OlsenThielen & Co., Ltd.
CPAS AND ADVISORS

The A Partners, dba The Antioch Partners

Financial Statements
Together with
Independent Auditors' Report

August 31, 2023

THE A PARTNERS, DBA THE ANTIOCH PARTNERS

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT

Board of Directors
The A Partners, dba The Antioch Partners
Houston, Texas

Opinion

We have audited the accompanying financial statements of The A Partners, dba The Antioch Partners (a nonprofit organization), which comprise the statement of financial position as of August 31, 2023 and 2022 and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statement referred to above present fairly, in all material respects, the financial position of The A Partners, dba The Antioch Partners as of August 31, 2023 and 2022 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The A Partners, dba The Antioch Partners and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 The A Partners, dba The Antioch Partners' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

2675 Long Lake Road | Roseville, Minnesota | 55113-1117 | 651-483-4521 | 651-483-2467 FAX
300 Prairie Center Drive, Suite 300 | Eden Prairie, Minnesota | 55344-7908 | 952-941-9242 | 952-941-0577 FAX
otcpas.com

Auditors' 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 auditors' 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, 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 generally accepted auditing standards, 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 The A Partners, dba The Antioch Partners' 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 The A Partners, dba The Antioch Partners' 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.

Olsen Thielen & Co., Ltd

Eden Prairie, Minnesota
December 13, 2023

THE A PARTNERS, DBA THE ANTIOCH PARTNERS

STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2023 AND 2022

ASSETS

	2023	2022
CURRENT ASSETS:		
Cash and Cash Equivalents	**$ 1,488,347**	$ 1,357,423
Accounts Receivable	**1,700**	–
Prepaid Expense	**4,809**	4,809
Total Current Assets	**1,494,856**	1,362,232
PROPERTY AND EQUIPMENT:		
Vehicles and Equipment	**166,207**	99,161
Less Accumulated Depreciation	**91,702**	74,692
Net Property and Equipment	**74,505**	24,469
INVESTMENTS	**1,532,258**	1,387,817
OTHER ASSETS:		
Partner Cash Advances	**2,097**	2,097
TOTAL ASSETS	**$ 3,103,716**	$ 2,776,615

LIABILITIES AND NET ASSETS

	2023	2022
CURRENT LIABILITIES:		
Accounts Payable	**$ 10,179**	$ 9,370
Total Current Liabilities	**10,179**	9,370
NET ASSETS:		
Without Donor Restrictions	**779,894**	786,135
With Donor Restrictions	**2,313,643**	1,981,110
Total Net Assets	**3,093,537**	2,767,245
TOTAL LIABILITIES AND NET ASSETS	**$ 3,103,716**	$ 2,776,615

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

THE A PARTNERS, DBA THE ANTIOCH PARTNERS

STATEMENT OF ACTIVITIES
YEARS ENDED AUGUST 31, 2023 AND 2022

	2023			2022		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions	**$ 1,756,202**	**$ 1,828,886**	**$ 3,585,088**	$ 1,747,320	$ 1,443,633	$ 3,190,953
Fundraising	**214,731**	**–**	**214,731**	205,582	–	205,582
Project Income	**21,005**	**83,338**	**104,343**	36,411	87,468	123,879
Investment Income (Loss)	**185,419**	**–**	**185,419**	(247,799)	–	(247,799)
Net Assets Released from Restrictions:						
Satisfaction of Purpose Restriction	**1,579,691**	**(1,579,691)**	**–**	1,363,086	(1,363,086)	–
Total Support and Revenue	**3,757,048**	**332,533**	**4,089,581**	3,104,600	168,015	3,272,615
EXPENSES:						
Program Services	**3,187,437**	**–**	**3,187,437**	2,688,942	–	2,688,942
General and Administrative	**395,135**	**–**	**395,135**	363,162	–	363,162
Fundraising	**180,717**	**–**	**180,717**	167,175	–	167,175
Total Expenses	**3,763,289**	**–**	**3,763,289**	3,219,279	–	3,219,279
CHANGE IN NET ASSETS	**(6,241)**	**332,533**	**326,292**	(114,679)	168,015	53,336
NET ASSETS at Beginning of Period	**786,135**	**1,981,110**	**2,767,245**	900,814	1,813,095	2,713,909
NET ASSETS at End of Period	**$ 779,894**	**$ 2,313,643**	**$ 3,093,537**	$ 786,135	$ 1,981,110	$ 2,767,245

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

THE A PARTNERS, DBA THE ANTIOCH PARTNERS

STATEMENT OF FUNCTIONAL EXPENSES
YEARS ENDED AUGUST 31, 2023 AND 2022

	2023				2022			
	Program Services	**General and Administrative**	**Fund-raising**	**Total**	Program Services	General and Administrative	Fund-raising	Total
PERSONNEL AND RELATED EXPENSES:								
Salaries	**$ 1,796,154**	**$ 157,575**	**$ 123,562**	**$ 2,077,291**	$ 1,665,852	$ 146,144	$ 114,598	$ 1,926,594
Payroll Taxes	**121,656**	**10,673**	**8,369**	**140,698**	107,344	9,418	7,384	124,146
Housing	**150,840**	**41,051**	**15,501**	**207,392**	137,851	37,516	14,166	189,533
Benefits	**289,026**	**44,794**	**23,463**	**357,283**	288,452	44,705	23,417	356,574
Partner Expenses	**569,873**	**29,993**	**–**	**599,866**	292,684	15,404	–	308,088
Education - Administrative	**420**	**7,985**	**–**	**8,405**	587	11,143	–	11,730
Education - Partners	**18,384**	**968**	**–**	**19,352**	28,036	1,476	–	29,512
Domestic Travel - Administrative	**7,784**	**916**	**458**	**9,158**	8,705	1,024	512	10,241
Domestic Travel - Partners	**2,679**	**–**	**1,148**	**3,827**	1,476	–	633	2,109
International Travel - Administrative	**1,759**	**–**	**–**	**1,759**	3,846	–	–	3,846
Childrens Education	**41,169**	**–**	**–**	**41,169**	34,409	–	–	34,409
OPERATING EXPENSES:								
Equipment Maintenance	**591**	**5,322**	**–**	**5,913**	559	5,033	–	5,592
Office Supplies	**5,692**	**44,105**	**5,488**	**55,285**	5,066	40,539	5,067	50,672
Promotional Materials	**18,222**	**–**	**2,025**	**20,247**	7,002	–	778	7,780
Occupancy - In Kind	**2,160**	**4,680**	**360**	**7,200**	2,160	4,680	360	7,200
Depreciation	**17,009**	**–**	**–**	**17,009**	11,402	–	–	11,402
BAM Related Expenses	**1,976**	**220**	**–**	**2,196**	2,542	282	–	2,824
Professional Fees	**5,749**	**32,576**	**–**	**38,325**	5,505	31,194	–	36,699
Postage	**685**	**2,399**	**343**	**3,427**	520	1,822	260	2,602
Board Meetings	**–**	**3,441**	**–**	**3,441**	–	3,207	–	3,207
Dues	**3,054**	**339**	**–**	**3,393**	2,903	322	–	3,225
Insurance	**8,099**	**8,098**	**–**	**16,197**	9,253	9,253	–	18,506
Project Payments	**124,456**	**–**	**–**	**124,456**	74,588	–	–	74,588
Gain on Disposal of Asset	**–**	**–**	**–**	**–**	(1,800)	–	–	(1,800)
TOTAL	**$ 3,187,437**	**$ 395,135**	**$ 180,717**	**$ 3,763,289**	$ 2,688,942	$ 363,162	$ 167,175	$ 3,219,279

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

THE A PARTNERS, DBA THE ANTIOCH PARTNERS

STATEMENT OF CASH FLOWS
YEARS ENDED AUGUST 31, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change In Net Assets	**$ 326,292**	$ 53,336
Adjustments To Reconcile Change In Net Assets To Net Cash Flows From Operating Activities:		
Depreciation	**17,009**	11,402
Gain on Sale of Fixed Asset	**–**	(1,800)
Net Realized and Unrealized (Gain) Loss on Investments	**(81,544)**	301,660
Changes in Assets and Liabilities:		
Partner Cash Advance	**–**	22,158
Accounts Receivable	**(1,700)**	1,700
Accounts Payable	**809**	9,254
Prepaid Expense	**–**	995
Net Cash Flows From Operating Activities	**260,866**	398,705
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of Investments	**(445,368)**	(254,340)
Sale of Investments	**382,471**	–
Purchases of Equipment	**(67,045)**	(14,820)
Proceeds from Sale of Equipment	**–**	13,000
Net Cash Flows From Investing Activities	**(129,942)**	(256,160)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**130,924**	142,545
CASH AND CASH EQUIVALENTS at Beginning of Period	**1,357,423**	1,214,878
CASH AND CASH EQUIVALENTS at End of Period	**$ 1,488,347**	$ 1,357,423

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The administrative office of The A Partners, dba The Antioch Partners (the Organization) is located in Texas. The Organization’s mission is to send out followers of Jesus to participate in God’s mission in the world. The Organization’s operations are primarily funded by contributions.

Basis of Presentation

The accompanying financial statements have been prepared using the accrual basis of accounting in accordance with generally accepted accounting principles. Revenue, expenses, gains and losses, and net assets are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets of the Organization and related changes are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets without donor restrictions are resources available to support operations over which the Board of Directors has discretionary control.

Net Assets with Donor Restrictions - Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor’s instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the Organization must continue to use the resources in accordance with the donor’s instructions.

Accounting Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

Subsequent Events

In preparing these financial statements, the Organization has evaluated for recognition or disclosure the events or transactions that occurred through December 13, 2023, the date the financial statements were available to be issued.

Cash Equivalents

The Organization considers all highly-liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents. Cash equivalents are stated at cost, which approximates market value.

Partner Advances

The Organization provides cash advances to staff for various purposes, including assisting in the initial start-up of their location of service and emergency needs. These advances are non-interest bearing and returned to the Organization.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Vehicles, Equipment and Depreciation

Vehicles and equipment are carried at cost or, if donated, at the approximated fair value at the date of donation. Additions, improvements or major renewals exceeding $2,000 are capitalized. If items of property are sold, retired or otherwise disposed of, they are removed from the asset and accumulated depreciation accounts and any gain or loss thereon is reflected in the statement of activities.

Depreciation is computed using the straight-line method at rates based on the estimated service lives of the various assets as follows:

Equipment	3-5 Years
Vehicles	5 Years

Investments

Investments consist of assets held by Texas Presbyterian Foundation and are recorded at fair value. They are pooled with other organizations' funds and invested in a diversified portfolio of marketable and fixed income securities.

In general, investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investment will occur in the near future and that such changes could materially affect the investment balances.

Revenue Recognition

Contribution Revenue

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Conditional promises to give are not recognized until they become unconditional. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-imposed contributions whose restrictions are met in the same reporting period are reported as net assets without donor restrictions.

Contributed materials are recorded as contributions, when received, at their fair market value when such value can be objectively and accurately determined.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Nonfinancial Assets

The Organization follows Accounting Standards Update (ASU) 2020-07, Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. The purpose of ASU 2020-07 is to clarify the presentation and disclosure of contributed nonfinancial assets with an intention to provide the reader of the financial statements a clearer understanding of what type of nonfinancial assets were received and how they are used and recognized by the Organization.

The Organization received the following contributions for facilities for the years ended August 31, 2023 and 2022 of $7,200 and $7,200.

Donated office space is valued at the fair value of similar properties available in commercial real estate listings.

Functional Allocation of Expense

The costs of providing various programs and services are summarized on a functional basis on the statement of activities. Accordingly, certain costs were allocated among the programs or services benefited based on best estimates by management.

Income Taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code therefore, the statements do not include a provision for income taxes but is subject to income tax on net unrelated business income. The Organization had no unrelated business income in 2023 and 2022.

The Organization reviews income tax positions taken or expected to be taken in income tax returns to determine if there are any income tax uncertainties. This includes positions that the entity is exempt from income taxes or not subject to income taxes on unrelated business income. The Organization recognizes tax benefits from uncertain tax positions only if it is more likely than not that the tax positions will be sustained on examination by taxing authorities, based upon the technical merits of the positions. The Organization has identified no significant income tax uncertainties. The Organization files information returns as a tax-exempt organization. Should that status be challenged in the future, all years since inception could be subject to review by the IRS.

Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents. The Organization places its cash with high credit quality financial institutions and, by policy, limits the amount of credit exposure to any one financial institution. As of August 31, 2023, the Organization had a credit risk concentration as a result of depositing approximately $62,000 of funds in excess of insurance limits in a single bank. In addition, the Organization has $1,150,000 of cash equivalents included in their pooled assets with the Texas Presbyterian Foundation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements

Under generally accepted accounting principles, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The accounting standards establishes a three-level fair value hierarchy that prioritizes information used in developing assumptions when pricing an asset or liability as follows:

Level 1 - Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other U.S. government securities that are traded by dealers or brokers in active over-the-counter markets.

Level 2 - Financial assets and liabilities are valued using inputs that are quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data. Level 2 includes private collateralized mortgage obligations, municipal bonds, and corporate debt securities.

Level 3 - Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset.

The fair values of the Organization's investments were determined based on inputs as presented in Note 2.

NOTE 2 - INVESTMENTS

Investments are stated at fair value at August 31, 2023 and 2022 and consisted of the following:

	2023	2022
TPF Balanced Fund	**$ 1,532,258**	$ 1,387,817

Net investment income for the year ended August 31, 2023 and 2022 consisted of the following:

	2023	2022
Interest and Dividends	**$ 103,875**	$ 53,861
Realized Gains on Sales of Investments	**19,000**	–
Unrealized Gains (Losses) on Investments	**62,544**	(301,660)
Total	**$ 185,419**	$ (247,799)

NOTE 2 - INVESTMENTS (Continued)

The following table, as of August 31, 2023 and 2022 provides information by level for assets that are measured at fair value, on a recurring basis.

Description	Total	Fair Value Measurements Using Inputs Considered as Level 1	Level 2	Level 3
2023:				
Pooled Funds by Texas Presbyterian Foundation TPF Balanced Fund	**$ 1,532,258**	**$ –**	**$ 1,532,258**	**$ –**
	$ 1,532,258	**$ –**	**$ 1,532,258**	**$ –**

Description	Total	Fair Value Measurements Using Inputs Considered as Level 1	Level 2	Level 3
2022:				
Pooled Funds by Texas Presbyterian Foundation TPF Balanced Fund	$ 1,387,817	$ –	$ 1,387,817	$ –
	$ 1,387,817	$ –	$ 1,387,817	$ –

The fair value of the Organization's pooled funds was determined based on Level 2 inputs. The prices are obtained based on the market value of the underlying asset in each separate account and quoted pricing inputs.

The objective of TPF Balanced Fund is to produce a total rate of return from a blend of equity and fixed income securities, which provides a stable, predictable and growing source of income to participating institutions to support current programs while preserving the inflation-adjusted purchasing power of the principal over time.

NOTE 3 - RELATED PARTY TRANSACTIONS

The Organization was formed by a joint effort by The Outreach Foundation and Presbyterian Frontier Fellowship d/b/a Frontier Fellowship. The Organization was created primarily to handle foreign missionary activities. Each of the founding organizations appoints two board members to the Organization's Board of Directors.

Frontier Fellowship performs management and accounting services for the Organization. The Organization is billed for these services based upon hours worked and the agreed upon rate for the specific employees. Expenses for these services were $22,319 and $21,671 for the years ended August 31, 2023 and 2022.

NOTE 4 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization maintains and manages adequate operating reserves per policies set by the board of directors. The Organization maintains an Investment Policy Statement that governs the types of investments the Organization maintains.

Financial assets available for general expenditure, without donor or other restrictions limiting their use, within one year of August 31, 2023 and 2022 are as follows:

	2023	2022
Financial Assets:		
Cash and Cash Equivalents	**$ 1,488,347**	$ 1,357,423
Investment Securities	**1,532,258**	1,387,817
Total Financial Assets	**3,020,605**	2,745,240
Less Financial Assets Held to Meet Donor Restrictions:		
Purpose Restricted-Net Assets	**2,313,643**	1,981,110
Amounts Available for General Expenditure within One Year	**$ 706,962**	$ 764,130

NOTE 5 - BENEFIT PLANS

All employees who are Ordained Ministers of the Word and Sacrament of the PCUSA and are based in the United States participate in the Benefit Plan administered by the Board of Pensions of the PCUSA. The Benefit Plan provides participants major medical, retirement, disability and death benefits. The Organization contributed $52,270 and $43,305 to the Retirement Plan during the years ended August 31, 2023 and 2022. Other qualified program staff and TAP Partners serving globally are eligible for comparable benefits as available to those participating in the PCUSA plan.

The Organization has a 403(b) Plan for its employees who meet certain age and service requirements. Eligible employees may make contributions to the Plan up to certain statutory limits. For 2023 and 2022, the Organization made no contributions to the Plan.

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS

Net Assets with Donor Restrictions consist of support received for staff members and partners as of August 31, 2023 and 2022 are as follows:

	2023	2022
Net Assets with Donor Restriction for Operating Expenses	**$ 2,313,643**	$ 1,981,110

Net Assets with Donor Restrictions released from restriction were $1,579,691 and $1,363,086 in 2023 and 2022. Net Assets with Donor Restrictions were released from restriction due to satisfaction of program restrictions.