



Audited Financial Statements

Accessible Hope International

June 30, 2021

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David C. Nanney, CPA, PLLC
A Public Accounting Firm

"Financial Solutions for Individual and Business Needs"

OFFICE:
5865 Ridgeway Center Parkway | Suite 300
Memphis, TN 38120
Tel: 901.763.2000 Fax: 901.202.2073
Email: dnanney@nanneycpa.com
Website: www.nanneycpa.com

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Accessible Hope International
Wheaton, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of **Accessible Hope International** (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021, and the related statements of activities and changes in net assets, 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; this includes 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.

Auditor's Responsibility

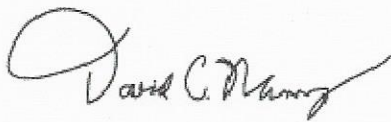
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of **Accessible Hope International** as of June 30, 2021, 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.

A handwritten signature in black ink, appearing to read "David C. Manning". The signature is written in a cursive style with a large initial "D".

Memphis, Tennessee
May 9, 2022

Statement of Financial Position
June 30, 2021

Assets:

Current assets:

Cash and cash equivalents	\$ 178,244
Accounts receivable	-
Inventory	<u>2,204</u>

Total current assets 180,448

Property and equipment, net of depreciation 133,097

Total assets \$ 313,545

Liabilities and Net Assets:

Current liabilities:

Accounts payable and accrued expenses	<u>\$ 14,079</u>
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Total current liabilities 14,079

Net Assets:

Unrestricted	174,955
Temporarily restricted	<u>124,511</u>

Total net assets 299,466

Total liabilities and net assets \$ 313,545

The accompanying notes are an integral part of these statements.

**Statement of Activities and Changes in Nets Assets
For the Year Ended June 30, 2021**

	<u>Un- restricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues and other support:			
Contributions - cash	\$ 407,330	\$ -	\$ 407,330
Equip trainee fees	27	-	27
Fundraising events - net of expenses	38,761	-	38,761
Fundraising sales - net of expenses	1,914		1,914
Rent - net of expenses	(35,711)		(35,711)
Gain on disposal of assets	109.00		109
Covid-19 relief (PPP Loan Forgiveness)	83,694		83,694
Other Income	652		652
Net assets released from restrictions	<u>(110,011)</u>	<u>110,011</u>	<u>-</u>
 Total revenues and other support	 <u>386,765</u>	 <u>110,011</u>	 <u>496,776</u>
 Functional expenses:			
Program Services	275,746	-	275,746
Management and General	52,601	-	52,601
Fundraiser	<u>63,419</u>	<u>-</u>	<u>63,419</u>
 Total functional expenses	 <u>391,766</u>	 <u>-</u>	 <u>391,766</u>
 Changes in Net Assets	 (5,001)	 110,011	 105,010
 Net Assets Beginning of Year	 <u>179,956</u>	 <u>14,500</u>	 <u>194,456</u>
 Net Assets End of Year	 <u>\$ 174,955</u>	 <u>\$ 124,511</u>	 <u>\$ 299,466</u>

The accompanying notes are an integral part of these statements.

Statement of Cash Flows
For the Year Ended June 30, 2021

Cash flows from operating activities:	
Changes in net assets	\$ 105,010
Depreciation	6,895
Decrease in accounts receivable	(366)
Decrease in inventory	2,538
Increase in accounts payable	<u>(4,189)</u>
Net cash provided (used) by operating activities	<u>109,888</u>
Cash flows from investing activities:	
Fixed assets	(2,704)
Disposals	<u>1,425</u>
Net cash flows from investing activities	<u>(1,279)</u>
Cash flows from financing activities:	
Long-term debt principal payments & forgiveness	<u>(195,343)</u>
Net increase (decrease) in cash and cash equivalents	(86,734)
Cash and cash equivalents, beginning of year	<u>264,978</u>
Cash and cash equivalents, end of year	<u>\$ 178,244</u>

The accompanying notes are an integral part of these statements.

**Statement of Functional Expenses
For the Year Ended June 30, 2021**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Contribution to Women of Hope				
Sierra Leone	\$ 60,176	\$ -	\$ -	\$ 60,176
Compensation officers	46,907	10,051	10,051	67,009
Other salaries and wages	103,387	23,237	31,157	157,781
Retirement plan	3,950	864	450	5,264
Other employee benefits	13,480	1,515	1,319	16,314
Payroll taxes	10,255	2,488	2,722	15,465
Fees for service - management	10,019	6,438	6,438	22,895
Fees for service - accounting	-	2,000	-	2,000
Advertising and promotions	3,722	-	-	3,722
Travel	425	-	-	425
Conferences, conventions and meetings	8,349	624	563	9,536
Depreciation	895	112	112	1,119
Insurance	-	602	-	602
Telephone	1,663	140	140	1,943
Supplies and materials	7,598	122	3,942	11,662
Miscellaneous expense	2,225	3,019	5,147	10,391
Postage and shipping	983	-	982	1,965
Other expenses	1,712	1,389	396	3,497
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total functional expenses	\$ 275,746	\$ 52,601	\$ 63,419	\$ 391,766

The accompanying notes are an integral part of these statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

1. Organization

Accessible Hope International (the “Organization”) is a non-profit organization formed in 2009 for the purpose of facilitating Gospel-centered transformation for people with disabilities around the world by equipping the global Body of Christ to open wholistic doors of access.

2. Accounting and Reporting

The Organization maintains its financial statements under the accrual basis of accounting and follows reporting practices set forth in accounting principles generally accepted in the United States of America.

3. Financial Statement Presentation

The Organization has adopted 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 net assets on the basis of unrestricted, temporarily restricted or permanently restricted. As permitted by the Statement, the Organization does not use fund accounting.

Grants and other contributions of cash and other assets are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donate assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose for the 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.

4. Use of Estimates

The preparation of these financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts. Therefore, actual results could differ from those reported.

5. Income Taxes

The Organization is a non-profit organization exempted from federal income taxation under section 501 (c) (3) of the Internal Revenue Code. Form 990 returns filed for years ended June 30, 2017, 2018, 2019 and 2020 remain open for examination by the IRS.

6. Cash and Cash Equivalents

The Organization considers all highly liquid investment instruments with maturities of three months or less when purchased to be cash equivalents. These instruments are recorded at cost, which equals fair value at June 30, 2021.

7. Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are recorded at the time a sale is made. Management feels that all accounts receivable are collectable and no allowance has been made for doubtful accounts.

8. Inventories

Inventories are recorded at cost when purchased and the cost amount is relieved from inventory when a sale occurs. Inventories at June 30, 2021, are valued at cost.

9. Property and Equipment

Property and equipment are carried at cost. The Organization's policy is to capitalize items which have a useful life of three years or more. Depreciation is provided using the straight-line method over the expected useful life of the related asset.

Depreciation expense for the year ended June 30, 2021, was \$6,895. Depreciation expense of \$5,776 was allocated to "Rent – net of expenses" on the state of activities and \$ 1,119 reported in "Depreciation Expense" on the "Statement of Functional Expenses".

The categories of property and equipment, at cost, are as follows:

	06/30/2020			06/30/2021	
	<u>Balance</u>	<u>Acquisitions</u>	<u>Disposals</u>	<u>Balance</u>	
Computer & Printer Equipment	\$ 7,923	\$ 2,704	\$ 6,984	\$	3,643
Equipment	19,025	-	7,575	11,450	
Vehicle	4,500	-	4,500	-	
Furniture & Fixtures	2,922	-	2,436	486	
Building	142,411	-	-	142,411	
Land	5,000	-	-	5,000	
Net property and equipment	181,781	2,704	21,495	\$	162,990
Accumulated Depreciation	43,068	6,895	20,070	29,893	
Book Value	<u>\$ 138,713</u>	<u>\$ 4,191</u>	<u>\$ 1,425</u>	<u>\$</u>	<u>133,097</u>

10. Notes Payable

The organization also received \$83,694 under the SBA PPP loan program. Those funds have been forgiven as of the date of this report. However, US - Generally Accepted Accounting Principles requires the amounts to be recorded as income in the fiscal year forgiveness is awarded.

11. Net Assets

The Organization's net assets are classified depending on the existence of externally (donor) imposed restrictions: unrestricted, temporarily restricted, and permanently restricted net assets. A description of the net asset categories follows:

- a. Unrestricted net assets include net assets of the Organization that are neither permanently restricted nor temporarily restricted by donor-imposed stipulations. Unrestricted net assets represent assets received for which no restrictions are made by donors. Amounts may be used for operations.
- b. Temporarily restricted net assets include revenue and other support received with donor stipulations that temporarily limit the use of the donated assets. When a donor restriction expires, that is, when a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets. The organization's temporarily restricted net assets increased by \$110,011 for a total of \$124,511 as of June 30, 2021.
- c. Permanently restricted net assets include revenue and other support, with donor restriction that the corpus and net appreciation be invested in perpetuity and only interest and dividend income is made available to the Organization for program operations in accordance with donor restrictions. As of June 30, 2021, the Organization had no permanently restricted net assets.

12. Advertising Costs

The Organization's policy in regards to advertising costs is to expense all charges as incurred. Amounts expended for the year ended June 30, 2021, was \$ 3,722.

13. Subsequent Events

Subsequent events were evaluated through May 9, 2022, which is the date the financial statements were available for release.