilities	-	4,253	-	4,253	3,769
Total functional expenses	\$ 2,280,609	\$ 379,141	\$ 131,438	\$ 2,791,188	\$ 3,693,016

The accompanying notes are an integral part of these financial statements.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

In 1994, India Gospel League, Inc. North America was established in the United States of America as a 501(c)(3) corporation for the purpose of promoting and funding the mission of India Gospel League in India; to plant and develop Christian churches in the villages and rural communities of India. The mission of India Gospel League, Inc. North America is to raise awareness and encourage involvement and support among the people of North America for the India Gospel League's evangelism, discipleship, church planting, education, agricultural assistance, economic empowerment and medical programs. It provides information, raises financial support, establishes prayer coverage, sends training teams, and secures sponsorship for Indian children, children's gospel clubs, barefoot pastors, bible students, villages and entire regions where the gospel has not yet penetrated.

Basis of Accounting

The financial statements of India Gospel League, Inc. North America are prepared in accordance with generally accepted accounting principles, which involves the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Contributions

Contributions received are recorded as support with, or without restrictions, depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Overhead Fee

The organization has a policy of designating up to 18% of restricted contributions to cover administrative and overhead expenses, which totaled \$453,511 in 2021 and \$567,567 in 2020. The applied overhead fee was approximately 15% for 2021 and 2020.

Contributed Services

Contributed services are recognized as revenues at their estimated fair value only when they create or enhance nonfinancial assets, or they require specialized skills which would need to be purchased if they were not donated. No amounts have been recognized in the statement of activities because the criteria for recognition have not been satisfied.

Financial Statement Presentation

In accordance with generally accepted accounting principles, India Gospel League, Inc. North America reports information regarding its financial position and activities according to two classes of net assets, described as follows:

- Net Assets Without Donor Restrictions; includes net assets with no grantor or donor-imposed restrictions on the use of the funds.
- Net Assets With Donor Restrictions; includes net assets with grantor or donor-imposed restrictions on the use of the funds.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in financial institutions and certificates of deposit with original maturity dates at issue of twelve months or less. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements (Continued)
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Concentrations of Credit Risks

India Gospel League, Inc. North America maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. India Gospel League, Inc. North America's uninsured cash balances exceeded limits by approximately \$2,191,549 on December 31, 2021, and \$1,115,568 on December 31, 2020. India Gospel League, Inc. North America has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on its balances.

Investments

Investments are stated at fair market value in the statement of financial position. Gains and losses (realized and unrealized) on investments are recognized as changes in net assets in the period in which they occur, and investment income is recognized as revenue in the period earned. While there were no investments held on December 31, 2020, the following table details investments held on December 31, 2021.

<u>Description</u>	<u>Number of Shares Held</u>	<u>Market Value at December 31, 2021</u>
Ford Motor Company	325	\$ 6,682
Proctor & Gamble Company	25	4,105
WABTEC.com	2	<u>184</u>
		<u>\$ 10,971</u>

Prepaid Expenses and Other Assets

Prepaid expenses and other assets include items such as prepaid insurance, deposits, and trademarks.

Property and Equipment

All acquisitions of property and equipment in excess of \$250 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are evaluated for capitalization. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Depreciation expenses totaled \$2,622 in 2021 and \$3,711 in 2020.

Contributions of property and equipment are recorded as support without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Contributions of cash or other assets received with a restriction that they be used to acquire fixed assets are initially recognized as support with donor restrictions. The restrictions on those contributions expire when the fixed assets are placed in service, and the net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

Functional Expenses

The costs of providing the various programs and activities have been reported on a functional basis in the Statement of Functional Expenses. Any expenses not directly chargeable to a program or function are allocated based on units of service, and support costs are allocated based on indirect cost allocations.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements (Continued)
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Summarized Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total but not by functional basis and net asset class. Such information, which was not audited by us, does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended December 31, 2020 from which the summarized information was derived.

Tax Status

India Gospel League, Inc. North America is a tax-exempt not-for-profit corporation organized under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal income taxes has been included in these financial statements.

Date of Management's Review

Subsequent events were evaluated through April 14, 2022, which is the date the financial statements were available to be issued. No items were identified for inclusion in the financial statements on December 31, 2021.

NOTE B – FAIR VALUE

Generally accepted accounting principles define fair value, establish a framework for measuring fair value, and establish a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. A fair value measurement assumes the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value on three broad levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Organization has the ability to measure.
- Level 2 inputs (other than quoted prices included in Level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the organizations data.)

The investments reported in footnote A for the year ended December 31, 2021 were valued using the Level 1 inputs with no exceptions noted.

NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization has \$2,475,565 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of \$2,464,594 in cash and \$10,971 in donated securities. None of the financial assets are subject to restrictions that would make them unavailable for general expenditures within one year of the balance sheet date. The Organization has a goal to maintain financial assets, which consist of cash and receivables that are structured to be available as its general expenditures, liabilities and other obligations come due.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements (Continued)
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE D - CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following at December 31:

	2021	2020
General checking	\$ 2,336,885	\$ 1,260,923
Money market funds	104,664	104,644
Stevens India Missions Fund checking	23,045	30,454
	\$ 2,464,594	\$ 1,396,021

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment include the following at December 31:

	2021	2020
Office furniture	\$ 27,905	\$ 27,905
Computers and software	22,126	22,126
	50,031	50,031
Less accumulated depreciation	(44,743)	(42,121)
Property and equipment, net	\$ 5,288	\$ 7,910

NOTE F - NET ASSETS

Net assets without donor restrictions include the following as of December 31:

	2021	2020
Net investment in property and equipment	\$ 5,288	\$ 7,910
Operating surplus	1,007,127	466,590
	\$ 1,012,415	\$ 474,500

Net assets with donor restrictions are restricted for the following as of December 31:

	2021	2020
Various India Programs	\$ 1,329,634	\$ 814,081
Child Sponsorship	143,147	115,766
	\$ 1,472,781	\$ 929,847

Net assets totaling \$2,465,916 in 2021 and \$3,307,959 in 2020 were released from restrictions by incurring expenditures that satisfied the restricted purposes or by occurrence of other events specified by the donors. If there are excess temporarily restricted assets designated toward a project, the donor determines whether the assets may be used toward other projects or transferred to the general fund.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements (Continued)
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE G - RETIREMENT SAVINGS PLAN

The organization sponsors a 403(b) retirement savings plan. Employees must complete 6 months of service and be 21 years of age before being eligible to participate in the plan. The organization may match 100% of the qualified employee's contribution under this plan up to 3% of the employee's salary. In addition, the organization may make a discretionary contribution at the discretion of the organization's board of directors. The organization made \$5,896 in contributions in 2021 and \$5,050 in 2020.

NOTE H - OPERATING LEASES

April 1, 2018, the organization entered into the operating lease agreement for 2,816 square feet of office space in Hudson, Ohio under a five-year lease expiring March 31, 2023, with two additional three-year renewal terms at Fair Market Value. The lease requires monthly base rental of \$3,051 through March 31, 2020, and \$3,168 through March 31, 2023. In addition to the monthly base rental, additional rent includes a prorated share of Operating Expenses, Taxes and Insurance. Lease expense totaled \$39,161 in 2021 and \$38,758 in 2020.

On December 31, 2021, minimum annual base rentals under non-cancelable leases are as follows:

<u>Year Ending</u>	<u>Amount</u>
2022	\$ 38,016
2023	9,504
	<u>\$ 47,520</u>

NOTE I - RELATED PARTY TRANSACTIONS

India Gospel League, Inc. North America is related through common board leadership with India Gospel League. Rev. Samuel D. Stephens serves as President for both organizations. Grants paid to India Gospel League totaled \$2,136,943 in 2021 and \$3,063,861 in 2020.

NOTE J - MAJOR DONORS

Donations from the organization's major donors totaled 25% of contribution revenue in 2021 and 36% of contribution revenue in 2020.

NOTE K – COVID 19 PANDEMIC

During 2020, Covid-19 broke out worldwide. The pandemic reached the United States in the spring of 2020. The economic impact from this pandemic has been considerable, requiring Government intervention to ease the financial toll taken by the disease. Person to person interaction was curtailed in businesses and certain business sectors were seriously impacted.

With the pandemic ongoing at the end of 2021, the Organization cannot forecast the impact this might have on operations, cash flow and operations in 2022 and beyond. The Organization maintains its vigilance with respect to the situation and intends to take the appropriate actions necessary for the benefit of the Organization and its employees should the need arise.

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Notes to Financial Statements (Continued)
December 31, 2021

With summarized comparative financial information for the year ended December 31, 2020

NOTE L – PAYROLL PROTECTION PROGRAM LOAN

During 2020 the Organization received a loan of \$68,200 from the Small Business Administration under the Federal Payroll Protection Program (PPP). The proceeds of the loan were utilized to support the Organization's operations during 2020. The Organization utilized the funds in accordance with the program guidelines, submitted the required documentation for forgiveness of the loan. The Organization received notification on December 16, 2020 that the entire amount of the loan has been forgiven. The forgiven amount of \$68,200 is recognized on the Statement of Activities as other income.

SUPPLEMENTAL INFORMATION

INDIA GOSPEL LEAGUE, INC. NORTH AMERICA
Supplemental Schedule of Net Assets with Donor Restrictions
For the Year Ended December 31, 2021

With Summarized Comparative Information for the Year Ended December 31, 2020

India net assets with donor restrictions:	2021	2020
Adopt-a-Family	\$ 123	\$ 124
Adopt-a-Region	259,951	155,790
Adopt-a-Village	176,051	90,023
Andhra Pradesh Mission Base	48	48
Barefoot Pastors	59,883	31,082
Bethel Home	33	33
Bible Students	1,541	1,373
Bibles for India	88,885	42,036
Buildings	200	200
Child Sponsorship	143,370	118,679
Children's Gospel Club	166,526	18,273
Cincinnati Consortium	17	17
CWC	17,198	8,725
Decadal Celebration	123	123
Equipment in India	1,465	350
Erode Mission Base	13	13
Gift Catalog	47,508	34,673
Goldrop Consultancy Services	-	-
Hebron Home	19	19
KCIP	48	48
Krupa	126	126
Leadership Training	5,796	3,266
Leprosy Victims	3,790	1,432
Life Centers	81,820	104,766
Maharashtra (WFC) at Chandrapur	(5,968)	2,907
National Pastor Training (NPT)	6,319	2,136
NE India	34,429	4,253
Nursing Students	9,816	2,714
Open Arms	82	82
Pediatric Wing Addition	19	19
Rebekah Home	69	69
Relief	47	47
Sharon Cancer Center	162,030	42,070
Stephens India Missions Fund	-	-
Trips	(11,530)	(11,530)
Urgent Needs	25,901	94,560
Wells	20,515	58,935
Wichita (WIP)	16,547	6,315
Women With a Mission	6,718	(1,109)
Yamaha	7,768	3,475
Youth Mission	2,338	(2,081)
Total India net assets with donor restrictions	1,329,634	814,081
U.S. net assets with donor restrictions:		
Child Sponsorship	143,147	115,766
Total Net Assets with Donor Restrictions	\$ 1,472,781	\$ 929,847

The accompanying notes are an integral part of these financial statements.