

# **SowHope.Org**

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**Financial Report  
December 31, 2015**

<b>Report Letter</b>	<b>I</b>
<b>Financial Statements</b>	
Balance Sheet	2
Statement of Activities and Changes in Net Assets	3
Statement of Cash Flows	4
Notes to Financial Statements	5-6

## Independent Accountant's Review Report

To the Board of Directors  
SowHope.Org

We have reviewed the accompanying financial statements of SowHope.Org (the "Organization"), which comprise the balance sheet as of December 31, 2015 and the related statements of activities and 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.

### ***Accountant's 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 American Institute of Certified Public Accountants. 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 report.

### ***Accountant's 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 accordance with accounting principles generally accepted in the United States of America.

*Plante & Moran, PLLC*

April 30, 2016

## Balance Sheet December 31, 2015

<b>Assets</b>		
Cash		\$ 251,554
Prepaid expenses		<u>990</u>
Total assets		<u><u>\$ 252,544</u></u>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable		\$ 1,113
Grants to other organizations		4,503
Accrued liabilities and other		<u>18,367</u>
Total liabilities		23,983
<b>Net Assets - Unrestricted</b>		<u>228,561</u>
Total liabilities and net assets		<u><u>\$ 252,544</u></u>

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**Statement of Activities and Changes in Net Assets**  
**Year Ended December 31, 2015****Changes in Unrestricted Net Assets**

Revenue and support:	
Contributions	\$ 335,870
Interest income	256
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Total revenue and support	336,126
<b>Expenses</b>	
Program expenses	246,897
Management and general	10,103
Fundraising	15,793
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Total expenses	272,793
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<b>Increase in Net Assets</b>	63,333
<b>Net Assets - Beginning of year</b>	165,228
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<b>Net Assets - End of year</b>	<b>\$ 228,561</b>
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**Statement of Cash Flows**  
**Year Ended December 31, 2015****Cash Flows from Operating Activities**

Increase in net assets	\$	63,333
Adjustments to reconcile increase in net assets to net cash from operating activities:		
Changes in operating assets and liabilities which (used) provided cash:		
Prepaid expenses		(990)
Accounts payable		(3,646)
Grants to other organizations		(39,728)
Accrued liabilities and other		7,175
		<hr/>
<b>Net Increase in Cash Flows from Operating Activities</b>		26,144
<b>Cash - Beginning of year</b>		<hr/> 225,410
<b>Cash - End of year</b>	<b>\$</b>	<b><hr/><hr/>251,554</b>

### Note I - Nature of Business and Significant Accounting Policies

**Nature of Organization** - SowHope.org (the "Organization") is a not-for-profit corporation whose sources of revenue are derived principally from public contributions. The Organization partners with local leaders to inspire impoverished women around the world by promoting wellness, education, and economic opportunities.

Significant accounting policies are as follows:

**Classification of Net Assets** - Net assets of the Organization are classified as unrestricted, temporarily restricted, or permanently restricted depending on the presence and characteristics of donor-imposed restrictions limiting the Organization's ability to use or dispose of contributed assets or the economic benefits embodied in those assets.

Donor-imposed restrictions that expire with the passage of time or can be removed by meeting certain requirements result in temporarily restricted net assets. Permanently restricted net assets result from donor-imposed restrictions that limit the use of net assets in perpetuity. Earnings, gains, and losses on restricted net assets are classified as unrestricted unless specifically restricted by the donor or by applicable state law. There are no temporarily or permanently restricted net assets as of December 31, 2015.

**Functional Allocation of Expenses** - The costs of providing the program and support services have been reported on a functional basis in the statement of activities and changes in net assets. Indirect costs have been allocated between the various programs and support services based on estimates, as determined by management. Although the methods of allocation used are considered reasonable, other methods could be used that would produce a different amount.

**Federal Income Taxes** - The Organization is exempt from income tax under provisions of Internal Revenue Code Section 501(c)(3). Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS or other applicable taxing authorities. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2015, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for years prior to 2012.

**Donated Services and Assets** - Certain donated services and assets are recognized as support in the statement of activities and changes in net assets. The value of these services and assets are determined based on estimated fair value. During the year ended December 31, 2015, there were no donated services and assets.

### **Note 1 - Nature of Business and Significant Accounting Policies (Continued)**

**Furniture, Fixtures, and Equipment** - Furniture, fixtures, and equipment are recorded at cost when purchased or at fair value at the date of donation and are being depreciated on a straight-line basis over their estimated useful lives. Costs of maintenance and repairs are charged to expense when incurred. Gross cost and accumulated depreciation of furniture, fixtures, and equipment totaled \$5,323 as of December 31, 2015. There was no depreciation expense during the year ended December 31, 2015 as all assets were fully depreciated.

**Contributions** - Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received, measured at fair value. Donor promises to give in the future are recorded at the present value of estimated future cash flows.

Contributions without donor-imposed restrictions and contributions with donor-imposed time or purpose restrictions that are met in the same period as the gift are both reported as unrestricted support. Other restricted gifts are reported as restricted support and temporarily or permanently restricted net assets.

**Subsequent Events** - The financial statements and related disclosures include evaluation of events up through and including April 30, 2016, which is the date the financial statements were available to be issue.

### **Note 2 - Operating Leases**

The Organization leases office space on a month-to-month basis. Total rent expense on this lease for 2015 was approximately \$30,000.