



Reviewed Financial Statements

Accessible Hope International

June 30, 2020



BROWER & HEBERT
CERTIFIED PUBLIC ACCOUNTANTS

Compiled Financial Statements

Accessible Hope International

June 30, 2020

TABLE OF CONTENTS

	<u>PAGE(S)</u>
Review Report	3
Reviewed Financial Statements	
Statement of Assets and Net Assets	4
Statement of Revenues and Changes in Net Assets	5
Statement of Functional Expenses	6
Statement of Cash Flows	7
Notes to Reviewed Financial Statements	8-10



BROWER & HEBERT

5865 Ridgeway Center Parkway, Suite 210, Memphis, Tennessee 38120 - (901) 684-7474 - Fax (901) 684-7448 - e-mail: RBrower@TBCCPA.net

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To Management
Accessible Hope International
Wheaton, IL

We have reviewed the accompanying Statement of Financial Position of Accessible Hope International (non-profit corporation) as of June 30, 2020, and the related statements of activities, changes in net assets, and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company 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, we do not express such an opinion.

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.

Accountants' Responsibility

Our 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 us to perform procedures to obtain limited assurance as a basis for reporting whether we are 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. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountants' Conclusion

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

Brower & Hebert

Memphis, Tennessee
February 28, 2021

Statement of Financial Position
June 30, 2020

Assets:

Current assets:

Cash and cash equivalents	\$ 264,973
Accounts receivable	(366)
Inventory	<u>4,742</u>

Total current assets 269,349

Property and equipment, net of depreciation 138,713

Total assets \$ 408,062

Liabilities and Net Assets:

Current liabilities:

Accounts payable and accrued expenses	\$ 18,264
Current maturities of long-term debt	<u>869</u>

Total current liabilities 19,133

Long-term debt 194,474

Net Assets:

Unrestricted	179,956
Temporarily restricted	<u>14,500</u>

Total net assets 194,456

Total liabilities and net assets \$ 408,062

The accompanying notes are an integral part of these statements.

**Statement of Activities and Changes in Nets Assets
For the Year Ended June 30, 2020**

	<u>Un- restricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues and other support:			
Contributions - cash	\$ 241,587	\$ -	\$ 241,587
Contributions - non cash	-	-	-
Fundraising events - net of expenses	63,310	-	63,310
Fundraising sales - net of expenses	3,323	-	3,323
Rent - net of expenses	(5,260)	-	(5,260)
Other income/loss	34,957	-	34,957
Net assets released from restrictions	<u>7,260</u>	<u>(7,260)</u>	<u>-</u>
 Total revenues and other support	 <u>345,178</u>	 <u>(7,260)</u>	 <u>337,918</u>
Functional expenses:			
Program Services	272,204	-	272,204
Management and General	59,860	-	59,860
Fundraiser	<u>42,208</u>	<u>-</u>	<u>42,208</u>
 Total functional expenses	 <u>374,272</u>	 <u>-</u>	 <u>374,272</u>
 Changes in Net Assets	 (29,094)	 (7,260)	 (36,354)
 Net Assets Beginning of Year	 <u>209,050</u>	 <u>21,760</u>	 <u>230,810</u>
 Net Assets End of Year	 <u>\$ 179,956</u>	 <u>\$ 14,500</u>	 <u>194,456</u>

The accompanying notes are an integral part of these statements.

**Statement of Functional Expenses
For the Year Ended June 30, 2020**

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Contribution to Women of Hope				
Sierra Leone	\$ 88,708	\$ -	\$ -	\$ 88,708
Compensation officers	53,498	10,700	7,133	71,331
Other salaries and wages	54,790	24,494	12,421	91,705
Retirement plan	2,823	989	353	4,165
Other employee benefits	9,939	1,912	1,074	12,925
Payroll taxes	7,454	2,646	1,373	11,473
Fees for service - management	7,007	7,007	10,207	24,221
Fees for service - accounting	-	2,000	-	2,000
Advertising and promotions	5,108	-	-	5,108
Rent	5,950	1,700	850	8,500
Travel	9,114	-	-	9,114
Conferences, conventions and meetings	9,273	737	-	10,010
Interest	-	600	-	600
Depreciation	5,771	310	-	6,081
Insurance	-	2,973	-	2,973
Telephone	3,632	939	469	5,040
Supplies and materials	6,192	283	2,356	8,831
Miscellaneous expense	597	1,295	4,560	6,452
Exchange rate loss	-	-	-	-
Postage and shipping	1,011	-	1,011	2,022
Other expenses	1,337	1,275	401	3,013
	<u>1,337</u>	<u>1,275</u>	<u>401</u>	<u>3,013</u>
Total functional expenses	<u>\$ 272,204</u>	<u>\$ 59,860</u>	<u>\$ 42,208</u>	<u>\$ 374,272</u>

The accompanying notes are an integral part of these statements.

Statement of Cash Flows
For the Year Ended June 30, 2020

Cash flows from operating activities:

Changes in net assets	\$ (36,354)
Depreciation	8,313
Decrease in accounts receivable	366
Decrease in inventory	(2,443)
Increase in accounts payable	
Increase in payroll and sales taxes payable	<u>3,078</u>

Net cash provided (used) by operating activities (27,040)

Cash flows from investing activities:

Fixed assets	(1,118)
Disposals	<u>2,238</u>

Net cash flows from investing activities 1,120

Cash flows from financing activities:

Long-term debt principal borrowed	<u>195,343</u>
-----------------------------------	----------------

Net increase (decrease) in cash and cash equivalents 169,423

Cash and cash equivalents, beginning of year 95,550

Cash and cash equivalents, end of year \$ 264,973

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, 2016, 2017, 2018 and 2019 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, 2020.

7. Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are recorded at the time a pledge is made. Management feels that all pledge 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, 2020, are valued at cost.

9. Property and Equipment

Property and equipment are carried at cost. The Organization's policy is to capitalized 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, 2020, was \$ 8,317. Depreciation expense of \$2,232, was allocated to "Rent – net of expenses" on the state of activities and \$ 8,317 reported in "Deprecation Expense" on the "Statement of Functional Expenses".

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

	06/30/2019		06/30/2020	
	Balance	Acquisitions	Disposals	Balance
Computer & Printer Equipment	\$ 7,923	\$ -	\$ -	\$ 7,923
Equipment	19,225	-	200	19,025
Vehicle	4,500	-	-	4,500
Furniture & Fixtures	6,722	-	3,800	2,922
Building	142,411	-	-	142,411
Land	5,000	-	-	5,000
Net property and equipment	185,781	-	4,000	181,781
Accumulated Depreciation	36,517	8,313	1,762	43,068
Book Value	<u>\$ 149,264</u>	<u>\$ 8,313</u>	<u>\$ 2,238</u>	<u>\$ 138,713</u>

11. Notes Payable

	<u>Short Term</u>	<u>Long Term</u>	<u>Total</u>
Note payable to U.S. Small Business Administration, principle amount \$150,000, accruing interest at 2.75 interest per annum, interest and principal payable in 360 monthly of \$641. The first payment due April 26, 2021.	\$ 869	\$ 149,731	\$ 150,600

The organization also received \$44,743 under the SBA PPP loan program. Those funds have been forgive as of the date of this report. However, US - Generally Accepted Accounting Principles requires the amounts to be recorded as long term debt if forgiveness was not received as of the year end. \$44,743 will be included in revenues of the organization as of June 30, 2021.

12. 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. As of June 30, 2020, the organization had \$14,500 of temporarily restricted net assets
- 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, 2020, the Organization had no permanently restricted net assets.

13. 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, 2020, was \$ 5,108.