

**MANNA ON MAIN STREET
LANSDALE, PA
FINANCIAL REPORT
SEPTEMBER 30, 2018 AND 2017**

MANNA ON MAIN STREET

Financial Statements

For the Years Ended September 30, 2018 and 2017

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January 31, 2019

Board of Directors
Manna on Main Street
606 East Main Street, Suite 1001
Lansdale, PA 19446

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of Manna on Main Street (a nonprofit organization) which comprise the Statement of Financial Position as of September 30, 2018, and the related Statements of Activities, Functional Expenses 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. Management is also responsible 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 error or fraud.

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 Manna on Main Street as of September 30, 2018, 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 Summarized Comparative Information

We have previously audited Manna on Main Street's 2017 financial statements, and our report dated February 20, 2018 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Respectfully submitted,

Hutchinson, Gillahan & Freeh, P.C.

January 31, 2019

FINANCIAL STATEMENTS

MANNA ON MAIN STREET
Statement of Financial Position
September 30, 2018
(With Comparative Totals as of September 30, 2017)

<u>ASSETS</u>	<u>2018</u>	<u>2017</u>
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 375,360	\$ 431,261
Investments	-	54,459
Accounts Receivable	43,733	25,011
Inventory	<u>65,121</u>	<u>81,972</u>
TOTAL CURRENT ASSETS	484,214	592,703
FIXED ASSETS, NET OF ACCUMULATED DEPRECIATION	117,384	104,934
OTHER ASSETS		
Gift Cards on Hand	\$ 32,975	\$ 28,342
Prepaid Expenses	<u>4,522</u>	<u>1,088</u>
TOTAL OTHER ASSETS	<u>37,497</u>	<u>29,430</u>
TOTAL ASSETS	<u>\$ 639,095</u>	<u>\$ 727,067</u>
CURRENT LIABILITIES		
Accounts Payable	\$ 37,280	\$ 36,604
Payroll Liabilities	5,892	6,098
Accrued Salaries	<u>33,951</u>	<u>33,121</u>
TOTAL CURRENT LIABILITIES	77,123	75,823
LONG-TERM LIABILITIES	-	-
NET ASSETS		
Unrestricted		
Board Designated	-	-
Undesignated	<u>561,972</u>	<u>618,661</u>
Total Unrestricted	561,972	618,661
Temporarily Restricted Net Assets	<u>-</u>	<u>32,583</u>
TOTAL NET ASSETS	<u>\$ 561,972</u>	<u>\$ 651,244</u>
 TOTAL LIABILITIES & NET ASSETS	 <u>\$ 639,095</u>	 <u>\$ 727,067</u>

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

MANNA ON MAIN STREET
Statement of Activities
For the Year Ended September 30, 2018
(With Comparative Totals as of September 30, 2017)

REVENUES	Unrestricted	Temporarily Restricted	Permanently Restricted	2018 Total	Unrestricted	Temporarily Restricted	Permanently Restricted	2017 Total
Contributions	\$ 1,183,746	\$ -	\$ -	\$ 1,183,746	\$ 1,205,125	\$ 44,480	\$ -	\$ 1,249,605
Program Services, net of expenses	45,130	-	-	45,130	43,652	-	-	43,652
Special events, net of expenses	115,912	-	-	115,912	113,251	-	-	113,251
In-Kind Contributions	1,084,043	-	-	1,084,043	1,163,322	-	-	1,163,322
Interest Income	758	-	-	758	1,879	-	-	1,879
Miscellaneous	1,699	-	-	1,699	1,218	-	-	1,218
Net Assets Released from Restriction	32,583	(32,583)	-	-	112,854	(112,854)	-	-
TOTAL REVENUES	2,463,871	(32,583)	-	2,431,288	2,641,301	(68,374)	-	2,572,927
EXPENSES								
Program Services -								
Food, Financial & Education Services	2,195,478	-	-	2,195,478	2,149,794	-	-	2,149,794
Administrative	129,807	-	-	129,807	163,320	-	-	163,320
Fundraising	197,723	-	-	197,723	198,151	-	-	198,151
TOTAL EXPENSES	2,523,008	-	-	2,523,008	2,511,265	-	-	2,511,265
OTHER REVENUES (EXPENSES)								
Gain/(Loss) on Sale of Fixed Assets	(1,617)	-	-	(1,617)	(37,873)	-	-	(37,873)
TOTAL OTHER REVENUES (EXPENSES)	(1,617)	-	-	(1,617)	(37,873)	-	-	(37,873)
NET SURPLUS (DEFICIT)	\$ (60,754)	\$ (32,583)	\$ -	\$ (93,337)	\$ 92,163	\$ (68,374)	\$ -	\$ 23,789
NET ASSETS, BEGINNING	618,661	32,583	-	651,244	526,498	100,957	-	627,455
PRIOR PERIOD ADJUSTMENT	4,065	-	-	4,065				
NET ASSETS, ENDING	\$ 561,972	\$ -	\$ -	\$ 561,972	\$ 618,661	\$ 32,583	\$ -	\$ 651,244

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

MANNA ON MAIN STREET
Statement of Functional Expenses
For the Year Ended September 30, 2018
(With Comparative Totals for the Year Ended September 30, 2017)

	Program Service (Food, Financial & Education Services)				2018 Total	Program Service (Food, Financial & Education Services)				2017 Total
	Administrative	Fundraising				Administrative	Fundraising			
Payroll	\$ 591,078	\$ 80,643	\$ 118,225	\$ 789,946	\$ 555,145	\$ 95,094	\$ 118,277	\$ 768,516		
Payroll Taxes	57,807	3,754	13,514	75,075	52,747	9,032	11,237	73,016		
Employee Benefits	87,539	6,406	11,554	105,499	58,822	10,073	12,532	81,427		
Client Assistance	1,202,090	-	-	1,202,090	1,232,862	-	-	1,232,862		
Depreciation	22,786	2,663	4,143	29,592	24,481	-	-	24,481		
Dues & Fees	24,043	4,529	2,101	30,673	11,737	8,795	479	21,011		
Fundraising	-	-	8,080	8,080	-	-	5,151	5,151		
Insurance	25,407	2,970	4,620	32,997	15,018	1,202	1,802	18,022		
Grant Expenses	-	-	-	-	5,355	-	-	5,355		
Miscellaneous Expense	6,372	601	-	6,973	5,342	1,457	214	7,013		
Newsletter Costs	-	-	3,674	3,674	-	-	14,976	14,976		
Occupancy Expenses	61,091	7,140	11,107	79,338	47,111	3,771	5,654	56,536		
Office Expense	18,339	2,144	3,335	23,818	2,269	15,055	5,443	22,767		
Promotion & Marketing	-	-	3,878	3,878	-	-	14,235	14,235		
Postage	-	959	1,042	2,001	215	533	554	1,302		
Professional fees	14,000	10,613	5,950	30,563	-	11,367	-	11,367		
Software Contracts and Technical Support	19,421	2,270	3,531	25,222	21,210	2,291	2,713	26,214		
Rent	6,173	722	1,122	8,017	14,170	1,134	1,700	17,004		
Repairs & Maintenance	21,322	-	-	21,322	26,237	-	160	26,397		
Capacity Building & Training	-	-	-	-	4,535	311	-	4,846		
Telephone	2,310	269	414	2,993	2,742	220	329	3,291		
Workshops & Seminars	34,516	2,258	493	37,267	47,841	1,228	60	49,129		
Moving Expenses	-	-	-	-	21,955	1,757	2,635	26,347		
Strategic Partnerships	1,184	1,866	940	3,990	-	-	-	-		
TOTAL FUNCTIONAL EXPENSES	\$ 2,195,478	\$ 129,807	\$ 197,723	\$ 2,523,008	\$ 2,149,794	\$ 163,320	\$ 198,151	\$ 2,511,265		

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

MANNA ON MAIN STREET
Statement of Cash Flows
For the Year Ended September 30, 2018
(With Comparative Totals for the Year Ended September 30, 2017)

	<u>2018</u>	<u>2017</u>
<u>NET CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Increase (Decrease) in Net Assets	\$ (93,337)	\$ 23,789
Adjustment to reconcile change in Net Assets to Change in Net Cash from Operating Activities:		
Non Cash Expense - Depreciation	29,592	24,481
Decrease (Increase) in Accounts Receivable	(18,722)	(25,011)
Decrease (Increase) in Inventory	16,851	(31,948)
Decrease (Increase) in Gift Cards on Hand	(4,633)	(8,519)
Decrease (Increase) in Prepaid Expenses	(3,434)	10,705
Increase (Decrease) in Accounts Payable	676	6,908
Increase (Decrease) in Payroll Liabilities	(206)	3,676
Increase (Decrease) in Accrued Salaries	830	8,058
Prior Period Adjustment	4,065	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ (68,318)	\$ 12,139
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of Equipment and Furnishings	(43,660)	(63,835)
Loss on Disposal of Fixed Assets	1,617	37,873
Funds Invested in CD's	54,460	(229)
NET CASH USED BY INVESTING ACTIVITIES	12,417	(26,191)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Repayment of Debt	-	-
NET CASH USED BY FINANCING ACTIVITIES	-	-
NET INCREASE (DECREASE) IN CASH	(55,901)	(14,052)
BEGINNING CASH BALANCE	431,261	445,313
ENDING CASH BALANCE	\$ 375,360	\$ 431,261

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

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Note 1 – Nature of Operations

Manna on Main Street serves individuals and families experiencing food insecurity in the North Penn region of Montgomery County, Pennsylvania by providing food, fulfilling social service and education needs, and conducting community outreach.

Manna's soup kitchen provides hot meals seven days a week and is open to anyone who is hungry. The food pantry services the elderly, working poor and needy families living in the North Penn region and is open each weekday. Emergency financial aid is provided to qualified individuals living in the North Penn region facing an unexpected financial difficulty. Counseling, referrals for services not provided by Manna, and education opportunities are offered to help lift individuals up beyond hunger to self-sustaining opportunities.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

Financial accounting standards require the Organization to report information regarding its financial position and activities according to three classes of net assets (unrestricted net assets, temporarily restricted net assets and permanently restricted net assets) based on the existence or absence of donor-imposed restrictions. At the time these statements were prepared there were no permanent donor-imposed restrictions. As such these statements reflect only unrestricted and temporarily restricted net assets and no prior year reclassification was necessary.

Also, in accordance with financial accounting standards, contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions.

Cash

Cash includes cash and cash equivalents on deposit with financial institutions as well as on hand.

Fixed Assets

All acquisitions of property and equipment in excess of \$1,000 are capitalized. Purchased equipment is stated at cost and depreciated on the straight line and declining balance methods over the estimated useful lives of the assets. When assets are retired or otherwise disposed of, the cost and related depreciation are removed from the books and any resulting gain or loss is reflected in income for the period. The cost of maintenance and repairs is charged to income as incurred and costs of significant replacements and improvements are capitalized and depreciated over the following estimated useful lives.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

<u>Classification</u>	<u>Years</u>
Office Equipment	5-10
Kitchen Equipment	7-10
Leasehold Improvements	20
Automobile	5

Income Taxes

The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, the Organization has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509 (a) of the Internal Revenue code. There was no unrelated business taxable income for the years ended September 30, 2018 and 2017. The Organization has reviewed the tax positions for each of the open tax years and has concluded that there are no uncertain tax positions that would require recognition in the financial statements.

Prior Year Information

The financial statements include certain prior-year summarized comparative information in total but not consistently by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization’s financial statements for the year ended September 30, 2017 from which the summarized information was derived.

Use of Estimates

The preparation of financial statements in conformity with the accrual basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

Significant estimates used in preparing these financial statements included the following:

Depreciation expense for the year ended September 30, 2018 and 2017 was \$29,592 and \$24,481.

In-Kind Contributions – Management’s estimates of the value of the in-kind contributions for food received and disbursed is based on a detailed calculation of the pounds of food provided to clients and other local food pantries. This is assigned a value based on published per pound food values as determined for the organization’s service area.

Board Designated Assets

Board designated net assets are those whose use by the Organization has been restricted by the Board of Directors for a specific intended purpose. There are no external restrictions on these assets. As of September 30, 2018, no board restrictions on funds were in place.

Temporarily and Permanently Restricted Net Assets

Temporarily restricted net assets are those whose use by the Organization has been limited by donors to be specific time period or purpose. Permanently restricted net assets have been restricted by donors and are maintained by trustees in perpetuity for the benefit of the Organization.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Functional Expense Allocation

Expenses are charged to program services, administrative and fundraising based on the direct function of the expenditures or an allocation.

Note 3 – Cash and Cash Equivalents

Cash and Cash Equivalents are presented in the financial statements to represent the aggregate of cash funds on hand, as well as time and demand deposits held at financial institutions.

At September 30, 2018 and 2017, cash and cash equivalents consist of:

	2018			
	Unrestricted	Board Designated	Temporarily Restricted	Permanently Restricted
Cash in Banks	\$ 375,015	\$ -	\$ -	\$ -
Petty Cash	345	-	-	-
TOTAL CASH PER FINANCIAL STATEMENTS	\$ 375,360	\$ -	\$ -	\$ -

	2017			
	Unrestricted	Board Designated	Temporarily Restricted	Permanently Restricted
Cash in Banks	\$ 398,236	\$ -	\$ 32,583	\$ -
Petty Cash	442	-	-	-
TOTAL CASH PER FINANCIAL STATEMENTS	\$ 398,678	\$ -	\$ 32,583	\$ -

All funds listed above are on deposit with federally insured institutions. At times throughout the year the Harleysville Bank checking account exceeded the \$250,000 insured limit. As of September 30, 2018 and 2017 the bank account balances exceeded the insured limit by \$115,453 and \$186,575, respectively. Manna has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

All highly liquid investments with a maturity of less than three months, when purchased, are considered cash equivalents.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Note 4 – Investments

Cost and market values of the investments are segregated by net asset category as follows:

	2018			2017		
	Cost	Fair Market Value	Carrying Value	Cost	Fair Market Value	Carrying Value
Unrestricted	\$ -	\$ -	\$ -	\$ 54,459	\$ 54,459	\$ 54,459
Temporarily Restricted	-	-	-	-	-	-
Permanently Restricted	-	-	-	-	-	-
TOTAL	\$ -	\$ -	\$ -	\$ 54,459	\$ 54,459	\$ 54,459

Investments are comprised of the following:

	2018			2017		
	Cost	Fair Market Value	Carrying Value	Cost	Fair Market Value	Carrying Value
Certificates of Deposit	\$ -	\$ -	\$ -	\$ 54,459	\$ 54,459	\$ 54,459
TOTAL	\$ -	\$ -	\$ -	\$ 54,459	\$ 54,459	\$ 54,459

The following schedule summarizes the investment return and it's classification in the statement of Support, Revenue and Expense:

	September 30, 2018			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
	Interest	186	-	-
TOTAL	\$ 186	\$ -	\$ -	\$ 186

	September 30, 2017			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
	Interest	229	-	-
TOTAL	\$ 229	\$ -	\$ -	\$ 229

The certificates bear interest at rates ranging from 0.2% to 1.0% with maturities from 9 months to 3 years.

Manna placed its certificates of deposit with a different federally insured financial institution than the cash deposits. The certificates of deposit do not exceed the FDIC insured limits.

Note 5 - Inventory

A physical inventory was taken at year end and the value was determined based on weight and an average published price for September 30, 2018 and 2017 of \$1.73 and \$1.73 per pound, respectively.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Note 6 – Fixed Assets

A summary of fixed assets as of September 30, 2018 and 2017, consists of the following:

	2018	2017
Office Equipment	\$ 6,834	\$ 8,545
Kitchen Equipment	202,529	186,875
Leasehold Improvements	29,472	16,608
Automobile	20,171	7,029
	259,006	219,057
Less: Accumulated Depreciation	(141,622)	(114,123)
TOTAL	\$ 117,384	\$ 104,934

There were no outstanding borrowings at September 30, 2018 and 2017.

Note 7 – Restricted Net Assets

The following temporarily restricted net assets existed at September 30, 2018 and 2017:

	2018	2017
Unexpended Grant Funds:		
Fourjay Grant	\$ -	\$ -
TDFS Grant	-	-
W.W. Smith Foundation Grant	-	13,333
VNA Foundation Grant	-	-
The Stratton Foundation	-	15,000
United Way Greater Philadelphia & S. NJ	-	4,250
TOTAL	\$ -	\$ 32,583

Note 8 – Donated Facilities and Materials

Donations of food and other items valued at approximately \$1,084,043 and \$1,163,322 have been recorded in the statement of activities under contributions for the year ended September 30, 2018 and 2017, respectively.

The value of food donations is determined through the use of calculated estimates. Generally, four times per year data is collected over a two week time period to determine the average weight of groceries distributed from the food pantry per household (based on household size). Records are maintained every day of the number of households fed. Each household distribution is valued using the average per household weight multiplied by a publically published per pound price of \$1.73 and \$1.73 for the 2017-18 and 2016-17 fiscal years, respectively.

Note 9 – Employee Benefit Plan

Manna maintains a 403(b) plan for its employees. Employees may contribute a percentage of their salary subject to Internal Revenue Service limits.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Note 10 – Operating Lease

Manna entered into a 180 month lease with Advanced Living Management and Development, Inc. on June 26, 2013, as part of a joint venture (see Note 14). The lease term commenced 30 days after the issuance of the occupancy permit for the building which was issued on 10/4/17. During the initial lease term, minimum rent payments of \$100 are due annually. Commencing on January 31, 2018, Manna is responsible for one-third share of the monthly debt service payment to community lenders CDC. This monthly payment may vary based on project fundraising. As of September 30, 2018, the monthly debt service payment was \$779 totaling \$7,015 for the fiscal year.

Future minimum payments on the non-cancellable operating lease at September 30, 2018 are as follows:

FISCAL YEAR ENDED	2018 AMOUNT
2019	\$ 100
2020	100
2021	100
2022	100
2023	100
2024-28	500
2029-33	400
TOTAL	\$ 1,400

Total rent expense for the year ended September 30, 2018 and 2017 was \$8,017 and \$17,400, respectively.

Note 11 – Service Contract

Manna entered into a 3 year waste removal contract with Waste Management on July 6, 2018. The contract commenced on August 1, 2018 and the term is 3 years. The payments are \$700 per month for the first year with a 3% increase for each following year until the contract expires on July 31, 2021.

Future service contract payments on waste removal at September 30, 2018 is as follows:

FISCAL YEAR ENDED	2018 AMOUNT
2019	\$ 8,442
2020	8,695
2021	7,426
TOTAL	\$ 24,563

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

Note 12 – Fair Value Measurements

Fair values of Non-Current Investments measured on a recurring basis at September 30, 2018 and 2017 are as follows:

Fair Value Measurements at September 30, 2018 Using					
Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Observable Inputs (Level 3)		
Certificates of Deposit	\$ -	\$ -	\$ -	\$ -	-
TOTALS	\$ -	\$ -	\$ -	\$ -	-

Fair Value Measurements at September 30, 2017 Using					
Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Observable Inputs (Level 3)		
Certificates of Deposit	\$ 54,459	\$ 54,459	\$ -	\$ -	-
TOTALS	\$ 54,459	\$ 54,459	\$ -	\$ -	-

Fair values for Non-Current investments are determined by reference to quoted market prices and other relevant information generated by market transactions, as noted in Level 1. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset. Level 3 inputs are unobservable inputs used to measure fair value to the extent that observable inputs are not available.

Note 13 - Concentration of Credit Risk

The organization maintains several bank accounts at commercial banks. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. All of the bank accounts were fully covered by FDIC Insurance at September 30, 2018 and 2017 except as noted in Note 3.

Note 14 – Joint Venture

Manna remains a party to a joint venture agreement to develop, construct and operate a co-located, collaborative community facility called the North Penn Commons (NPC). The parties to the agreement (collectively called the NPC Partners) are Advanced Living Management & Development, a Pennsylvania nonprofit corporation located at 1292 Allentown Road, Lansdale, PA 19445; Manna On Main Street, a Pennsylvania nonprofit corporation located at 606 East Main Street, Suite 1001, Lansdale, PA 19446, the North Penn YMCA, a Pennsylvania nonprofit corporation with corporate offices located at 2506 N. Broad Street, Suite 208, Colmar, PA 18915 and the PEAK Center, a Pennsylvania nonprofit corporation located at 606 East Main Street, Suite 1003, Lansdale, PA 19446.

MANNA ON MAIN STREET
Notes To Financial Statements
Fiscal Years Ended September 30, 2018 and 2017

As part of the joint venture, the NPC Partners entered into a fundraising agreement in which the partners work with an independent consulting firm to develop and conduct a joint fundraising strategy for a \$6 million capital campaign. The campaign was officially brought to a close on Monday, May 14, 2018. Campaign funds and pledge payments that will continue to be paid until 2020 are held in a donor advised fund and distributed per the fundraising agreement. Administrative expenses and fees for the donor-advised fund are paid from the campaign funds.

Co-location of the NPC Partners occurred on October 6, 2016. In the two years since then, the Partners have put into practice collaborative programs and an operational structure designed before they moved into the shared campus. Campus wide activities and operations are coordinated by the CEO Council and governed by the Condominium Association. Common areas including the lobby, parking lot and plaza are covered by common area maintenance (CAM) fees assessed on each NPC Partner and collected and managed by the Condominium Association.

Note 15 – Special Events

During the current fiscal year, the Organization held several special events. In fiscal years ended 2018 and 2017, the support received and expenses paid for these events were as follows:

	2018	2017
	AMOUNT	AMOUNT
Support	\$ 129,354	\$ 121,626
Expenses	13,442	8,375
NET SUPPORT	\$ 115,912	\$ 113,251

Note 16 – Prior Period Adjustment

During the current fiscal year, a prior period adjustment was made to remove old outstanding checks from the bank reconciliation. The result was a \$4,065 increase in the cash and net asset balances.

Note 17 – Subsequent Events

Management has evaluated events through the date the financial statements were available to be issued which was January 31, 2019.