



**Travis D. Hudgins, CPA, PLLC**

CERTIFIED PUBLIC ACCOUNTANT

**Freedom Life Ministries**  
**Reviewed Financial Statements**  
**December 31, 2024**

**Freedom Life Ministries  
Reviewed Financial Statements  
For the Year Ended December 31, 2024**

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CERTIFIED PUBLIC ACCOUNTANT

## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

December 4, 2025

To Management of  
Freedom Life Ministries  
130 N Logan St  
Marion, NC 28752

I have reviewed the accompanying financial statements of Freedom Life Ministries (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets as of December 31, 2024, and the related statement of revenues, expenses, and changes in net assets, statement of functional expenses, and statement of cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion. While I was conducting my review, I noted no instances of fraud, suspected or otherwise

### **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 fraud or error.

### **Accountant's Responsibility**

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

I am required to be independent of Freedom Life Ministries and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements related to my review.

### **Accountant's Conclusion**

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Sincerely,

Travis D. Hudgins, CPA

A handwritten signature in black ink, appearing to read "Travis D. Hudgins", with a stylized, cursive script.

Travis D. Hudgins, CPA, PLLC  
Rutherfordton, NC  
December 4, 2025

**Freedom Life Ministries**  
**December 31, 2024**  
**Statement of Assets, Liabilities, and Net Assets**

	<u><b>2024</b></u>
<b>Assets:</b>	
Current Assets:	
Cash	\$ 1,044,624
Accounts receivable	<u>17,043</u>
Total Current Assets	<u>1,061,667</u>
Noncurrent Assets:	
Fixed Assets:	
Buildings	425,500
Improvements	151,728
Land	200,965
Furniture and equipment	13,522
Accumulated depreciation	<u>(65,128)</u>
Total Fixed Assets	726,587
Total Noncurrent Assets	<u>726,587</u>
Total Assets	<u><u>\$ 1,788,254</u></u>
<b>Liabilities and Net Assets:</b>	
Current Liabilities:	
Credit card payable	\$ 12,413
Payroll Liabilities	<u>2,088</u>
Total Current Liabilities	<u>14,501</u>
Total Liabilities	<u>14,501</u>
Net Assets:	
Net assets without donor restrictions	<u>1,773,753</u>
Total Net Assets	<u>1,773,753</u>
Total Liabilities and Net Assets	<u><u>\$ 1,788,254</u></u>

**Freedom Life Ministries**  
**For the Year December 31, 2024**  
**Statement of Revenues, Expenses, and Changes in Net Assets**

	<u>2024</u>
	<u>Without Donor Restrictions</u>
<b>Public Support and Revenue:</b>	
General contributions	\$ 293,486
Government support	434,530
Grants	490,383
Subsidiary income	69,775
Miscellaneous	<u>5,928</u>
Total Public Support and Revenue	<u>1,294,102</u>
<b>Functional Expenses:</b>	
Program services	1,037,123
Management and general	<u>160,480</u>
Total Functional Expenses	<u>1,197,603</u>
<b>Other Income:</b>	
Interest and dividends	<u>10,870</u>
Total Other Income	<u>10,870</u>
Change in Net Assets	<u>107,369</u>
<b>Net Assets:</b>	
Beginning of Year	<u>1,666,384</u>
End of Year	<u><u>\$ 1,773,753</u></u>

**Freedom Life Ministries**  
**For the Year December 31, 2024**  
**Statement of Functional Expenses**

	<b>2024</b>		
	<b>Program Services</b>	<b>Management and General</b>	<b>Total</b>
<b>Expenses:</b>			
Payroll	\$ 594,016	\$ 66,002	\$ 660,018
Payroll taxes	47,955	5,328	53,283
Advertising	24,038	10,007	34,045
Charitable contributions	-	8,915	8,915
Depreciation	18,613	1,558	20,171
Insurance	9,335	1,647	10,982
Legal and professional	41,537	10,384	51,921
Repairs and maintenance	31,946	7,975	39,921
Office expenses	5,544	39,109	44,653
Program expenses	213,777	-	213,777
Rent	16,400	4,967	21,367
Training	18,900	-	18,900
Utilities	15,062	4,588	19,650
	<hr/>	<hr/>	<hr/>
Total Expenses	<u>\$ 1,037,123</u>	<u>\$ 160,480</u>	<u>\$ 1,197,603</u>

**Freedom Life Ministries**  
**For the Year December 31, 2024**  
**Statement of Cash Flows**

	<u>2024</u>
<b>Cash Flows from Operating Activities</b>	
Change in net assets	\$ 107,369
Adjustments to reconcile to cash basis:	
Add: Depreciation and amortization	20,171
Increase (decrease) from:	
Accounts receivable	(17,043)
Accrued payroll taxes	2,088
Credit card payable	<u>12,413</u>
Net Cash Flows from Operating Activities	<u>124,998</u>
<b>Cash Flows from Investing Activities</b>	
Purchase of fixed assets	<u>(108,836)</u>
Net Cash Flows from Investing Activities	<u>(108,836)</u>
<b>Net Cash Flow</b>	<u>16,162</u>
Beginning Cash Balance	1,028,462
Ending Cash Balance	<u><u>\$ 1,044,624</u></u>



**Freedom Life Ministries**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

**Note 1 – Nature of Activities and Significant Accounting Policies**

**A. Nature of Activities**

Freedom Life Ministries (“The Organization”) is a nonprofit organization formed in 2012 in the State of North Carolina. The purpose of the organization is to help justice involved individuals and their families break the cycle of incarceration by partnering with the community to provide spiritual support and need based services.

The Organization acts as a Fiduciary Agent for two unrelated non-profit organizations with their own staff and board of directors. Assets and activities of these two unrelated non-profit organizations are not included in these financial statements.

The Organization operates a wholly owned subsidiary under the name Blue Ridge Community Care Services that operates as a payee service for community members who require assistance managing their personal finances. Profits from the venture are used to fund the mission of Freedom Life Ministries. The subsidiary’s assets and net income are included in these financial statements. The subsidiary’s net income for the year ended December 31, 2024 was \$69,775.

**B. Basis of Accounting**

The financial statements of the Organization are prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America.

**C. Cash and Cash Equivalents**

The Organization’s cash and cash equivalents include cash on hand, demand deposits, and investments with original maturities of three months or less.

**D. Property, Plant, and Equipment and Depreciation**

Property, plant, and equipment are recorded at cost. Expenditures for repairs and maintenance are charged to expense as paid, whereas renewals and betterments that extend the lives of property and equipment are capitalized. Depreciation is computed on the straight-line method over estimated useful lives as outlined below:

<b>Useful Lives</b>	<b>Years</b>
Buildings	39
Improvements	15
Land	-
Furniture and equipment	5

**Freedom Life Ministries**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

**E. Use of Estimates**

Preparation of financial statements in conformity with on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America requires estimating some of the amounts reported. Actual results could differ from the estimates. Major estimates in these financial statements include, but are not limited to useful lives for property, plant, and equipment and depreciation.

**F. Income Taxes**

The Organization has been recognized by the IRS as exempt from federal income taxes under IRS Section 501(c)(3), which qualifies it to accept charitable contributions from donors. Additionally, the Organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purposes. The Organization is not subject to unrelated business income tax and, accordingly, the Organization has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

**G. Date of Management's Review**

Management has evaluated subsequent events through December 4, 2024, the date that the financial statements were available to be issued.

**Note 2 – Cash**

The Organization held deposits at two financial institution during the year. The carrying balance and the bank balance were \$1,044,624 and \$1,044,975, respectively, as of December 31, 2024. Of those deposits, there were \$544,975 that exceeded federally insured limits as of December 31, 2024. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risks on cash.

**Note 3 – Property, Plant, and Equipment**

The Organization values property, plant, and equipment at cost. Total depreciation for the year was \$20,171. All property, plant, and equipment held by the Organization are considered held without donor restrictions.

**Note 4 – Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* — Net assets available for use in general operations and not subject to donor restrictions.

**Freedom Life Ministries**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2024**

*Net Assets With Donor Restrictions* — Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

**Note 5 – Liquidity and Availability**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of assets, liabilities, and fund balance date, is comprised of cash without donor restrictions and accounts receivable, which together carried a balance of \$1,061,667 as of December 31, 2024. This represents approximately 88% of all operating expenditures for 2024.