THE FULLER CENTER FOR HOUSING, INC.

AMERICUS, GEORGIA

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT
AS OF
JUNE 30, 2021 and JUNE 30, 2020

HERBERT E. ALLEN
CERTIFIED PUBLIC ACCOUNTANT
AMERICUS, GEORGIA

THE FULLER CENTER FOR HOUSING, INC.

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August 25, 2021

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
The Fuller Center for Housing, Inc.

We have audited the accompanying financial statements of The Fuller Center for Housing, Inc., (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and June 30, 2020, and the related statements of activities, cash flows for the years then ended, and the related notes to 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 standards 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 of 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 in accordance with 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 or not 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, 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 in the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit 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 Fuller Center for Housing, Inc., 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.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 6 and schedule of donations paid on page 12 and 13 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the presented 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 to prepare 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 in relation to the financial statements as a whole.

HERBERT E. ALLEN, CPA
Americus, Georgia
August 25, 2021

THE FULLER CENTER FOR HOUSING, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021 AND JUNE 30, 2020

	2021	2020
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 866,042	$ 352,493
Cash and Cash Equivalents Restricted Covid-19	-	276,225
Money Market	2,147	2,327
Inventory	33,896	48,933
Receivable - Covenant Partners	-	56,968
Total Current Assets	$ 922,085	$ 736,946
Fixed Assets:		
Land	$ 6,000	$ 6,000
Buildings and Improvements	398,731	391,507
Furniture and Equipment	60,990	60,990
Vehicles	25,453	25,453
Total Fixed Assets	$ 491,174	$ 483,950
Accumulated Depreciation	(237,187)	(224,062)
Total Fixed Assets Less Depreciation	$ 253,987	$ 259,888
TOTAL ASSETS	$ 1,176,072	$ 996,834
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable and Accrued Expenses	$ 7,087	$ 5,848
Deferred Income Overseas Project Covid-19	80,955	276,225
Citizens Bank of Americus Payroll Protection Program	105,552	103,168
Total Current Liabilities	$ 193,594	$ 385,241
Long Term Payables:		
GA Interfaith Power & Light Solar Loan	9,615	-
Total Long Term Payables	$ 9,615	$ -
TOTAL LIABILITIES	$ 203,209	$ 385,241
Net Assets:		
Unrestricted Net Assets:		
Undesignated	$ 972,863	$ 611,593
Total Unrestricted Net Assets/Total Net Assets	$ 972,863	$ 611,593
TOTAL LIABILITIES AND NET ASSETS	$ 1,176,072	$ 996,834

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

THE FULLER CENTER FOR HOUSING, INC.
STATEMENT OF ACTIVITIES
For the Twelve Months Ended
June 30, 2021 and June 30, 2020

	2021	2020
REVENUE:		
Contributions - Undesignated	$ 651,183	$ 853,747
Contributions - Designated	2,631,628	1,685,836
Books and Merchandise (Net of Cost)	209	1,988
Donated Buildings	7,225	-
Equipment Sales	-	-
Interest Income	40,280	-
Other Income	-	30,068
In-Kind Donations	-	96,775
Total Revenue	$ 3,330,525	$ 2,668,414
EXPENSES:		
Fuller Center Covenant Partners	456,210	603,632
Donations - Others - Programs	60,397	129,023
In-kind Donations - Fuller Center Covenant Partners	15,038	57,270
Overseas Projects	1,702,745	920,096
Overseas Projects - Other	3,825	33,154
Salaries - Administrative	80,009	81,920
Salaries - Fundraising	45,731	43,984
Salaries - Programs	353,065	379,498
Legal Fees	19,921	7,818
Professional Fees	7,250	6,820
Promotion and Fund Raising	39,554	43,686
Office Expenses	49,032	46,885
Interest	3,557	-
Travel - Administration	404	444
Travel - Programs	2,493	9,223
Utilities and Telephone	19,557	23,800
Volunteer Expense	-	3,500
Insurance	26,208	28,919
Repair and Maintenance	24,893	60,507
Depreciation	13,126	13,126
Payroll Taxes and Other	43,778	48,524
Covenant Partner Expense	2,462	2,148
Total Expenses	2,969,255	2,543,977
Change in Net Assets	361,270	124,437
Net Assets at Beginning of Year	611,593	487,156
Net Assets at End of Year	972,863	611,593

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

THE FULLER CENTER FOR HOUSING, INC.
STATEMENT OF CASH FLOWS
For the Twelve Months Ended
June 30, 2021 and June 30, 2020

	2021	2020
Cash flows from operating activities:		
Change in Unrestricted Net Assets	62,832	400,662
Adjustments to Reconcile Change in Unrestricted Net Assets to Net Cash Provided by Operating Activities:	-	
Depreciation and Amortization	13,126	13,127
Decrease in Inventory	15,038	(36,481)
Increase in Accounts Payable and Accrued Expenses	1,238	(18,257)
Net Cash Provided by Operating Activities	29,402	(41,611)
Cash flows from investing activities:		
Acquisition of Fixed Assets - Net	(7,225)	(8,817)
Receivable - Covenant Partners	56,968	95
Notes Receivable	105,552	103,168
Deferred Receivable American Red Cross	9,615	-
Net Cash Used by Investing Activities	164,910	94,446
Net Increase (Decrease) in Cash and Cash Equivalents	257,144	453,497
Cash and Cash Equivalents, Beginning of Year	631,045	177,548
Cash and Cash Equivalents, End of Year	888,189	631,045

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

THE FULLER CENTER FOR HOUSING, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Twelve Months Ended
June 30, 2021 and June 30, 2020

	Program Services	Admin	Fundraising	Total	Program Services	Admin	Fundraising	Total
EXPENSES	**2021**				**2020**			
Fuller Center Covenant Partners	$ 456,210	$ -	$ -	$ 456,210	$ 603,632	$ -	$ -	$ 603,632
Donations - Others - Programs	60,397	-	-	60,397	129,023	-	-	129,023
In-Kind Donations- Covenant Partners	15,038	-	-	15,038	57,270	-	-	57,270
In-Kind Donations- Others	-	-	-	-	-	-	-	-
Overseas Projects	1,702,745	-	-	1,702,745	920,096	-	-	920,096
Overseas Projects- Others	3,825	-	-	3,825	33,154	-	-	33,154
Salaries - Administrative	-	80,009	-	80,009	-	83,199	-	83,199
Salaries - Fund Raising	-	-	45,731	45,731	-	-	43,984	43,984
Salaries - Programs	353,065	-	-	353,065	379,498	-	-	379,498
Legal Fees	-	19,921	-	19,921	-	7,818	-	7,818
Professional Fees	-	7,250	-	7,250	-	6,820	-	6,820
Promotion and Fund Raising	-	-	39,554	39,554	-	-	43,686	43,686
Office Expenses	22,064	22,064	4,903	49,031	21,098	21,098	4,689	46,885
Interest	-	3,557	-	3,557	-	-	-	-
Travel - Administration	-	404	-	404	-	444		444
Travel - Programs	2,493	-	-	2,493	9,223	-	-	9,223
Utilities and Telephone	14,668	2,445	2,445	19,558	17,850	2,975	2,975	23,800
Volunteer Expense	-	-	-	-	3,500	-	-	3,500
Insurance	13,104	13,104	-	26,208	14,460	14,460	-	28,920
Repair and Maintenance	12,447	12,447	-	24,894	30,254	30,254	-	60,508
Depreciation	-	13,126	-	13,126	-	13,126	-	13,126
Miscellaneous	-	-	-	-	-	-		-
Payroll Taxes and Others	30,207	9,631	3,940	43,778	33,482	10,675	4,367	48,524
Covenant Partner Expense	2,461	-	-	2,461	2,148	-	-	2,148
EXPENSES	$ 2,688,724	$ 183,958	$ 96,573	$ 2,969,255	$ 2,254,687	$ 190,869	$ 99,701	$ 2,545,256

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

Nature of Activities

The Fuller Center for Housing, Inc. was organized on March 15, 2005, under the name Building Habitat, Inc. It was amended to its current name on June 20, 2005. The Fuller Center for Housing, Inc. is a 501(c) (3) nonprofit organization (see income tax page #9).

Mission Statement

The Fuller Center for Housing, faith driven, and Christ centered, promotes collaborative and innovative partnerships with individuals and organizations in an unrelenting quest to provide adequate shelter for all people in need worldwide.

The Fuller Center for Housing receives and distributes funds for house building from a number of sources including private donors, churches, businesses, and foundations. As a matter of policy, the Fuller Center for Housing does not have any ownership interest in the houses built by its local partner organizations.

The Fuller Center believes that beneficiary families are better served if they participate in the construction or rehabilitation of their home and if they contribute to the cost of the work. This is done through one of three means:

1. LEASE/PURCHASE AGREEMENTS are entered into with some benefiting families when their houses are completed, when there are issues that prevent the immediate sale of the house. These are intended to be short-term agreements as the ultimate goal is homeownership. All payments made under the agreement go to reducing the principal amount of the mortgage loan.

2. MORTGAGES are written on 15 to 20-year terms with no profit and no interest charged, making the homes affordable to families who would otherwise not have the ability to own their own home. Forgivable, balloon-payment, and second mortgages are also written to (1) prevent speculation and (2) protect buyers from predatory lenders. The principal balance of the second note diminishes over the course of the first loan and reduces to zero by the end of the first mortgage term.

3. THE GREATER BLESSING PLAN is used for rehabilitation work when the total construction costs are less than $5,000. Based on the biblical injunction that it is more blessed to give than to receive, this program allows families to pay for the work done on their home by making voluntary monthly donations. When total costs are assessed, the benefiting family determines how much they can afford to pay on a monthly basis and are provided with the appropriate number of return envelopes. There is no loan document, but families are encouraged to seek the Greater Blessing by repaying the cost of repair so that others can receive the same opportunity.

In all cases, the proceeds remain in the community and are dedicated to the construction or rehabilitation of additional homes.

Covenant Partners

There are now Covenant Partners at work or forming in 75 US cities and 20 other countries. Covenant Partners are locally organized nonprofit corporations that share the principles of The Fuller Center and provide housing opportunities for families in need in their areas.

Covenant Partners (continued)

Additionally, The Fuller Center now has operations in 20 countries overseas with dynamic projects in Nepal, El Salvador, Bolivia, Sri Lanka, Armenia, Peru, Haiti, and Nicaragua.

Purpose Statement

To witness to and implement the Gospel of Jesus Christ throughout the United States and around the world by working with economically disadvantaged people to help them have a decent home.

Basis of Accounting

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

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations.* Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities accordingly to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

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.

Property and Equipment

Acquisitions of property and equipment in excess of $1,000 are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using primarily the straight-line method.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions.

All donor-restricted contributions are 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 purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement as net assets released from restrictions.

Contributed Services and Materials

Many unpaid volunteers have made significant contributions of their time to the work of the Organization. The value of this donated time is not recognizable and is not reflected in these financial statements.

All contributed goods and materials are valued at their estimated fair value on the date of donation.

Income Taxes

The Center is exempt from federal and state income taxes under Internal Revenue Code Section 501 (c) (3).

The Fuller Center applied for a group exemption letter recognizing subordinates as exempt from Federal Income Tax under section 501 (a). The Internal Revenue Service approved this request on October 23, 2008.

The Center has three open tax years that are subject to examination by major tax jurisdictions.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Notes Receivable from Covenant Partners

The Fuller Center initiated a *Derelict to Decent* loan fund which makes zero interest loans of up to $10,000 to covenant partners to match funds raised locally toward the restoration of foreclosed or abandoned properties. These loans are to be repaid by the covenant partners from restored houses' mortgage payment. As of June 30, 2021, there were eleven loans forgiven with a combined balance due of $0.

New Story Charity

New Story Charity is a fundraising nonprofit that has had great success. New Story does not build directly but participates with organizations like The Fuller Center to develop affordable housing communities in impoverished areas. New Story is currently funding a 186-house project in El Salvador.

Property and Equipment

Property and equipment at June 30, 2021, consisted of the following:

	2021	2020
Land	$ 6,000	$ 6,000
Buildings & Improvements	398,731	391,507
Furniture and Equipment and Leasehold Improvements	60,990	60,990
Vehicles	25,453	25,453
	$ 491,174	$ 483,950
Less: Accumulated depreciation	$ (237,187)	$ (224,062)
	$ 253,987	$ 259,888

Reclassification

Certain reclassifications have been made to the 2020 financial statements in order to conform to the 2021 presentation.

Notes Payable – Sumter Bank & Trust and Citizens Bank of Americus Line of Credit

There are no notes payable at Sumter Bank & Trust and Citizens Bank of Americus as of June 30, 2021, and June 30, 2020.

The Fuller Center has an available line of credit in the amount of $75,000 with Citizens Bank of Americus.

On January 11, 2021, the fuller Center For housing Inc. received a promissory note from The Georgia Interfaith power and light, a non-profit corporation in the amount of $9615. Quarterly payments of $300.50 first payment due July 1, 2021.

For year ended	Payment:	Total:
6/30/2022	$1,202	$1,202
6/30/2023	1202	1202
6/30/2024	1202	1202
6/30/2025	1202	1202
6/30/2026	1202	1202
6/30/2027	1202	1202
6/30/2028	1202	1202
6/30/2029	1202	1202
6/30/2030	1202	1202
Total	**$9,615**	**$9,615**

The purpose of the loan is for purchasing and/or installing solar photovoltaic installations at faith communities in the State of Georgia.

Paycheck Protection Program

The Paycheck Protection Program is a loan designed to provide a direct incentive for small businesses to keep their workers on the payroll provided by the Small Business Administration (SBA). SBA will forgive loans if all employee retention criteria are met, and the funds are used for eligible expenses. The Fuller center has a SBA loan as of June 30, 2021 that will be forgiven.

Subsequent Events

Subsequent events have been reviewed from the closing date of the year ended June 30, 2021, and the opinion date of the audit report August 25, 2021. During this time, The Fuller Center for Housing has been rated by two nonprofit watchdog agencies: accreditation from the Platinum rating from GuideStar; rated as a Three-Star Charity by Charity Navigator.

The Deferred Income of $80,955 was set aside for overseas projects that was not distributed due to Covid-19 work shutdowns at the international building sites.

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August 25, 2021

COMMUNICATION OF NO MATERIAL WEAKNESS

To the Board of Directors of
The Fuller Center for Housing, Inc.

In planning and performing our audit of the financial statements of The Fuller Center For Housing, Inc. as of and for the year ended June 30, 2021 and June 30, 2020, in accordance with auditing standards generally accepted in the United States of America, we considered The Fuller Center For Housing, Inc.'s internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we do not express an opinion on the effectiveness of the Company's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination or deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected or corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all such deficiencies have been identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

This communication is intended solely for the information and use of management, the Board of Directors, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

HERBERT E ALLEN CPA

HERBERT E. ALLEN, CPA
Americus, Georgia
August 25, 2021

SUPPLEMENTAL INFORMATION

THE FULLER CENTER FOR HOUSING, INC.

SCHEDULE OF DONATIONS PAID

Fuller Center Covenant Partners	2021	2020
Albany Area FCH	2,200	-
Americus-Sumter FCH	1,400	1,400
Boundary County FCH	-	4,000
Chattahoochee Valley FC Project	14,400	58,227
Clark County FCH	-	1,000
Clarksdale Area FCH	3,725	-
Darke County FCH	25	-
FC Disaster ReBuilders	302,450	409,926
FC of Greater Kansas City MO	3,350	6,225
FC of NW Portage County	675	25
FCH Gary IN	250	250
FCH Hero Project Lake County	600	200
FCH Jefferson County, GA	-	200
FCH Macon GA Inc	50	302
FCH of Greater NYC	2,371	1,403
FCH of Johnson County MO	300	-
FCH of NW Louisana-Shreveport	480	1,500
FCH of Salt Lake	4,000	-
FCH of San Diego	25	31
FCH of the Nature Coast	275	225
FCH-Central Indiana	300	2,025
Fuller Center of Atlanta	-	1,000
Fuller Center of Webster	50	200
Ginger Ford Northshore FCH Hammond LA	-	20
Illinois Valley FCH	640	279
Kilgore FCH	100	-
Lanier FCH	1,250	-
Louisville KY FCH	46,837	200
Pike County FCH	300	-
Prince Georges County FCH	1,269	656
Providence FCH	-	500
Puerto Rico	8,430	80,876
Sebago Lakes Region FCH	12,600	7,550
Silver Valley FCH	1,240	3,691
Simple Homes FCH Inc.	1,256	1,233
Surry/Stokes FCH	1,044	-
SW Iowa FCH	50	-
Utah County FCH	44,269	20,487

The accompanying notes are an integral part of these financial statements

THE FULLER CENTER FOR HOUSING, INC.

SCHEDULE OF DONATIONS PAID

Donations - Other Programs	2021	2020
Cooperative Baptist Fellowship	2500	**0**
Fuller Center 2020 Bike Adventure	$ 18,330	$ 29,985
Fuller Center Legacy Build	3,510	71,910
Fuller Center U.S. Builders	11,557	3,127
Hardware Show/5K Expenses	-	900
Jubilee Partners	500	-
Koinonia Farm/Partnership House	24,000	-
United Way of Utah County	-	1,100
Our Lady of the Blessed Sacrament	-	22,000
Total	$ 60,397	$ 129,022
In-Kind Donations - Fuller Center Covenant Partners		
Miscellaneous FCH Convenant Partners	$ 15,038	$ 57,270
Total	$ 15,038	$ 57,270
Overseas		
Armenia	$ 233,272	$ 222,558
Bolivia	-	12,367
Cameroon	15,000	11,000
DROC	-	
El Salvador	1,158,939	202,171
Ghana	10,000	71,078
Haiti	72,597	38,953
Madagascar	42,410	8,500
Nepal	37,000	20,800
Nicaragua	57,649	52,942
Northern Thailand	13,000	91,151
Papua New Guinea	28,178	14,512
Peru	4,500	111,929
Sierra Leone	2,200	5,000
Sri Lanka	23,000	29,524
Uganda	5,000	5,000
WCP South Africa	-	22,613
Total	$ 1,702,745	$ 920,096

The accompanying notes are an integral part of these financial statements