



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Accessible Hope International

### Opinion

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, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Accessible Hope International as of June 30, 2023, 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.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Accessible Hope International and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Accessible Hope International's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures



include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 Accessible Hope International's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Accessible Hope International's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

A handwritten signature in black ink, appearing to read "Morrow, PC".

Manassas, VA  
November 10, 2023

**Accessible Hope International**  
**Statement of Financial Position**  
**At June 30, 2023**

**Assets**

Current Assets	
Cash	\$ 172,097
Total Current Assets	172,097
Property and Equipment	
Real Property	147,411
Equipment	17,042
Accumulated Depreciation	(36,414)
Net Property and Equipment	128,039
Other Assets	
Deposits	6,277
Total Other Assets	6,277
<b>Total Assets</b>	<b>\$ 306,413</b>

**Liabilities and Net Assets**

Current Liabilities	
Accounts Payable and Accrued Expenses	\$ 11,667
Security Deposits	350
Total Current Liabilities	12,017
Total Liabilities	12,017
Net Assets	
Without Donor Restrictions	268,896
With Donor Restrictions	25,500
Total Net Assets	294,396
<b>Total Liabilities and Net Assets</b>	<b>\$ 306,413</b>

**Accessible Hope International**  
**Statement of Activities**  
**For the Year Ended June 30, 2022**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Revenues, Gains and Other Support			
Contributions & Grants	\$ 381,809	\$ 79,788	\$ 461,597
Fundraising Events	-	-	-
Fundraising Sales	103,154	19,528	122,682
Rent	10,141	-	10,141
Net Assets Released from Restrictions	150,557	(150,557)	-
Other Income (Expense)	6,910	-	6,910
Total Revenues, Gains and Other Support	652,571	(51,241)	601,330
Expenses			
Program	476,672	-	476,672
Supporting Services			
General and Administrative	78,046	-	78,046
Fundraising	101,163	-	101,163
Total Expenses	655,881	-	655,881
Changes in Net Assets from Operations	(3,310)	(51,241)	(54,551)
Net Assets, Beginning of Year	272,206	76,741	348,947
<b>Net Assets, End of Year</b>	<b>\$ 268,896</b>	<b>\$ 25,500</b>	<b>\$ 294,396</b>

**Accessible Hope International**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2023**

	<u>Program</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Functional Expenses				
Grants to Global Partners	\$ 82,421	\$ -	\$ -	\$ 82,421
Advertising and Promotions	1,688	-	-	1,688
Conferences, Conventions & Meetings	310	-	-	310
Depreciation	4,790	-	-	4,790
Dues and Fees	3,025	-	-	3,025
Other Fundraising Expenses	7,890	-	8,882	16,772
Insurance	-	1,479	-	1,479
Supplies & Materials	815	-	-	815
Miscellaneous	5,234	3,530	4,143	12,907
Office Expense	2,375	-	-	2,375
Payroll Taxes	20,266	3,844	5,315	29,425
Retirement Plan	7,217	1,381	1,939	10,537
Postage and Shipping	235	235	235	705
Professional Fees	25,596	18,100	12,285	55,981
Training & Development	16,182	-	-	16,182
Repairs & Maintenance	12,962	-	-	12,962
Salaries and Employee Benefits	262,148	49,477	68,364	379,989
Spiritual Formation	2,166	-	-	2,166
Telephone	507	-	-	507
Travel	20,845	-	-	20,845
<b>Total Functional Expenses</b>	<b><u>\$ 476,672</u></b>	<b><u>\$ 78,046</u></b>	<b><u>\$ 101,163</u></b>	<b><u>\$ 655,881</u></b>

**Accessible Hope International**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2023**

Cash flows from operating activities		
Changes in Net Assets	\$	(54,551)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and Amortization		4,790
(Increase) Decrease in other assets		(6,277)
Increase (Decrease) in accounts payable		5,877
Increase (Decrease) in other current liabilities		350
Total Adjustments		<u>4,740</u>
Net Cash Provided (Used) by Operating Activities		(49,811)
 Cash Flows from Investing Activities		
Cash Payments for Purchase of Property		<u>(1,464)</u>
Net Cash Provided (Used) by Investing Activities		<u>(1,464)</u>
Net Increase (Decrease) in Cash and Equivalents		(51,275)
Cash and Equivalents, Beginning of Year		<u>223,372</u>
 <b>Cash and Equivalents, End of Year</b>	<b>\$</b>	<b><u><u>172,097</u></u></b>

**Accessible Hope International**  
**Notes to the Financial Statements**  
**June 30, 2023**

**A. ORGANIZATION**

Accessible Hope International (the “Organization”) is a non-profit organization organized in the State of Mississippi 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.

**B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting** – The financial statements of the Organization have been prepared on the US GAAP financial framework of accounting. The accrual method is used for calculations, so revenue is recognized when earned and expenses are recognized when incurred.

**Use of Estimates and Assumptions** – Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

**Financial Statement Presentation** – The Organization reports information regarding its financial position and activities according to two classes of net assets: with and without donor restrictions. As of June 30, 2023, the Organization had \$25,500 with donor restrictions.

**Contributions** – Grants and contributions received are recorded as with or without donor restrictions, depending on the existence and/or nature of any restrictions. The Organization reports gifts of cash and other assets as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted assets are reclassified to without donor restricted net assets and are reported in the Statement of Activities as Net Assets Released from Restrictions.

**Cash and Cash Equivalents** – For purposes of the Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

**Property and Equipment** – The Organization capitalizes expenditures with a useful life of greater than one year that exceed \$1,000. Property and equipment is stated at cost and is depreciated using the straight-line method over an estimated useful life of three to five years for equipment and thirty-nine years for real property.

**Functional Allocation of Expenses** – The Organization’s expenses have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the areas benefited.

**Income Taxes** – The Internal Revenue Service has recognized the Organization as a Section 501(c)(3) organization exempt from income tax under Section 501(a) of the Internal Revenue Code and applicable income tax regulations of the State of Mississippi.

**C. EMPLOYEE-OWNED RETIREMENT PLAN MATCHING CONTRIBUTIONS**

The Organization contributes to retirement plans employees establish on their own. The Organization does not maintain its own plan. The employees can have plan contributions to their personal plans deducted post-tax from their wages. The Organization can match the employees’ amount up to 3%. For the year ended June 30, 2023 the organization contributed \$10,537.

**Accessible Hope International**  
**Notes to the Financial Statements**  
**June 30, 2023**

**D. CONCENTRATIONS OF RISK**

For the year ended June 30, 2023, the Organization received funds totaling 50.0% of all grants and contributions, from the top five donors, including two donors who represent 25.1% and 11.4%, respectively.

**E. LEASE AS LESSOR**

On October 26, 2022, the Organization entered into a sublease agreement. The tenant has access to one bedroom and shared living areas at their property in Sierra Leone. The lease was for a year and 6 days, ending October 31, 2023. The rate is \$350 per month. The lease was not renewed.

Lease income expensed for the term of the lease is \$1,050 in fiscal year ended June 30, 2024.

**F. FINANCIAL ASSETS AVAILABLE FOR THE NEXT YEAR**

The Organization has \$172,097 of financial assets available within 1 year of the balance sheet date to meet cash needs for general expenditure consisting of cash and cash equivalents of \$146,597. The remaining \$25,500 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The Organization has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$109,314. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, as part of its liquidity management, the Organization invests cash in excess of daily requirements in various short-term investments, including sweep type bank instruments.

**G. SUBSEQUENT EVENTS**

The subsequent events were evaluated through November 10, 2023, which is the date the financial statements were available to be issued.