

**THE HARRY TOMPSON CENTER, INC.  
(A NONPROFIT ORGANIZATION)**

**FINANCIAL STATEMENTS, SUPPLEMENTARY  
INFORMATION**

**YEARS ENDED JUNE 30, 2023 AND 2022**

**THE HARRY TOMPSON CENTER, INC.  
FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022**

**TABLE OF CONTENTS**

	<u>Page #</u>
INDEPENDENT ACCOUNTANTS' REVIEW REPORT	1
FINANCIAL STATEMENTS	
Statements of Financial Position	2
Statements of Activities	3 and 4
Statements of Functional Expenses	5 and 6
Statements of Cash Flows	7
Notes to Financial Statements	8-14
SUPPLEMENTARY INFORMATION	
Schedule of Compensation, Benefits, and Other Payments to Executive Director	15



**INDEPENDENT ACCOUNTANTS' COMPILATION REPORT FOR 2023 AND  
REFERENCE TO INDEPENDENT ACCOUNTANTS' REVIEW REPORT ON 2022  
FINANCIAL STATEMENTS**

To the Board of Directors  
The Harry Thompson Center, Inc.  
New Orleans, Louisiana

Management is responsible for the accompanying financial statements of The Harry Thompson Center, Inc. (a nonprofit corporation), which comprise the balance sheet as of June 30, 2023, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on the year ended June 30, 2023 financial statements.

The accompanying financial statements for the year ended June 30, 2022, of The Harry Thompson Center, Inc. were previously reviewed by us, and we stated that we were not aware of any material modifications that should be made to those financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America in our report dated November 19, 2023, but we have not performed any procedures in connection with that review engagement since that date.

*Bernard & Franks*

Metairie, Louisiana  
November 19, 2023

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2023 AND 2022**

	2023	2022
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 976,011	\$ 848,764
Grants receivable	22,223	59,674
Inventory	250	250
Cash restricted for future improvements	161,000	-
Total current assets	\$ 1,159,484	\$ 908,688
<b>LAND, PROPERTY AND EQUIPMENT</b>		
Less accumulated depreciation and amortization	\$ 9,016	\$ 9,016
	(9,016)	(9,016)
	\$ -	\$ -
Total assets	\$ 1,159,484	\$ 908,688
 <b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 335	\$ 145
Deferred revenues	25,000	-
Payroll related liabilities	12,244	12,244
Total current liabilities	\$ 37,579	\$ 12,389
 <b>NET ASSETS</b>		
Without donor restrictions-undesignated	\$ 960,905	\$ 896,299
With donor restrictions	161,000	-
Total net assets	\$ 1,121,905	\$ 896,299
Total liabilities and net assets	\$ 1,159,484	\$ 908,688

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES, GAINS AND OTHER SUPPORT</b>			
Government grants	\$ 199,328	\$ -	\$ 199,328
Contributions and grants	237,965	161,000	398,965
Fundraising events	201,434	-	201,434
Other	18,938	-	18,938
Net assets released from restriction	-	-	-
Total revenues, gains and other support	\$ 657,665	\$ 161,000	\$ 818,665
 <b>EXPENSES</b>			
Program services	\$ 428,381	\$ -	\$ 428,381
Supporting services:			
Management and general	71,308	-	71,308
Fund-raising	93,370	-	93,370
Total expenses	\$ 593,059	\$ -	\$ 593,059
 Change in net assets	\$ 64,606	\$ 161,000	\$ 225,606
 NET ASSETS AT BEGINNING OF YEAR	\$ 896,299	\$ -	\$ 896,299
 NET ASSETS AT END OF YEAR	\$ 960,905	\$ 161,000	\$ 1,121,905

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES, GAINS AND OTHER SUPPORT</b>			
Government grants	\$ 234,090	\$ -	\$ 234,090
Contributions and grants	258,035	-	258,035
Fundraising events	223,765	-	223,765
Other	5,426	-	5,426
Net assets released from restriction	-	-	-
Total revenues, gains and other support	\$ 721,316	\$ -	\$ 721,316
 <b>EXPENSES</b>			
Program services	\$ 355,715	\$ -	\$ 355,715
Supporting services:			
Management and general	90,386	-	90,386
Fund-raising	89,072	-	89,072
Total expenses	\$ 535,173	\$ -	\$ 535,173
 Change in net assets	\$ 186,143	\$ -	\$ 186,143
 NET ASSETS AT BEGINNING OF YEAR	\$ 710,156	\$ -	\$ 710,156
 NET ASSETS AT END OF YEAR	\$ 896,299	\$ -	\$ 896,299

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2023**

	Program Services	Supporting Services		Total
		Management and General	Fund- raising	
Salaries and related expenses:				
Salaries	\$ 257,892	\$ 22,169	\$ 33,253	\$ 313,314
Payroll Taxes	19,154	1,915	2,873	23,942
Employees Benefits	43,197	4,320	6,480	53,997
Workers' compensation	4,998	500	750	6,248
	<u>\$ 325,241</u>	<u>\$ 28,904</u>	<u>\$ 43,356</u>	<u>\$ 397,501</u>
Accounting and auditing	\$ -	\$ 22,556	\$ -	\$ 22,556
Advertising	-	-	7,207	7,207
Bank fees	-	1,063	-	1,063
Dues and subscriptions	-	2,123	-	2,123
Feasibility study	13,500	-	-	13,500
Insurance	-	4,931	-	4,931
Meetings and conferences	-	494	-	494
Miscellaneous	-	4,649	-	4,649
Office supplies	-	4,818	-	4,818
Other supplies	16,323	-	18,807	35,130
Occupancy	47,433	-	-	47,433
Postage	-	435	-	435
Professional services	-	1,335	24,000	25,335
Repairs and maintenance	4,094	-	-	4,094
Volunteer expense	21,790	-	-	21,790
Total expenses	<u>\$ 428,381</u>	<u>\$ 71,308</u>	<u>\$ 93,370</u>	<u>\$ 593,059</u>

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2022**

	Program Services	Supporting Services		Total
		Management and General	Fund- raising	
Salaries and related expenses:				
Salaries	\$ 218,992	\$ 42,485	\$ 37,174	\$ 298,651
Payroll Taxes	15,971	3,651	3,194	22,816
Employees Benefits	26,652	6,092	5,330	38,074
Workers' compensation	3,000	686	600	4,286
	<u>\$ 264,615</u>	<u>\$ 52,914</u>	<u>\$ 46,298</u>	<u>\$ 363,827</u>
Accounting and auditing	\$ -	\$ 20,580	\$ -	\$ 20,580
Advertising	-	-	6,009	6,009
Bank fees	-	1,808	-	1,808
Dues and subscriptions	-	811	-	811
Insurance	-	4,604	-	4,604
Meetings and conferences	-	1,112	-	1,112
Miscellaneous	-	2,906	-	2,906
Office supplies	-	4,136	-	4,136
Other supplies	12,739	-	12,765	25,504
Occupancy	53,609	-	-	53,609
Postage	-	666	-	666
Professional services	-	849	24,000	24,849
Repairs and maintenance	4,097	-	-	4,097
Volunteer expense	20,655	-	-	20,655
Total expenses	<u>\$ 355,715</u>	<u>\$ 90,386</u>	<u>\$ 89,072</u>	<u>\$ 535,173</u>

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**

**STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ 225,606	\$ 186,143
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Increase (decrease) in operating assets:		
Accounts receivable	37,451	3,253
Inventory	-	-
Increase (decrease) in operating liabilities:		
Accounts payable	190	(855)
Deferred revenues	25,000	(10,000)
Payroll liabilities	-	-
Net cash provided by operating activities	\$ 288,247	\$ 178,541
Net increase in cash and cash equivalents	\$ 288,247	\$ 178,541
Beginning cash and cash equivalents	848,764	670,223
Ending cash and cash equivalents	\$ 1,137,011	\$ 848,764
Recap of cash equivalents		
Cash and cash equivalents	\$ 976,011	\$ 848,764
Cash restricted for future improvements	161,000	-
	\$ 1,137,011	\$ 848,764

See accompanying notes and independent accountants' compilation report for 2023 and reference to independent accountants' review report on 2022 financial statements.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of the Organization

The Harry Tompson Center, Inc. (the Center) is committed to providing a calm and caring environment to serve the needs of the impoverished and homeless in the downtown New Orleans area. The Center is dedicated to improving the quality of life for all those in need, not merely by responding to physical needs but also by attending to the whole person with respect and compassion, after the example of Jesus. Its principal sources of revenue are government grants and donations from other charitable organizations, corporations, and individuals.

Financial Statement Presentation

The Center follows the financial statement presentation recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958-210-50-3, *Financial Statements of Not-for-Profit Organizations*. The Center reports information regarding its financial position and activities according to two classes of net assets:

Net Asset without Donor Restriction includes net assets that are not subject to donor-imposed stipulations and may be expended for any purpose in performing the primary objectives of the Center. These net assets may be used at the discretion of the Center's management and Board of Directors. The revenues received in conducting the mission of the Center are included in this category.

Net Assets with Donor Restriction includes contributions and gifts for which the donor or grantor imposes donor-imposed stipulations. Temporary restrictions include time or purposes that the Center has not yet met. Those donor restrictions will be completed by the actions of the Center or by the passage of time.

Basis of Accounting

The accompanying financial statements are presented in conformity with accounting principles generally accepted in the United States on the accrual basis of accounting. Accordingly, the financial statements reflect all significant receivables, payables, and other liabilities.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Center considers all unrestricted, highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Concentrations

For the year ended June 30, 2023, \$398,965, or 49% of the Center's total gross revenue, was from contributions and grants. Government grants of \$199,328 comprised 24% of gross revenues. Additionally, \$201,434, or 21% of the Center's total gross revenue, was from fundraising; finally, \$18,938, or 2%, was from miscellaneous sources.

For the year ended June 30, 2022, \$258,035, or 36% of the Center's total gross revenue, was from contributions and grants. Government grants of \$234,090 comprised 32% of gross revenues. Additionally, \$223,765, or 31% of the Center's total gross revenue, was from fundraising; finally, \$5,426, or 1%, was from miscellaneous sources.

Accounts Receivables

The accounts receivable are stated as the amount management expects to collect from outstanding balances primarily on grants treated as exchange transactions. The financial statements do not include an estimate for allowance for doubtful accounts. Management believes that all receivables are collectible.

Revenue Recognition

Contributed support that the donor restricts is reported as increases in net assets without donor restriction if the restrictions expire (that is, when stipulated time restrictions end, or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets.

Government grant revenues are treated as exchange transactions, and revenue is recognized as earned when the services required by the contract have been completed.

Donated Services

Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills are provided by individuals possessing those skills and would typically need to be purchased, if not provided by donation, are recorded at their fair market values in the period received.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Donated Services (Continued)

The Center did not recognize revenue for any contributions of donated services for the years ended June 30, 2023, and 2022, respectively. The Center did receive 3,500 and 4,669 hours of volunteer time from various volunteers who provided fundraising, program assistance, and management and governance by the Board of Directors for the years ending June 30, 2023, and 2022, respectively.

Estimates

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

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services.

Income Tax Status

The Center is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Code as other than a private foundation. The Center is also exempt from Louisiana income taxes under the authority of R.S. 47.121(5). The Center believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to financial statements. The Center's Federal Exempt Information Returns (Form 990) for the year ended June 30, 2021, 2022, and 2023 are subject to examination by the IRS, generally for three years after they were filed.

Promises to Give

Unconditional promises to give, if applicable, less an allowance for uncollectible amounts, are recognized as revenue in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met, and the promises become unconditional. For the years ended June 30, 2023, and 2022, the Center had no unconditional promises to give.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Property and Equipment

All acquisitions of property and equipment over \$2,500 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Leasehold improvements are expensed in the year when they are placed in service since no long-term lease is in place. 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 useful life of the assets. All the property and equipment are fully depreciated for the years ended June 30, 2023, and 2022.

New Accounting Pronouncements

The Financial Accounting Standards Board (FASB) has issued Accounting Standards Update (Update) No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The Update seeks to increase the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure. The Center has implemented the Update provisions for the year ending June 30, 2022.

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (Update) No. 2016-02, *Leases*. The Update seeks to increase transparency and comparability among organizations by recognizing lease assets and liabilities on the balance sheet and disclosing essential information about leasing arrangements. Management has implemented the new lease guidance for the year ending June 30, 2023. The implementation of the new lease standards does not affect the current or prior year financial statements because the leases are short-term and do not meet conditions for recording a lease asset or liability.

**NOTE 2. CASH AND CASH EQUIVALENTS**

The Center maintains two bank accounts at one financial institution. These accounts at this institution are insured by the Federal Deposit Insurance Corporation (FDIC) for amounts up to \$250,000 for interest-bearing accounts. Investments at this institution exceeded FDIC limits for the years ended June 30, 2023, and 2022 by \$916,398 and \$598,764, respectively.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 3. PROPERTY AND EQUIPMENT**

Property and equipment on June 30, 2023, and 2022 consisted of the following:

	2023	2022
Furniture & fixtures	\$ 9,016	\$ 9,016
Less: Accumulated depreciation	(9,016)	(9,016)
	\$ -	\$ -

No depreciation expense was recorded for the years ended June 30, 2023, and 2022.

**NOTE 4. COMPENSATION**

The Board of Directors serves the Center without compensation.

**NOTE 5. LEASE OF FACILITY**

The program and administrative facilities of the Organization are leased under an informal agreement with the St. Joseph Church in New Orleans, Louisiana. The informal agreement requires sharing occupancy expenses among several programs on the Church site. No long-term lease agreement has been executed between the Organization and the Church. Both organizations are related by affiliation with the Archdiocese of New Orleans. Occupancy expenses totaled \$37,604 and \$39,633 for the years ended June 30, 2023, and 2022, respectively.

Generally accepted accounting principles require leasehold improvements to be amortized over the lease term. Since no long-term lease exists, leasehold improvements are charged to expense within the year they are placed in service. Leasehold improvements of \$4,094 and \$3,705 were expensed as repairs for the year ending June 30, 2023, and 2022, respectively.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 6. DEFINED CONTRIBUTION PLAN**

The Center sponsors a defined contribution plan, a SIMPLE IRA covering all employees with \$5,000 of compensation for a calendar year. The Center contributes a matching contribution of up to three percent (3%) of the employee’s wage for a calendar year. Eligible employees can designate up to \$15,500 in 2023 and \$14,000 in 2022 of compensation as a salary reduction contribution to the simple IRA. Eligible employees over fifty can contribute an additional \$3,500 in 2023 and \$3,000 in 2022 of catch-up contribution.

Total retirement benefit expense for the Center was \$9,014 and \$5,987 for the years ended June 30, 2023, and 2022, respectively.

**NOTE 7. LIQUIDITY AND AVAILABILITY OF RESOURCES**

The Center had the following financial assets available within one year of the statement of financial position date for general expenditures for the years ended June 30, 2023, and 2022:

	2023	2022
Cash and cash equivalents	\$ 976,011	\$ 848,764
Grants receivable	22,223	59,674
Inventory	250	250
	\$ 998,484	\$ 908,688

None of the financial assets listed above are subject to donor restrictions or other contractual restrictions that make them unavailable for general expenditures within one year of the Statement of Financial Position. The Center has the policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Government grant revenues, which totaled \$199,328 and \$234,090 for the years ended June 30, 2023, and 2022, respectively, are cost reimbursement grants which require expenditures for the grant’s purpose in advance, and the grant costs are subsequently billed and reimbursed in the following months to the contracting agency and paid with federal funds. Therefore, 34% and 32% of expenses based on the years ended June 30, 2023, and 2022, respectively, are spent in accordance with the specific purposes of the approved governmental grants.

**THE HARRY TOMPSON CENTER, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023 AND 2022**

**NOTE 8. NET ASSETS WITH DONOR RESTRICTIONS**

On June 30, 2023, the Center had \$161,000 in net assets with donor restrictions. The funds are use restricted for the proposed construction of a new facility for the clients of the Center. The facility provides a day shelter that delivers hygiene supplies and space, two daily meals, showers, mail service, prescription assistance, identification assistance, SNAP, and Medicaid assistance. The facility provides a food bank distribution to those in need.

**NOTE 9. SUBSEQUENT EVENTS**

Management evaluated subsequent events affecting the Center through November 19, 2023, when the financial statements were available to be issued. All disclosures considered necessary are made in the financial statements.

**SUPPLEMENTARY INFORMATION**

**THE HARRY TOMPSON CENTER, INC.**

**SCHEDULE OF COMPENSATION, BENEFITS AND  
OTHER PAYMENTS TO EXECUTIVE DIRECTOR  
YEAR ENDED JUNE 30, 2022**

Agency Head: Emily Wain, Executive Director

	Amount
Salary	\$ 71,720
Benefits-insurance	6,660
Benefits-retirement	2,126
	<u>\$ 80,506</u>